

# Office Supplies Recommendation System

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## **Disclaimer**

The described analyses fulfill educational purposes only. The hypothetical business case, made-up data and the results of the performed analyses should not be considered as real recommendations of the seller, and have not been approved by any professional organization or trading company.

# **Overview**

With the rise of technology, people shop online more and more often. But with the beginning of new school year, people use online shopping even more frequently. According to the <u>National Retail</u>
<u>Federation's annual survey (https://nrf.com/media-center/press-releases/back-school-and-college-</u>

<u>spending-reach-828-billion</u>), online retailers are the most popular shopping destination for back-to-college shoppers. More than 50% of consumers shop online for back-to-school items every year. Parents spend record amounts of money to get their kids ready for school.

Companies are also big customers in the office supply world. A company with 1-4 employees has an average office supply cost of up to \$1,844 per employee, per year. A well-stocked, uncluttered and organized office is a successful office. The availability of necessary office supplies in the office can minimize downtime and maximize productivity. However, not all employers know exactly what products to provide in order to smooth the working process and make it more efficient.

This project tends to recommend office supplies to the customers based on the reviews that were left by the same customers for the previously bought products. Thus, the project does not only help the retailers in providing high level of personalization and customer tailored services, but also the customers in saving their time and energy. The project also answers the question if it is reasonable for the sellers to offer products in double quntities.

### **Business Problem**

The Stationary and Co. Company asked to develop a recommendation system of their office supply products in order to reach more sales while providing a high level of presonalization to their customers. The project also answers the question, if it is worth for the company to offer customers their products in the pack of two instead of one.

# **Data Understanding**

The data for the analysis was taken from <u>Amazon review data (2018)</u> (<a href="http://deepyeti.ucsd.edu/jianmo/amazon/index.html">http://deepyeti.ucsd.edu/jianmo/amazon/index.html</a>) page. The dataframes contained reviews and meta data for office supply products sold on Amazon from 2014 to 2018. The data included 5,581,313 reviews and 315,644 products.

# **Data Preparation and Exploration**

The data was uploaded and analyzed. The columns' names were renamed and the dataframes were merged together on product\_ID column. Any missing values and duplicates were dropped. Two dataframes were created from the cleaned data. One dataframe contained ratings, product IDs and reviewers IDs, while the other had titles, category type and product IDs. From the first dataset 100,000 random rows were chosen for further analysis. The second dataset was cleaned again by dropping any existing duplicates (duplicates were formed because different users left reviews for the same products). The datasets were saved as csv files.

```
In [1]: # Import necessary library
         import pandas as pd
         # Load the dataset with reviews
         df1 = pd.read_csv('Data/ratings_Office_Products.csv', header=None)
         df1.head()
Out[1]:
                           0
             A2UESEUCI73CBO 0078800242 5.0 1374192000
             A3BBNK2R5TUYGV 0113000316 5.0 1359417600
               A5J78T14FJ5DU 0113000316 3.0 1318723200
          2
              A2P462UH5L6T57 043928631X 5.0 1356912000
          3
          4 A2E0X1MWNRTQF4 0439340039 1.0 1379721600
In [2]: # Create titles for each column
         df1.columns = ['reviewer_ID', 'product_ID', 'rating', 'time']
         df1.head()
Out[2]:
                   reviewer_ID product_ID rating
                                                     time
             A2UESEUCI73CBO 0078800242
                                           5.0 1374192000
          1 A3BBNK2R5TUYGV 0113000316
                                           5.0 1359417600
               A5J78T14FJ5DU 0113000316
                                           3.0 1318723200
              A2P462UH5L6T57 043928631X
                                           5.0 1356912000
          4 A2E0X1MWNRTQF4 0439340039
                                           1.0 1379721600
In [3]: # Load the dataset with meta data
         df meta = pd.read csv('Data/Office Products.csv')
         df meta.head()
Out[3]:
                                                 title
                                                          main cat
                                                                         asin
                Sequential Spelling Level 1 Bundle with Studen... Office Products 0012624861
          0
              Mathematics, Applications and Concepts, Course...
                                                            Books 0078652669
          1
          2 Pearson MyHistoryLab Online Access Code for Am... Office Products 0136039847
          3
                                   A Pocket for Corduroy Office Products 0140503528
```

Books 0195396332

Social Entrepreneurship: What Everyone Needs t...

```
In [4]: # Rename column name
  meta_df = df_meta.rename(columns={"asin" : "product_ID"})
  meta_df.head()
```

```
Out[4]:
```

```
title main_cat product_ID

Sequential Spelling Level 1 Bundle with Studen... Office Products 0012624861

Mathematics, Applications and Concepts, Course... Books 0078652669

Pearson MyHistoryLab Online Access Code for Am... Office Products 0136039847

A Pocket for Corduroy Office Products 0140503528

Social Entrepreneurship: What Everyone Needs t... Books 0195396332
```

```
In [5]: # Merge two datasets on product_ID column
df = df1.merge(meta_df, on = ['product_ID'])
df.head()
```

