

Machine Learning and Weka

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Outline

- Overview: machine learning (ML) in AI
- What is ML?
- Supervised ML vs. Unsupervised ML
- Types of prediction problems (Supervised ML)
- Learning workflow (supervised & unsupervised)
- Classical ML methods vs. Deep Learning (DL)
- Get started with Weka
- Demo



Overview: ML in Al

Artificial Intelligence

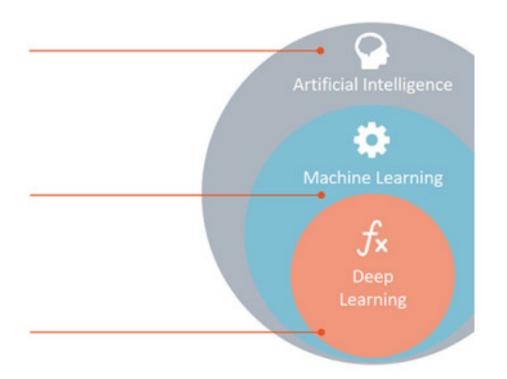
Any technique which enables computers to mimic human behavior.

Machine Learning

Subset of AI techniques which use statistical methods to enable machines to improve with experiences.

Deep Learning

Subset of ML which make the computation of multi-layer neural networks feasible.



[Rapidminer]



What is the ML?

- Alan Turing (1912-1954)
- "what we want is a machine that can learn from experience."



[The Imitation Game]



Experience for machines ?



[The Imitation Game]



Dataset - a kind of experience

• A dataset with attributes (a.k.a features) that can be processed by a computer.

Size of House	Lot Size (acre)	# of Bedrooms	# of Bathrooms	Price of House
950	2.5	2	1	\$127,325
1,535	1.5	2	2	\$156,570
1,605	2.25	3	1.5	\$158,895
1,905	2.5	2	1.5	\$200,025
2,057	2.25	3	2	\$230,384
2,227	2.75	3	2	\$233,835
3,150	1	4	2	\$261,420
3,620	3	4	3	\$433,500

House prices dataset



Dataset - supervised vs. unsupervised

- Supervised ML: data are labelled and an interest is given learn with a purpose
- Unsupervised ML: no specific interest is given exploratory analysis

Size of House	Lot Size (acre)	# of Bedrooms	# of Bathrooms	Price of House
950	2.5	2	1	\$127,325
1,535	1.5	2	2	\$156,570
1,605	2.25	3	1.5	\$158,895
1,905	2.5	2	1.5	\$200,025
2,057	2.25	3	2	\$230,384
2,227	2.75	3	2	\$233,835
3,150	1	4	2	\$261,420
3,620	3	4	3	\$433,500

House prices dataset



Types of Prediction problems (supervised learning)

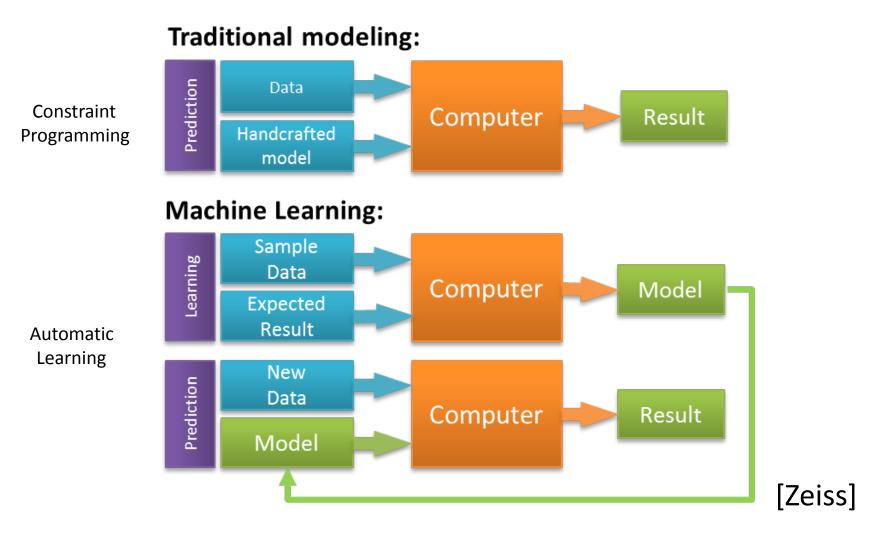
- Regression: the output variable takes continuous values.
- Classification: the output variable takes class labels.

