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## **Churn predictiction Problem Ideation:**

As data is monthly, this is monthly churn problem. because Understand given data

- Data timeline: monthly cohort

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How do we define churn in this case?

To define churn we have below options:

- User that are active in April-June but less activity in july?
- User that are active in April-June but innactive in july? ("faeza karmran": ye to definetely hoga.)

We choose Users that are completely innactive in july. Because

- As original casestudy states `which user is still active in July based on the behavior of April until June`
- To be 100% sure that these users are churned and this is not a seasonal behavior.
- In any case for the people less active in july, we will eventually have churn labels from August. (Monthly churn prediction)
- If we really wanna consider churning people, we could add another label to Y (not-churn, churning, churned). (Basically targeting early churning phase)
- We choose Users that are completely innactive in july. Because

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## To calculate churn, what could be useful features?

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    Customer Lifetime (days since app installed/joined)
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- Further useful features could be (not added to notebook)
- complains / sentiment / rating about app
- User Demograhics:
- age, gender, location, financial\_status (Occupation, based on home-address (expensive areas), Home
  Ownership (Rent, Own), and Mobile model maybe!),
  Marital Status

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- To create these features, we have these options:
- By merging all tables on user\_id then drive these features from a single DF...()
- Take a user\_id list (as starting **user\_base**) and for each id (from user base) we drive features using other given files (app\_open and borchure\_view)

We choose option 2, because:

Option 2 is efficient and sophisticated. Stepwise data validation.

Also, option 2 doestnt work well because Df1 size gets multipled by Df2 size (N x M) user base candidates. 22493 unique users in merged\_Df (installs + app\_open + brochur\_viewed) (Contain Alien users: Some people from app\_start and brochur\_view dataframes arent in installs, I called them alient users) 20k unique users from installs 8k unque users from brochure view (brochure viewed only base). We choose option 2 (20k users from installs.txt). Because, Original task mentioned 20k users: Probably expected me to solve for them. We have whole lifestime data for these users. So, we can still calculate all important features (e.g weekly brochur view rate = 0, commulative broucher view duration = 0) Cons of other options Incomplete data for alien users, e.g we do not know their Lifetime with app. (.... missing values, but not worth for now Only considering people highly active if only consider Option 3: People who not seen brochure are churned indeed, if they are viewing brochure then this kind of means we are looking at engaged users only.

engage.

in unseen (test) data, we might have similar situations where user didn't