

Customer Satisfaction

using

Market Basket Analysis

A

Project Report

Submitted in partial fulfillment of the
Requirements for the award of the degree of

BACHELOR OF TECHNOLOGY

IN

COMPUTER SCIENCE & ENGINEERING

Specialization in

Business Analytics and Optimization

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CANDIDATES DECLARATION

We hereby certify that the project work entitled **Customer Satisfaction using Market Basket Analysis** in partial fulfilment of the requirements for the award of the Degree of Bachelor of Technology in Computer Science And Engineering with Specialization in Business Analytics and Optimization and submitted to the Department of Informatics at School of Computer Science, University of Petroleum And Energy Studies, Dehradun, is an authentic record of our work carried out during a period from **September, 2018 to December, 2018** under the supervision of **Dr Hitesh Kumar Sharma, AP & PIC**.

The matter presented in this project has not been submitted by us for the award of any other degree of this or any other University.

(Name of Student(s))

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This is to certify that the above statement made by the candidate is correct to the best of my knowledge.

(Date: 17 December 2018)

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Abstract

A data mining approach used in markets like super markets are targeting more customers by using Market Basket Analysis using Apriori Algorithm. By the help of this technique, the store manager will be able to fulfill the requirements more as per need of the customer by showing him other set of products that are closely related to a specific product known as combinations. This in turn will help in reducing the efforts of the customers by overcoming the problem of increased lookouts for other products.

We will be using this technique of Data Mining to overcome the challenges of most of the business of marts and retailers as in today's generation the major factor is "Population" which is increasing day by day globally. As more population results in more production of consumer goods as well as leading to more retailers and businesses. With all these the major issue is high competition among business organizations.

So, to remain standing in a challenge we came up with a solution. That is "Customer Satisfaction using Market Basket Analysis". This technique is already present in market but we are implementing it in a procedural language to provide a cost-efficient product and can be used by small scale retailers as well. Many marts and super markets are using these techniques to implement the same and target more customers. This will prevent the loss of small businesses, if a mart or supermarket is established near to it.

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1. Introduction:

As in today's generation many marts and wholesalers are competing with each other to provide more satisfaction to their customers. As if the needs of the customer are fulfilled by their retailers along with their less efforts will create a chance of more shopping of the different products by the customer. To understand how to analyze this pattern we are going to implement Market Basket Analysis -a technique of Data Mining by the help of Apriori Algorithm.

By this technique, we are able to understand how the products can be arranged in a mall or a store so that very less effort applied by the customer can give their products as per their needs even if they are not planned to buy it.

Taking an example of milk, if a customer goes to a mall to buy a packet of milk, then if the stock of bread is kept along with the milk then there will be a very high probability of that customer he will buy a packet of bread also along with the milk. To understand this only we are implementing Market Basket Analysis, that how this actually works.

This technique will be very useful for the customer as well as the shopkeeper as well because, talking for the customer, very less effort will be applied by him to reach the desired product and it also results in increase of chance to buy a product which he hadn't planned earlier for it. Now talking by the point of shopkeeper it will increase in their sale of products if the similar categories of products are kept along with it which will results in more profit and to challenge other shopkeeper in the market.

2. Problem Statement:

Nowadays people buy daily goods from super market and marts. The problem which many retailers face is the arrangement of items in their store. They don't know what item should be put at what place in their store so that all the associated products are available nearly.

3. Literature Review:

Today, the large amount of data [1] is being maintained in the databases in various fields, like retail markets, banking sector, medical field etc. But it is not necessary that the whole information is useful for the user. That is why, it is very important to extract the useful information from large amount of data. This process of extracting useful data is known as data mining or A Knowledge Discovery and Data (KDD) Process. The overall process of finding and interpreting patterns from data involves many steps such as selection, preprocessing, transformation, data mining and interpretation.

Frequent itemset mining [2] leads to the discovery of associations and correlations among items in large transactional or relational datasets. With massive amounts of data continuously being collected and stored, many industries are becoming interested in mining such patterns from their databases. The discovery of interesting correlation relationships among huge amount of business transaction records can help in many business decision-making processes such as catalog design, cross-marketing, and customer shopping behavior analysis.

Data Mining [3] provides a lot of opportunities in the market sector. Decision making and understanding the behavior of the customer has become vital and challenging problem for the organization in order to sustain in this competitive environment. The challenges that the organization faces are to extract the information from their vast customer databases, in order to gain competitive advantage.