Size of House	Lot Size (acre)	# of Bedrooms	# of Bathrooms	Price of House
950	2.5	2	1	\$127,325
1,535	1.5	2	2	\$156,570
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2,227	2.75	3	2	\$233,835
3,150	1	4	2	\$261,420
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House prices dataset

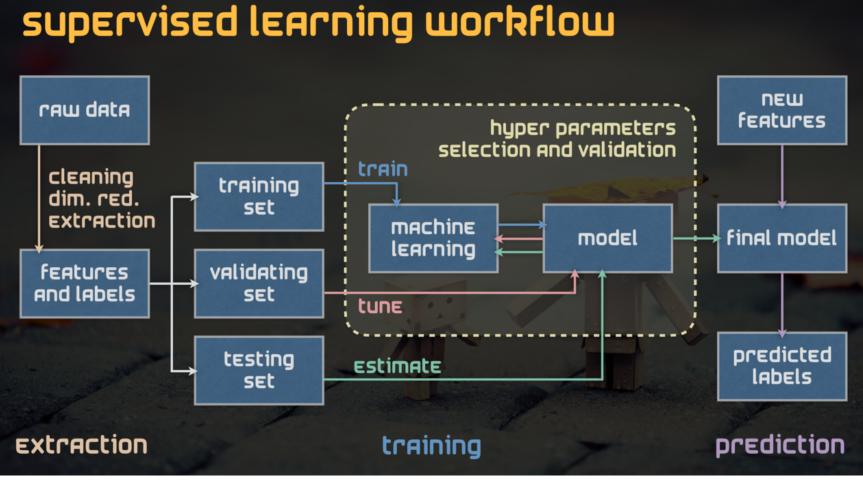


How we work with dataset?





Supervised ML workflow



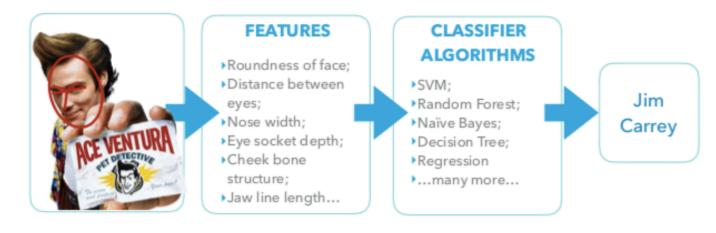
[BidMotion]



Classical ML vs. Deep Learning

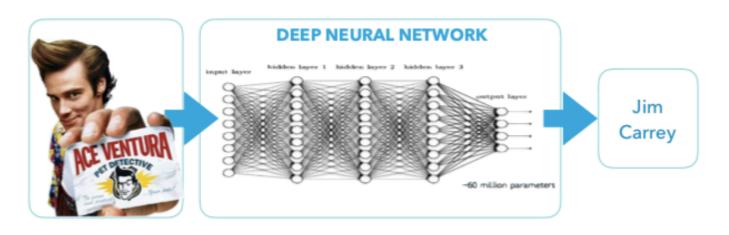


How do you engineer the best features?



DEEP LEARNING

How do you guide the model to find the best features?

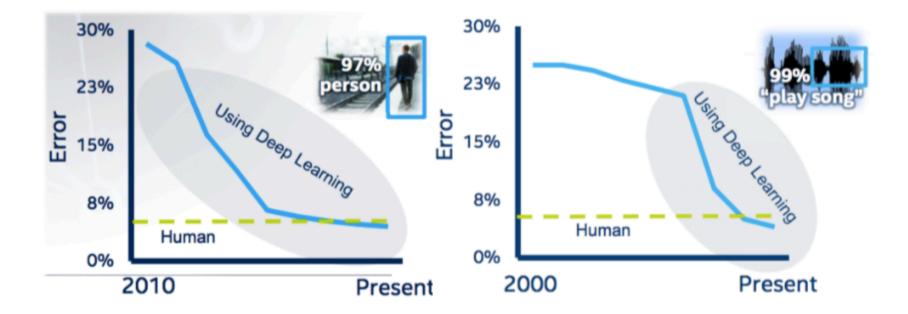




Deep Learning breakthroughs

IMAGE RECOGNITION

SPEECH RECOGNITION



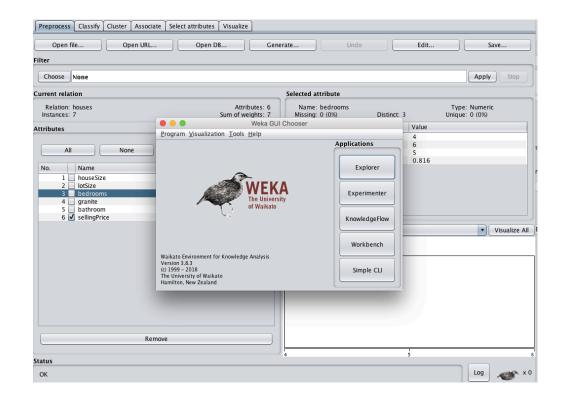
MACHINES ABLE TO MEET OR EXCEED HUMAN IMAGE & SPEECH RECOGNITION (TO SOME EXTEND...)



A simple example of prediction

WEKA is developed by the University of Waikato (New Zealand) under the GNU General Public License (GPL).

It is written in the JavaTM objectoriented programming language and provides a GUI for interacting with data files and producing visual results.





Collected data

House size (square feet)	Lot size	Bedrooms	Granite	Upgraded bathroom?	Selling price
3529	9191	6	0	0	205000
3247	10061	5	1	1	224900
4032	10150	5	0	1	197900
2397	14156	4	1	0	189900
2200	9600	4	0	1	195000
3536	19994	6	1	1	325000
2983	9365	5	0	1	230000
3198	9669	5	1	1	????



