



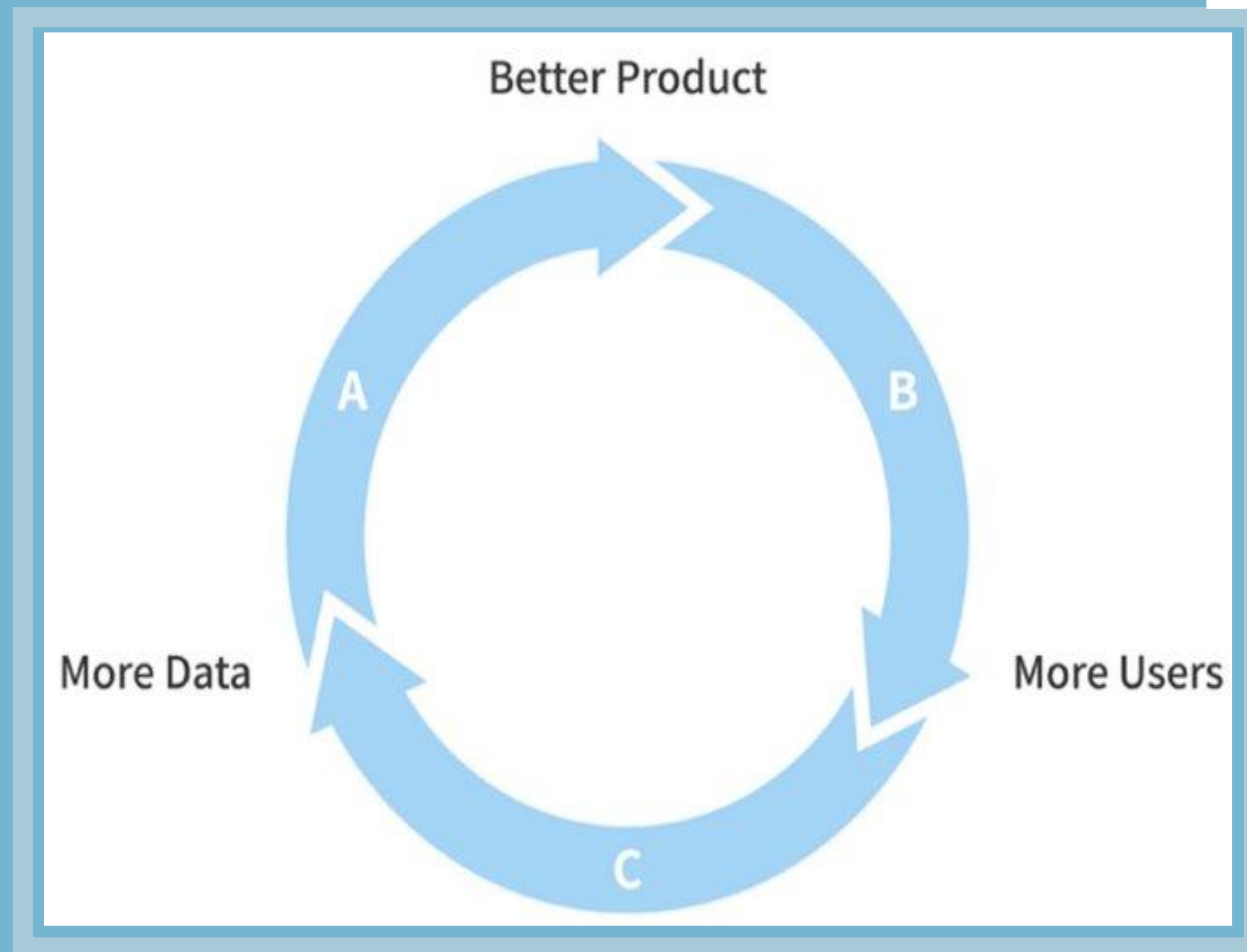
Why Am I Seeing This Ad?

