

#### A System for eCommerce Recommender Research with Context and Feedback

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# Agenda

- Introduction to {rr} and RecLab
- Review of context and data challenges in recommender research
- Overview of the RecLab approach
- RecLab models of behavior and context
- RecLab computational model
- RecLab in the real world



### Introduction to {rr} and RecLab

- RichRelevance, a.k.a. {rr}, is the leading provider of product recommendations for eCommerce merchants.
- {rr}'s top five merchant partners are in aggregate 60% larger than Amazon.com [Comscore, Nov. 2010].
- RecLab is {rr}'s new approach to enabling recommender researchers to participate in algorithm development and optimization.



# **Evaluating Recommenders**

- Offline metrics widely used
  - Precision/Recall
  - Diversity
  - RMS error
- User-centric metrics emerging
  - Session length
  - Click-through rate
  - Conversion
  - Overall sales lift



# **The Critical Role of Context**

- Relevance is fundamentally contextual
  - What is relevant changes radically from click to click
- Alignment of recommendation algorithms and context is critical to performance
  - Even more so when merchandising objectives are considered.



# **Context I: TV Item Page**



Vew larger @

EN] Photos



LG 42LD450 42-inch 1080p LCD TV

Rading 4.8 \* \* \* \* \* 5 reviews Bead Reviews Write a neview

#### Today: \$639.99

Receive 5% Back and Free Shipping With Club O +

0% Intro APR\* View Credit Card Details -

#### item#; 13095280

A great way to get into high-definition. entertainment, the affordable 42-inch LG 42LD450 LCD HDTV offers 1080p Full HD resolution for crystal-clear detail, multiple AV Modes to optimize the picture depending on what you're watching.

#### High Seil Out Risk



· Add to Cart

Like 🛐 Be the first of your friends to like this.

Shipping & Returns Details

**Payment Methods** 

A great way to get into high-definition entertainment, the affordable 42-inch LG 42LD450 LCD HDTV offers 1080p Full HD resolution for crystal-clear detail, multiple AV Modes to optimize the picture depending on what you're watching, and an amazing 100,000:1 dynamic contrast ratio for more sturning colors and deeper blacks. Other features include a 4ms (millisecond) response time, capability to play MP3 audio files and JPEG photo slideshows from a USB drive, stereo speakers with 20 wats of power and Dolby Digital decoding, and three HDMI inputs.



LG 42LD450C 42+ inch 1080p LCD TV Today: \$671.94 Compare at: \$876.32 You Save: \$204.38 (23%)

\*\*\*\*\*





Panasonic TCP42C2 42-inch 720p 600Hz Plasma TV with HDMI Today: \$527.99

Compare at \$599.00 You Save: \$71.01 (12%)\*\*\*\*\*

Cable

LG 37LD450 37-inch 1080s LCD TV Today: \$533.99 Compare at: \$699.97 You Save: \$165.98 (24%) \*\*\*\*\*





# **Context II: TV in the Cart**

- Focus is on accessories
- Competing TVs are gone





# **Context III/IV: Product Type**

- You can convince me to buy a second relevant DVD.
- I will only ever buy one washer every 5-10 years.









# The Role of *In-Situ* Feedback

- A key motivating factor in user studies of recommenders.
- Observation of critical intermediate metrics (e.g. click-through) provide important insights.
- Downside is user studies are complex, expensive, and necessarily small scale.



#### **Data Access Issues**

- Production-scale data sets are not widely available.
- Merchants are reluctant to share
  - Competitive concerns
  - Privacy issues can be untenable, e.g.:
    - AOL
    - Netflix Prize 2



### **Performance Issues**

- Model builds must be scalable to billions of raw data points.
- Runtime calls to services without strict performance SLAs are problematic
  - Lack of responsiveness can offset the benefit of recommenders



### **The RecLab Approach**

#### If you can't bring the data to the code, bring the code to the data.



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# Specifically

- Provide and API to access data and build models;
- Provide an environment with billions of real data points to build models;
- Provide runtime APIs to serve recommendations to live shoppers;
- Provide a synthetic environment and data for development and debugging.



#### **RecLab Context Data**

- Click-stream of pages
  - Home, category, search, item, add to cart, purchase, rating, ....
- Annotated with instrumentation data
  - Date/time, user id, session id, search terms, search results, items added to cart, cart contents, ....



# **Data Access and Performance**

- Synthetic tests run efficiently on a single machine.
- Production model builds happen on largescale {rr} fleet.
- Production runtime served by {rr}'s distributed low-latency architecture.
- Private data remains private and secure.
- Aggregate results are provided to researchers.



# **Developer Support**

- Familiar map reduce programming model
- Detailed tutorial and examples
- Quick start on a single machine with zero configuration
- Synthetic data sets for testing
- YAML (human-readable) data format
- Utilities to convert from other data formats to reproduce existing results
- All code is open-source Apache 2 licensed.





A call to academic and research teams: do what you love doing with RecLab and you could win a significant prize!

#### The Challenge: Generate measurable lift over RichRelevance's existing algorithms on an IR Top 50 online retailer's site.

Contest rules, participating retailer, percentage lift increase, terms and conditions available online.

 Interested parties may sign up to receive information at <u>http://code.richrelevance.com/reclab/follow.html</u>



### **Thank You**

Downloads, documentation, examples, and tutorials at:

# http://code.richrelevance.com Twitter: @RecLabs



