



Data Analytics Application TV Azteca

CS5056 Data Analytics

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February-June, 2021





Type

Sociedad Anónima de Capital

Variable

BMV: AZTECACPO ₽ Traded as

MX01AZ060013 ISIN

Mass media **Industry**

Imevisión (1983-1993) Predecessor

Founded August 2, 1993; 26 years ago

Ricardo Salinas Pliego Founder

Headquarters Mexico City, Mexico

Benjamín Salinas Sada (CEO) Key people

Products Television broadcasting, radio

and multimedia

▲ US\$ 3900million (2012) Revenue

▲ US\$ 1850 million (2012) Net income

6.000 Number of

employees

Grupo Salinas Parent

Website







TV Azteca, S.A.B. de C.V. is a Mexican multimedia conglomerate owned by Grupo Salinas



It is the second-largest mass media company in Mexico after Televisa. It primarily competes with Televisa and Imagen Televisión, as well as some local operators



It owns two national television networks. Azteca Uno and Azteca 7, and operates two other nationally distributed services, adn40 and a+. All three of these networks have transmitters in most major and minor cities.



TV Azteca also operates Azteca Trece Internacional, reaching 13 countries in Central and South America, and part of the Azteca América network in the United States. Its flagship program is the newscast Hechos.









Business Strategy

- TV Azteca revenue comes from selling customers advertising time interleaved in the Schedule of various TV channels owned by the Company
- The price of advertising minute depends on the ranking the broadcasting channel shows in a particular day
- Channel and program rankings changes every minute and every day each week depending upon the season of the year, weekends, if there are particular events (sports, concerts, unexpected events, etc.), and other contingencies



Business Problem

- Rankings are measured by a solution provider by means of the so called "people meter" an electronic device that monitors household behavior in turning on TV sets and changing channels.
- Currently (1997), TV Azteca uses an information system based on an Oracle database with **historical data** to manage customer advertising, but this solution is unsatisfactory
- They would like to operate a solution that allows them to predict audience, share, and rating per program, per cannel for bot TV Azteca and its competitors (Televisa, and others)

Business Problem Definition

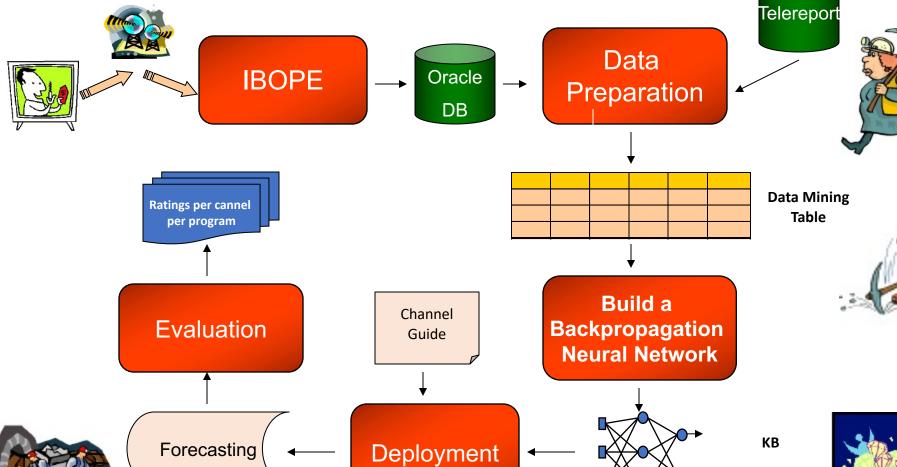
- For each channel, predict the number of TV sets "On"
- For each channel, predict the share at different times of the day
- For each cannel, predict the rating for each program of the day's guide





