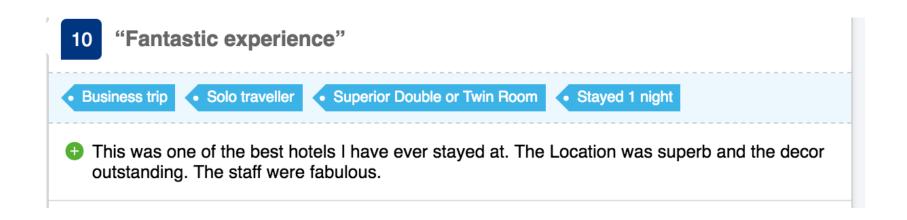




# Booking.com

Around ~1.4K hotels in Europe

Over 1/2 Million Reviews

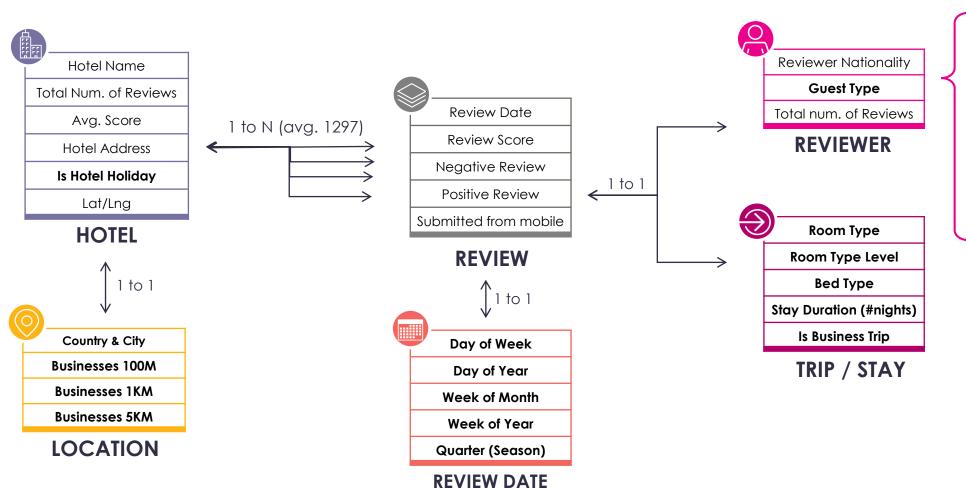




# Booking.com

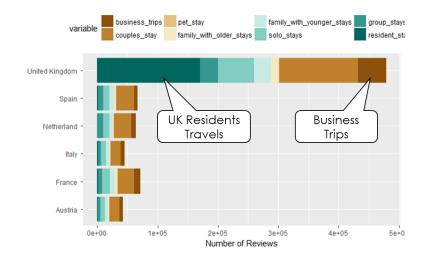


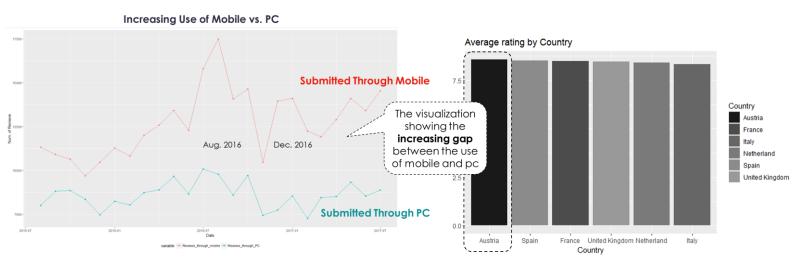




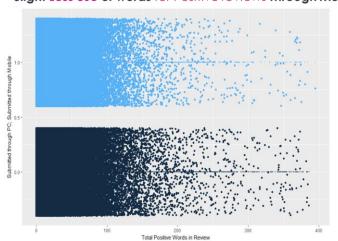
Business / Leisure
Resident / non-Resident
Traveling with Pet
Couples
Solo traveler
Family with older
children
Family with young
children
Group



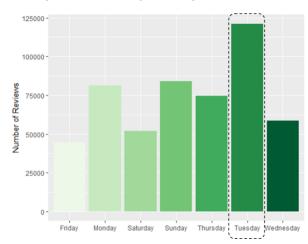




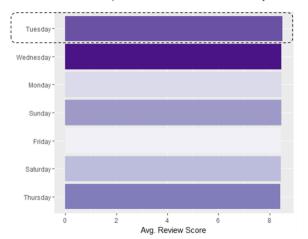
Slight Less Use of words for Positive reviews Through Mobile



