

A chatbot (also known as a talkbot, chatterbot, Bot, IM bot, interactive agent, or Artificial Conversational Entity) is a computer program that conducts a conversation via auditory or textual methods. Such programs are often designed to convincingly simulate how a human would behave in a conversation, passing the Turing test. Chatbots are typically used in dialog systems for various practical purposes including customer service, information retrieval, natural language processing systems, but many simpler systems scan for keywords within the input, then pull a reply from a database.

The term "ChatterBot" was originally coined by Michael Mauldin (creator of the first Verbot, Julia) in 1994 to describe a program that could be accessed via virtual assistants such as Google Assistant and Amazon Alexa, via messaging apps such as Facebook Messenger, and others. Chatbots can be classified into usage categories such as conversational commerce (e-commerce via chat), analytics, customer support, education, entertainment, finance, food, games, health, HR, marketing, news, personal, productivity, shopping, social, sports, and travel.

Background
In 1950, Alan Turing's famous article "Computing Machinery and Intelligence" was published, which proposed what is now known as the Turing test criterion depends on the ability of a computer program to impersonate a human in a real-time written conversation with a human. The test is to distinguish reliably on the basis of the conversational content alone between the program and a real human. The notable program ELIZA, published in 1966, which seemed to be able to fool users into believing that they were conversing with a human. It was later found that ELIZA was genuinely intelligent, and the Introduction to his paper presented it more as a debunking exercise.

[In] artificial intelligence ... machines are made to behave in wondrous ways, often sufficient to dazzle even the most experienced. Once its inner workings are explained ... its magic crumbles away; it stands revealed as a mere collection of procedures and rules. With that thought he moves the program in question from the shelf marked "intelligent", to that reserved for curiosities. The result of the evaluation of the program about to be "explained". Few programs ever needed it more.

ELIZA's key method of operation (copied by chatbot designers ever since) involves the recognition of cue words or phrases and the generation of responses that can move the conversation forward in an apparently meaningful way (e.g. by responding to the user's statement "I AM HAVING A PROBLEM WITH MY FAMILY" with "WHAT IS YOUR PROBLEM WITH YOUR FAMILY?"). Thus an illusion of understanding is generated, even though the processing involved has been relatively simple. It is, in fact, very easy to generate, because human judges are so ready to give the benefit of the doubt when conversational responses are plausible.

Interface designers have come to appreciate that humans' readiness to interpret computer output as genuinely conversational can be exploited for useful purposes. Most people prefer to engage with programs that are human-like, and that can be conversational systems that need to elicit information from users, as long as that information is relatively straightforward and the system can usefully employ chatbot techniques to identify the area of help that users require, potentially providing a more personalized and useful response. This sort of usage holds the prospect of moving chatbot technology from Weizenbaum's "shelf ... reserved for curiosities" to that of a useful tool.

Development

The classic historic early chatbots are ELIZA (1966) and PARRY (1972). More recent notable programs include A.L.I.C.E. (1995), EUGENIE (2006), and CNRS 2006). While ELIZA and PARRY were used exclusively to simulate typed conversation, many chatbots now include voice input and output. In 1984, a book called *The Policeman's Beard is Half Constructed* was published, allegedly written by the chatbot Racter (though it is now known to be a hoax).

One pertinent field of AI research is natural language processing. Usually, weak AI fields employ specialized software for a specific function required. For example, A.L.I.C.E. uses a markup language called AIML, which is specific to its function as a conversational system, and has been used by other developers of, so called, Alicebots. Nevertheless, A.L.I.C.E. is still purely based on pattern matching techniques with no real understanding, using back in 1966. This is not strong AI, which would require sapience and logical reasoning abilities.

Jabberwacky learns new responses and context based on real-time user interactions, rather than being driven from a static database. It uses machine learning with evolutionary algorithms that optimise their ability to communicate based on each conversation held. So it is more like a human intelligence, and some software developers focus on the practical aspect, information retrieval.

Chatbot competitions focus on the Turing test or more specific goals. Two such annual contests are the Loebner Prize and the Microsoft Bot Competition (both still be found from web archives).

