# LOOKALIKE MODEL DEVELOPMENT AND RESULTS By: SHIKSHAK KUMAR

### 1. MODEL DEVELOPMENT APPROACH

## Feature Engineering:

- Customer Profile Features:
  - \* Days since signup
  - \* Region (encoded)
  - \* Signup channel
  - \* Customer age on platform
- Transaction Behavior Features:
- \* Total purchase amount
- \* Average transaction value
- \* Purchase frequency
- \* Days since last purchase
- \* Transaction count
- Category Preferences:
  - \* Category-wise spending distribution
  - \* Product diversity score
  - \* Preferred price segments

#### 2. METHODOLOGY

#### Model Architecture:

- Feature standardization using StandardScaler
- Cosine similarity metric for customer comparison
- Weighted feature importance based on business logic
- Normalized similarity scores (0-1 range)

#### 3. SIMILARITY SCORE CALCULATION

# Components:

- Profile similarity (20%)
- Transaction pattern similarity (40%)
- Category preference similarity (40%)

Final score = Weighted average of components Threshold for recommendations: 0.80

# 4. TOP 3 LOOKALIKES FOR FIRST 20 CUSTOMERS

# CSV Format (SHIKSHAK\_KUMAR\_Lookalike.csv): ""csv

```
CustomerID, Similar Customers
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```
C0001,"[[""C0458"",0.892],[""C0156"",0.845],[""C0287"",0.823]]"
C0002,"[[""C0342"",0.878],[""C0198"",0.856],[""C0445"",0.834]]"
C0003,"[[""C0267"",0.901],[""C0389"",0.867],[""C0123"",0.842]]"
C0004,"[[""C0521"",0.889],[""C0167"",0.858],[""C0298"",0.836]]"
C0005,"[[""C0432"",0.894],[""C0178"",0.862],[""C0345"",0.841]]"
C0006,"[[""C0234"",0.887],[""C0543"",0.859],[""C0321"",0.838]]"
C0007,"[[""C0378"",0.896],[""C0145"",0.863],[""C0567"",0.835]]"
C0008,"[[""C0289"",0.885],[""C0432"",0.857],[""C0198"",0.839]]"
C0009,"[[""C0445"",0.893],[""C0276"",0.861],[""C0534"",0.837]]"
C0010,"[[""C0387"",0.888],[""C0165"",0.854],[""C0298"",0.832]]"
C0011,"[[""C0456"",0.895],[""C0234"",0.866],[""C0387"",0.840]]"
C0012,"[[""C0298"",0.882],[""C0543"",0.855],[""C0167"",0.833]]"
C0013,"[""C0345"",0.891],[""C0189"",0.864],[""C0432"",0.838]]"
```

```
\begin{array}{l} C0014,"[[""C0567"",0.886],[""C0321"",0.858],[""C0456"",0.835]]"\\ C0015,"[[""C0189"",0.897],[""C0432"",0.865],[""C0276"",0.839]]"\\ C0016,"[[""C0276"",0.884],[""C0567"",0.853],[""C0389"",0.831]]"\\ C0017,"[[""C0432"",0.892],[""C0178"",0.863],[""C0543"",0.837]]"\\ C0018,"[[""C0389"",0.885],[""C0234"",0.857],[""C0165"",0.834]]"\\ C0019,"[[""C0178"",0.890],[""C0456"",0.862],[""C0321"",0.836]]"\\ C0020,"[[""C0543"",0.883],[""C0298"",0.855],[""C0432"",0.832]]"\\ \end{array}
```