*Exploring the Secrets
Behind AI & Algorithms*

A Python Data Science / Data Analytics Use Case

GUEST PRESENTER: ERNESTO LEE, PhD

The Business Value



BUSINESS VALUE

RECOMMENDERS ARE THE SINGLE MOST IMPORTANT ALGORITHM.

THE MORE THEY ARE USED, THE MORE VALUE THEY GENERATE.

RECOMMENDERS ARE A RENEWABLE DATA RESOURCE THAT PROVIDES DEEP CUSTOMER INSIGHTS.

WHAT PROBLEMS DOES THIS SOLVE?

SONGS ON SPOTIFY

MOVIES ON NETFLIX

VIDEOS ON YOUTUBE

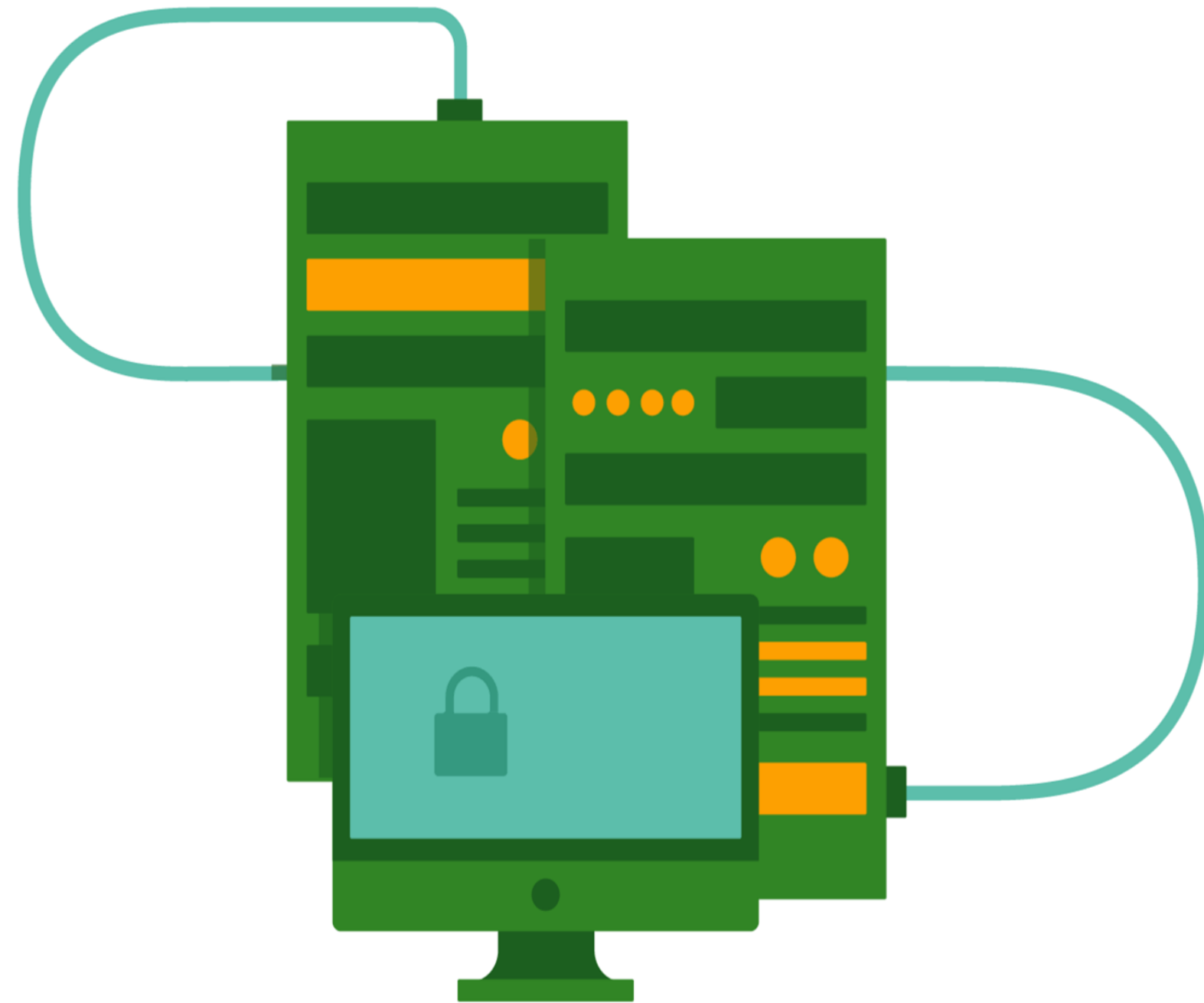
RELATED POSTS ON
TWITTER/INSTAGRAM/LI

SIMILAR DISHES ON UBER EATS

AND YES, ADS ON FACEBOOK...



MakeAGIF.com



HOW DO YOU GET THE DATA?

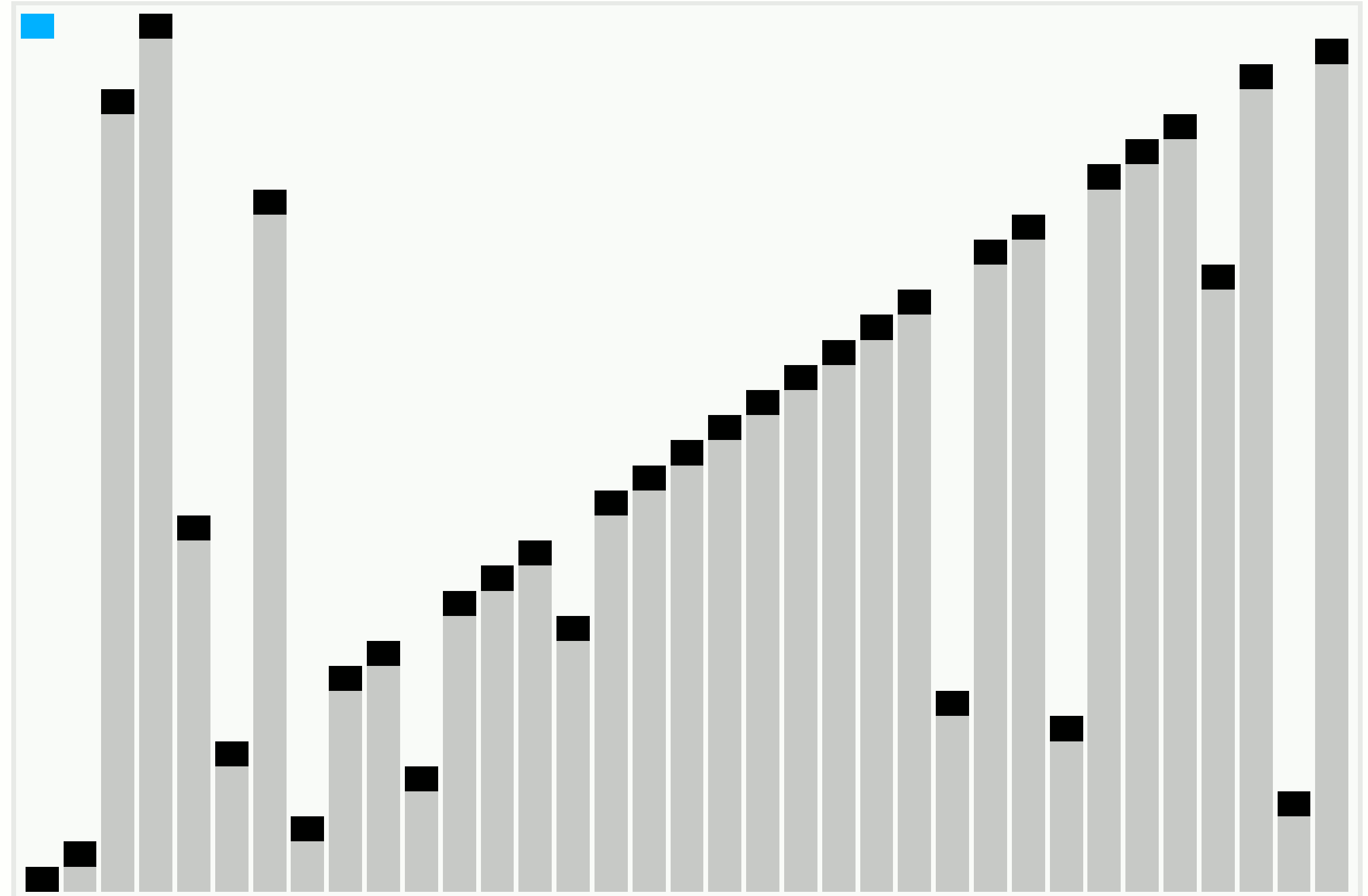
EXPLICIT DATA: HOW YOU INTENTIONALLY INTERACTED WITH THE SITE. (WHAT YOU LIKED, PURCHASED, ETC.)