According to Forrester (2015), AI will replace 16 percent of American jobs by the end of the decade. Chatbots have been used in education. However, a study conducted by Narrative Science in 2015 found that 80 percent of their respondents believed that chatbots will replace human customer service representatives.

Application

See also: Virtual assistant

Aeromexico airline chatbot running on Facebook Messenger, March 2018

Messaging apps

Many companies' chatbots run on messaging apps like Facebook Messenger (since 2016), WeChat (since 2013), WhatsApp (since 2016), and Telegram (since 2017), which are widely used for B2C customer service, sales and marketing.

In 2016, Facebook Messenger allowed developers to place chatbots on their platform. There were 30,000 bots created by the end of December 2017.

Since September 2017, this has also been as part of a pilot program on WhatsApp. Airlines KLM and Aeromexico both previously launched customer services on the Facebook Messenger platform.

The bots usually appear as one of the user's contacts, but can sometimes act as participants in a group chat.

Many banks and insurers, media and e-commerce companies, airlines and hotel chains, retailers, health care providers, and others use chatbots to answer simple questions, increase customer engagement, for promotion, and to offer additional ways to order from them.

A 2017 study showed 4% of companies used chatbots. According to a 2016 study, 80% of businesses said they intend to use chatbots in the next 12 months.

As part of company apps and websites

Previous generations of chatbots were present on company websites, e.g. Ask Jenn from Alaska Airlines which debuted in 2008. The newer generation of chatbots includes IBM Watson-powered "Rocky", introduced in February 2017 by Avaya for information to prospective diamond buyers.

Company internal platforms

Other companies explore ways they can use chatbots internally, for example for Customer Support, Human Resources, or sales. Salesforce, e.g., has reportedly launched a chatbot named Mila to automate certain simple yet time-consuming processes when relevant. In the UK, Group, Royal Bank of Scotland, Renault and Citron are now using automated online assistants instead of call centres. The chatbot business ecosystem has been steadily growing since the F8 Conference when Zuckerberg unveiled that Messenger would allow chatbots.

Toys

Chatbots have also been incorporated into devices not primarily meant for computing such as toys.

Hello Barbie is an Internet-connected version of the doll that uses a chatbot provided by the company ToyTalk, which creates characters for children. These characters' behaviors are constrained by a set of rules that in effect emulate a particular character.

IBM's Watson computer has been used as the basis for chatbot-based educational toys for companies such as CogniToys.

Chatbot creation

The process of creating a chatbot follows a pattern similar to the development of a web page or a mobile app. It can be divided into four main stages:

Design

The chatbot design is the process that defines the interaction between the user and the chatbot. The chatbot designer determines what questions are asked to the users, and the overall interaction. It can be viewed as a subset of the conversational design. In order to speed up the design process, design tools, that allow for immediate preview, team collaboration and video export. An important part of the chatbot design is the user testing, which is performed following the same principles that guide the user testing of graphical interfaces.

Building

The process of building a chatbot can be divided into two main tasks: understanding the user's intent and producing a response to the user input. In order to properly understand a user input in a free text form, a Natural Language Processing Engine can be used. The engine works on the type of the response that the chatbot will generate.

Analytics

The usage of the chatbot can be monitored in order to spot potential flaws or problems. It can also provide useful insights into the user behavior.

Maintenance

To keep chatbots up to speed with changing company products and services, traditional chatbot development platforms often require an ongoing service provider or for larger enterprises in the form of an in-house chatbot training team. To eliminate this dependency, some companies are beginning to develop self-learning chatbots, particularly in Customer Service applications.

Chatbot development platforms

The process of building, testing and deploying chatbots can be done on cloud based chatbot development platforms such as Dialogflow, IBM Watson, and Microsoft Bot Framework.

liva, Oracle Cloud Platform, SnatchBot and IBM Watson. These cloud platforms provide Natural Language Processing development.

APIs

There are many APIs available for building your own chatbots, such as AARC.

Malicious use

Malicious chatbots are frequently used to fill chat rooms with spam and advertisements, by mimicking human behavior, such as bank account numbers. They are commonly found on Yahoo! Messenger, Windows Live Messenger. There has also been a published report of a chatbot used in a fake personal ad on a dating service's website.