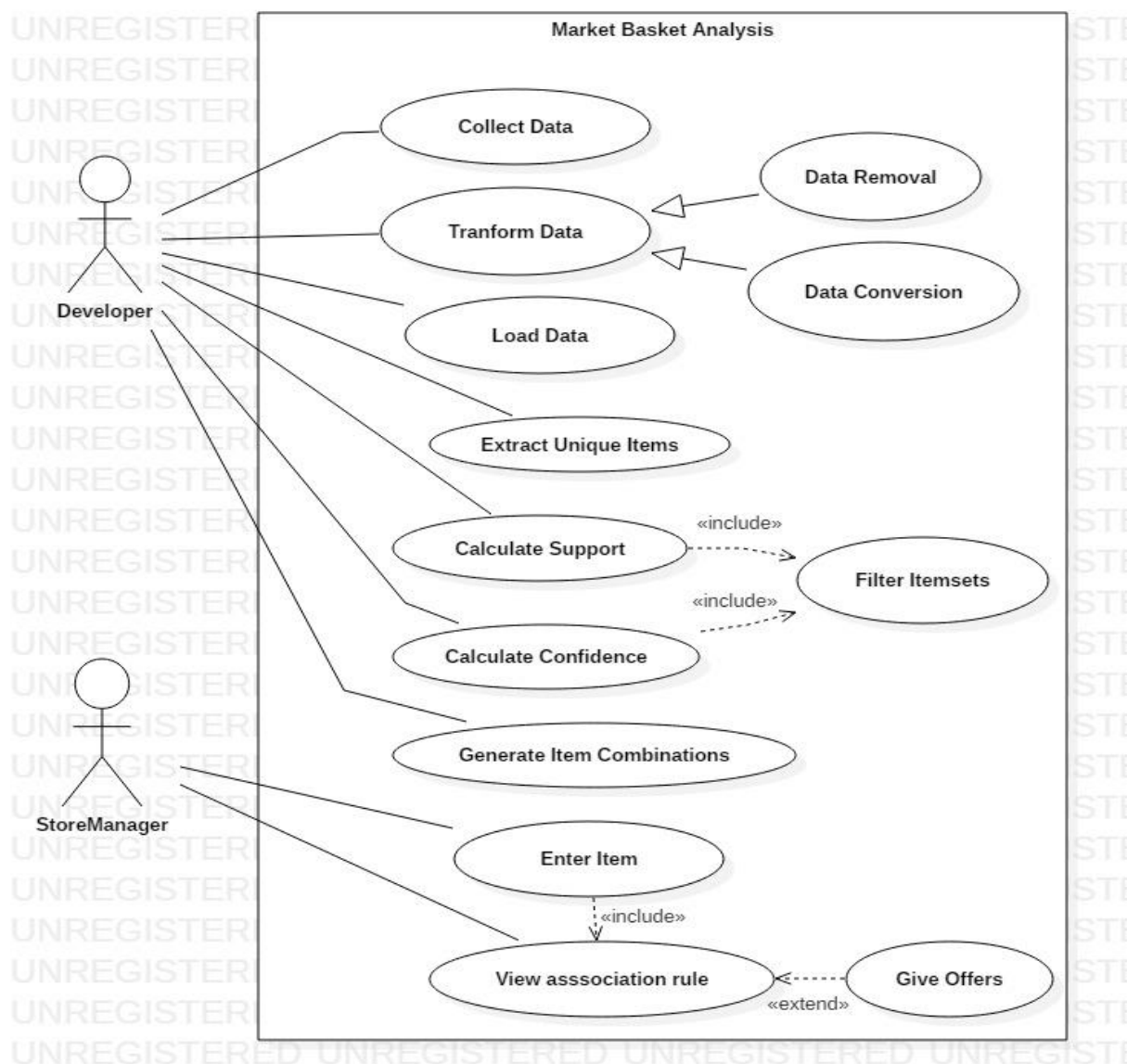
Apriori Algorithm is [4] also called *level-wise algorithm*. It was proposed by Agrawal and Srikant in 1994. It is the most popular algorithm to find all the frequent sets. It makes use of the downward-closure property. As the name suggests, the algorithm is a bottom-up search, moving upward level-wise in the lattice. However, the nicety of the method is that before reading the database at every level, it gracefully prunes many of the sets which are unlikely to be frequent sets.

