DS L&L Series Lesson 2 Feb 1, 2019

## Data Science: Case Studies and Code

# 3 Questions about Products



1. What to recommend to customers?



2. What do customers think of the products?



3. What if we let customers try them first?

1. What to recommend to customers?

# Recommending products to shoppers: Why?



Upsell



Cross sell



Delight them



Make them spend more money!

So how do we recommend products?

Most basic is a popularity model

Most common is a *collaborative* filtering model

#### Popularity model: Al or marketing hype?



## Collaborative Filtering

Item based:
X is like Y, based on some measurement and representation of the products

User-item based:
I like this, you like that, we're alike, so I must like that

Let's dive into the algorithms!



#### Amazon's (Patented) Item-Item CF: Patented, but not machine learning

#### Recommended for You Based on Kindle Paperwhite, 6" High Resolution Display w...

Page 1 of 5





MoKo Case for Kindle Paperwhite, Premium Thinnest and Lightest Leather Cover with... **全全全全** 1 898

\$9.99 \Prime



Case Cover for Amazon All-New Kindle Paperwhite (Both 2012...





Fintie SmartShell Case for Kindle Paperwhite - The Thinnest and Lightest Leather Cover for...





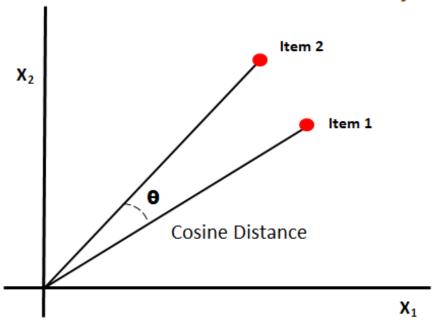
Kindle Paperwhite, 6" High Resolution Display (212 ppi) with Built-in Light, Free 3G...





### Item-based collaborative filtering

#### Cosine Distance/Similarity

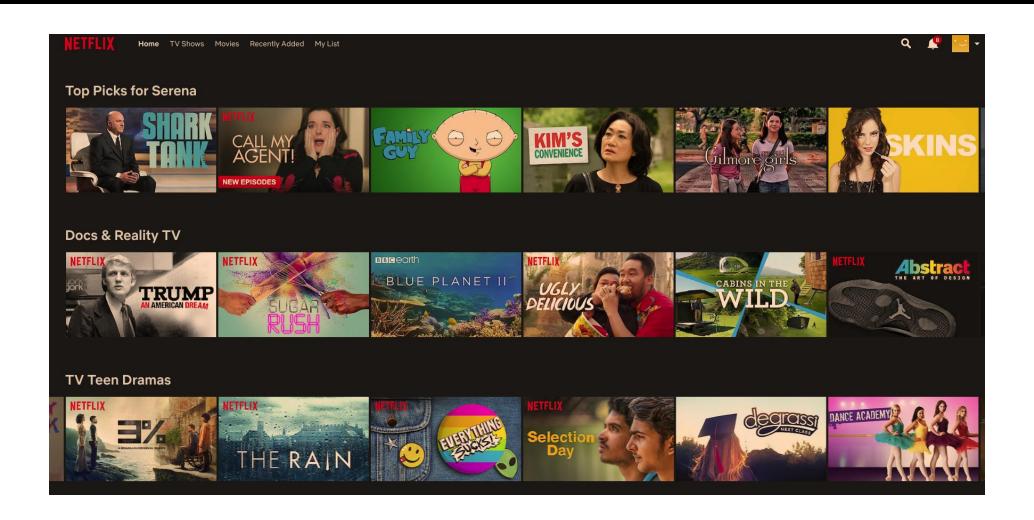


- Steps in the algorithm:
  - 1. Define vector representation of the product
  - 2. For all product pairs, compute cosine similarity between the two
- The higher the score, the more similar the product

#### But how do we implement this?

<u>Item-item similarity Python code</u>

#### Netflix's Model: User-item CF. ML!



## User-item collaborative filtering

- Represent user and movie ratings in a user-item matrix
- Fill in unknown ratings then give recommendations
- Need to decompose the matrix
- Simple method is singular value decomposition









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4	?	3	?

