Targeting Ad Placement On Spoonacular

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Problem

The Facts

- Total U.S. spending on food advertising was \$151 billion dollars in 2018. This was a 4.1% increase from 2017.
- According to the New York Times, a person living in a city today sees over 5,000 ads per day.

Big Question

How can we target successful ad placement in a world where food related ads are everywhere?











Scenario

- We work as an ads strategy consultant to businesses selling products and services related to the food industry (Williams-Sonoma, KitchenAid, Blue Apron, Hello Fresh, etc...)
- These companies want to place their ads only on webpages that they know people will visit a lot.
- "Likes" is our proxy for web-traffic, without knowing how many people visited the page.

Business Question

Can we predict if a recipe will be "liked" a lot, to understand where to run our ads?





Data Source

Our data source and target website for advertising is https://spoonacular.com - an aggregating website and app for people to collect and store all of their favorite recipes all in one place.

Description

- The Spoonacular Nutrition, Recipe, and Food API allows us to access over 365,000 recipes and 86,000 food products.
- We obtained the 1000 most popular recipes on Spoonacular.
- Each recipe provides number of "likes", calories, prep time, price per serving, full ingredients list, full nutritional breakdown, and confirms if it is compliant with a particular diet.

Predictors

Best Predictors For "Liked" Recipes

- Number Of Ingredients
- Prep Time
- Saturated Fat
- Sodium
- Vitamin K
- Fiber

Target

- "Likes"
 - The median for a recipe's "Likes" is 1300.
 - o **If "Likes" > 1300,** then it's a **winner.**
 - If "Likes" < 1300, then it's a loser.

Model Results

Performance

We want to **maximize** the potential to **predict correctly** and make money.

We want to **minimize** the potential to **predict wrong** and waste money.

So, the **"precision"** of our model is the most important metric to consider.

Precision = Number Of Good Investments

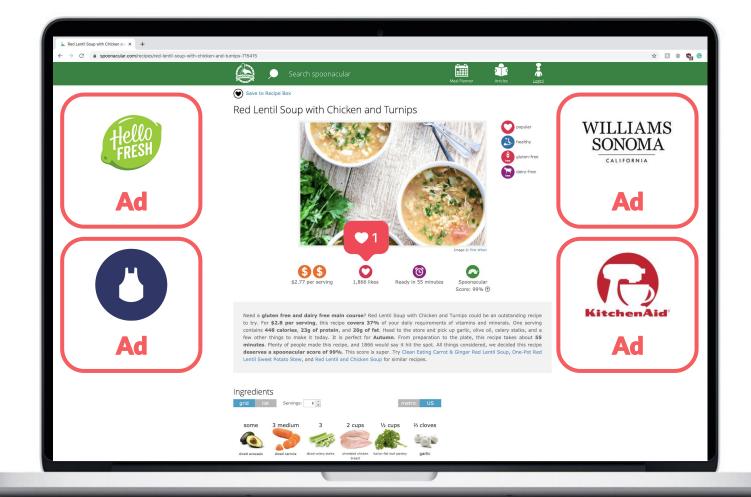
Total Number Of Investments

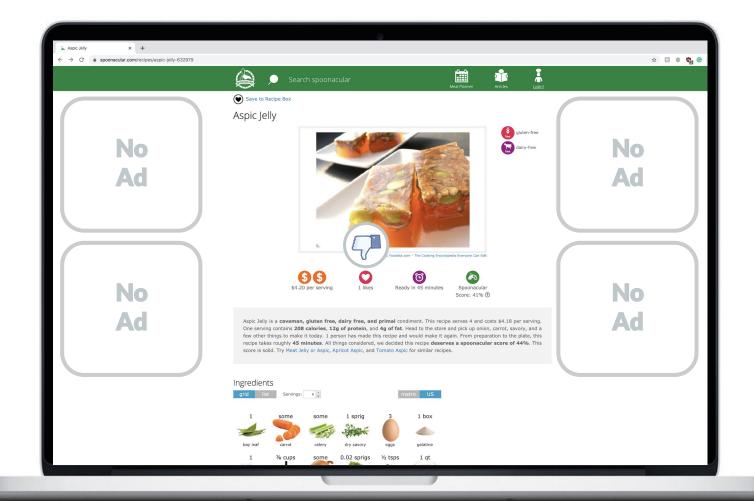
Precision = 64.5 %

Recommendation:

Follow the model to invest in ads!

For every 3 ads, 2 ads will be a good investment and 1 ad may be a loss.





Improvements

- Obtain <u>web-traffic metrics</u> instead of using "Likes."
- Pull more data from the Spoonacular database.
- Use **Natural Language Processing (NLP)** to have better predictors.

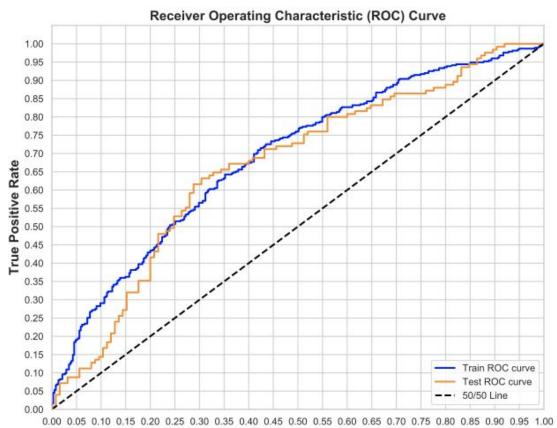
Questions?

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False Positive Rate

