# The multifactor recommender system @bol.com



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### Topics

- develop an operating recommender system
- crucial customer behavioral factors involved
- impact of visual presentation of item recommended.



### Me



- Computer Science
- 12 Yrs University Utrecht, CS/Mathematics
- @bol since 2010



### bol.com















#### This is no hype

Thursday 27 march 2014



#### Bol.com awarded 'Best webshop in the Netherlands'

"Bol.com has put major steps forward in the past year, regarding <u>personal</u> recommendations and the use of big data.







### Unique products per store

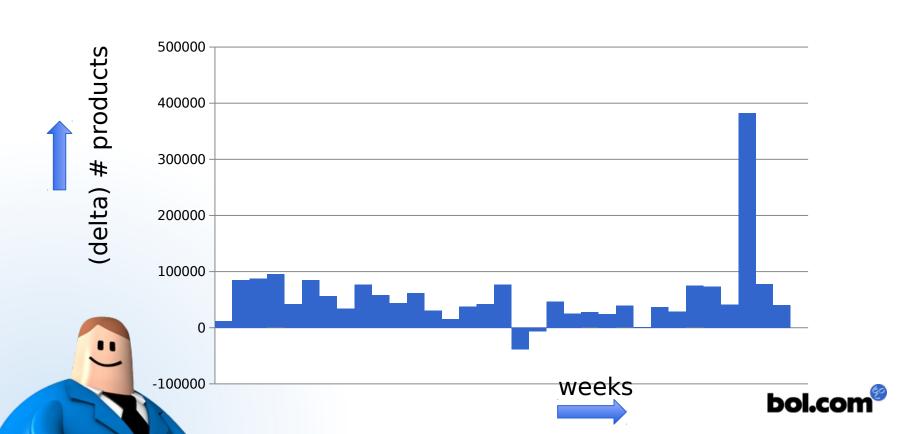
- Average supermarket
- XL supermarket



### # added products per week

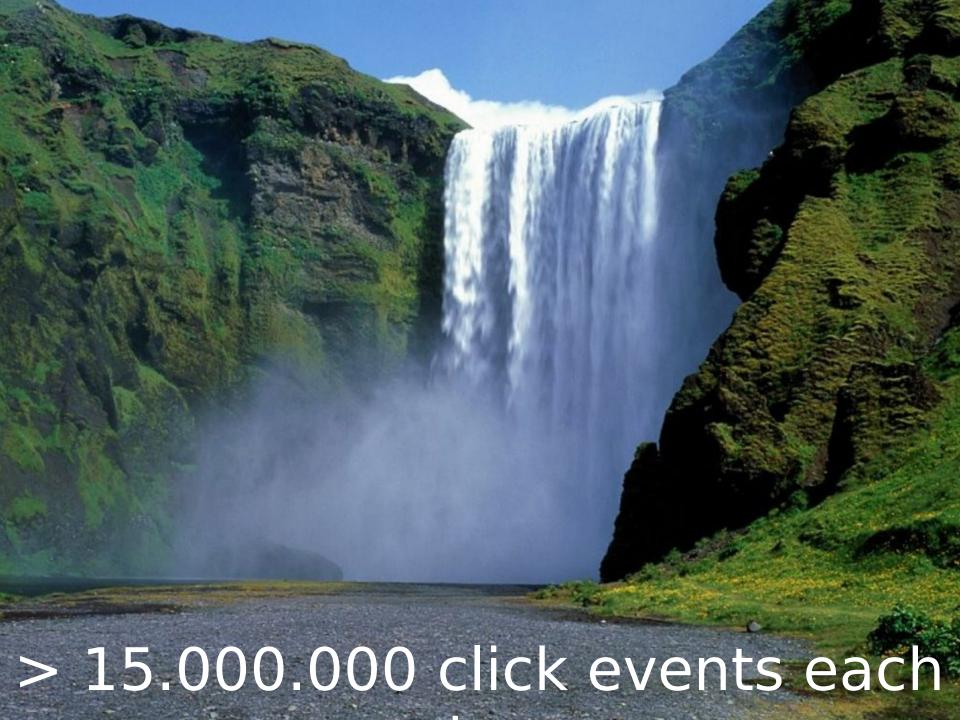
+ 1 XL supermarket every 4 days

#### Catalog delta per week









# > 5.500.000.000 click events per year

## Multiple factors give us clues about our visitor

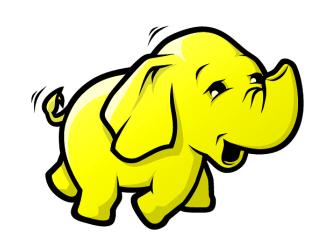


- How long does he look at the product?
- Does he read the product reviews?
- Does he share the product on social media?
- Add item to wishlist
- What products does the visitor click?
- Was the clicked product a recommendation?



