Amazon Magazine Subscription Recommendation System

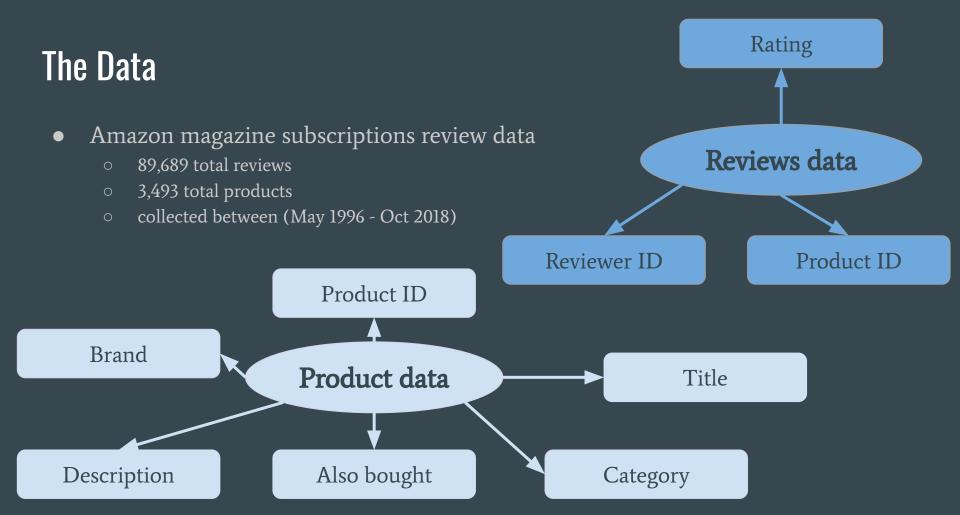
By: Simona Tso

The problem

- Information overload makes it difficult for customers to find the right product
- There is an opportunity to increase sales by putting the most relevant products in front of the right customers

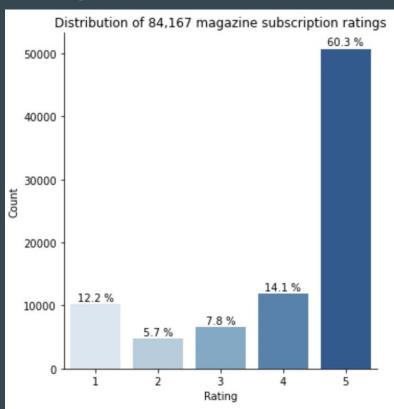
Our solution

- Personalize recommendations based on:
 - Similar users
 - Similar products
 - Most popular products
- Adopt a data-driven method to increase sales and reduce churn



Data Exploration - Distribution of Ratings

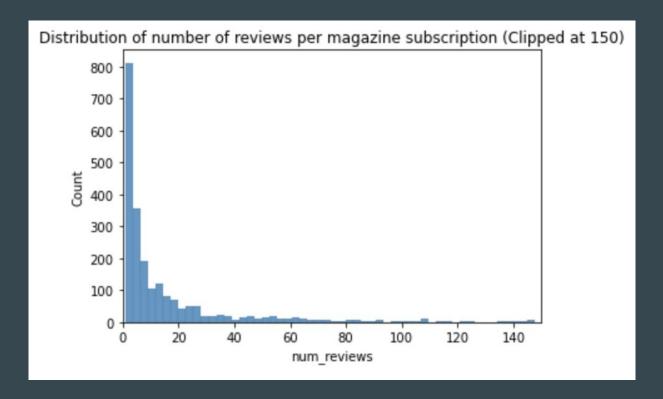




 60.3% of magazine subscriptions received 5 star ratings

 Very few magazine subscriptions received 2 & 3 star ratings

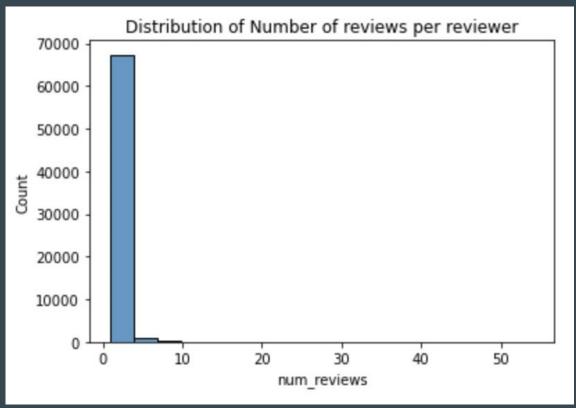
Data Exploration - Distribution of Reviews