#### And how do we implement this?

<u>User-item collaborative filtering</u>

2. What do customers think of the products? How do they *feel?* 

How do customers like our products? What do our employees think of us? Why do we care?



Directly get feedback on our company/products



Could help for marketing purposes



Too much content to look at ourselves, so automate it with machine learning

## Sentiment analysis





How do we implement sentiment analysis?

**Sentiment Analysis** 

3. What if we let customers try our products first, before recommending, before seeking out their feedback?

What if we let shoppers try our products first?



Delightful customer experience



If they try it, maybe they'll buy it



Can collect more data

## try on NULL FACE looks!



### Generative Adversarial Networks



GAN model is made up of a generator and discriminator

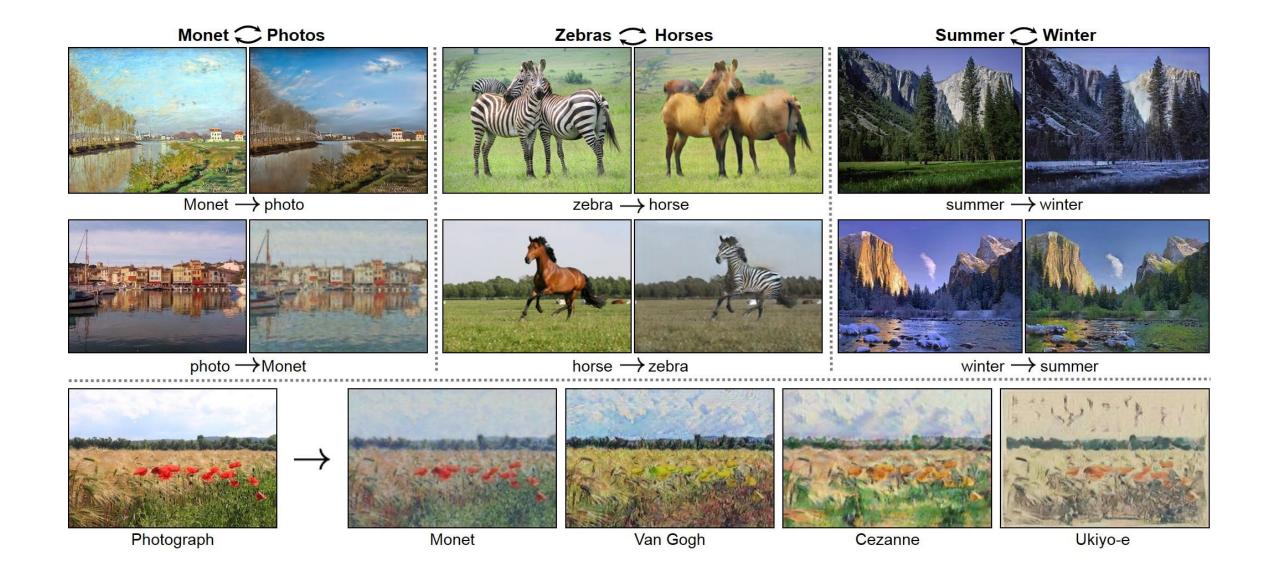


Generator tries to create "fake" images



Discriminator tries to determine if the images are "fake" or not





#### HOW DO WE IMPLEMENT THIS!?

Neural Style Transfer

# The knife cuts both ways



Amazing results



But implementation is difficult



Maybe someday!

#### Recap



#### 1. What to recommend to customers?

Popularity model.

Item-based collaborative filtering.

User-item collaborative filtering.



## 2. What do customers think of the products? Or what do your employees think of your company?

NLP.

-Sentiment analysis.



#### 3. What if we let customers try our products before buying?

Generate Adversarial Networks.

-StarGAN.

-CycleGAN.