#### Out[5]:

	reviewer_ID	product_ID	rating	time	title	main_cat
0	A2P462UH5L6T57	043928631X	5.0	1356912000	Harry Potter Lenticular Hologram Bookmark - Ha	Office Products
1	A2E0X1MWNRTQF4	0439340039	1.0	1379721600	Learn About Physical Science : Simple Machines	Software
2	AAYGDWCI3LDQP	0439394058	5.0	1405382400	Scholastic SC939405 All-In-One Schoolhouse Cal	Office Products
3	AI7SARYVM8FGA	0439394058	4.0	1212624000	Scholastic SC939405 All-In-One Schoolhouse Cal	Office Products
4	A1BUVOGGFTGMBN	0439394058	2.0	1389744000	Scholastic SC939405 All-In-One Schoolhouse Cal	Office Products

# In [6]: # Check the data type of each column df.info()

<class 'pandas.core.frame.DataFrame'>
Int64Index: 825526 entries, 0 to 825525
Data columns (total 6 columns):

#	Column	Non-Null Count	Dtype					
0	reviewer_ID	825526 non-null	object					
1	product_ID	825526 non-null	object					
2	rating	825526 non-null	float64					
3	time	825526 non-null	int64					
4	title	825525 non-null	object					
5	main_cat	824583 non-null	object					
<pre>dtypes: float64(1), int64(1), object(4)</pre>								
memory usage: 44.1+ MB								

```
In [7]: |# Check for any missing values
         df.isnull().sum()
 Out[7]: reviewer ID
         product_ID
                          0
         rating
                          0
         time
                          0
         title
                          1
         main_cat
                        943
         dtype: int64
 In [8]: # Drop missing values
         df.dropna(inplace=True)
         df.info()
         <class 'pandas.core.frame.DataFrame'>
         Int64Index: 824582 entries, 0 to 825525
         Data columns (total 6 columns):
              Column
                           Non-Null Count
                                            Dtype
                                            ____
          0
            reviewer ID 824582 non-null object
             product_ID
                           824582 non-null
                                            object
          1
                           824582 non-null float64
          2
             rating
          3
              time
                           824582 non-null int64
          4
              title
                           824582 non-null object
          5
              main cat
                        824582 non-null object
         dtypes: float64(1), int64(1), object(4)
         memory usage: 44.0+ MB
 In [9]: # Check for any duplicates
         df.duplicated().value_counts()
 Out[9]: False
                  725194
         True
                   99388
         dtype: int64
In [10]: # Drop duplicates
         df2 = df.drop duplicates()
         df2.duplicated().value_counts()
Out[10]: False
                  725194
         dtype: int64
```

```
In [11]: # Retrieve the dataset with reviews from the merged data
         df_ratings = df2[['reviewer_ID', 'product_ID', 'rating']]
         df ratings.head()
Out[11]:
                   reviewer_ID product_ID rating
```

```
A2P462UH5L6T57 043928631X
                                 5.0
1 A2E0X1MWNRTQF4 0439340039
                                 1.0
    AAYGDWCI3LDQP 0439394058
2
                                 5.0
3
     AI7SARYVM8FGA 0439394058
                                 4.0
4 A1BUVOGGFTGMBN 0439394058
                                 2.0
```

### In [12]: # Check the data type of each column df ratings.info()

Int64Index: 725194 entries, 0 to 825525 Data columns (total 3 columns): Column Non-Null Count Dtype \_\_\_\_ 0 reviewer ID 725194 non-null object product\_ID 725194 non-null object 1 rating 725194 non-null float64 dtypes: float64(1), object(2) memory usage: 22.1+ MB

<class 'pandas.core.frame.DataFrame'>

```
In [13]: # Choose 100,000 random rows
         df final = df ratings.sample(n=100000)
         df final.info()
```

<class 'pandas.core.frame.DataFrame'> Int64Index: 100000 entries, 595722 to 637199 Data columns (total 3 columns): Column Non-Null Count Dtype --- -------------reviewer ID 100000 non-null object 0 product ID 100000 non-null object 1 rating 100000 non-null float64 2 dtypes: float64(1), object(2) memory usage: 3.1+ MB

```
In [14]: # Save the prepared dataset as csv file
         df final.to csv('Data/Final_Ratings.csv', index=False)
```

