

# Decoding Consumer Preferences: Reverse-Engineering LLMs for Personalization

MPhil Thesis Update, Tentative Pre-Defense Date and Committee

## Update

- **Application:** Generating advertising claims with an LLM, based on consumer preferences.
- **Method:** Development of a new method. Find input-embeddings for LLM, that generate a specific advertising claim (we call these “summary embeddings”). We model these “summary embeddings” with an autoencoder, which gives us a “generation space” for advertising claims. These summary embeddings maximize the likelihood to generate a specific advertising claim.
- **Data:** Advertising claims from market research company, different brands, different products. Ratings by respondents on different dimensions, e.g. fit with brand, and preference over other claims.
- **Intended contribution:**
  - Introduction of reverse-engineered “summary embeddings”
  - Use of generative models for personalization in marketing
  - Explore the role of brands in the generation space
  - Learning about consumer preferences and linking them to a “generation-space”, from which we can generate new advertising claims. Possibly, relate this to the idea of perceptual maps, i.e. mapping the different offerings on the market and identifying the “gaps” in-between.
- **Key references:**
  - Radford et al. (2018)
  - Devlin et al. (2018)
  - Mullainathan and Rambachan (2023)
  - Pang et al. (2023)

- Morozov and Tuchman (2024)
  - Burnap, Hauser, and Timoshenko (2023)
  - Li et al. (2024)
  - Schmalensee and Thisse (1988)
- **Progress:** Data acquisition, development of algorithm, validation on toy-data, exploration of generation space.
    - Summary embeddings generate target sequences.
    - Separation of tangible and intangible claims in generation space (Figure 1).
    - Grid-search exploration reveals “candidates” for new claims (red crosses) and “islands” regenerating training data claims (color-coded circles) (Figure 2).

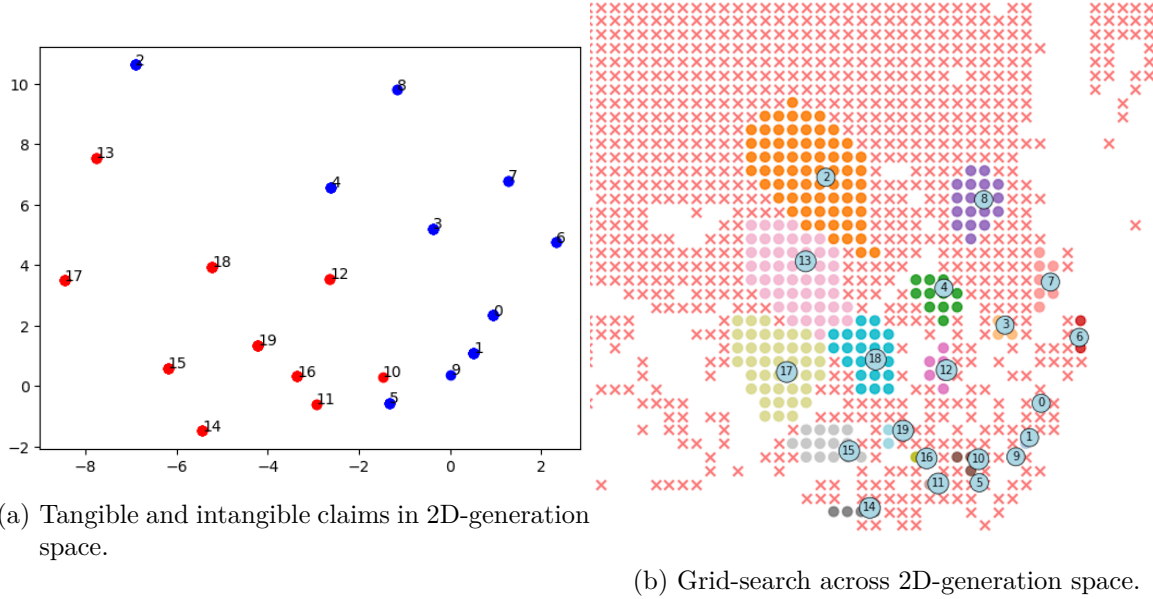


Figure 1: Two preliminary results on the toy-data. The toy-data are a collection of ChatGPT generated advertising claims for a hair-shampoo product, where the first half of claims is tangible and the second half is intangible in their wording.

- **Next steps:** Improve training, introduce LLM judge for newly generated claims, incorporate e.g. brands in training process, perform analysis on market research data, explore relation to perceptual maps.

## Pre-Defense Admin

- **Expected defence date:** Fri, 28th June 2024

- **Thesis Committee:** Prof. Meike Morren (VU), Prof. Jonne Guyt (UvA); Supervisors: Prof. Fok (EUR), Prof. Donkers (EUR)

## References

- Burnap, Alex, John R. Hauser, and Artem Timoshenko. 2023. "Product Aesthetic Design: A Machine Learning Augmentation." *Marketing Science* 42 (6): 1029–56. <https://doi.org/10.1287/mksc.2022.1429>.
- Devlin, Jacob, Ming-Wei Chang, Kenton Lee, and Kristina Toutanova. 2018. "BERT: Pre-training of Deep Bidirectional Transformers for Language Understanding." <https://doi.org/10.48550/ARXIV.1810.04805>.
- Li, Peiyao, Noah Castelo, Zsolt Katona, and Miklos Sarvary. 2024. "Frontiers: Determining the Validity of Large Language Models for Automated Perceptual Analysis." *Marketing Science* 43 (2): 254–66. <https://doi.org/10.1287/mksc.2023.0454>.
- Morozov, Ilya, and Anna Tuchman. 2024. "Where Does Advertising Content Lead You? We Created a Bookstore to Find Out." *Marketing Science*, April. <https://doi.org/10.1287/mksc.2023.0138>.
- Mullainathan, Sendhil, and Ashesh Rambachan. 2023. "From Predictive Algorithms to Automatic Generation of Anomalies." *SSRN Electronic Journal*. <https://doi.org/10.2139/ssrn.4443738>.
- Pang, Chao, Jianbo Qiao, Xiangxiang Zeng, Quan Zou, and Leyi Wei. 2023. "Deep Generative Models in De Novo Drug Molecule Generation." *Journal of Chemical Information and Modeling*, November. <https://doi.org/10.1021/acs.jcim.3c01496>.
- Radford, Alec, Karthik Narasimhan, Tim Salimans, Ilya Sutskever, et al. 2018. "Improving Language Understanding by Generative Pre-Training."
- Schmalensee, Richard, and Jacques-Francois Thisse. 1988. "Perceptual Maps and the Optimal Location of New Products: An Integrative Essay." *International Journal of Research in Marketing* 5 (4): 225–49. [https://doi.org/10.1016/0167-8116\(88\)90003-1](https://doi.org/10.1016/0167-8116(88)90003-1).