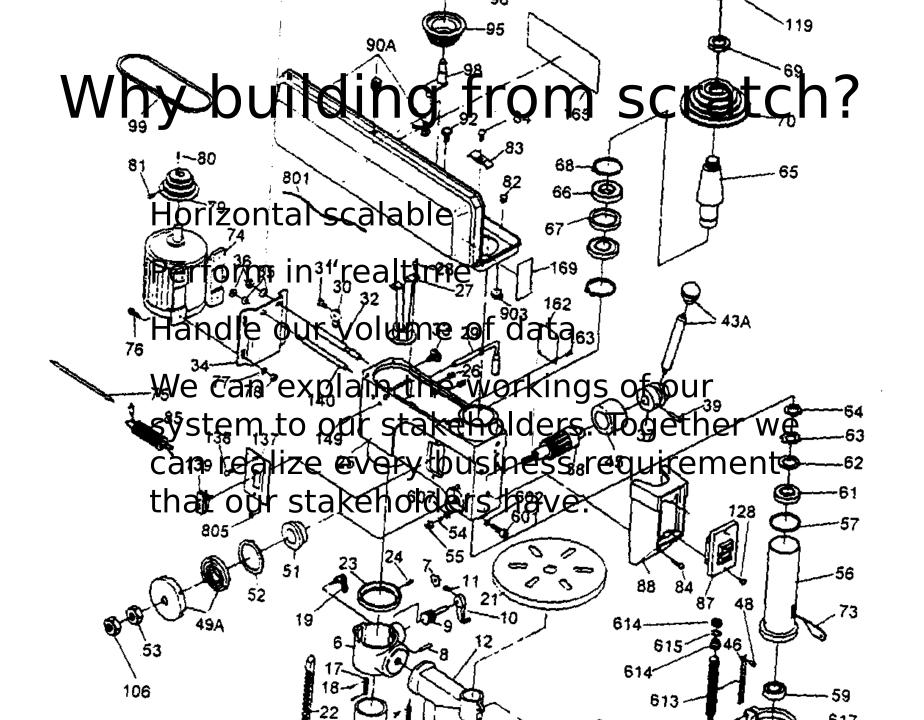
### hadoop @bol.com

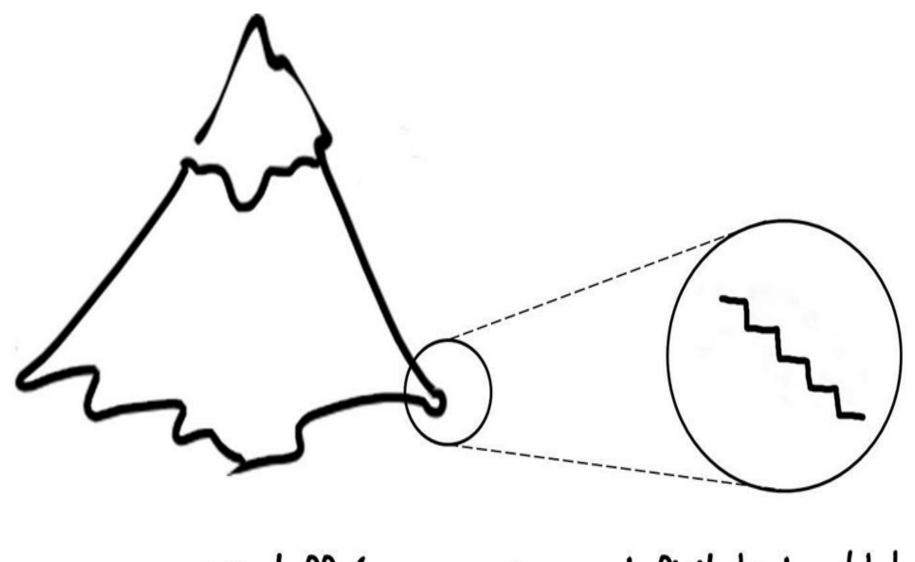
- Development in 2009
- First applications in production (2010)