4. Objectives:

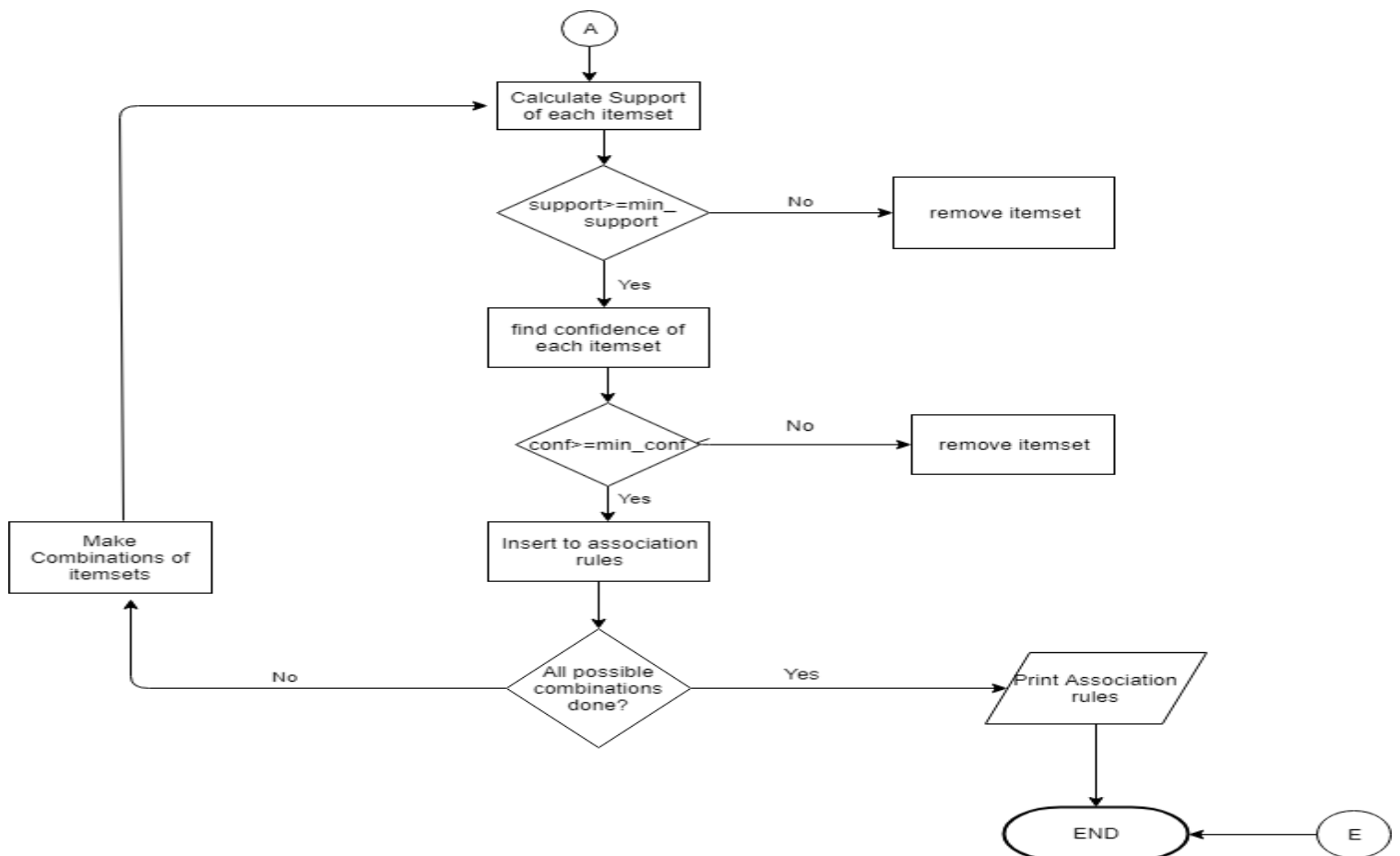
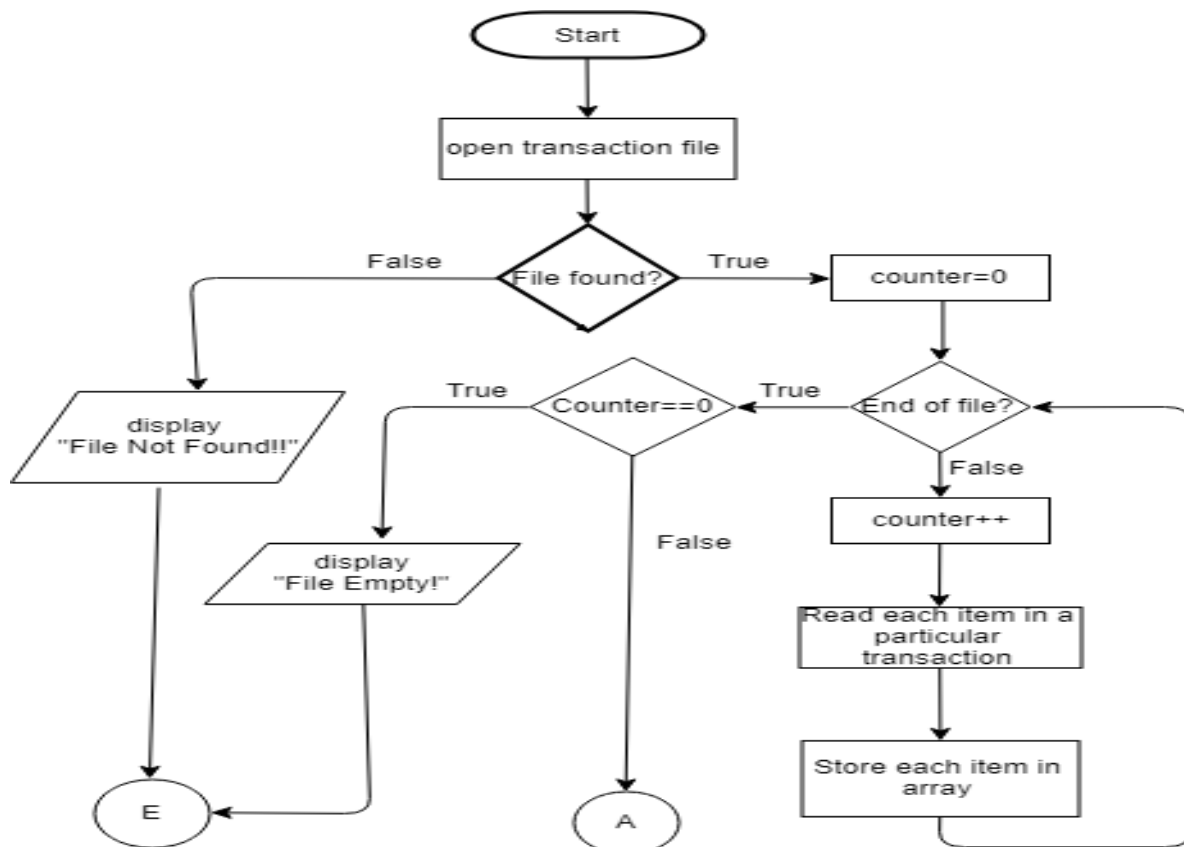
- To identify the frequent items from the transaction on the basis of support and confidence.
- To generate the association rule from the frequent item sets.