Most magazine subscriptions received only 1 rating

The most rated magazine received1718 reviews

Data Exploration - Distribution of Reviewers

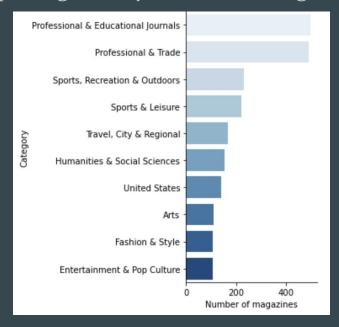


Most reviewers only gave 1 review

The most productive reviewer gave 54 reviews

Data Exploration - Magazine Categories

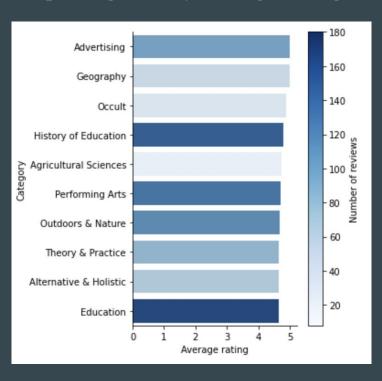
Top categories by number of magazines



 Most magazines are categorized as Professional & Education journals (497 in total)

Data Exploration - Magazine Categories

Top categories by average rating



Magazines categorized as
 Advertising has the highest average rating (5-stars)

 'Education' and 'History of Education' magazines received the most reviews

Data Exploration - Most loved magazine subscriptions

1. Mystery Scene



2. House & Home



3. Gray's Sporting Journal



5. Dirt Bike





4. B.O.S.S

Data Exploration - Most disliked magazine subscriptions

1. American Baby



2. Elle Decor - Italian ed



5. V Magazine



3. Variety



4. Elle - French ed



Recommendation Systems

- 1. **Collaborative Filtering** using Alternating Least Squares (PySpark)
 - Test RMSE: 1.215
- 2. **Collaborative Filtering** using various prediction algorithms (Python)

Algorithm	KNN	SVD	Baseline	SVD	Со-	KNN	KNN	Slope	KNN	NMF	Normal
	Baseline		Only	рр	Clustering	With	With	One	Basic		Predictor
						Means	ZScore				
Test RMSE	1.349	1.351	1.363	1.369	1.379	1.382	1.383	1.388	1.398	1.404	1.803

3. **Content-based Filtering** using cosine similarity

Recommendation Systems - Best Models

- 1. Collaborative filtering using Alternating Least Squares (PySpark)
 - Test RMSE: 1.215
 - o Params:
 - \blacksquare Rank = 1, MaxIter = 1, RegParam = 1
- 2. Content-based filtering using cosine similarity

Case study: Amazon Customer

Maximum PC



Vanity Fair



Details



Technology Computers & Internet



- Professional Educational Journals Professional & Trade
 - Entertainm ent &

Media



Technology Computers & Internet



Fashion & Style Men

Wired



- Science
- History & Nature
- Technology



Fashion & Style Men



- Bon Appétit
- Cooking
- Food & Wine
- Recipes & Techniques



Xbox

- Literary
- Sci-Fi &
 - Mystery
 - Science fiction & fantasy
 - **Fantasy**



Do these recommendations make sense?