Collected data

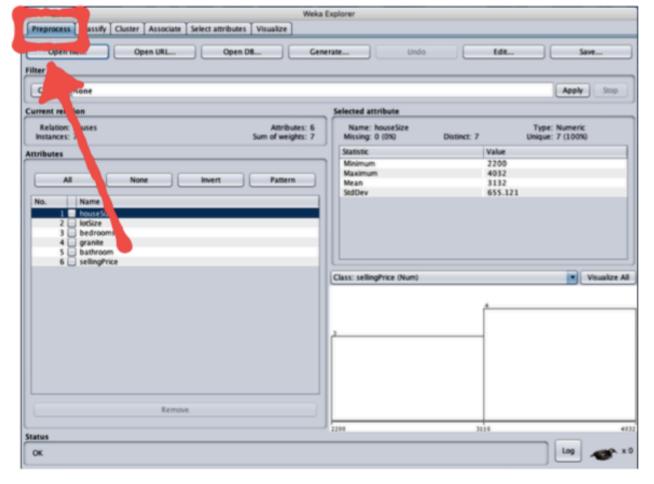
Training Data

House size (square feet)	Lot size	Bedrooms	Granite	Upgraded bathroom?	Selling price
3529	9191	6	0	0	205000
3247	10061	5	1	1	224900
4032	10150	5	0	1	197900
2397	14156	4	1	0	189900
2200	9600	4	0	1	195000
3536	19994	6	1	1	325000
2983	9365	5	0	1	230000
3198	9669	5	1	1	????



Loading dataset

Preprocess Tab





Loading dataset

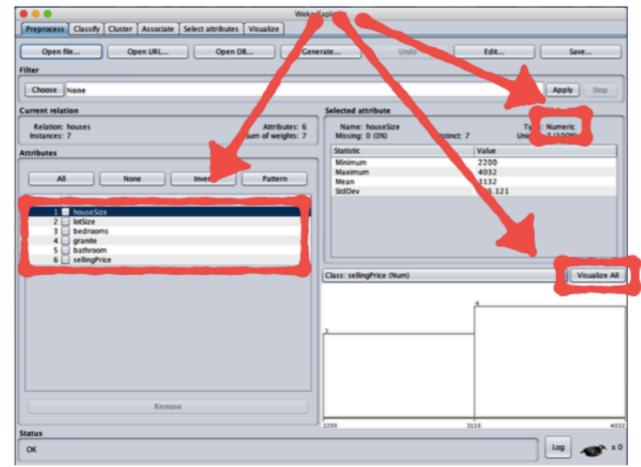
- Preprocess Tab
- Open File:
 - CSV format
 - XLS format
 - ARFF format

		Explorer	
Preprocess Classify LC	uster Associate Select attributes Visualize		
Open file	Open URL Open DB Gene	rate Undo	Edit Save
Choose			Apply Stop
urrent rela		Selected attribute	
Relation: hous	Attributes: 6	Name: houseSize	Type: Numeric
Instances: 7	Sum of weights: 7	Missing: 0 (0%) Distinct: 7	Unique: 7 (100%)
ttributes		Statistic	Value
		Minimum	2200
Al	None Invert Pattern	Maximum Mean	4032 3132
		StdDev	655.121
No. Name			••••
1 houseSize			
2 📃 lotSize			
3 🔲 bedrooms			
4 📃 granite			
5 bathroom 6 sellingPrice			
o 🖂 seungerice			
		Class: sellingPrice (Num)	 Visualize
			ſ
		2	-
	Remove		
	NETROPE		
a faure		2200 31	iie
tatus			
OK			Log 💣



Loading dataset

- Numerical variables
 data with value
 representable
 with numbers
- Visualize All shows all graphics at once





Classify Tab

	Weka Explorer
Preprocess Classify Cluster Associate S	elect attributes Visualize
	elect attributes Visualize
	Time taken to test model on training data: 0 seconds === Summary === Correlation coefficient 0.9945 Mean absolute error 4053.821 Root mean squared error 4578.4125 Relative absolute error 13.1339 % Root relative squared error 10.51 % Total Number of Instances 7
Status	
ОК	Log 💉 X O



- Classify Tab
- Use training set

	Weka Explorer
Preprocess Classify Cluster Associate	Select attributes Visualize
Classifier	
Choose LinearRegression -5 0 -R 1.0E	-8 -num-decimal-places 4
Test options	Classifier output
 Use training set Supplied (CF) Set Cross-valid Folds 10 Percentage % 66 More ations (Num) sellingPrice Start Stop Result list (right-click for op pns) 16:05:35 - functions.LinearRecression 	bedrooms granite bathroom sellingPrice Test mode: evaluate on training data === Classifier model (full training set) === Linear Regression Model sellingPrice = -26.6882 * houseSize + 7.0551 * lotSize + 42292.0901 * bathroom + -21661.1208 Time taken to build model: 0.07 seconds === Evaluation on training set === Time taken to test model on training data: 0 seconds === Summary === Correlation coefficient 0.9945 Mean absolute error 4053.821 Root mean squared error 13.1339 % Root relative squared error 10.51 % Total Number of Instances 7
Status	
ОК	Log 🛷 x 0