5. Design:

5.1 Use Case Diagram



5.2 Flowchart



6. Methodology:

6.1 Theory:

Market Basket Analysis is a technique which works on the principle that if a customer buys a product, he is more likely to buy some more specific set of products along with it.

For the implementation of this technique, we need to have some sort of requirements:

1- DATASET:

From Market (Real Time Data)

2- ALGORITHM:

Apriori Algorithm

Apriori Algorithm

By applying Apriori Algorithm onto a dataset, we will be having 2 factors:

1- Support:

A support is a parameter which is used in Apriori Algorithm to determine how frequent the item appears in dataset.

2- Confidence:

Confidence is also a parameter which will be looking for combinations in products and reject those having less confidence.

6.2 Mathematical Model:

- Calculate Support/frequency of individual item from total set of items
- Reject those items, whose support < 2
- Combine it further into duplets
- Calculate support/frequency
- Reject those group of items, whose support < 2
- Do it again by combining it to triplets, quadruplets and so on.....
- Again, reject those group of items, whose support < 2
- At the last, we will get those set of items, which are having high support or which is bought more frequently.
- To calculate Confidence,
 - $\text{Confidence} = \frac{\text{Support of Combined Products}}{\text{Support of Prescribed Product}}$

6.3 Diagrammatic Representation:

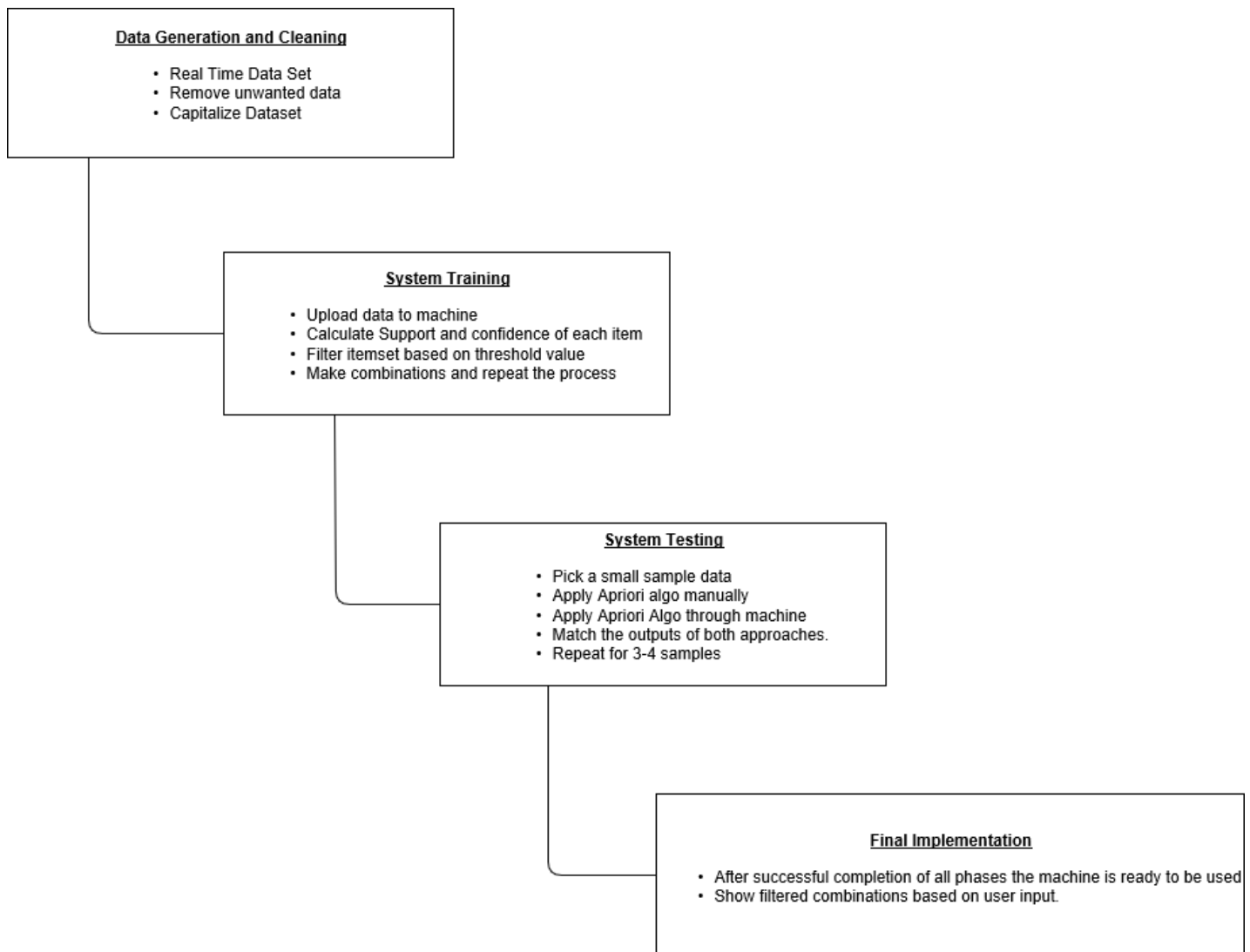


Fig 1.1 Market Basket Analysis

System Requirements: (Software/Hardware)

Hardware:

Ram- 4GB

Processors- Intel Core i3/i5/i7

HDD- 100GB

Software:

Operating System- Windows 10/8.1/8/7/XP |Ubuntu

Programming Language- Procedural Language-C

7. Implementation:

7.1 Algorithm

1. Start
2. Read Transactional Data
3. Store unique items
4. Input minimum support and minimum confidence
5. Calculate support for itemsets
6. Remove itemsets whose support < minimum support
7. Calculate confidence of remaining itemsets.
8. Remove itemsets whose confidence < minimum confidence
9. Add remaining itemsets to association rule.
10. Make combination of itemsets.