	Title	Matching criterias	Possible reasoning
1	Vanity Fair	Brand: Conde Nast	Celebrities
2	Cowboys & Indians		A type of Men's Lifestyle
3	Esquire	◆ Categories:○ Fashion & StyleMen	
4	Coastal Living		A type of Men's lifestyle
5	Glamour	Brand: Conde Nast	Lifestyle content

Case study: Amazon Customer - Summary

- Male
- Interests:
 - Men's fashion
 - Cooking
 - Technology
 - Sci-fi
 - History & nature
 - Science
 - Literary
- Reviewed 5 Conde Nast magazines, 4 of which received 5-stars
- Reviewed 2 Future US, Inc. magazines, one received 1-star whilst the other received 5-stars

Recommendations - based on similar reviewers (ALS)

	Title	Brand	Category	Summary
1	Gourmet News	Oser Communications Group Inc	CookingFood & WineReference	Gourmet industryNew productsTrade news
2	Diapason	Scranton Gillette Commun Inc	 Professional & Educational Journals Professional & Trade Entertainment & Media Music 	Organ, harpsichord & church music
3	Architectural Digest	Conde Nast	ArtsMusic & Photography	Features work of top architects & interior decorators
4	Allure	Conde Nast	• Fashion & Style	Beauty expert advice & tips
5	Professional Artist	Turnstile Publ	Music & Photography,Art & Art History	Guide artists on their journey toward making a living with their art

Do these recommendations make sense?

	Title Matching criterias		Possible reasoning		
1	Gourmet News	Categories:CookingFood & Wine			
2	Diapason		A high proportion of the user's demographic may be interested in this magazine		
3	Architectural Digest	Brand: Conde Nast			
4	Allure	Brand: Conde Nast	Fashion & Style Men is a subset of Fashion & Style		
5	Professional Artist		Art & Art History is similar to History & Nature		

Recommendations - based on similar magazines

Which magazines are most similar to 'Details'?



• Fashion & Style, Men

Conde Nast Publications

 "Hottest fashion, celebrities, movies, music, ideas, technology & issues of the day"

Recommendations - based on similar magazines (Details magazine)

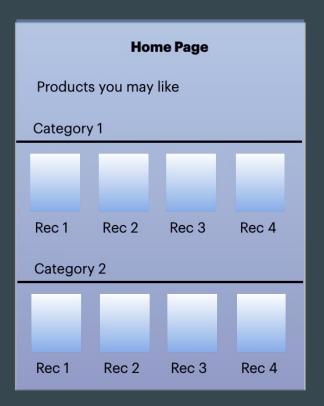
	Title	Brand	Category	Summary
1	Vanity Fair	Conde Nast Publications	 Professional & Educational Journals Professional & Trade Entertainment & Media 	People, personalities & power
2	Cowboys & Indians	Cowboys & Indians	TravelCity & RegionalUnited StatesSouth	 Luxury western lifestyle Western & American Indian art, interiors, fashion and jewelry
3	Esquire	Reader's Digest Association	• Fashion & Style Men	 Men's lifestyle Style & clothes, cars, culture & entertainment and advice on money
4	Coastal Living	Meredith Corporation	Home & GardenDesign & Decoration	 Homes & destinations on coastlines of US, Canada & Carribean Recipes, coastal news, products & events
5	Glamour	Conde Nast Publications	• Fashion & Style Women	 Hair & Beauty Relationship & sex questions Monthly horoscopes Health & diet

Conclusion

- Best models:
 - Collaborative filtering using Alternating Least Squares (PySpark)
 - Test RMSE: 1.215
 - Content-based filtering using cosine similarity
- Recommendation systems can help increase sales & reduce churn by:
 - Displaying the most relevant items that users are interested in
 - Helping users discover new items

Recommendations - Collaborative Filtering Recommendation System

Display collaborative filtering
 recommendations on a customer's home page



Recommendations - Content-Based Filtering Recommendation System

 Display content-based filtering recommendations on product pages



Recommendations - Cold Start Problem

- Cold Start Problem:
 - New users don't have any ratings
 - Recommendation systems will not work
- Solution:
 - Show new users the most popular items
 (generated from exploratory data analysis)



Future Scope

- Use image recognition to include magazine covers
- Sentiment analysis on review text
- Use A/B testing to determine which recommendation system works best/ the best places to display recommendations
- Additional dataset:
 - User demographic
 - Entire Amazon Reviews dataset (all categories)