Tuesday is the Most Popular day to submit a review



...Its also the day the review will be **most positive** 







Increase Customer Engagement

#### **COMPETITION:**









Hotels.com<sup>®</sup>

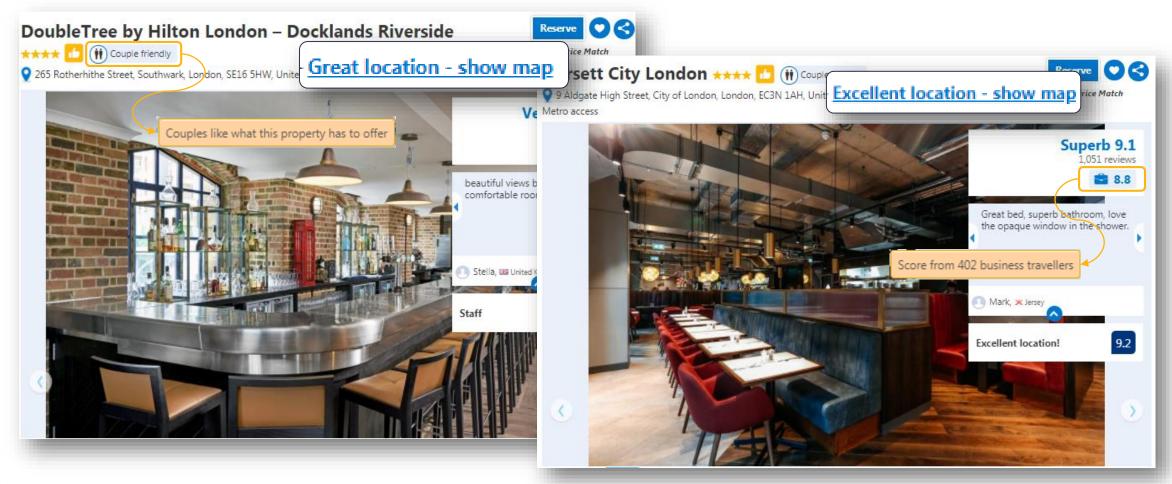
# TRUST

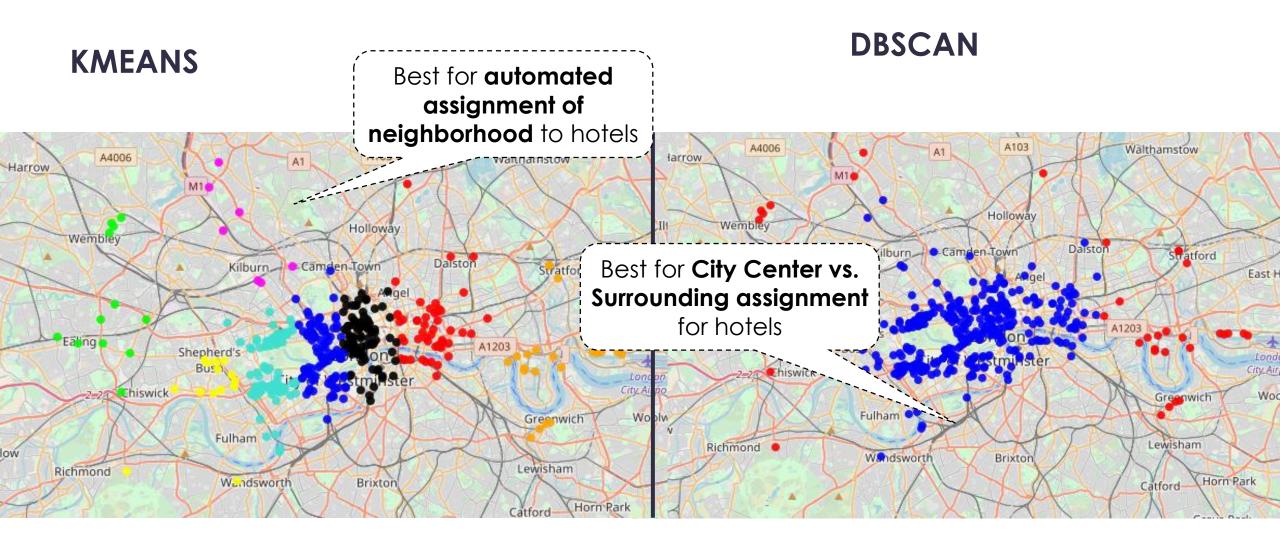
Relevance & Correctness



### CLUSTERING. BUSINESS PROBLEM

Automatically assign location tag to the hotel

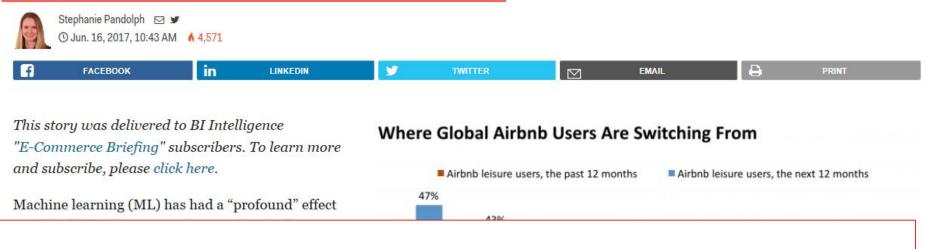




### WHAT ELSE?

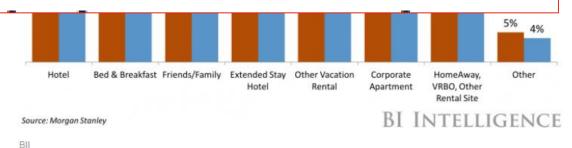
#### Machine learning is driving growth at Airbnb