IMPLICIT DATA: DATA FROM THE ITEMS AND HOW YOU IMPLICITLY INTERACTED WITH THE SITE (WHAT YOU CLICKED ON, SEARCH LOGS, ETC.)



ALGORITHMS

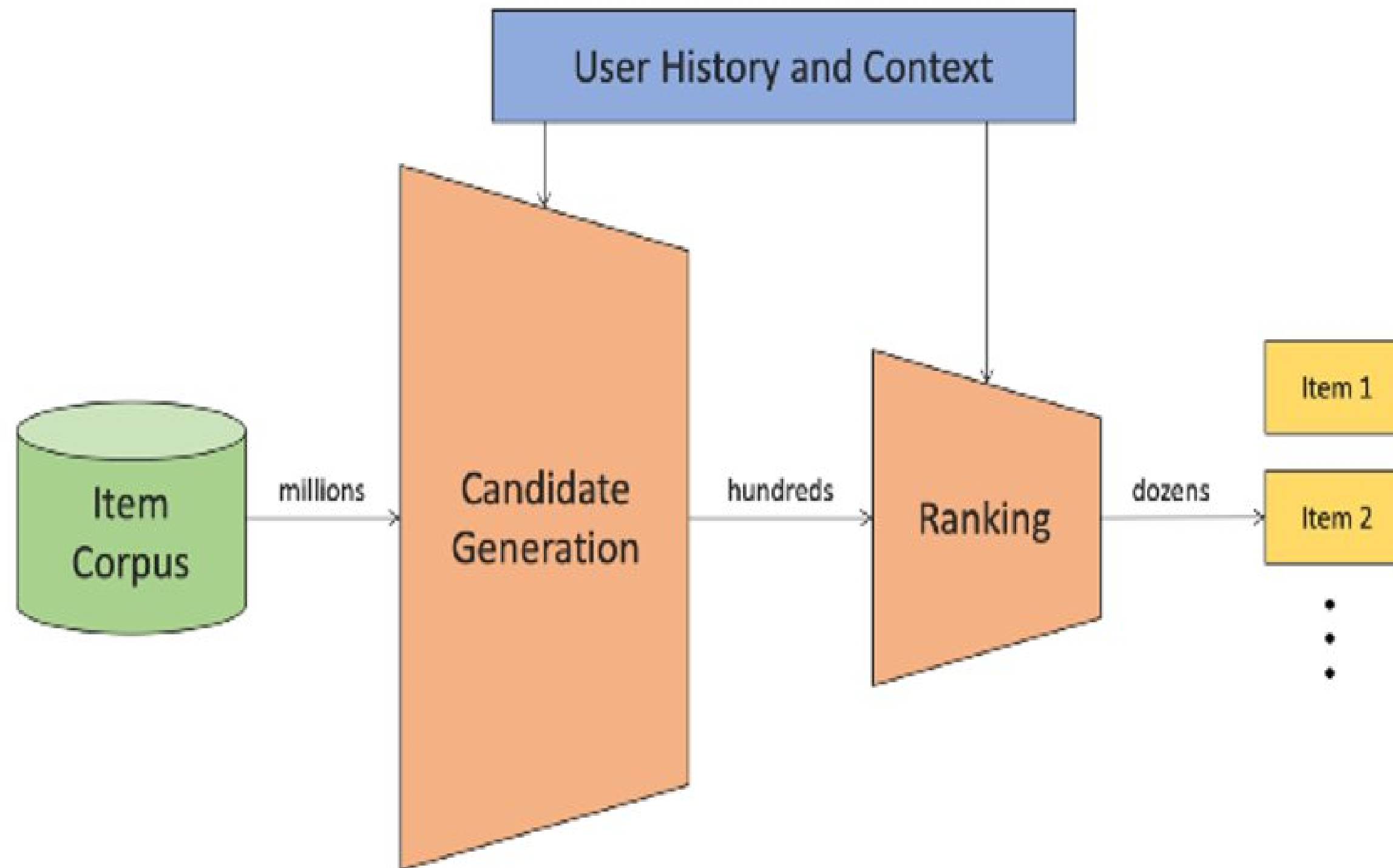
- 1 Collaborative Filtering
- 2 Content-based Filtering
- 3 Social and Demographic recommenders
- 4 Contextual recommendation