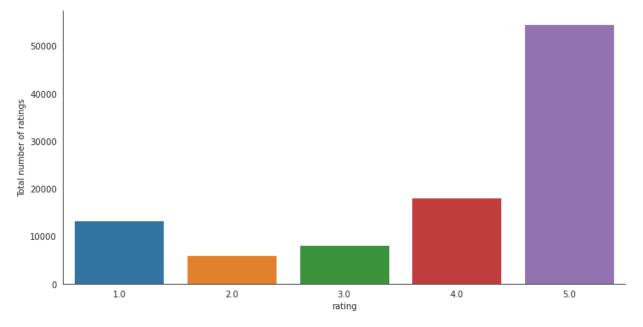
```
In [15]: # Retrieve the dataset with meta data
          df metadata = df2[['product ID', 'title', 'main cat']]
          df_metadata.head()
Out[15]:
              product ID
                                                         title
                                                                  main cat
           0 043928631X
                        Harry Potter Lenticular Hologram Bookmark - Ha...
                                                              Office Products
           1 0439340039
                          Learn About Physical Science : Simple Machines
                                                                   Software
                        Scholastic SC939405 All-In-One Schoolhouse Cal... Office Products
           2 0439394058
                       Scholastic SC939405 All-In-One Schoolhouse Cal... Office Products
           3 0439394058
           4 0439394058 Scholastic SC939405 All-In-One Schoolhouse Cal... Office Products
          # Check for any duplicates
In [16]:
          df metadata.duplicated().value counts()
Out[16]: True
                    652324
          False
                     72870
          dtype: int64
In [17]: # Drop duplicates
          metadata = df metadata.drop duplicates()
          metadata.duplicated().value counts()
Out[17]: False
                    72870
          dtype: int64
In [18]: # Check the data type of each column
          metadata.info()
          <class 'pandas.core.frame.DataFrame'>
          Int64Index: 72870 entries, 0 to 825525
          Data columns (total 3 columns):
           #
               Column
                             Non-Null Count Dtype
                             -----
               product ID 72870 non-null object
           0
               title
                             72870 non-null object
           1
           2
               main cat
                             72870 non-null object
          dtypes: object(3)
          memory usage: 2.2+ MB
         # Save the dataset as csv file
In [19]:
          metadata.to csv('Data/Final Metadata.csv', index=False)
```

The distribution of ratings in the rating dataset was plotted. As seen from the graph, people mostly left 5 stars to the products presented on the web site, and 4 and 1 star reviews are almost equally distributed.

```
In [21]: # Import necessary libraries
import seaborn as sns
import warnings
warnings.filterwarnings('ignore')

# Check the distribution of ratings
with sns.axes_style('white'):
    g = sns.factorplot("rating", data=df_final, aspect=2.0, kind='count')
    g.set_ylabels("Total number of ratings")

g.savefig('distribution_rating');
```



# **Data Modeling**

The recommendation system was initially built using surprise library. Different types of collaborative filtering engines, ranging from neighborhood-based methods to matrix factorization, were tried out. Later, the recommendation system was built using ALS in Spark programming environment. The different models were compared to see which one performed better. For consistency sake, RMSE was used to evaluate the models.

# **Modeling with Surprise Library**

```
In [21]: # Import necessary library
    from surprise import Reader, Dataset

# Read in values as Surprise dataset
    reader = Reader()
    data = Dataset.load_from_df(df_final, reader)
```

The number of users and items were checked in the dataset. It helped to determine whether user-user or item-item similarity should be performed. Since there was fewer items, it was more efficient to calculate item-item similarity.

```
In [22]: # Look at how many users and items are in the dataset
    dataset = data.build_full_trainset()
    print('Number of users: ', dataset.n_users, '\n')
    print('Number of items: ', dataset.n_items)

Number of users: 94184

Number of items: 27405
```

### Matrix Factorization (Model-Based Method)

#### **Singular Value Decomposition (SVD)**

Grid search was implemented to expedite the process of trying out different parameters. The parameter n\_jobs was set to -1 to ensure that all of the cores on the computer would be used to process fitting and evaluating all of the models.

```
In [23]: # Import necessary libraries
from surprise.model_selection import cross_validate
from surprise.prediction_algorithms import SVD
from surprise.prediction_algorithms import KNNWithMeans, KNNBasic, KNNBasel
from surprise.model_selection import GridSearchCV
import numpy as np
```

```
In [25]: print(g_s_svd.best_score)
    print(g_s_svd.best_params)

    {'rmse': 1.3656853242780935, 'mae': 1.1075233406277074}
    {'rmse': {'n_factors': 20, 'reg_all': 0.02}, 'mae': {'n_factors': 20, 'reg_all': 0.02}}
```

### **Neighborhood-Based Methods (Memory-Based)**

Pearson correlation was used as a similarity metric. Cross-validation was performed to determine the optimal model.