- Classify Tab;
- Use training set;

Class = sellingPrice;

	😑 🕘 Weka Explorer		
For Classify Cluster Associate	Select attributes Visualize		
Clafier			
oose LinearRegression -S 0 -R 1.0E-	-8 -num-decimal-places 4		
Test	Classifier output		
💿 🕒 e training set	bedrooms		
Splied test set Set	granite bathroom		
Addation Folds 10	sellingtice		
Cage split % 66	Test mode: evaluate on training data		
More options	=== (assific model (full training set) ===		
(Num) sellingPrice	Liensession Model		
(Num) sellingence	sellingPrice =		
	-26.6882 * houseSize +		
Result list (right-click for options)	7.0551 * lotSize + 43166.0767 * bedrooms +		
16:05:35 - functions.LinearRegression	42292.0901 * bathroom + -21661.1208		
	Time taken to build model: 0.07 seconds		
	=== Evaluation on training set ===		
	Time taken to test model on training data: 0 seconds		
	=== Summary ===		
	Correlation coefficient 0.9945		
	Mean absolute error 4053.821		
	Root mean squared error 4578.4125 Relative absolute error 13.1339 %		
	Root relative squared error 10.51 %		
	Total Number of Instances 7		
Status			
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L			



- Classify Tab;
- Use training set;
- Class = sellingPrice;

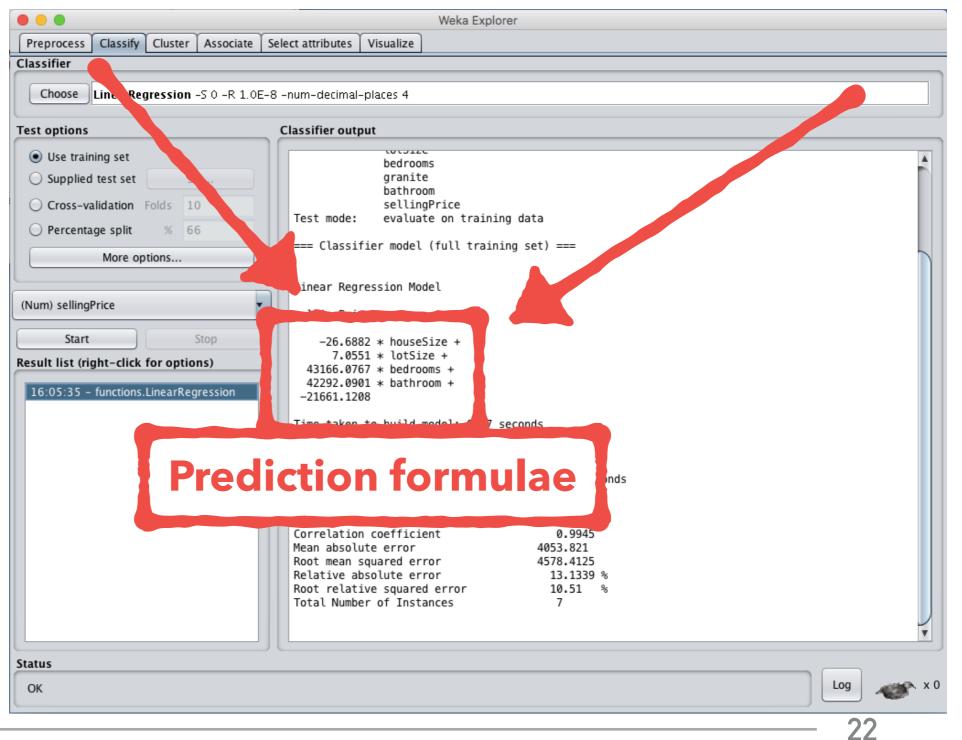
Start
 building the
 model

	Weka Explorer
Preprocess Classify Cluster Associate	e Select attributes Visualize
Classifier	
Choose inearRegression -5 0 -R 1.	0E-8 -num-decimal-places 4
Test option	Classifier output
Use tuning set	edrooms
O Supred test set Set	granite
Cro-validation Folds 10	bathroom sellingPrice
O Perentage split % 66	st mode: evaluate on training data
	=== Classifier model (full training set) ===
More options	
	Linear Regression Model
(Num) sellingPrice	sellingPrice =
Start Stop	-26.6882 * houseSize +
for options)	7.0551 * lotSize + 43166.0767 * bedrooms +
16:05:35 – functions.LinearRegression	42292.0901 * bathroom +
	-21661.1208
	Time taken to build model: 0.07 seconds
	=== Evaluation on training set ===
	Time taken to test model on training data: 0 seconds
	=== Summary ===
	Correlation coefficient 0.9945
	Mean absolute error 4053.821 Root mean squared error 4578.4125
	Relative absolute error 13.1339 %
	Root relative squared error 10.51 % Total Number of Instances 7
Status	
OK	
	21



- Classify Tab;
- Use training set;
- Class = sellingPrice;

Start
 building the
 model



FINAL PREDICTION

sellingPrice =

- 26,68 * [houseSize = 3198]
- + 7,05 * [lotSize = 9669]
- + 43.166,07 * [bedrooms = 5]
- + 42.292,09 * [bathroom = 1]
- 21.661,12 = **219.328,25**



ANOTHER EXAMPLE OF CLASSIFICATION CAR DEALERSHIP

The dealership is **starting a promotional campaign**, whereby it is **trying to push a two-year extended warranty** to its past customers.