THE ESSENCE OF RECOMMENDERS

ALL RECOMMENDERS HAVE TWO THINGS IN COMMON:

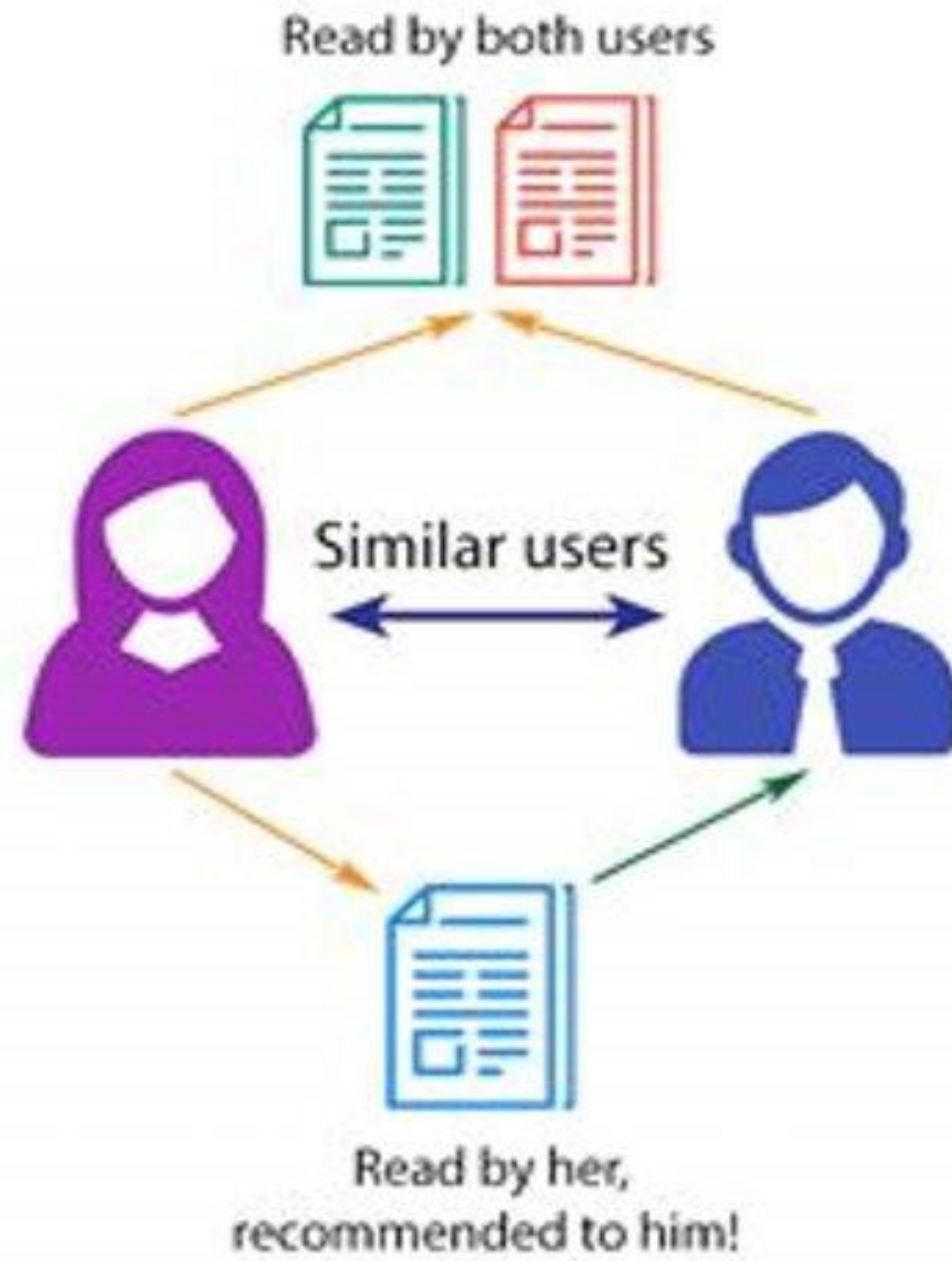
- THEY GENERATE CANDIDATES
- THEY RANK THE CANDIDATES