#### **KNN Basic Model**

```
# Cross validate with KNNBasic
In [26]:
         knn basic = KNNBasic(sim_options={'name':'pearson', 'user_based':False})
         cv knn basic = cross validate(knn basic, data, n jobs=-1)
In [27]: for i in cv knn basic.items():
            print(i)
         print('----')
         print(np.mean(cv_knn_basic['test_rmse']))
         ('test_rmse', array([1.42616324, 1.43801412, 1.43724021, 1.42983892, 1.42
         2662871))
         ('test mae', array([1.1587542 , 1.16814048, 1.16528372, 1.1612941 , 1.159
         120781))
         ('fit time', (60.99217677116394, 60.7331919670105, 61.833558797836304, 7
         2.7865719795227, 72.76500606536865))
         ('test_time', (0.22758793830871582, 0.25679898262023926, 0.21641802787780
         762, 0.14406704902648926, 0.14288091659545898))
         1.4307838743721504
```

#### **KNN Baseline Model**

This is a more advanced method because it adds a bias term that is calculated by the way of minimizing a cost function.

```
In [28]: # cross validate with KNNBaseline
         knn baseline = KNNBaseline(sim options={'name':'pearson', 'user based':Fals
         cv knn baseline = cross validate(knn baseline, data)
         Estimating biases using als...
         Computing the pearson similarity matrix...
         Done computing similarity matrix.
         Estimating biases using als...
         Computing the pearson similarity matrix...
         Done computing similarity matrix.
         Estimating biases using als...
         Computing the pearson similarity matrix...
         Done computing similarity matrix.
         Estimating biases using als...
         Computing the pearson similarity matrix...
         Done computing similarity matrix.
         Estimating biases using als...
         Computing the pearson similarity matrix...
         Done computing similarity matrix.
```

#### **KNN** with Means Model

The model takes into account the mean rating of each item.

Based off the resulted outputs, it seemed like the best performing model was the SVD model with n\_factors equal to 20 and a regularization rate of 0.02. The model had a RMSE of about 1.366 (lowest among the models), meaning that it was off by roughly 1 point for each guess it made for ratings. The SVD model was used to make predictions.

Since the goal of the project was to create recommendations specifically tailored to the customers' preferences, the first step was to create a function that would allow to pick randomly selected products and ask the customers to rate them. If the customers had never used the products, they would be able to skip rating them.

```
In [32]: # Write the function to obtain users' ratings
         def product rater(df3, num, category=None):
             reviewer_ID = 'A2P462UH5L6T57'
             rating_list = []
             while num > 0:
                 if category:
                     product = df3[df3['main cat'].str.contains(category)].sample(1)
                 else:
                     product = df3.sample(1)
                 print(product)
                 rating = input('How do you rate this product on a scale of 1-5, pre
                 if rating == 'n':
                     continue
                 else:
                     rating one product = { 'reviewer Id':reviewer_ID,
                                            'product_ID':product['product_ID'].values
                                            'rating':rating}
                     rating_list.append(rating_one_product)
                     num = 1
             return rating list
```

```
In [33]: # Obtain user ratings
user_rating = product_rater(metadata, 4, 'Books')
```

```
product ID
                                                             title main
cat
625267 B004UC0PJU Hollies - Here I Go Again/Hear! Here! (RM) - CD
How do you rate this product on a scale of 1-5, press n if you have not u
sed :
5
       product ID
                                                  title main cat
788068 B00CM6BFB8 An Honest Day's Work - 2014 Calendar
How do you rate this product on a scale of 1-5, press n if you have not u
sed:
                                                               title mai
       product ID
n cat
805525 B00E9G91IS Pink « Amor» Bible / Book Cover - 1...
How do you rate this product on a scale of 1-5, press n if you have not u
sed :
5
                                                               title mai
       product ID
n cat
350619 B000VSG2US Take4Less 2-pack Black HP # 20 C6614DN C6614AN...
How do you rate this product on a scale of 1-5, press n if you have not u
sed:
3
```

