

A REAL TIME E-COMMERCE APPLICATION FOR CUSTOMER SEGMENTATION AND ADVERTISEMENTS RECOMMENDATION USING ML ALGORITHMS

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ABSTRACT

Client segmentation and request strategy optimization are pivotal for retail operations, whether in physical promenades or e-commerce platforms. using association rules learning algorithms like Apriori and ECLAT plays a vital part in understanding client geste and preferences to achieve these pretensions. Apriori is famed for relating frequent item sets in a dataset and establishing association rules grounded on these item sets. For case, if guests frequently buy particulars A and B together, Apriori will induce a rule reflecting this association. ECLAT (Equivalence Class Transformation) algorithm, on the other hand, exploits the perpendicular data format and utilizes a depth-first hunt strategy to efficiently booby-trap frequent item sets. These algorithms enable businesses to member guests grounded on their interests and purchase geste. This segmentation facilitates targeted marketing strategies, allowing elevations and announcements to be acclimatized to specific client groups. These algorithms also help in relating arising request trends, allowing businesses to acclimate strategies consequently. By assaying literal data, businesses can describe shifts in consumer preferences and subsidize them with targeted juggernauts or new product lines. This visionary approach ensures competitiveness and fosters long-term client connections, driving growth and profitability.

For illustration, if a member of guests constantly purchases electronics and accessories, the business can run targeted juggernauts or offer substantiated recommendations in these orders. perceptivity deduced from association rule literacy also informs the development of recommender systems, enhancing the shopping experience for guests. These systems give substantiated product recommendations grounded on one purchase or browsing history, thereby adding client satisfaction and fostering fidelity. In summary, Apriori and ECLAT algorithms offer precious tools for client segmentation and request strategy optimization in retail. By understanding client geste and preferences through these algorithms, businesses can conform their immolations and marketing strategies effectively to meet client requirements websites provide numerous client-grounded features such as recommending products grounded on client browsing history, recommending analogous products, constantly bought together products, standing for the bought products. But all these recommendations are universal, published to all orders of guests.

Keyword: *Apriori, Eclat, Frequent Itemset, Association Rules*

1. INTRODUCTION

In real time we have 2 different ways of shopping, online shopping and offline shopping nothing but homemade shopping. The major thing for any business is to get good gains and also client satisfaction is important. It's an important factor for any kind of business to give services as per the client's needs. However, surely business will get gains, if business provides services as per the client tastes and needs. Both in homemade shopping and online shopping it's important to attract guests and impress guests by furnishing some offers, abatements, and ticketed. so that guests will be more impressed and attracted which leads to business gains. Announcements are a platform to reach consumers. We can publish announcements in numerous modes like television, advertisements in social media, reviews, business websites, etc. While posting announcements it's important to find the target guests for the business.

In the current system announcements will be posted universally means each different type of guest will get the announcement posts both in online shopping and homemade shopping, announcements play a vital part in attracting suitable guests and improving the business. In real-time guests' taste differs, it varies from client to client. So, it's very important to find what the client wants. Detecting guests' tastes is a grueling task in the current business sector. Both in online shopping and real-time shopping it's veritably important to prognosticate the client's area of interest means guests buying a geste. Numerous e-commerce websites provide numerous client-grounded features similar to recommending products grounded on client browsing history, recommending analogous products, constantly buying together products, and standing for the bought products. But all these recommendations are universal, published to all orders of guests.

2. LITERATURE SURVEY

2.1 IEEE Paper Title: Mall Customer Segmentation Using Machine Learning

- Time Of Publication 2022
- Authors: V. Lakshman Narayana; S. Sirisha; G. Divya; N. Lakshmi Sri Pooja; Sk. Afraa Nouf.
- Description: Take our academic establishment as an illustration, and you are trying to figure out how well a particular product will perform from a marketing perspective. guests might be segmented based on their request geste. Identify customer parts to concentrate on the possible stoner base by using clustering ways (K- means, Agglomerative, and Mean Shift). As a result, they member guests into groups grounded on analogous factors similar to gender and age as well as interests and spending habits.
- Methodology: Clustering ways used k means, Fuzzy c means algorithm.
- Limitations: In this content client segmentation is done grounded on request perspective and there are no Advertisement generalities and recommendation conception grounded on client perception.