The dealership **has done this before** and has gathered **4,500 data points from past** sales of extended warranties.

The attributes in the data set are:

- Income bracket [0=\$0-\$30k, 1=\$31k-\$40k, 2=\$41k-\$60k, 3=\$61k-\$75k, 4=\$76k-\$100k, 5=\$101k-\$150k, 6=\$151k-\$500k, 7=\$501k+]
- Year/month first car bought
- Year/month most recent car bought
- Whether they responded or not to the extended warranty offer in the past



PREPROCESS THE DATA WITH WEKA LOAD THE DATASET FOR TRAINING

Nominal
 variables –
 labelled data

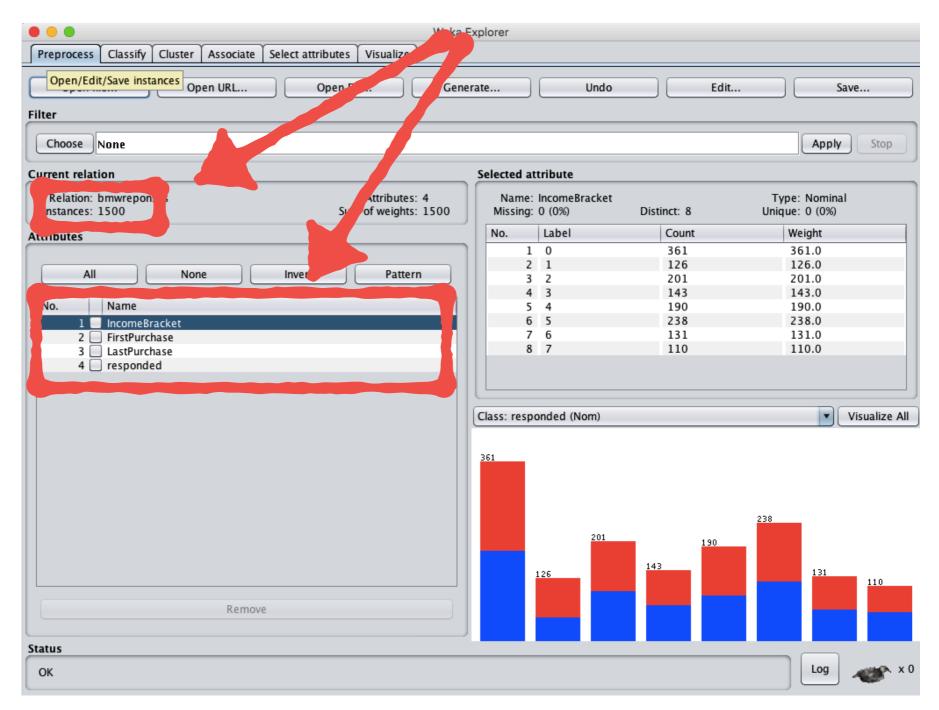
V 😑 🕘 Weka	Explorer		
Preprocess Classify Cluster Associate Select attributes Visualize			
Open/Edit/Save instances Open URL Open DB Gen	erate	Undo	Edit Save
lter			
Choose None			Apply Stop
urrent relation	Selected attribu	te	
Relation: bmwreponsesAttributes: 4Instances: 1500Sum of weights: 1500	Name: Incor Missing: 0 (09		T e: Nominal Uni e: 0 (0%)
ttributes	No. Lab	el Count	- cigint
	1 0	361	361.0
	2 1	126	126.0
All None Invert Pattern	3 2	201	201.0
	4 3	143	143.0
No. Name	5 4	190	190.0
1 📃 IncomeBracket	6 5	238	238.0
2 🗌 FirstPurchase	7 6	131	131.0
3 LastPurchase 4 responded	8 7	110	110.0
	Class: responded	d (Nom)	Visualize A
Remove	126	201 191	238
atus			
ОК			Log 🛷 >



PREPROCESS THE DATA WITH WEKA LOAD THE DATASET FOR TRAINING

Nominal
 variables –
 labelled data

1500 instances





CLASSIFY THE DATA WITH WEKA DECISION TREE MODEL TRAINING

- Classify Tab;
- Use training set;
- Class = responded;

