# barion

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# How we use NLP at Barion

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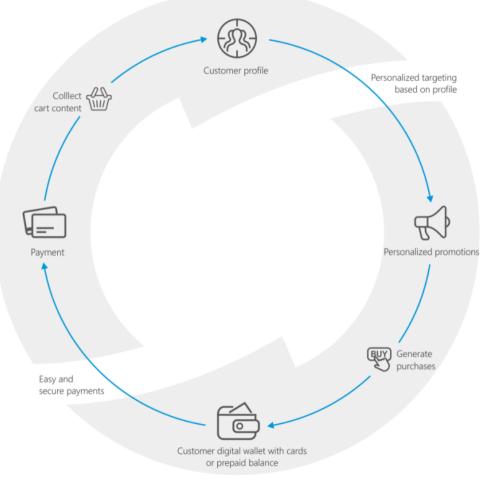
#### **About Barion**



- Licensed as an electronic money issuer
- With **Barion Smart Gateway** customers can easily and safely pay in more than 13 000 online shops mainly in CEE
- In exchange for lower payment fees, merchants can choose to share consented data of their customers, which is collected and stored in our data lake

### **Data Monetization**

- Barion Pixel is a Javascript snippet built into the merchant's website
- With the customers' prior consent, the **details** of their **shopping behaviour** is sent to Barion
- The collected **data** is then **transformed** into profiles
- The created profiles are utilized in different advertising campaigns to enhance their targeting options
- When the customers visit webpages,
   personalized promotions are shown to them



#### **Properties of Collected Data**

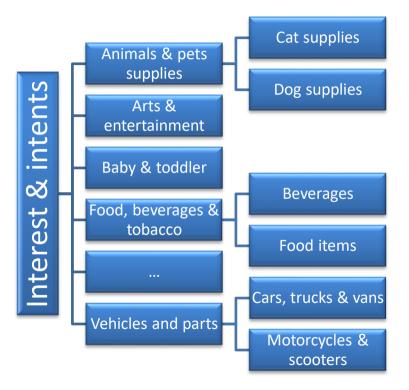
- BarionPixel collects different events to capture the customers' shopping behaviour from more than 2000 merchants
- In this presentation we will be focusing on the contents of their shopping basket
- The items of the customers' basket are individually sent to and evaluated by the neural network
- The raw input of the neural network is the **category** and the **name** of the product or service provided by the shop

### **Requirements of the Output**

- Simple keyword search is not accurate and resource efficient
- A quick, robust and resource efficient model is needed that achieves high accuracy
- The output marketing segment should be produced from the model output with adjustable granularity
  - $\circ$  Ranging
    - From getting acquainted with the product (visited the product only once)
    - To the customers who bought the product or have a long history of interest for it
  - Accuracy/Confidence property

### **Segmentation Bases**

- Marketing segmentation can be based on
  - Geolocation
  - Technographic
  - Demographic
  - Interest and Intent
- Models
  - Neural network
  - **Regex**



#### **Challanges of NLP training set preparation**

Lexical Ambiguity

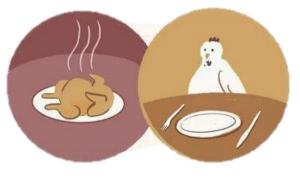
The presence of two or more possible meanings within a single word.

Syntactic Ambiguity

The presence of two or more possible meanings within a single sentence or sequence of words.



"I saw her duck."



"The chicken is <u>ready to eat</u>"

Image source: https://www.thoughtco.com/ambiguity-language-1692388



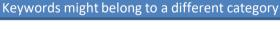
Disproportionate keywords within sample

- Újszülött pelenkák Pop-in Gyártók Zöld Úton Mosható
- Férfi MTB kerékpár MTB kerékpárok Kerékpárok 5 Bicaj
- o AlphaOne DZ Inteligentní hodinky, bílé
- Ledvance Planon Plus 30W 2700-6500K 595x595mm felületre szerelhető LED panel távirányítóval
- Női felsők, klassz pólók hölgyeknek kedvező áron
- Line Sugar Effect Gel Silcare Nail4U Keyword not present
- Canon PG545XL •