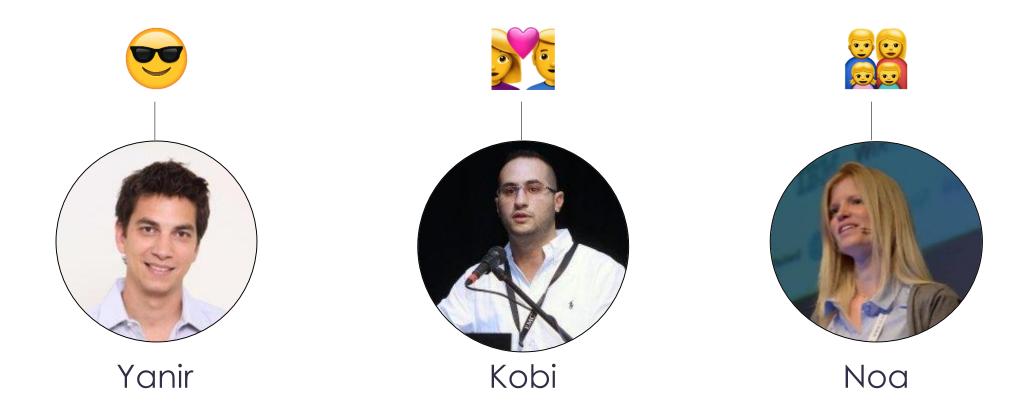
 The company uses a machine-learned search ranking model to personalize results for guests. The model factors in guests' tendencies

Airbnb might look at whether customers favor specific types of décor in places they book. The company feeds more than 100 characteristics into the model, which then uses the data to identify patterns and personalize search rankings.



# CLUSTERING. BUSINESS CHALLENGE

#### Personalize hotel search results / recommendations



## CLUSTERING. METHODS

#### Dimensionality Reduction - PCA

Index

```
Standard deviations (1, ..., p=7):
[1] 1.56640718 1.40685881 0.99908959 0.92565552 0.72493386 0.43140421 0.02144696
Rotation (n \times k) = (7 \times 7):
                                                 PC2
                                                              PC3
                                                                          PC4
                                    PC1
                                                                                       PC5
                                                                                                    PC6
                                                                                                                  PC7
business_trips
                                        -0.22907968 -0.06405424
                                                                   0.08461212
                                                                                0.05777924
                                                                                             0.78712880
                                                                                                         0.001347057
couples_stay
                           -0.16159414
                                         0.67840677
                                                      0.05334131
                                                                   0.03222923
                                                                                0.08345737
                                                                                             0.30601295
                                                                                                         0.639654996
pet_stay
                                                     -0.98933010
                           -0.03539911
                                         0.07769089
                                                                   0.06462701
                                                                                0.08737650
                                                                                           -0.04608224
                                                                                                        -0.001449973
family_with_older_stays
                                        -0.38116160
                                                                  -0.27986336
                                                                                             0.12345083
                                                                                                         0.163804791
family_with_younger_stays -0.35503287
                                        -0.44382457 -0.10640842
                                                                               -0.61029915
                                                                  -0.31828719
                                                                                            0.19299941
solo_stays
                                        -0.21226768 -0.01386827 -0.08819196
                                                                                0.09234030 -0.48132550
                                                                                                         0.598179531
                                                                               10.01964406 -0.02230787
                           -0.22670158 -0.30647822
                                                      0.04492096
                                                                   0.89454869
group_stays
                                                                                                         0.227065444
  0.30
                                                                                         10
                                                           0.1
  0.20
                                                        PC2
  0.10
                                                           0.0
  0.00
```