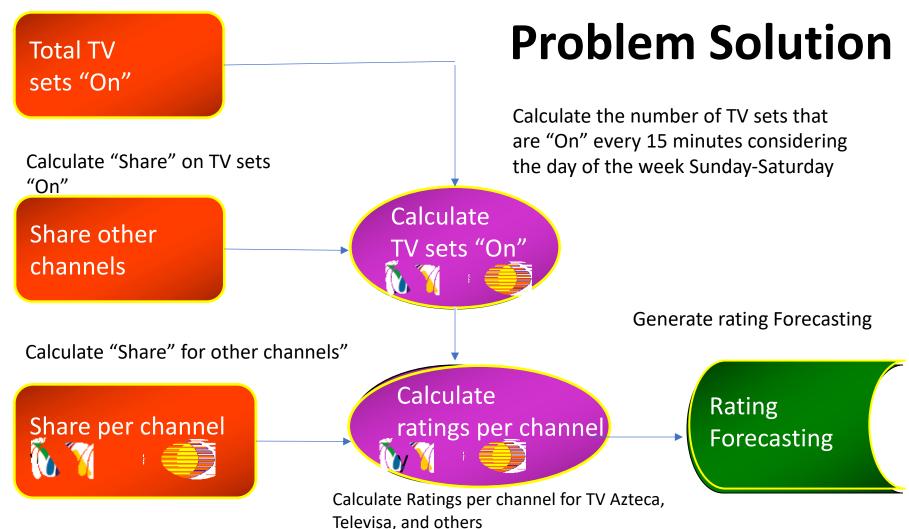






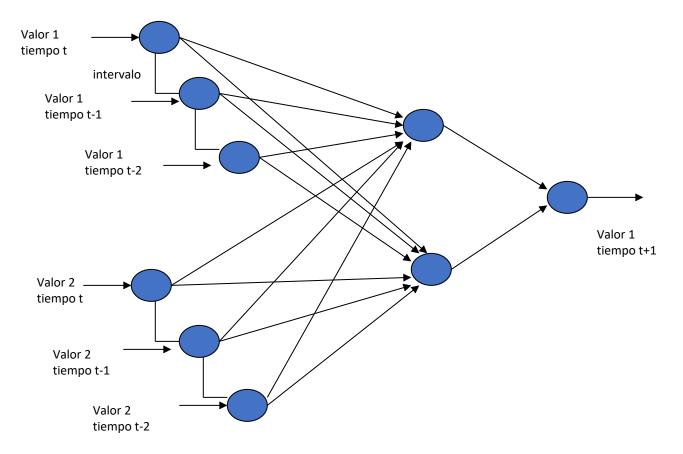


Calculate number of TV sets that can be "On" for TV Azteca, Televisa, and other channels