Ten recommendations for the new user were made based on the new ratings left by the same user.

```
In [34]: # Add the new ratings to the original ratings DataFrame
    new_ratings_df = df_final.append(user_rating, ignore_index=True)
    new_data = Dataset.load_from_df(new_ratings_df[["reviewer_ID", "product_ID"]

In [35]: # Train a model using the new combined DataFrame
    svd_ = SVD(n_factors=20, reg_all=0.02)
    svd_.fit(new_data.build_full_trainset())

Out[35]: <surprise.prediction_algorithms.matrix_factorization.SVD at 0x7f86afb5358
    0>

In [36]: # Make predictions for the user
    list_of_products = []
    for p_id in df_final['product_ID'].unique():
        list_of_products.append((p_id, svd_.predict('A2P462UH5L6T57', p_id)[3]))

In [37]: # Order the predictions from highest to lowest rated
    ranked_products = sorted(list_of_products, key=lambda x:x[1], reverse=True)
```

```
In [38]: # Return the top n recommendations
         def recommended products(user ratings, product df, n):
                 for idx, rec in enumerate(user ratings):
                     title = product_df.loc[product_df['product_ID'] == str(rec[0])]
                     print('Recommendation # ', idx+1, ': ', title, '\n')
                     n=1
                     if n == 0:
                         break
         recommended products (ranked products, metadata, 10)
         Recommendation # 1: 326810
                                          Staedtler Triplus Fineliner Pens, Pack o
         f 10, ...
         Name: title, dtype: object
         Recommendation # 2: 352822
                                          Stabilo Point 88 Fineliner Pens, 0.4 mm
         - 25-C...
         Name: title, dtype: object
         Recommendation # 3: 768952
                                          Fujitsu ScanSnap iX500 Deluxe Bundle Sca
         nner f...
         Name: title, dtype: object
         Recommendation # 4: 222758
                                          STD334SB20A6 - Staedtler Triplus Finelin
         er Pens
         Name: title, dtype: object
         Recommendation # 5: 417550
                                          Maped Classic 1 Hole Metal Sharpener x2
         (006602)
         Name: title, dtype: object
         Recommendation # 6: 451537
                                          BestBookStand Wiztem Jasmine Cookbook Bo
         ok Sta...
         Name: title, dtype: object
         Recommendation # 7: 34828
                                         Epson Premium Photo Paper GLOSSY (11x17 I
         nches...
         Name: title, dtype: object
         Recommendation # 8: 341173
                                          SteelSeries QcK Gaming Surface - Large C
         loth -...
         Name: title, dtype: object
         Recommendation # 9: 494773
                                          Fujitsu ScanSnap S1500M Instant PDF Shee
         t-Fed ...
         Name: title, dtype: object
         Recommendation # 10: 344926
                                           SteelSeries QcK Gaming Surface - Large
         Thick C...
         Name: title, dtype: object
```

### **Modeling in PySpark**

The saved datasets were used to build a recommendation system using the collaborative filtering technique with Spark's Alternating Least Squares implementation.

#### **Alternating Least Squares**

SparkSession object was initialized and the rating dataset was imported.

```
In [39]: # Import necessary library
    from pyspark.sql import SparkSession

# Instantiate SparkSession object
    spark = SparkSession.builder.master('local').getOrCreate()

In [40]: # Read in the dataset into pyspark DataFrame
    df = spark.read.csv('Data/Final_Ratings.csv', header='true', inferSchema='t
    # Check the data types of each of the columns
    df.dtypes

Out[40]: [('reviewer_ID', 'string'), ('product_ID', 'string'), ('rating', 'double')]
```

Since reviewer\_ID and product\_ID columns were of a string type, StringIndexer had to be used. StringIndexer encoded string columns of labels to columns of label indices. After the application of StringIndexer, the ALS model was fit on the training set, the model was evaluated and RMSE of the test set was printed out.

```
+----+
   reviewer ID product ID rating reviewer Index product Index
+----+--
                          4.0
A11YJOHDBN1A30 B009JXZVRO
                                     5633.0
                                                24309.0
A3FZFH11J3BU7L|B0013CQFZS|
                          4.0
                                    3086.0
                                                1351.0
A309WW2PLCOE7F|B000FKJPL0|
                          3.0
                                    67861.0
                                                14653.0
|A1HT8L6F291Y5Z|B000P1PLFS|
                          5.0
                                   16064.0
                                                8891.0
A27Z6G50WES558|B00A8EILT0|
                          5.0
                                    33354.0
                                                3568.0
                          4.0
A3JFS5A1QN3XZJ|B0081TXGJY|
                                    64619.0
                                                622.0
A2CE9KDGB21OP4|B000NK7LEU|
                          5.0
                                                 325.0
                                    36267.0
|A1NPUDHJL002YK|B002O3W4LE|
                          5.0
                                    20071.0
                                                   0.0
|A1NWZDZ5BQS8M9|B00AVWKUWA|
                          4.0
                                                  836.0
                                    20192.0
|A2JRMAZ2GSJMQI|B001L9BG3Y|
                          3.0
                                   41104.0
                                                17839.0
                                   55450.0
A35L81CBN2Z8C0 | B000F8THGK |
                          4.0
                                                2067.0
AGT5B3HI2KCNJ | B001B1P9OE |
                          3.0
                                    81607.0
                                                 9436.0
|A1S66TK7AVQEQL|B00FJV0T70|
                          4.0
                                   23003.0
                                                 1286.0
  ALS7U1SKMQZ7 | B004412E8W |
                          5.0
                                   84954.0
                                                 1048.0
ALFJ033IVTJ21|B001D61JBY|
                          4.0
                                   84718.0
                                                 4999.0
| A2DJFYBB2L5VSN | B00005T407 |
                          4.0
                                     505.0
                                                 720.0
|A2VIP0CJVMR572|B000H6991S|
                          5.0
                                   48828.0
                                                 377.0
|A3C9T1UOHGWU79|B004ZMH2KK|
                          1.0
                                   59904.0
                                                 1554.0
|A3UW0PQLDUACMH|B001B90Q94|
                          5.0
                                                 538.0
                                     288.0
|A1Z2N0T5PPA7WP|B0007LRJXS|
                          5.0
                                    1767.0
                                                 8422.0
```

