Ensemble Learning Project

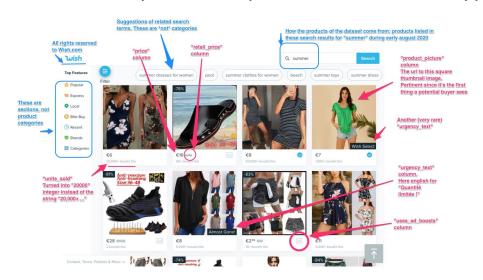
Effect of online product description on its sales

Outline

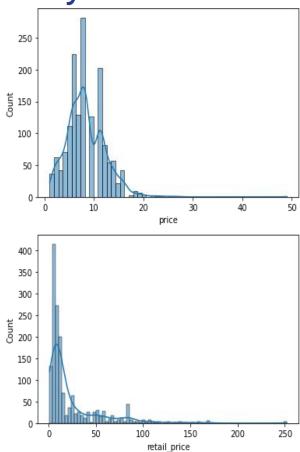
- 1. Introduction
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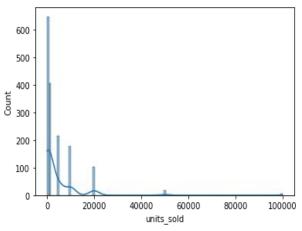
Introduction

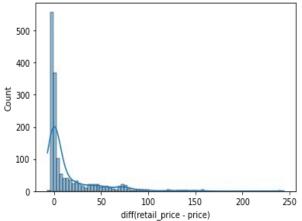
- Data from the eCommerce website Wish
- Information on 1500+ products: price, color, title, merchant, country, ...
- Analysis on what influences the sales of a product online (units_sold)
- Several Ensemble Methods developed and compared to select the most appropriate



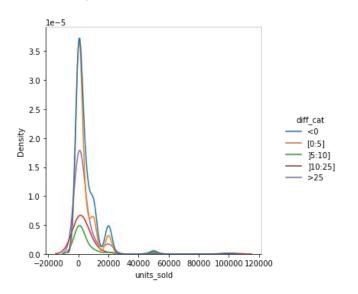
Data Analysis

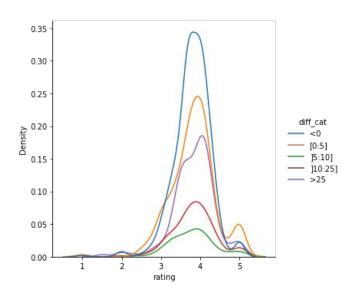






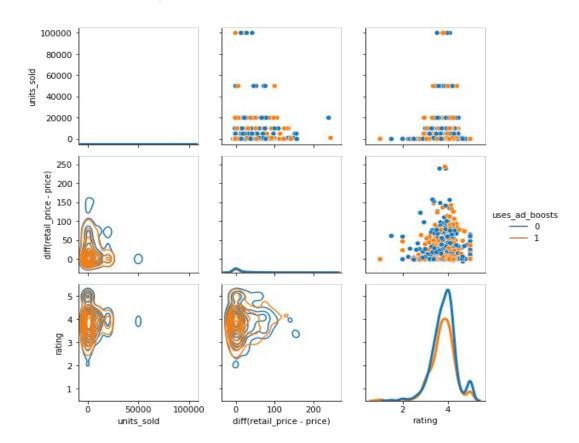
Data Analysis





- We noticed that the **difference** between the **retail price** and the **selling price** has an **influence** on the distribution of units sold. As the larger the difference, the more equally distributed the units sold is.
- Same happened with respect to the rating.