11. Repeat from step 5 to step 11 until all possible combinations of items are Formed.

7.2 Pseudocode

INPUT: S, support where S= dataset, min_support = real

OUTPUT: Set of Frequent Itemsets

Require: $S \neq \emptyset$ $0 \leq \text{min_support} \leq 1$

procedure GETFREQUENTITEMSETS

freqSets [] \leftarrow null

for all Itemsets i in S do

if support \geq min_support then

freqSets[] \leftarrow i

end if

end for

end procedure

INPUT: S where S = dataset

OUTPUT: Set of Candidate Itemsets

Require: $S \neq \emptyset$

procedure GENERATECANDIDATES

i \leftarrow 2

num \leftarrow NumAttributes(S)

candidates[] \leftarrow null

while i < num do

candidates[] \leftarrow all sets of size i, support

end while

end procedure

7.3 Output Screen

```
U:\code\final\base
Enter minimum support 0.1

Occurrence of each Item

Item ID  occurrence
1        5
2        2
3        7
4        3
5        1
6        7
7        30
8        4
9        12
10       2
11       20
12       2
13       5
14       1
15       16
16       1
17       2
18       2
19       30
20       4
21       6
22       5
23       1
24       1
25       7
26       2
27       4
28       30
29       1
30       1
31       2
32       5
33       17
34       1
35       1
36       5
37       5
38       9
39       3
40       3
41       4
42       7
43       20
44       7
45       12
46       2
47       3
```

```
U:\code\final\base

Support of each Item

Item ID  support
1        0.0500
2        0.0200
3        0.0700
4        0.0300
5        0.0100
6        0.0700
7        0.3000
```

```

E:\andafinal\bin\aaa
8      0.0400
9      0.1200
10     0.0200
11     0.2000
12     0.0200
13     0.0300
14     0.0100
15     0.1600
16     0.0100
17     0.0200
18     0.0200
19     0.3700
20     0.0400
21     0.0600
22     0.0500
23     0.0100
24     0.0100
25     0.0700
26     0.0200
27     0.0400
28     0.3000
29     0.0100
30     0.0100
31     0.0200
32     0.0500
33     0.1700
34     0.0100
35     0.0100
36     0.0500
37     0.0500
38     0.0000
39     0.0300
40     0.0300
41     0.0400
42     0.0700
43     0.2000
44     0.0700
45     0.1200
46     0.0200
47     0.0300