DEMO | Content Based Recommender

[HTTPS://REPL.IT/@IMMANUELKANT/CONTENTRECOMMENDEREXAMPLE](https://repl.it/@ImmanuelKant/contentrecommenderexample)

COLLABORATIVE FILTERING



CONTENT-BASED FILTERING



TF-IDF VECTORIZER

TF (TERM FREQUENCY) OF A WORD IS THE NUMBER OF TIMES IT APPEARS IN A DOCUMENT. WHEN YOU KNOW IT, YOU'RE ABLE TO SEE IF YOU'RE USING A TERM TOO OFTEN OR TOO INFREQUENTLY.

IDF (INVERSE DOCUMENT FREQUENCY) OF A WORD IS THE MEASURE OF HOW SIGNIFICANT THAT TERM IS IN THE WHOLE CORPUS.

$$w_{x,y} = tf_{x,y} \times \log \left(\frac{N}{df_x} \right)$$

TF-IDF

Term x within document y

$tf_{x,y}$ = frequency of x in y

df_x = number of documents containing x

N = total number of documents

TF-IDF calculation

Julie loves John more than
Linda loves John

Jane loves John more than
Julie likes John

John 2 2

Jane 0 1

Julie 1 1

Linda 1 0

likes 0 1

loves 2 1

more 1 1

than 1 1

The two vectors are:

Item 1: [2, 0, 1, 1, 0, 2, 1, 1]

Item 2: [2, 1, 1, 0, 1, 1, 1, 1]

The cosine angle (the smaller the angle) between the two vectors' value is 0.822 which is nearest to 1.

(i.e.: the sentences are similar)