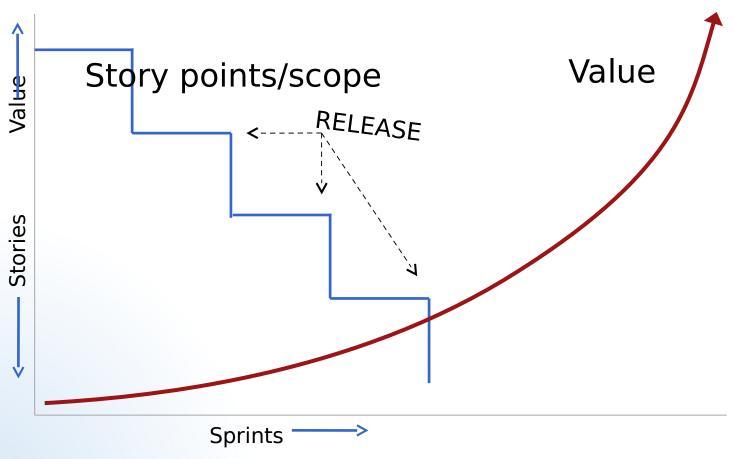




scary stuff:(

> definitely do-able!

## As stories burn down, value increases







### Recommendations

**COMPUTER &** 

VEILIG BETALEN

Gratis verzending vanaf 20 euro & 30 dagen bedenktijd\*

| Mijn account 🗸 | Bestelstatus | Klantenservice | Verlanglijstjes | 🚍 🗸



VANDAAG BESTELD \*



BOEKEN

GRATIS RETOURNEREN



SPORT &

VRUE TUD

Gratis verzending vanaf 20 euro\*

& IOOM

WONEN

ACHTERAF BETALEN

Home > Boeken > Engelse boeken > ... > Data mining > HBase

30 DAGEN

SPEELGOED

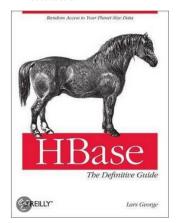
DAG & NACHT BEREIKBAAR

MUZIEK, FILM & GAMES

#### **HBase**

The Definitive Guide

Auteur: Lars George | Schrijf een review





Bindwijze: Paperback

#### Samenvatting

If your organization is looking for a storage solution to accommodate a virtually endless amount of data, this book will show you how Apache HBase can fulfill your needs. As the open source implementation of Google's BigTable architecture, HBase scales to billions of rows and millions of columns, while ensuring that write and read performance remain constant. HBase:

 554 pagina's . O'Reilly Media, Inc, USA oktober 2011 Alle productspecificaties

The Definitive Guide provides the details you require, whether you simply want to evaluate this high-performance, non-relational database, or put it into practice right away. UPase's adention rate is

Auteur: Lars George

Engels





Gratis verzending

Dag en nacht

30 dagen bedenktijd

Achteraf betalen

met acceptgiro

Veilig betalen

Other people also looked at:



## How can we tell the success of these recommendations?

- Visualize output data
- Offline recommender evaluation
  - Run algorithms that express the numerical errors of the recommender output.

#### Root Mean Squared Error (RMSE)

The square root of the mean/average of the square of all of the error.

The use of RMSE is very common and it makes an excellent general purpose error metric for numerical predictions.

Compared to the similar Mean Absolute Error, RMSE amplifies and severely punishes large errors.

RMSE = 
$$\sqrt{\frac{1}{n} \sum_{i=1}^{n} (y_i - \hat{y}_i)^2}$$





## How can we tell the success of these recommendations?

Is that all we can do?













#### Requirements:

- Support anonymous customers
- Realtime: response 100ms
- Low numerical error value
- Recommendation is successful if customer buys the item after seeing it first as a recommendation.