Data Analysis

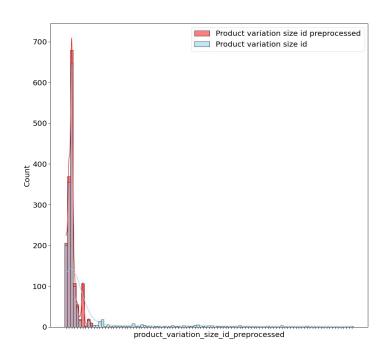


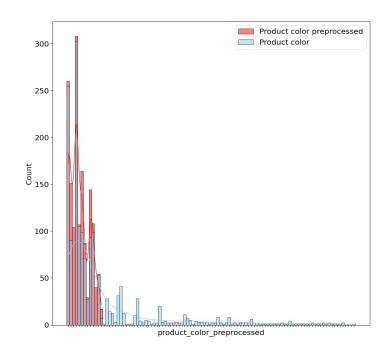
to detect
graphically an
impact of
variables on the
units sold. →
we need to use
some ensemble
learning
methods

Data Pre-processing

- Creating new more relevant features:
 - **Textual** data: TF-IDF to estimate the impact of each product description its turnover
 - Difference between merchant's and product's ratings
- Deleting the **useless** features (e.g., **URL**s or features with only **one** possible **value**)
- **Encoding categorical** features
- Removing redundant information
- Dealing with missing values :
 - Replace missing rating counts by 0
 - Creating dummy features
- Transforming the target variable into a categorical feature (classification task with 6 classes)

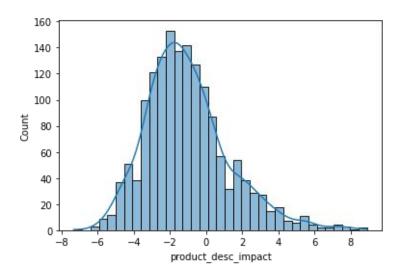
Data Analysis after Pre-processing





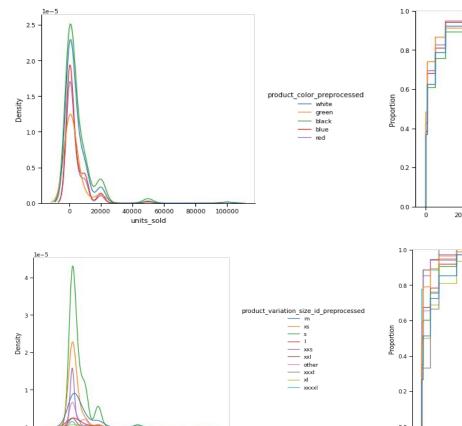
The pre-processing part allows us to **reduce** the **sparsity** of some important categorical variables.

Data Analysis after Pre-processing



- Our new column gives us a quantitative information about the positive/negative impact of a comment in the units sold.
 - → The distribution is centered in -2. We may notice that some comments can have a really powerful positive impact of sells (>5) or negative.
 - → We may want to analyse the **behaviour** of this very **impactful comments**.

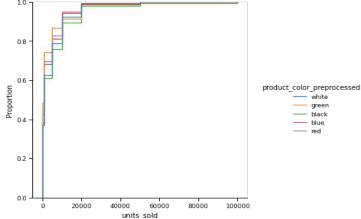
Data Analysis after Pre-processing



40000 60000 80000 100000

units sold

-20000





80000

20000

40000

60000

units sold

100000

→ Very difficult to interpret, we have to use ensemble models

Models

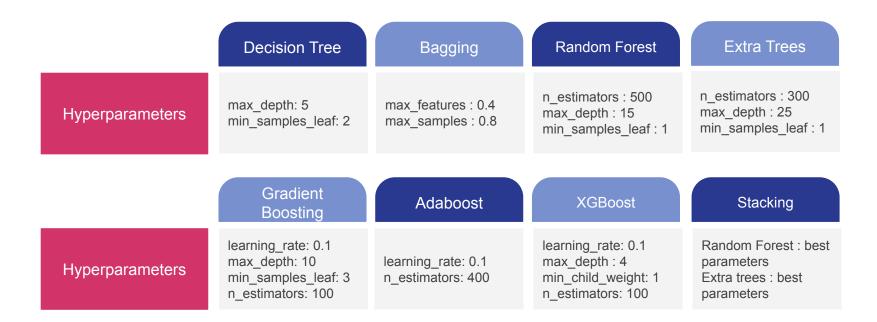
- Different models to predict the target variable (units_sold) :
 - Decision Trees,
 - o Bagging,
 - Random forests,
 - Extremely Randomized Trees,
 - Gradient Boosted Trees,
 - AdaBoost,
 - XGBoost,
 - Stacking (Random Forest + Extra Trees).
- Hyperparameters tuning through a (5-fold) cross-validated Grid Search on the train set
- One common metric to evaluate the performance on the test set: the weighted F1 Score