2.2 IEEE Paper Title: Recommender Systems for E-commerce in online video advertising: Survey

- Time Of Publication: 2021
- Authors: Heba Adnan Raheem; TawfiqA. al- Assadi.
- Description: Recommendation systems (RS) have come veritably extensively used in recent times. They help guests in getting data and making selections when they warrant the knowledge needed to judge on certain item. They can help the client in efficient information sorting. They're software system ways that make suggestions supporting the customer's taste to find new effects respectable for them from a huge quantum of data by filtering particular information.
- Methodology: Videotape advertising and content grounded filtering fashion used.
- Limitations: System is a new product recommendation grounded on the client tastes and there's no advertisements recommendation grounded on consumer perception.

2.3 IEEE Paper Title: Customer Segmentation Using Machine Learning

- Time Of Publication: 2021
- Authors; Garima Sharma; Ankita Nainwal; Bhaskar Pant; Vikas Tripathi; Mr. Akash Chauhan.

- Description: In this business world where guests are adding daily, it gets delicate to concentrate on each client. Assaying the guests past deals would help the dealer to satisfy client demands and can fluently attract new guests. Companies parts the guests to attain maximum profit and increase in deals. Companies need to understand this data and identify the similarity and distinctness in client's requirements, client segmentation uses unsupervised literacy to member guests into multiple distinct groups. In this paper we will use algorithms like k-means clustering and hierarchical clustering.
- Methodology: Clustering ways used; K means algorithm used.
- Limitations: System aims at deals soothsaying grounded on the client tastes and lower datasets used.

2.4 IEEE Paper Title: Data Mining Application in Segmenting Customers with Clustering

- Time Of Publication: 2020
- Authors: Saryu Chugh; Vanshita R Baweja.
- Description: This paper describes regarding competition position that's raised between the associations to retain the guests. To have a command in business and other fields, data mining is giving effective help. By assaying the data differently and recapitulating it into useful information. As the databases are huge and multidimensional, it's veritably delicate to manage the data in online- shops. The major principle is withholding the client. Two- phase clustering fashion is applied for guests' retention. The first stage is used to change the k-k-means algorithm by exercising a heuristic approach. Agglomerative clustering is used to describe outliers. This process gives effective data analysis for the e-commerce sector to avoid customer failure.
- Methodology: Data Mining, Clustering, K- Mean Clustering.
- Limitations: Data mining algorithms are used and require huge datasets.

3. SURVEY SUMMARY

In real-time many e-commerce websites are there such as Amazon, Flipkart, eBay, Snapdeal, etc... All these existing e-commerce applications provide numerous features to impress the customers and to earn the best profits. We have the following e-commerce features to attract customers. Recommending products based on customers' history.

- Recommending similar products.
- Universal advertisements for new products, offers, discounts, etc.
- Product reviews, and rating options.
- Recommending frequently bought together products.

All these features are available to all types of customers. In real time it is important to provide the services as per the customer tastes which existing e-commerce application lacks. Customer requirements and tastes differ from time to time and also differ from customer to customer. So, it is important to identify the target customers to publish advertisements to improve the business profits.

3.1 Drawbacks of The Existing System

- Universal product recommendations.
- Lack of customer-based services.
- Not able to find the target customers.
- Universal advertisement publishing.
- Unwanted ads, recommendations for the customers
- More time consumption and more expensive.

4. METHODOLOGY

Association (or relation) is presumably the more known and most familiar and straightforward data wisdom fashion. Then, we make a simple correlation between two or further particulars, frequently of the same type to identify patterns.

For illustration, in request-handbasket analysis, where we track people's buying habits, we might identify that a client always buys cream when they buy strawberries, and thus suggest that the coming time that they buy strawberries they might also want to buy cream. The system uses algorithms similar to the Apriori algorithm or ECLAT algorithm to find the target guests for announcements.