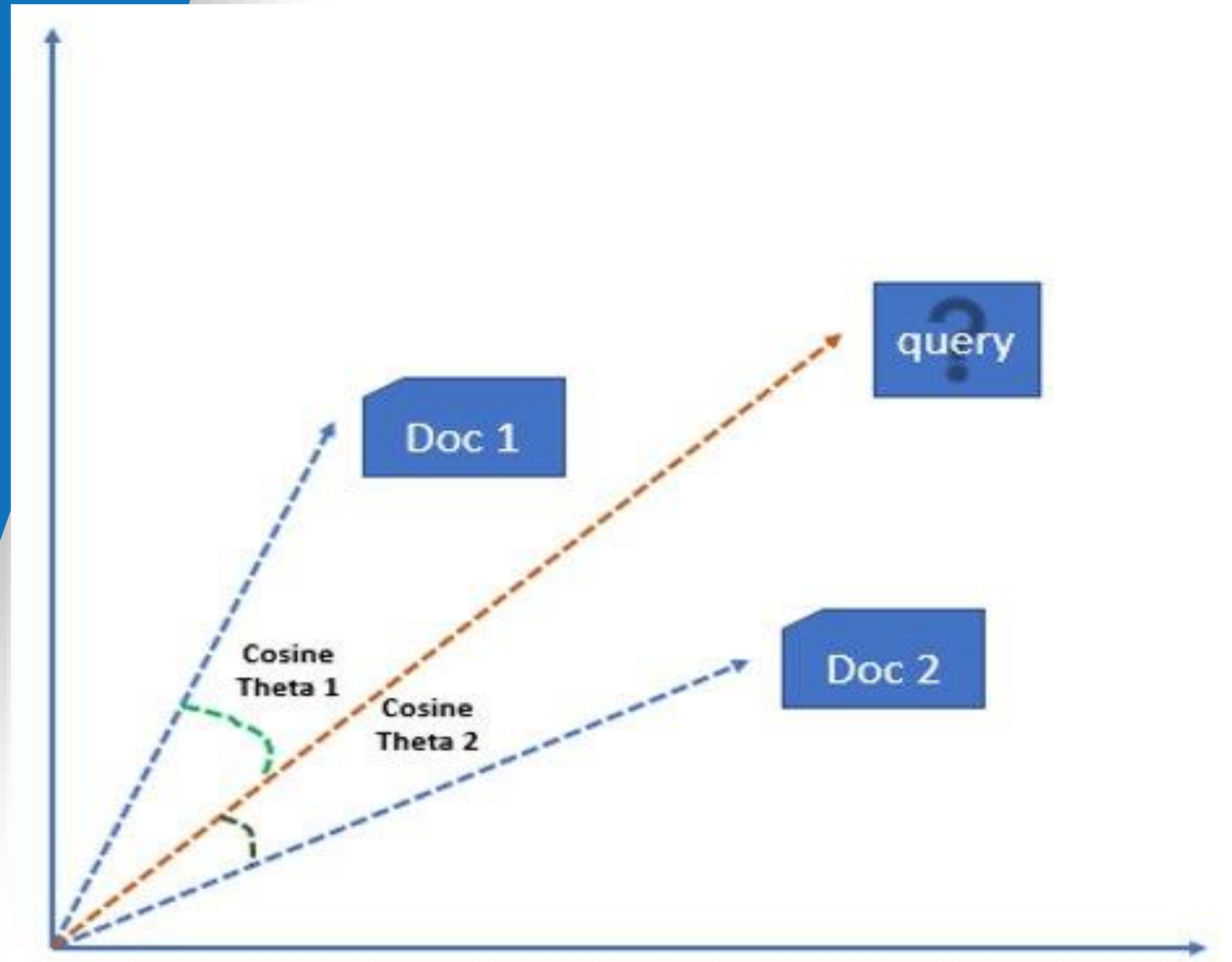
HOW TO MAKE A VECTOR FROM SENTENCES

THE BIG IDEA

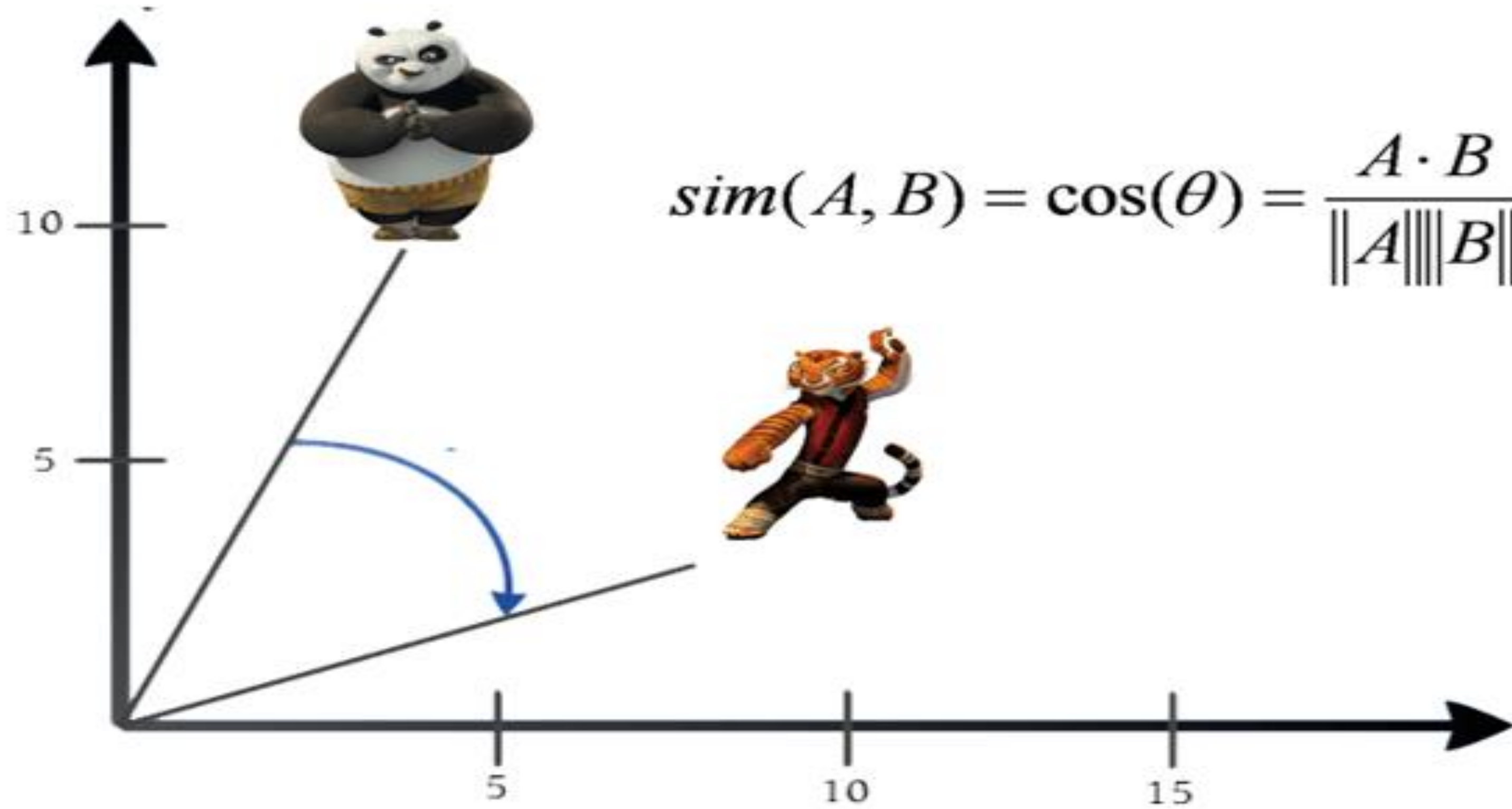


Every item in your set is a unique vector.

By calculating the cosine between the vectors, you can create a score that determines how “similar” the items are.

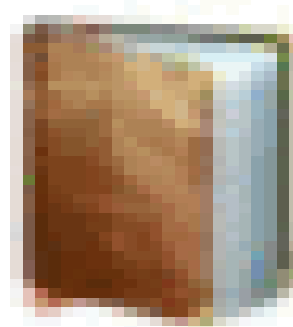
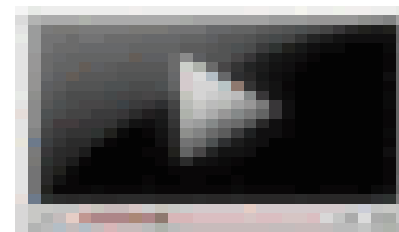


Cosine Similarity



+

COSINE
SIMILARITY



RECOMMENDATION



THANK YOU