only showing top 20 rows

Root-mean-square error = 4.208765816414302

Although the RMSE value of the ALS model was much higher than the RMSE of the SVD model, the predictions were still made. ALS is good for large-scaled collaborative filtering problems and slightly different from SVD. Spark attempts to offer a somewhat abstracted approach to the development of algorithms within a distributed computing environment, but it performs much slower.

Before making any recommendations in Spark, the function that took in product\_Index and returned a string that represented the product\_ID was created. After that the dataset with meta data was imported into a Spark DataFrame. The function that returned the product\_ID as a product title was formed.

```
In [48]: # Import meta data into a Spark DataFrame
    df_meta = spark.read.csv('Data/Final_Metadata.csv', header='true', inferSch
    df_meta.head(5)
```

Out[48]: [Row(product\_ID='043928631X', title='Harry Potter Lenticular Hologram Boo
 kmark - Harry, Ron & Amp; Hermoine', main\_cat='Office Products'),
 Row(product\_ID='0439340039', title='Learn About Physical Science : Simpl
 e Machines', main\_cat='Software'),
 Row(product\_ID='0439394058', title='Scholastic SC939405 All-In-One Schoo
 lhouse Calendar Bulletin Board', main\_cat='Office Products'),
 Row(product\_ID='0439492092', title="Scholastic Teacher's Friend Happy Th
 anksgiving! Bulletin Board (TF3073)", main\_cat='Office Products'),
 Row(product\_ID='0439492602', title='Scholastic TF3281 U.S. Coins and Bil
 ls Accent Punch-Outs', main\_cat='Office Products')]

```
In [49]: # Create a function that returns product title
def product_retriever(product_ID, product_meta_df):
    return product_meta_df.where(product_meta_df.product_ID == product_ID).
```

```
In [50]: # Try the function
print(product_retriever('B0013CQFZS', df_meta))
```

Advantus Call Bell, 3.38 Inch Diameter, Chrome Finish with Black Base (CB 10000)

A function that took in a new user and some products the user had rated and then returned 10 highest recommended products was created.

```
In [54]: def new reviewer recs(reviewer Index, new ratings, df, rating df, product m
             # turn the new recommendations list into a spark DataFrame
             new_reviewer_ratings = spark.createDataFrame(new_ratings, df.columns)
             new ratings = pipeline.fit(new reviewer ratings).transform(new reviewe
             # combine the new ratings df with the rating df
             product ratings combined = rating df.union(new ratings)
             # create an ALS model and fit it
             als = ALS(maxIter=10,
                       rank=50,
                       regParam=0.5,
                       userCol="reviewer Index",
                       itemCol="product_Index",
                       ratingCol="rating",
                       coldStartStrategy="drop")
             model = als.fit(product ratings combined)
             # make recommendations for all users using the recommendForAllUsers met
             recommendations = model.recommendForAllUsers(num recs)
             \# get recommendations specifically for the new user that has been added
             recs for user = recommendations.where(recommendations.reviewer Index ==
             for ranking, (product_Index, product_ID) in enumerate(recs_for_user[0][
                 index = index retriever(product Index, rating df)
                 product = product retriever(index, product meta df)
                 print('Recommendation {}: {} | product ID: {}'.format(ranking+1, pr
In [55]: # Try out the function using the product Indexes listed below
         reviewer Index = 84718
         reviewer ratings = [(reviewer Index, 622, 4),
                             (reviewer Index, 325, 5),
```