Start
 building the model

	Weka Explorer
	Select attributes Visualize
lassifier	
Choose J48 -C 0.25 -M 2	
rest options	Classifier output
• Use train	
O Supplier t Set	Size of the tree : 5
Cross-validation Folds 10	Time taken to build model: 0.06 seconds
O Percentage split 866	=== Evaluation on training set ===
More options.	Time taken to test model on training data: 0.01 seconds
	=== Summary ===
(Nom) responded	Correctly Classified Instances 852 56.8 % Incorrectly Classified Instances 648 43.2 %
Start Stop	Kappa statistic 0.1315
Result list (right-click for options)	Mean absolute error 0.4867 Root mean squared error 0.4933
16:05:35 - functions.LinearRegression	Relative absolute error 97.3854 % Root relative squared error 98.6841 %
17:04:26 - trees.J48	Total Number of Instances 1500
	=== Detailed Accuracy By Class ===
	TP Rate FP Rate Precision Recall F-Measure MCC ROC Area PRC Area Class 0.437 0.306 0.578 0.437 0.498 0.135 0.581 0.538 1
	0.694 0.563 0.562 0.694 0.621 0.135 0.581 0.563 0 Weighted Avg. 0.568 0.437 0.570 0.568 0.561 0.135 0.581 0.551
	=== Confusion Matrix ===
	a b < classified as
	321 414 a = 1 234 531 b = 0
Status	
ОК	Log 💉 V O
	27



CLASSIFY THE DATA WITH WEKA DECISION TREE MODEL TESTING

Supplied test set;

	Weka Explorer
Preprocess Classify Cluster Associate	Select attributes Visualize
Classifier	
Choose J48 -C 0.25 -M 2	
Test options	Classifier output
rescoptions	
Use training set	the tree : 5
Supplied test set Set	
Cross-Validation Folds 10	Tier tarm to build model: 0.04 seconds
O Percentage split % 66	=== Evaluation test set ===
More options	Time taken to ter model on supplied test set: 0.01 seconds
	=== Summary ===
(Nom) responded	Correctly Classified Instruces 852 56.8 %
Start Stop	Incorrectly Classified Instances 648 43.2 %
	Kappa statistic 0.1315 Mean absolute error 0.4867
Result list (right-click for options)	Root mean squared error 0.4933
16:05:35 - functions.LinearRegression	Relative absolute error 97.3854 % Root relative squared error 98.6841 %
17:04:26 - trees.J48	Total Number of Instances 1500
17:10:31 - trees.J48	=== Detailed Accuracy By Class ===
	TP Rate FP Rate Precision Recall F-Measure MCC ROC Area PRC Area Class
	0.437 0.306 0.578 0.437 0.498 0.135 0.581 0.538 1 0.694 0.563 0.562 0.694 0.621 0.135 0.581 0.563 0
	Weighted Avg. 0.568 0.437 0.570 0.568 0.561 0.135 0.581 0.551
	=== Confusion Matrix ===
	a b < classified as 321 414 a = 1
	234 531 b = 0
Status	
ОК	Log 🛷 x 0
	28



CLASSIFY THE DATA WITH WEKA DECISION TREE MODEL TESTING

- Supplied test set;
- Start testing the model;

	Weka Explorer	
Preprocess Classify Cluster Associat	e Select attributes Visualize	
Classifier		
Choose J48 -C 0.25 -M 2		
Test options	Classifier output	
		5
 Use training set Supplied test set Set 	Size of the tree : 5	
Cross-validation Folds 10	Time taken to build model: 0.04 seconds	
O Percentage split % 66	=== Evaluation on test set ===	
More options	Time taken to test model on supplied test set: 0.01 seconds	
	=== Summary ===	
(Nom) responded Start Start Or optic.is) 16:05:35 - functions.LinearRegression 17:04:26 - trees.J48 17:10:31 - trees.J48	Correctly Classified Instances 852 56.8 % Incorrectly Classified Instances 648 43.2 % Kappa statistic 0.1315 In absolute error 0.4867 Root and squared error 0.4933 Relative absolute error 97.3854 % Root relative squared error 98.6841 % Total Number of Instances 11500 === Detailed Accuracy By Class ===	
	TP Rate FP Rate Precision Recall F-Measure MCC ROC Area PRC Area Class 0.437 0.306 0.578 0.437 0.498 0.135 0.581 0.538 1 0.694 0.563 0.562 0.694 0.621 0.135 0.581 0.563 0 Weighted Avg. 0.568 0.437 0.570 0.568 0.561 0.135 0.581 0.551 === Confusion Matrix === a b < classified as 321 414 a = 1 234 531 b = 0 <	•
Status		
OK	Log 🛷	x 0



CLASSIFY THE DATA WITH WEKA DECISION TREE MODEL TESTING

- Supplied test set;
- Start testing the model;
- Compare models
 accuracy
 between
 train and test.