Audi A6 autó izzó

- Asus P8H61-M LX2 1155 alaplap+ CPU hűtő
- Street Surfing Ripper Roller Bloody Gold
- ;Névre szóló baba- Angyalka (Új) Karácsonyi limitált kiadás -
- o R15 Gyűrű
- CN-HG 95 lánc

Ambiguous



Noisy inputs

Category not clear

#### Process of the preparation of the input

- Fetch stratified samples of products from relevant shops Keep only the keywords of the segmentations
- Keeping the top most important keywords Vectorizing (100D) Vector size limit

Embedding weights Multipopulation One-hot encode the output Train/test split

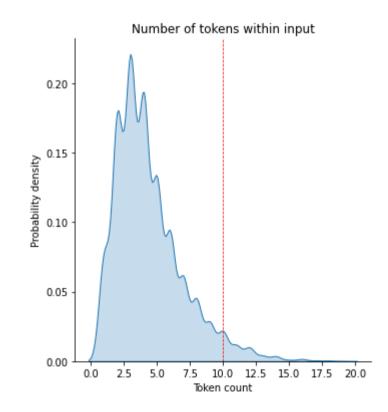
## Sampling

Not all the categories have the same amount of quality entries
 Stratified by the category of product/service
 The categories with excessive number of items need to be undersampled
 Ensuring the include all the unique keywords relevant to the category



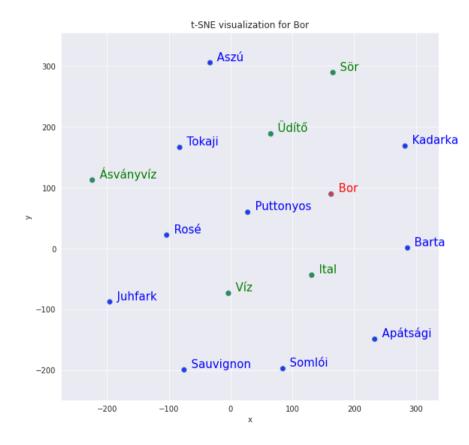
### **Token Cleansing**

- Only the first 10 tokens within the input text is kept (as only 3.02% input entries are longer that 10 tokens)
- Stopword removal (tailored to the Hungarian market)
  - $\odot$  Colors (grey, yellow, green etc)
  - Measurement units (pcs, liter, xl, month)
  - Conjunctions (and, or)
  - Others (new, compatible, super, import, export, action, premium etc.)



#### Vectorization

 Vectorizing using gensim.Word2Vec
 Converts all tokens to a 100 dimensional vector space
 Ensures that words with similar meaning are closer to each other in space



### **Model architecture**

**o** Requirements • The model should output only 1 category (no overlaps) • Binary crossentropy loss function • Needs to capture the word order in phrases effectively • Tried different models of 2/3 layers LSTM with heavy regularization and dropout  $\circ$  CNN LSTM bidirectional

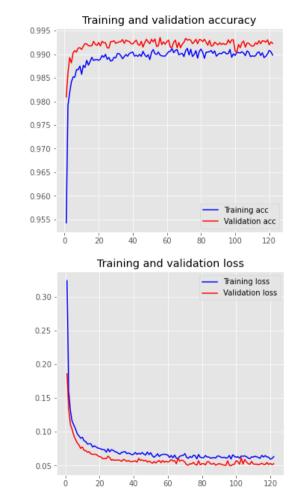


#### **Training & Output**

 The output of the model and other features are saved into database linked to the user
 The output is not necessarily sales-ready

 The database needs to be queried for a specific segment

 The output can be customized further on different business demands



#### **Different Architectures**

#### $\circ$ Sequential model

 First embedding layer with the weights of the pre-trained 100 dimensional embedding matrix

 Dense layer with sigmoid activation

 Adam optimizer, binary crossentropy loss function, optimize for accuracy

	LSTM	CNN
Number of layers	2-3	
Regularization	L1, dropout	
Filters	256, 128, (64/32)	
Extra		Global max pooling

The 2-layer LSTM performed the best

#### Result

 In recent a campaign for a well-known multinational electronics company promoting their child-care product-line, we provided our "Baby and toddler" category

- The targeted audiences in the given campaign were provided by Google and Barion
- The Barion segments outputted by the neural network gained ~25% better performance, than the audiences provided by Google



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#### Thank you for your attention!

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www.barion.com