```

```

E:\andafinal\bin\aaa
33      0      0.0000
35      0      0.0100

Support of pairs having more than min_support

Item Pair      support
10      11      0.1400
7       11      0.1300
10      28      0.1300
7       19      0.1100
7       28      0.1100

Confidence of
10->11      11->10      0.3784      0.4828
7->11      11->7      0.3333      0.4483
10->28      28->10      0.3514      0.4333
7->19      19->7      0.2821      0.2073
7->28      28->7      0.2821      0.3667

Enter minimum confidence 0.3

Items having more than min confidence
10->11      0.3784
11->10      0.4828
7->11      0.3333
11->7      0.4483
10->28      0.3514
28->10      0.4333
28->7      0.3667

```

7.4 Result Analysis

```

From the above calculations we get:

Whenever customer buys "bread" he will buys "vegetables"
Whenever customer buys "vegetables" he will buys "bread"
Whenever customer buys "milk" he will buys "vegetables"
Whenever customer buys "vegetables" he will buys "milk"
Whenever customer buys "bread" he will buys "fruit"
Whenever customer buys "fruit" he will buys "bread"
Whenever customer buys "fruit" he will buys "milk"

-----
Process exited after 16.23 seconds with return value 0
Press any key to continue . . .

```

8. Conclusion and Future Scope:

By using the approach and implementing the concept of Market Basket Analysis we were able to find the support and confidence of various items and were able to obtain the desired combination of products that were closely associated to each other. This technique can also be used by several other Store Managers and retailers to generate the item combinations and decide which item set to be kept together and which set shouldn't be kept. The future scope of this project can be that this approach can be accepted and used by many Store Managers in order to increase their sales and also reduce customer efforts and provide more and more customer satisfaction.

Schedule: (PERT Chart)

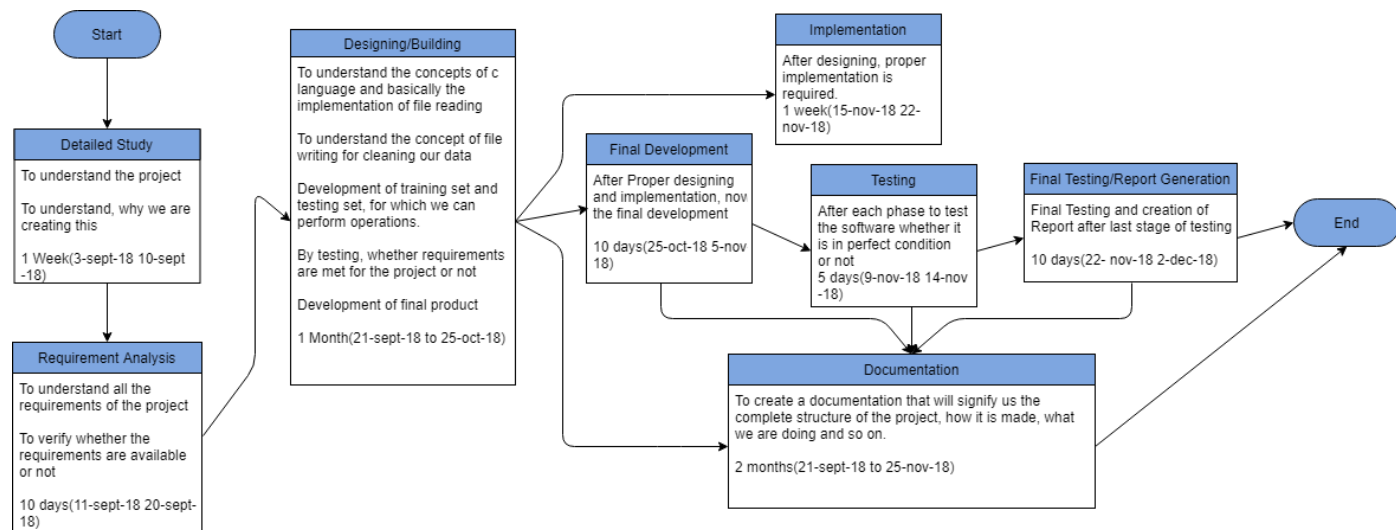


Fig 1.2 Pert Chart

References:

Documented Reference:

- [1] <https://www.sciencedirect.com/science/article/pii/S1877050916305208>
- [3] https://raw.githubusercontent.com/CSIT.../1813_Sanjeev_MarketBasketAnalysis.pdf

Book Reference:

- [2] Data Mining-concept and techniques by Jiawei Han, Jian Pei, Micheline Kamber
- [4] Data Mining Techniques by Arun k Pujari