	Weka Explorer	
Preprocess Classify Cluster Associate	Select attributes Visualize	
Classifier		
Choose J48 -C 0.25 -M 2		
Test options	Classifier output	
 Use training set Supplied test set Set 	Size of the tree : 5	^
O Cross-validation Folds 10	Time taken to build model: 0.04 seconds	
O Percentage split % 66	=== Evaluation on test set ===	
More options	Time taken to test model on supplied test set: 0.01 seconds	
	=== Summary ===	
(Nom) responded Start Stop Consult list (right-click for options)	Correctly Classified Instances85256.8%Incorrectly Classified Instances64843.2%Kappa statistic0.1315Mean absolute error0.4867Root mean squared error0.4933	
16:05:35 - functions.LinearRegression 17:04:26 - trees.J48 17:10:31 - trees.J48	Relative absolute error 97.3854 % Root relative squared error 98.6841 % Total Number of Instances 1500	
	Inclusion FP Rate Precision Recall F-Measure MCC ROC Area 0.437 0.511 0.578 0.437 0.49 0.135 0.581 0.694 0.563 0.562 0.694 0.67 0.135 0.581 Weighted Avg. 0.568 0.437 0.570 0.568 0.5 0.581 === Confusion Matrix === a b < classified as 321 414 a = 1 234 531 b = 0	PRC Area Class 0.538 1 0.563 0 0.551
		
Status OK		Log x 0
		- 30



AN EXAMPLE OF CLUSTERING Car dealership behaviour analysis

The dealership has **kept track of how people walk through the dealership** and the showroom, what cars they look at, and how often they ultimately make purchases.

They are hoping to **mine this data by finding patterns** in the data and by using clusters to determine **if certain behaviours in their customers emerge**.



CLUSTERING THE DATA WITH WEKA K-MEANS BEHAVIOUR ANALYSIS

- Cluster Tab;
- Use training set;
- No Class;
- Start

	attributes Visualize							
Choose SimpleKMeans -init 0 -max-candidat	es 100 -periodic-pruning Clusterer output	10000 -min-de	nsity 2.0 -t1	-1.25 -t2 -1.	0 -N 5 -A "W	eka.core.Euc	lideanDistance	e –R first
 Use train Supplied out of Set Percentage split Classes to clusters incluation (Num) Purchase Store clusters for visualization Ignore attribute Start op esult list (right-click for options) 11:09:12 - SimpleKMeans 	Cluster 4: 0,1,1 Missing values g Final cluster ce Attribute ——————————————— Dealership Showroom ComputerSearch M5 3Series Z4 Financing Purchase Time taken to bu === Model and ev Clustered Instan 0 26 (26% 1 27 (27% 2 5 (5% 3 14 (14% 4 28 (28%	.,0,1,1,1,1 lobally repla ntroids: Full Data (100.0) 0.6 0.72 0.43 0.53 0.55 0.45 0.61 0.39 iild model (fu raluation on t cces	Cluster# 0 (26.0) 0.9615 0.6923 0.6538 0.4615 0.3846 0.5385 0.4615 0 0	1 (27.0) 0.6667 0.963 0.4444 0 0.6296 0.5185 data) : 0.0	2 (5.0) 1 0 1 1 0.8 0.8 0.8 0.4	3 (14.0) 0.8571 0.5714 0.8571 0.7143 0.0714 0.5714 1 1	4 (28.0) 0 1 0.3214 0 1 0.6786 0.5 0.3214	
OK							Log	ø



CLUSTERING THE DATA WITH WEKA K-MEANS BEHAVIOUR ANALYSIS

- Cluster Tab;
- Use training set;
- No Class;
- Start;
- Evaluate patterns.

Preprocess Classify Cluster Associate Select	t attributes Visualize							
lusterer								
Choose SimpleKMeans -init 0 -max-candidat	es 100 -periodic-pruning	10000 -min-de	ensity 2.0 -t1	-1.25 -t2 -1.	0 -N 5 -A "w	/eka.core.Euc	lideanDistance	-R first-
luster mode	Clusterer output							
 Use training set Supplied test set Set 	Cluster 4: 0,1,1	1,0,1,1,1,1						^
O Percentage split % 66	Missing values of	lobally repla	iced with mea	an/mode				
 Classes to clusters evaluation (Num) Purchase Store clusters for visualization 	Attribute	Full Data (100.0)	Cluster# 0 (26.0)	1 (27.0)	2 (5.0)	3 (14.0)	4 (28.0)	٦
Ignore attributes	Dealership Showroom ComputerSearch M5	0.6 0.72 0.43 0.53	0.9615 0.6923 0.6538 0.4615	0.6667 0.6667 0 0.963	1 0 1 1	0.8571 0.5714 0.8571 0.7143	0 1 0.3214 0	
Start Stop Result list (right-click for options) 11:09:12 - SimpleKMeans	3Series Z4 Financing Purchase	0.55 0.45 0.61 0.39	0.3846 0.5385 0.4615 0	0.4444 0 0.6296 0.5185	0.8 0.8 0.8 0.4	0.0714 0.5714 1 1	1 0.6786 0.5 0.3214	
	Time taken to bu	uild model (fu	ll training	data) : 0.0	1 seconds			
	=== Model and ev	/aluation on t	raining set					
	Clustered Instar	ices						
	0 26 (26 ⁹ 1 27 (27 ⁹ 2 5 (5 ⁹ 3 14 (14 ⁹ 4 28 (28 ⁹	5) 5) 5)						
								7.
Status								
ОК							Log	🔊 🖓 🖉



