

# **ARTIFICIAL INTELLIGENCE & MACHINE LEARNING: COGNITIVE CUSTOMER INSIGHTS USING IBM WATSON**

## **1. Introduction**

In today's competitive landscape, understanding customer feedback is paramount for businesses. Traditional methods of analyzing customer reviews are often time-consuming and inefficient. This project addresses this challenge by employing AI and ML techniques to automate and enhance the process of gaining insights from customer sentiments, identifying key topics, and understanding underlying intentions. The system provides a powerful tool for businesses to monitor brand perception, improve products/services, and respond effectively to customer needs.

## **2. Problem Statement**

The core problem addressed is the difficulty businesses face in efficiently extracting meaningful, actionable insights from the vast volumes of unstructured customer feedback, such as product reviews. This leads to missed opportunities for product improvement, customer satisfaction enhancement, and strategic decision-making. The project aims to bridge this gap by automating the analysis of customer reviews to provide clear, categorized insights.

## **3. Objectives**

The primary objectives of this project are:

- To apply AI techniques, particularly in Natural Language Processing (NLP), to transform raw customer feedback into meaningful, actionable insights.
- To develop a system capable of performing sentiment analysis, keyword extraction, and intent recognition from textual customer reviews.
- To utilize IBM Watson Natural Language Understanding (NLU) for advanced text analytics.
- To integrate machine learning models for sentiment classification.
- To present analyzed insights through an intuitive and interactive dashboard built with Streamlit.

## 4. Methodology

The project adopts a structured approach encompassing data acquisition, preprocessing, model development, and deployment:

- **Data Acquisition:** The amazon\_polarity dataset was used, specifically a subset of 1000 training samples. This dataset contains customer reviews and their corresponding sentiment labels (positive/negative).
- **Text Preprocessing:** A custom TextCleaner class was implemented to standardize review text. This involves:
  - Removing non-alphanumeric characters.
  - Converting text to lowercase.
  - Removing English stopwords using nltk.corpus.stopwords.
- **Feature Extraction:** TfidfVectorizer was used to convert the cleaned text data into numerical features (TF-IDF scores), suitable for machine learning models.
- **Machine Learning Model Development:**
  - **Classical Models:** Logistic Regression, Decision Tree Classifier, and Random Forest Classifier were trained and evaluated for sentiment prediction.
  - **Deep Learning Model:** A Sequential Keras model with Dense layers and ReLU activation was developed and trained for sentiment classification, utilizing the Adam optimizer and binary\_crossentropy loss.
- **IBM Watson NLU Integration:** The IBM Watson Natural Language Understanding service (ibm\_watson.NaturalLanguageUnderstanding) was integrated using an API key and service URL. This service is crucial for:
  - **Sentiment Analysis:** Determining the overall sentiment (positive/negative/neutral) of a review.
  - **Keyword Extraction:** Identifying important topics and phrases within the review.
  - **Entity Recognition (Intent):** Extracting entities and inferring user intent from the review text.

- **Model Evaluation:** Performance metrics such as Accuracy, Precision, Recall, and F1-Score were calculated for all trained models to assess their effectiveness.
- **Deployment and User Interface:** A web application was developed using **Streamlit** to provide an interactive interface. This application allows users to:
  - Enter product reviews for real-time analysis.
  - View sentiment, keywords, and inferred intent.
  - Visualize sentiment distribution and keyword trends (word clouds).
  - Review historical analysis results.
  - Display model performance scores in a sidebar.
  - Show review length distribution.

## 5. Technical Concepts & Technologies Used

- **Programming Language:** Python
- **Libraries:**
  - **Data Manipulation & Analysis:** pandas, numpy
  - **Text Processing:** re (regular expressions), nltk (Natural Language Toolkit)
  - **Machine Learning:** scikit-learn (for Logistic Regression, Decision Tree, Random Forest, TF-IDF), tensorflow.keras (for Deep Learning model)
  - **Data Visualization:** matplotlib.pyplot, seaborn, wordcloud
  - **Web Application Framework:** streamlit
  - **External APIs:** ibm\_watson (Natural Language Understanding V1), datasets (for loading amazon\_polarity)
  - **Model Persistence:** joblib
  - **Tunneling:** pyngrok (for exposing local Streamlit app publicly)
- **AI/ML Concepts:** Artificial Intelligence, Machine Learning, Deep Learning, Natural Language Processing, Sentiment Analysis, Text Classification, Supervised Learning, Model Evaluation Metrics (Accuracy, Precision, Recall, F1 Score).

- **Cloud Services:** IBM Watson NLU.

## 6. Future Scope

The project lays a strong foundation for cognitive customer insight analysis. Future enhancements could include:

- **Aspect-Based Sentiment Analysis:** Identifying sentiment towards specific product features, not just overall review sentiment.
- **Integration with more data sources:** Connecting to live review feeds from e-commerce platforms.
- **Advanced Intent Classification:** Training custom models for more nuanced intent recognition specific to business needs.
- **Real-time Dashboard Updates:** Implementing more sophisticated data streaming for continuous insights.
- **User Authentication and Authorization:** Securing access to the application.

This project demonstrates a practical application of AI and ML in transforming customer feedback into valuable business intelligence, highlighting the power of cognitive services in enhancing decision-making.