Appendix Project Code

```
#include<stdio.h>
#include<stdlib.h>
float pair(int data[][6],int a, int b)
{
    int flaga=0,flagb=0,counter,i,j;
    float supp;
    counter=0;
    for(i=0;i<100;i++)
    {
        for(j=0;j<5;j++)
        {
            if(a==data[i][j])
            {
                flaga = 1;
            }

            if(b==data[i][j])
            {
                flagb = 1;
            }
        }

        if(flaga == 1 && flagb==1)
        {
            counter++;
            flaga=0;
            flagb=0;
        }

        else
        {
            flaga=0;
            flagb=0;
        }
    }
    supp = (float)counter/100;
    return supp;
}

void display(int va)
{
    if(va==1)
        printf("cleaner");
    else if(va==2)
        printf("salt");
    else if(va==3)
        printf("curd");
    else if(va==4)
        printf("beverages");
    else if(va==5)
        printf("snack");
    else if(va==6)
        printf("meat");
}
```



```
else if(va==7)
printf("milk");
else if(va==8)
printf("dessert");
else if(va==9)
printf("water");
else if(va==10)
printf("bags");
else if(va==11)
printf("vegetables");
else if(va==12)
printf("flour");
else if(va==13)
printf("beef");
else if(va==14)
printf("potato");
else if(va==15)
printf("yogurt");
else if(va==16)
printf("rice");
else if(va==17)
printf("chicken");
else if(va==18)
printf("sauce");
else if(va==19)
printf("bread");
else if(va==20)
printf("newspapers");
else if(va==21)
printf("berries");
else if(va==22)
printf("cream");
else if(va==23)
printf("spices");
else if(va==24)
printf("cereals");
else if(va==25)
printf("butter");
else if(va==26)
printf("onions");
else if(va==27)
printf("margarine");
else if(va==28)
printf("fruit");
else if(va==29)
printf("gum");
else if(va==30)
printf("cake");
else if(va==31)
printf("waffles");
else if(va==32)
printf("pork");
else if(va==33)
printf("cheese");
```

```

else if(va==34)
printf("wine");
else if(va==35)
printf("detergent");
else if(va==36)
printf("chocolate");
else if(va==37)
printf("eggs");
else if(va==38)
printf("pastry");
else if(va==39)
printf("coffee");
else if(va==40)
printf("oil");
else if(va==41)
printf("sugar");
else if(va==42)
printf("juice");
else if(va==43)
printf("soda");
else if(va==44)
printf("beer");
else if(va==45)
printf("soup");
else if(va==46)
printf("fish");
else
printf("grapes");
}
int main()
{
int i,j,k;
char ch;
char nx;
int data[100][6];
FILE *fp;
fp=fopen("mba_data2.txt","r");
if(fp==NULL)
{
printf("File not found");
exit(0);
return(1);
}
while(!feof(fp))
{
ch=fgetc(fp);
if(ch!=',' && ch!='\n' && ch!=' ')
{
nx=fgetc(fp);
if(nx!=',' && nx!='\n' && nx!=' ')
{
data[i][j]= (nx-'0')+((ch-'0')*10);
}
}
else

```

```

        {
            data[i][j]=ch-'0';
        }
        j++;
    }
    if(ch=='\n')
    {
        i++;
        j=0;
    }
}
fclose(fp);

```

```

const char unique[47][20]={"cleaner", "salt", "curd", "beverages", "snack", "meat",
"milk", "dessert", "water", "bags", "vegetables", "flour", "beef", "potato", "yogurt",
"rice", "chicken", "sauce", "bread", "newspapers", "berries", "cream", "spices",
"cereals", "butter", "onions", "margarine", "fruit", "gum", "cake", "waffles", "pork",
"cheese", "wine", "detergent", "chocolate", "eggs", "pastry", "coffee", "oil", "sugar",
"juice", "soda", "beer", "soup", "fish", "grapes"};

```

```

int values[47]=
{1,2,3,4,5,6,7,8,9,10,11,12,13,14,15,16,17,18,19,20,21,22,23,24,25,26,27,28,29,30,3
1,32,33,34,35,36,37,38,39,40,41,42,43,44,45,46,47};

```

```

int b[47];
float c[47];
for(k=0;k<47;k++)
{
    int count=0;
    for(i=0;i<100;i++)
    {
        for(j=0;j<6;j++)
        {
            if(values[k]==data[i][j])
            {
                count++;
                break;
            }
        }
    }
    b[k]=count;
    c[k]=(float)b[k]/100;
}
printf("Enter minimum support");
float min_support;
scanf("%f",&min_support);
if(min_support>1||min_support<0)
{
    printf("Enter correct support");
    exit(0);
}
printf("\n");
float temp1;
int temp2;