AttributeFull Data (100.0)(100.0)0.6Showroom0.72ComputerSearch0.43M50.533Series0.55Z40.45Financing0.61Purchase0.39	0 (26.0) 0.9615 0.6923 0.6538 0.4615 0.3846 0.5385 0.4615 0.4615 0	1 (27.0) 0.6667 0.6667 0 0.963 0.4444 0 0.6296	2 (5.0) 1 0 1 1 0.8 0.8 0.8	3 (14.0) 0.8571 0.5714 0.8571 0.7143 0.0714	0.321
Dealership 0.6 Showroom 0.72 ComputerSearch 0.43 M5 0.53 3Series 0.55 Z4 0.45 Financing 0.61	0.9615 0.6923 0.6538 0.4615 0.3846 0.5385 0.4615	0.6667 0.6667 0 0.963 0.4444 0	1 0 1 1 0.8	0.8571 0.5714 0.8571 0.7143	0.321
Showroom 0.72 ComputerSearch 0.43 M5 0.53 3Series 0.55 Z4 0.45 Financing 0.61	0.6923 0.6538 0.4615 0.3846 0.5385 0.4615	0.6667 0 0.963 0.4444 0	0 1 1 0.8	0.5714 0.8571 0.7143	
ComputerSearch 0.43 M5 0.53 3Series 0.55 Z4 0.45 Financing 0.61	0.6538 0.4615 0.3846 0.5385 0.4615	0 0.963 0.4444 0	1 1 0.8	0.8571 0.7143	
M5 0.53 3Series 0.55 Z4 0.45 Financing 0.61	0.4615 0.3846 0.5385 0.4615	0.963 0.4444 0	1 0.8	0.7143	0.321
3Series 0.55 Z4 0.45 Financing 0.61	0.3846 0.5385 0.4615	0.4444 0	0.8		
Z4 0.45 Financing 0.61	0.5385 0.4615	0		0.0714	
Financing 0.61	0.4615	-	0.8		
*		0.6296		0.5714	0.678
Purchase 0.39	0		0.8	1	0.
	0	0.5185	0.4	1	0.321
=== Model and evaluation on tra Clustered Instances	ining Sec				
0 26 (26%)					
1 27 (27%)					
2 5 (5%)					
3 14 (14%)					



EXAMPLE CONCLUSION K-MEANS BEHAVIOUR ANALYSIS

- Cluster 0– This group we can call the "Dreamers," as they appear to wander around the dealership, looking at cars parked outside on the lots, but trail off when it comes to coming into the dealership, and worst of all, they don't purchase anything.
- Cluster 1 We'll call this group the "M5 Lovers" because they tend to walk straight to the M5s, ignoring the 3-series cars and the Z4. However, they don't have a high purchase rate only 52 percent. This is a potential problem and could be a focus for improvement for the dealership, perhaps by sending more salespeople to the M5 section.
- Cluster 2– This group is so small we can call them the "Throw-Aways" because they aren't statistically relevent, and we can't draw any good conclusions from their behaviour. (This happens sometimes with clusters and may indicate that you should reduce the number of clusters you've created).
- Cluster 3– This group we'll call the "BMW Babies" because they always end up purchasing a car and always end up financing it. Here's where the data shows us some interesting things: It appears they walk around the lot looking at cars, then turn to the computer search available at the dealership. Ultimately, they tend to buy M5s or Z4s (but never 3-series). This cluster tells the dealership that it should consider making its search computers more prominent around the lots (outdoor search computers?), and perhaps making the M5 or Z4 much more prominent in the search results. Once the customer has made up his mind to purchase the vehicle, he always qualifies for financing and completes the purchase.
- Cluster 4– This group we'll call the "Starting Out With BMW" because they always look at the 3-series and never look at the much more expensive M5. They walk right into the showroom, choosing not to walk around the lot and tend to ignore the computer search terminals. While 50 percent get to the financing stage, only 32 percent ultimately finish the transaction. The dealership could draw the conclusion that these customers looking to buy their first BMWs know exactly what kind of car they want (the 3-series entry-level model) and are hoping to qualify for financing to be able to afford it. The dealership could possibly increase sales to this group by relaxing their financing standards or by reducing the 3-series prices.



References

- MOOC: https://www.youtube.com/user/WekaMOOC
- The Weka workbench: <u>https://www.cs.waikato.ac.nz/ml/weka/</u> <u>Witten_et_al_2016_appendix.pdf</u>
- Weka tutorial by Google: <u>https://www.youtube.com/watch?</u>
 <u>v=TF1yh5PKaql</u>
- dataset: <u>https://www.kaggle.com/datasets</u>
- dataset: <u>https://archive.ics.uci.edu/ml/datasets.html</u>

Slide courtesy of Dr. Stefano Pio Zingaro: <u>https://saltgz.github.io</u>