(reviewer\_Index, 836, 5),
(reviewer\_Index, 720, 3),
(reviewer\_Index, 538, 5)]

```
num_recs = 10)
Recommendation 1: Sauder 401804 Carolina Oak Finish Orchard Hills 3 Drawe
r Pedestal File | product ID: B001D61JBY
Recommendation 2: (Pack of 5) Better Home Products Oil-Rubbed Bronze Delu
xe Hinge Pin Door Stop | product ID: B00GSRFZE0
Recommendation 3: Canon Office Products LS-QT Standard Function Calculato
r | product ID: B000Q9XDYK
Recommendation 4: INDIARY Embossed Genuine Leather Journal With Handmade
Paper 6x4" - Crimson Cross | product_ID: B005UP0CAI
Recommendation 5: AVT2010 UNITED STATIONERS (OP) HOLDER, 48quot, AL, RAIL, SN
AL | product ID: B00007LB24
Recommendation 6: Carl RT-215 15" Professional Rotary Trimmer. | pro
duct ID: B00009R7YT
Recommendation 7: "VuRyte 4855 2" "Monitor Stand | product_ID: B0006HX518
Recommendation 8: SAK38967 - Sakura of America Sumo Grip II Gel Pen | pro
duct ID: B00260ZG5Q
Recommendation 9: Up North, A Cabin Journal - Kraft Hard Cover (prompts o
n every page, recycled paper, read more.) | product ID: B001JT608M
Recommendation 10: Genuine Xerox Cyan Solid Ink Sticks for the Phaser 856
0/8560MFP (3 per box), 108R00723 | product ID: B000KVPOLY
```

### A/B Testing

The Stationary and Co. Company also asked to design an experiment to test whether it would be more effective for the company's marketing team to offer their products in a pack of two instead of just one. The company said if they had an absolute increase in the buying rate of just 5%, it'd be worth making the change. The company also mentioned that the experiment could be run for a month since they needed to make a decision fast enough before the beginning of a new school year. The company said they had about 6.5 million unique visitors per day and around 25% of them buy some product every day.

#### It turned out the standard deviation

(https://www.macroaxis.com/invest/technicalIndicator/AMZN/Standard-Deviation) of the company is 2.74. Since the current buying rate is 25% and 5% rate increase is what the company is looking for, the following hypotheses can be stated:

- Null Hypothesis: the probability of success for the new pack is < 0.3</li>
- Alternative Hypothesis: the probability of success for the new pack is >= 0.3

A power analysis was performed to find the minimum number of samples needed to see an increase of 5% from 25% if a typical power of 0.8 and a conservative alpha of 0.01 were chosen.

```
In [57]: # Import necessary libraries
from statsmodels.stats.power import TTestIndPower, TTestPower

# Calculate the required sample size to detect a .05 increase in buying
power_analysis = TTestIndPower()
mean_difference = 0.05
sd = 2.74
effect_size = mean_difference / sd
power_analysis.solve_power(alpha=.01, effect_size=effect_size, power=.80, a
```

Out[57]: 60278.543577176126

It turned out that the minimum number of customers needed for the experiment was 60,279.

Two groups participated in the experiment: a control group that had no change in the amount of packed product and an experiment group that had the updated package. About a month's worth of data for the control and experiment groups was collected (the data was made-up). The data was aggregated in separate files for the two groups. The files contained 28 days with the number of bought products recorded for each day.

```
In [61]: # Load the data
          control = pd.read_excel('Data/Control.xlsx')
          control.head()
Out[61]:
             views bought
                    18837
           o 75348
           1 74856
                    22456
           2 63200
                    12640
           3 69800
                    10470
           4 74328
                    26014
In [59]:
          # Load the data
          experiment = pd.read excel('Data/Experiment.xlsx')
          experiment.head()
Out[59]:
             views bought
           o 77035
                    12800
           1 63840
                    10050
           2 68390
                     8030
           3 79085
                     6500
```

The data was visualized. Since the frequency of bought products was of interest, the chi-square goodness-of-fit test was used. The first step was to get the data into a format of "observed" (experiment) vs "expected" (control). Then the Chi-Square Goodness of Fit Test using the chisquare function from the SciPy library was performed.