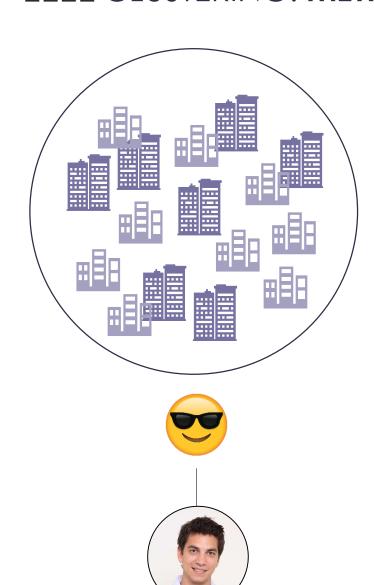
-0.2

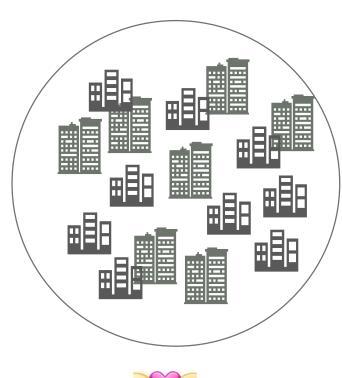
0.0

0.1

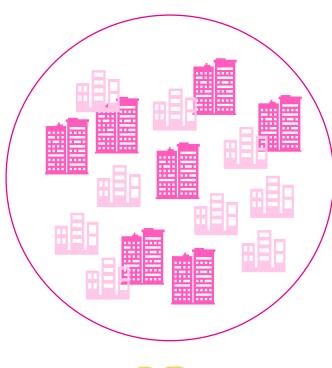
0.2

# CLUSTERING. METHOD



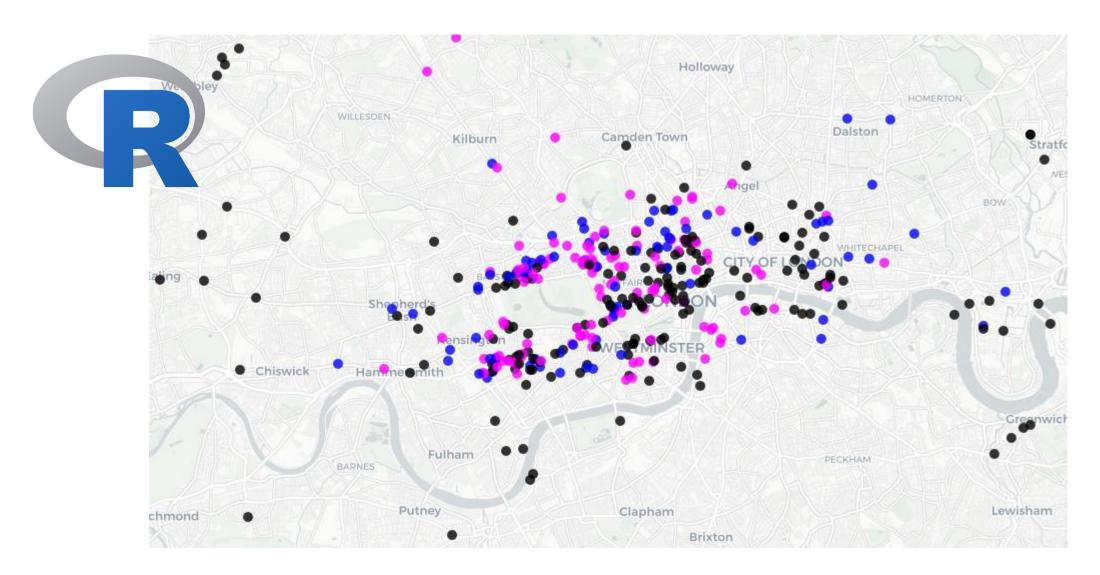








# CLUSTERING. ON MAP



Which business problems / predictions we could fulfill?

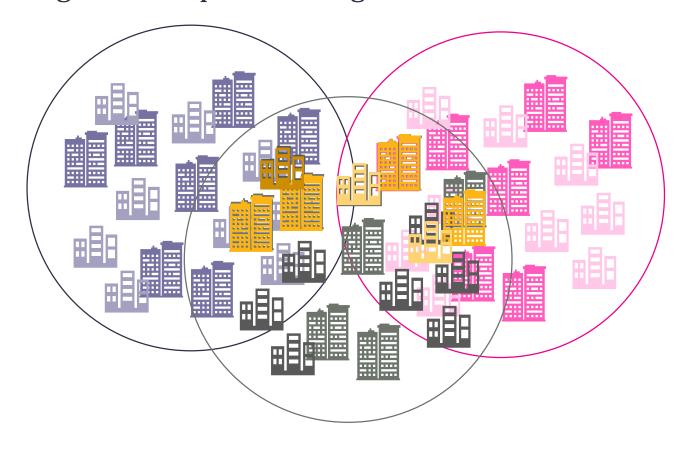
1. Machine Learning model (clustering) to personalize search results

2. Prediction model for Segmentation correlated to geo-location

3. Recommendation engine for hotels by proximity (when one is unavailable)

# CLUSTERING. BUSINESS SOLUTION – REVIEW MODEL

What are we missing with the previous algorithm?



# CLUSTERING. BUSINESS SOLUTION – REVIEW MODEL

Suggested approach: Maximization of the search results using Gaussian Mixture