```

```

printf("\n Occurence of each item\n");
printf("\nItem ID\t occurence\n");
for(i=0;i<47;i++)
{
    printf("%d\t%d\n",values[i],b[i]);
}
printf("\n\n\n");
printf("\n Support of each item\n");
printf("\nItem ID\t support\n");
for(i=0;i<47;i++)
{
    printf("%d\t%.4f\n",values[i],c[i]);
}
for(i=0;i<47;i++)
{
    for(j=0;j<46;j++)
    {
        if(c[j]<c[j+1])
        {
            temp1=c[j];
            c[j]=c[j+1];
            c[j+1]=temp1;
            temp2=values[j];
            values[j]=values[j+1];
            values[j+1]=temp2;
        }
    }
}
int x=0;
for(i=0;i<47;i++)
{
    if(min_support<=c[i])
    {
        x=i+1;
    }
    else
    {
        break;
    }
}
printf("\n\n\n");
printf("\n Support of items having more than min_support\n");
printf("\nItem ID\t support\n");
for(i=0;i<x;i++)
{
    printf("%d\t%.4f\n",values[i],c[i]);
}
int doublets[30][2];
float dub_sup[30];
int d_count=0,l,m;
for(l=0;l<x-1;l++)
{
    for(m=l+1;m<x-1;m++)

```

```

{
    doublets[d_count][0]=values[l];
    doublets[d_count][1]=values[m];
    dub_sup[d_count]=pair(data,values[l],values[m]);
    d_count++;
}
}
printf("\n Support of each pair\n");
printf("\nItem Pair\t support\n");
for(i=0;i<d_count;i++)
{
    printf("%d\t%d\t%.4f\n",doublets[i][0],doublets[i][1],dub_sup[i]);
}
float swap1;
int swap2,swap3;
for(l=0;l<d_count;l++)
{
    for(m=0;m<d_count-1;m++)
    {
        if(dub_sup[m]<dub_sup[m+1])
        {
            swap1=dub_sup[m];
            dub_sup[m]=dub_sup[m+1];
            dub_sup[m+1]=swap1;
            swap2=doublets[m][0];
            doublets[m][0]=doublets[m+1][0];
            doublets[m+1][0]=swap2;
            swap3=doublets[m][1];
            doublets[m][1]=doublets[m+1][1];
            doublets[m+1][1]=swap3;
        }
    }
}

int d_min=0;;
for(i=0;i<d_count;i++)
{
    if(min_support<=dub_sup[i])
    {
        d_min=i+1;
    }
    else
    {
        break;
    }
}

printf("\n Support of pairs having more than min_support\n");
printf("\nItem Pair\t support\n");
for(i=0;i<d_min;i++)
{
    printf("%d\t%d\t%.4f\n",doublets[i][0],doublets[i][1],dub_sup[i]);
}

```

```

//Confidence
printf("\nConfidence of \n");
int condi[10][2];
float confs[10][2];
for(i=0;i<d_min;i++)
{
    printf("%d->%d\t\t%d->%d\n",doublets[i][0],doublets[i][1],doublets[i][1],doublets[i][0]);
    for(j=0;j<x;j++)
    {
        if(doublets[i][0]==values[j])
        {
            condi[i][0]=doublets[i][0];
            condi[i][1]=doublets[i][1];
            confs[i][0]=dub_sup[i]/c[j];
            printf("%.4f\t\t",confs[i][0]);
        }
    }
    for(j=0;j<x;j++)
    {
        if(doublets[i][1]==values[j])
        {
            confs[i][1]=dub_sup[i]/c[j];
            printf("%.4f\n\n",confs[i][1]);
        }
    }
}
float conf;
printf("Enter minimum confidence");
scanf("%f",&conf);
if(conf>1||conf<0)
{
    printf("Enter correct confidence\n");
    exit(0);
}
float min_conf[10];
int min_con[10][2];
int ix=0;
printf("\nItems having more than min confidence\n");
for(i=0;i<d_min;i++)
{
    if(confs[i][0]>conf)
    {
        printf("%d->%d\t\t",doublets[i][0],doublets[i][1]);
        printf("%.4f\n",confs[i][0]);
        min_con[ix][0]=doublets[i][0];
        min_con[ix][1]=doublets[i][1];
        min_conf[ix]=confs[i][0];
        ix++;
    }
    if(confs[i][1]>conf)
    {
        printf("%d->%d\t\t",doublets[i][1],doublets[i][0]);
        printf("%.4f\n",confs[i][1]);
        min_con[ix][0]=doublets[i][1];
    }
}

```

```
    min_conf[ix][1]=doublets[i][0];
    min_conf[ix]=confs[i][1];
    ix++;
}
}
printf("\nFrom the above calculations we get:\n\n");
for(i=0;i<ix;i++)
{
    printf("Whenever customer buys\t");
    display(min_conf[i][0]);
    printf("\t he will buys\t");
    display(min_conf[i][1]);
    printf("\n\n");
}
return 0;
}
//380 loc
```