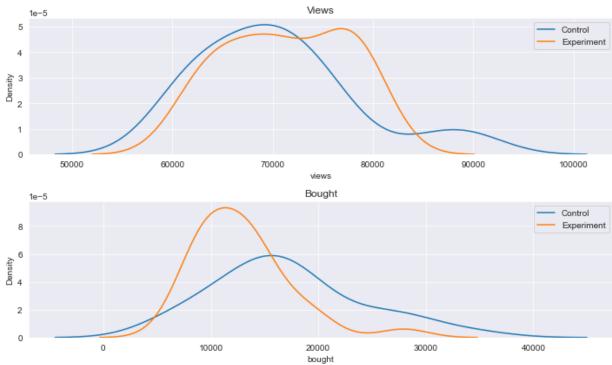
**4** 61320

14302

```
In [99]: # Visualize the data
f, (ax0,ax1) = plt.subplots(nrows=2, figsize=(10,6))

# Views
ax0.set_title('Views')
sns.kdeplot(data=control.views, ax=ax0, label='Control')
sns.kdeplot(data=experiment.views, ax=ax0, label='Experiment')
ax0.legend()

# Bought
ax1.set_title('Bought')
sns.kdeplot(data=control.bought, ax=ax1, label='Control')
sns.kdeplot(data=experiment.bought, ax=ax1, label='Experiment')
ax1.legend()
plt.tight_layout()
```



```
In [63]: # Create two arrays to hold "observed" and "expected" numbers
         observations = np.array([experiment bought, experiment views - experiment b
         expectations = np.array([control bought, control views - control bought])
         print('OBSERVED (expermiment):', observations)
         print('EXPECTED (control):', expectations)
         OBSERVED (expermiment): [ 373031 1697245]
         EXPECTED (control): [ 495361 1545442]
In [64]: # Import necessary library
         import scipy.stats as stats
         # Perform Chi-Square Goodness of Fit Test
         stats.chisquare(f_obs=observations, f_exp=expectations)
Out[64]: Power divergenceResult(statistic=45120.58408431016, pvalue=0.0)
In [67]: # Calculate the difference between the experiment and control
         experiment percent = experiment bought/experiment views*100
         print(f'Percent Experiment Bought: {experiment percent:.5}%')
         control_percent = control_bought/control_views*100
         print(f'Percent Control Bought: {control percent:.5}%')
         print(f'Difference between experiment & control {experiment percent-control
         Percent Experiment Bought: 18.018%
         Percent Control Bought: 24.273%
         Difference between experiment & control -6.25%
```

Since the p-value was less than 0.01, the null hypothesis was rejected. We're 99% confident that there was an observable effect in buying rate by changing the quantity in the pack of the products. The difference in package was observed to decrease the buying rate by an absolute amount of about 6.25%. This change cannot be made valuable since we are confident that the effect was real.

#### **Evaluation**

Thus, it was possible to conclude that the best model for the recommendation system was the SVD model with the lowest RMSE value of 1.366. That model was off by roughly 1 point for each guess it made for ratings. The Singular-Value Decomposition is a matrix decomposition method for reducing a matrix to its constituent parts in order to make certain subsequent matrix calculations simpler. The method is faster and more stable than other methods.

The A/B Testing showed that the change in the package of the products (pack of two instead of one) would decrease the buying rate by about 6.25%. Thus, we can confidently conclude, that the mentioned change will not be worth to implement.

#### **Conclusions**

Thus, for the Stationary and Co. Company we can advise to use the SVD model for the recommendation system of their office products in order to provide a high level of presonalization to their customers. As concerns the change in the package quantity, we are 99% confident that there is an observable effect in buying rate if the changes are made. However, offering a pack of two instead of one will decrease the buying rate by about 6.25%. Thus, we can advise not to implement any changes in the package quantity.

Of coarse, the models are not ideal and more digging can be beneficial. Thus, we can try to tune the ALS model and see if it can work any better. As concerns the A/B testing, the company should come out with some other ideas how to increase sales, like changing the website by making it more user-friendly or just offering discounts on the customers' birthdays...

### **Reproduction Instructions**

This project uses:

- Anaconda (https://www.anaconda.com), a package and environment management tool
- Python 3.8.5, with the following additional packages/libraries:
  - Pandas 1.1.3
  - NumPy 1.18.5
  - Matplotlib 3.3.1
  - Seaborn 0.11.0
  - Scikit-Learn 0.23.2
  - Scikit-Surprise 1.1.1
  - PySpark 3.0.0

If you would like to follow the analysis locally and have the above tools:

- Fork and clone this repository.
- Go to the <u>Amazon review data (2018) (http://deepyeti.ucsd.edu/jianmo/amazon/index.html)</u> page and download the data files.
- You should then be able to run the analysis in the provided <u>Office Supplies Jupyter Notebook</u>
   (<a href="https://github.com/VolhaP87/Office Supplies Recommendation System/blob/main/Office Supplies Recommendation System/blob/main/System/System/blob/main/System/blob/main/System/System/System/System/System/System/System/System/Sy

#### Sources

- Amazon review data (2018) (http://deepyeti.ucsd.edu/jianmo/amazon/index.html) page
- Recommendation System Presentation
   (https://github.com/VolhaP87/Office Supplies Recommendation System/blob/main/Recommen

#### **Contact Information**

#### With questions or feedback on this repository, please reach out via:

- GitHub (https://github.com/VolhaP87?tab=repositories)
- LinkedIn (https://www.linkedin.com/in/volha-puzikava-2319294a/)