- Customer: new customer
- Cartype: Tow Truck
- Recommendation: **Diesel**
- Does customer buy item after seeing this as recommendation? : yes





- Customer: new customer
- Cartype: sportscar
- Recommendation: Petrol (gasoline)
- Does customer buy item after seeing this as recommendation? : yes





- Offline evaluation:
  - Visual data inspection
  - Low error value

- Online evaluation:
  - Accurately predict the recommendations
  - Almost everything we recommend gets bought







Is this a good recommender system?







### What is a good recommendation?

<b>Common error metrics</b>	Commerce
The accuracy to predict	Add value to customer experience





## How can we tell the success of this recommender?

- Visualize output data
- Offline recommender evaluation
  - Run algorithms that express the error of the recommender output in a numerical form.
- Long Term analyses
  - Analyze the performance of the recommender over time.
  - Do visitors return after buying a recommendation?
  - Analyze behavior to learn more from our visitors.
- Online recommender evaluation
  - Live user experiment 's





### Live user experiments?

Recommendations = Data-driven decisions

- Optimize combinations of recommendation algorithms
- User Interface
- User Interaction Flows



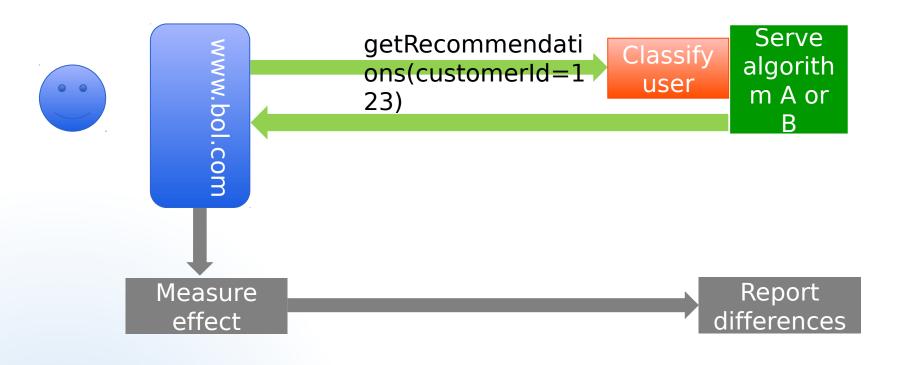


# Live experiments: What do visitors really prefer?





# Live experiments: our experimentation framework





## Experimentation results





#### Impact of presenting the recommendations to the customer







#### Impact of presenting the recommendations to the customer

#### Recommendation interaction







General personal reco's



Recommend a deal



Pick & Mix

40%

Rambo Tuin Beits

4

1904-1989

Nederlands € 14,99

Robert Descharnes

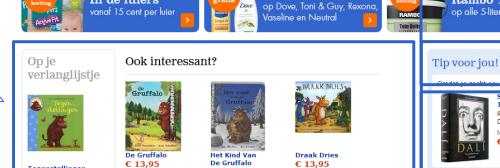
DonderDagdeal!

JE HEBT NOG 8 UUR. 11 MINUTEN. 27 SECONDEN

Vlieg mee met de nieuwe

op alle 5-literemmers

Recommend wishlist items



€ 8,95

Recommend price change

Recommend search queries

Recommend a category to the visitor

#### Speciaal voor jou geselecteerd:

In de luiers



Tegenstellingen,

mijn eerste gruffalo

€ 8,95

R Graphics Cookbook Winston Chang € 37,99 € 33,99



Programming Norman Matloff 黄黄黄黄黄 (1) € 33,99



Python for Data Analysis Wes Mckinney € 29,99



Discovering Statistics Using R Andy Field 黄黄黄黄 (1)

Planes (Disney) € 59,99 € 53,99

> Bekijk het product



### What did we just recommend?

- Algorithms with outcome
- Personalized content
  - Products
  - Authors
  - Artists
  - Deals
  - Categories
- Personalized User Interface
- Determine the priority of algorithm outcome on a page
- Over channels (webshop, mobile, email)





### Level of personalization?





## How does the real time behavior of the visitor constrain the recommender system?

- What would add value to the customer given his current context?
- What do we already know about the visitor? (previous behavior)
- Determine the level of personalization





"All we have to decide is what to do with the time that is given to us."



### What to do with given time

- Cache 'expensive' data
- Tune/(try different) jdbc connectivity components
- Profile your code (Java VisualVM)







### Contact me bkersbergen@bol.com







## The end