Neural Network









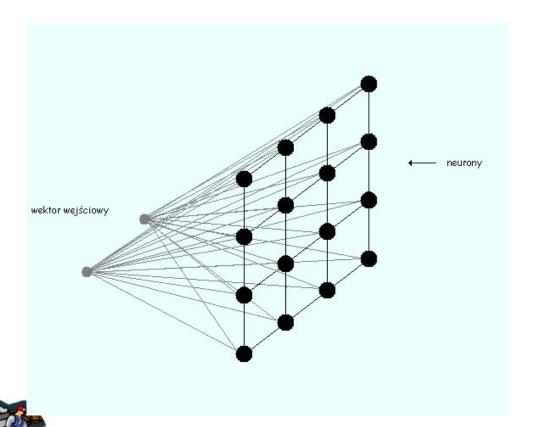






Kohonen Self-Organizing Maps







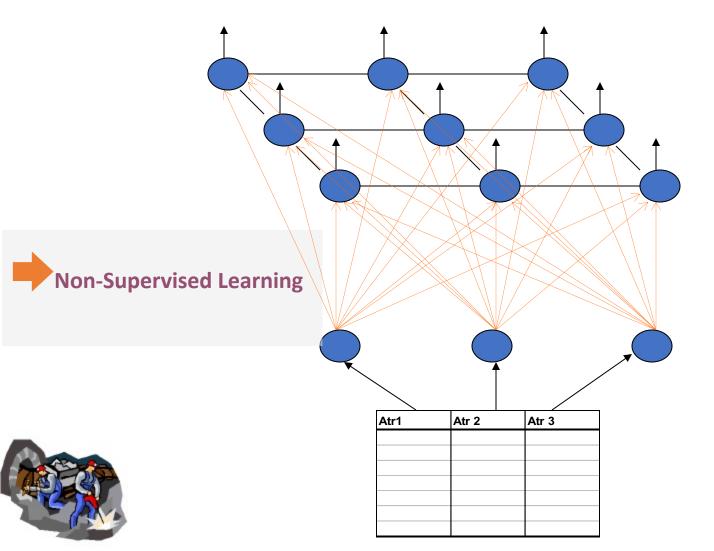




2-D map of neurons

Neural Networks

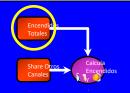












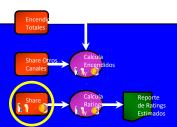
Test Results



TV Sets "On" Monday 25/AGO/97 Y Saturday 30/AGO/97

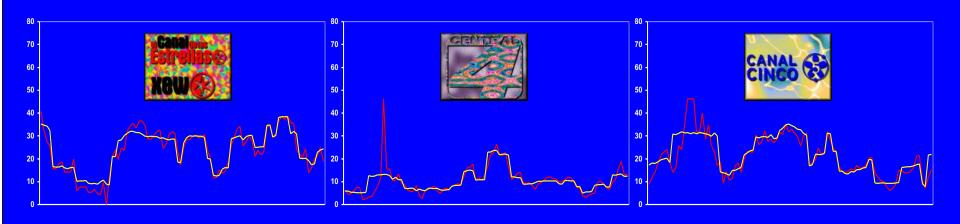


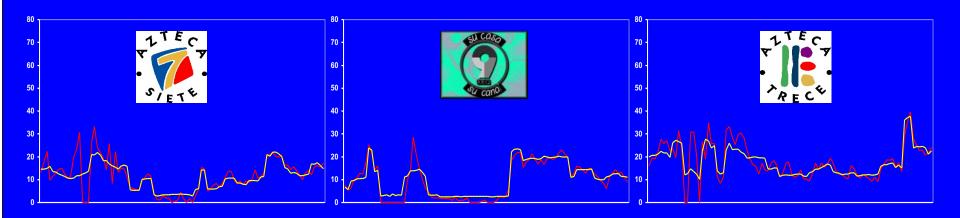
Estimate

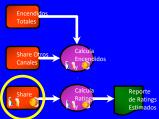


Test Results

SHARE Friday 29/AGO/97, All Channels

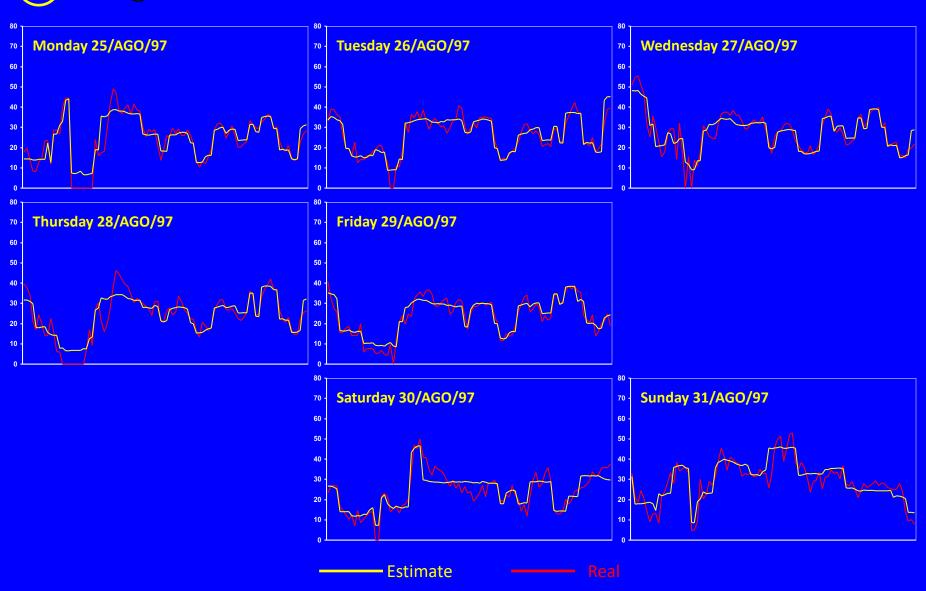






Test Results

SHARE 25/AGO/97 to 31/AGO/97, CANAL 2









Results were quite satisfactory for TV Azteca

The Rating Prediction system was deployed and put into operation

This project opened the door to other Applied Research AI projects between TV Azteca and Tec de Monterrey