$$Precision = \frac{T_p}{T_p + F_p} \qquad Recall = \frac{T_p}{T_p + T_n} \qquad F_1 = 2 \cdot \frac{precision \cdot recall}{precision + recall}$$

The closer to 1 the F1 Score, the better the model

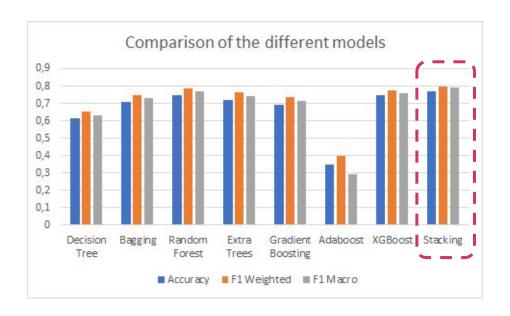
[&]quot;weighted": Average of binary metrics in which each class' score is weighted by its presence in the true data sample

Results & Model Selection



• All other parameters were set to default and unchanged across models (e.g., split criterion - Gini).

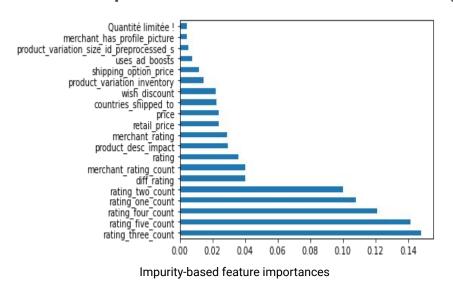
Results & Model Selection

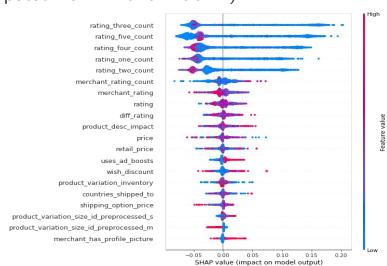


- **Results** across the different models tested were in the **same range** ([0.6,0.8]) except for Adaboost.
- Stacking was the best performing model of all the indicators (Random Forest-XG Boost very close).

Interpretability

Most impactful features for the final best model (computed from RF and Extra RF):





Shapley Values = weighted average of marginal contributions

Rating counts seemed to capture much of the information which is an expected behaviour as it
makes the seller more credible. Interestingly enough it had more impact than the average rating.

Conclusion

- Importance of data pre-processing and feature engineering
 - Hand crafted metrics like diff_rating, diff_price contributed to improve the results.
 - Interestingly, expressing the difference between 2 attributes (like price and retail_price) through a new feature effectively added information and allowed the algorithms to make better decisions.
 - Some features are more important than others: e.g., ratings, product_description_impact.
- Stacking is the most appropriate approach on this data set for the predictive task (XG Boost and Random Forest very close)
 - Limitations: There is no feature importance directly available as stacking is a combination of RF and Extra RF.
 We have to average the feature importance of those models to get the feature importance of stacking.
- Ideas for further improvement:
 - o Interpretability:
 - Impurity based feature importance is biased towards high cardinality values. We could use partial permutations and/ or growing unbiased trees to determine categorical variables importance.
 - Some of our features are very correlated with each other which undermines interpretability through permutation (e.g Rating counts). Grouping those features or using different techniques for interpretability could improve results.
 - Extract new features, for example out of product images.

Thank you!