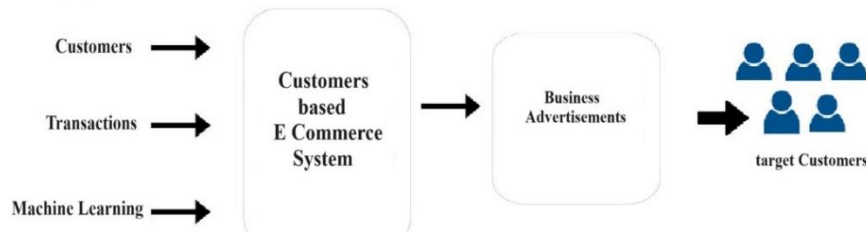


Fig -1: Proposed System Architecture

- Step 1: Required data extracted from the server. In our project, we extract customer transactions (orders) from the server.
- Step 2: Data preprocessing is done, where we remove the irrelevant data and extract the required data for processing. In our project, irrelevant data means customer ID, name, mobile, etc. all these are irrelevant data.
- Step 3: Once data preprocessing is done, desired data is inputted to the efficient unsupervised learning algorithms such as the Apriori algorithm and Eclat algorithm for processing.
- Step 4: Algorithms process the data and find the customer's area of interest, which means desired customers for the recommendation of Ads.
- Step 5: Both the algorithms are tested and results are compared to find the best algorithm.
- Step 6: The efficiency of both algorithms is compared and the best algorithm is chosen.
- Step 7: Using the best algorithms Ads will be recommended for the desired customers (target customers).

5. APRIORI ALGORITHM

The Apriori algorithm is a widely used method in association rule learning, particularly in market basket analysis. It efficiently identifies frequent item sets in a dataset by iteratively generating candidate item sets and pruning those that do not meet a specified support threshold. These frequent item sets are then used to derive association rules, expressing relationships between items.

5.1 Apriori Algorithm Pseudo-code

```

APRIORI (T, minSupport)
CI = {candidate 1-itemsets};
L1 = {c∈CI | c.count ≥ minsup};
FOR (k = 2; Lk-1 ≠ ∅; k++) DO BEGIN
Ck = apriori-gen(L[k-1])
FOR all transactions t∈D DO BEGIN
Ct = subsets (Ck, t);
FOR all candidates c∈Ct DO
c.count++;
END
Lk = {c∈Ck | c.count ≥ minsup}
END
Answer=*Lk;

```

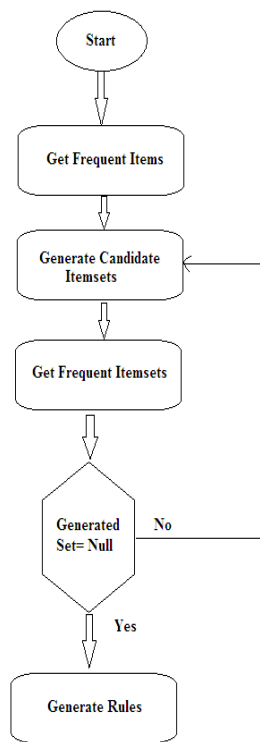


Fig -2: Flow of the Apriori algorithm

6. ECLAT ALGORITHM

ECLAT (Equivalence Class Transformation) is a powerful association rule learning algorithm used for market basket analysis. Unlike Apriori, ECLAT operates efficiently by exploiting the vertical data format, which is especially advantageous for datasets with a large number of transactions and items. It employs a depth-first search strategy to efficiently mine frequent items without the need for candidate generation. By identifying frequent itemset based on their intersection, ECLAT swiftly uncovers meaningful associations among items, making it an essential tool for businesses seeking to understand customer purchasing patterns and optimize marketing strategies.

6.1 Eclat Algorithm Pseudo-code

```

ECLAT (T, minSupport):
  C1 = {candidate 1-itemsets};
  L1 = {c in C1 | c.count >= minSupport};
  k = 2;
  while L[k-1] is not empty:
    Ck = eclat_gen(L[k-1]);
    for all transactions t in T:
      Ct = subsets (Ck, t);
      for all candidates c in Ct:
        c.count++;
    Lk = {c in Ck | c.count >= minSupport};
    if Lk is not empty:
      Answer = Lk;
    k++;
  return Answer;
  
```

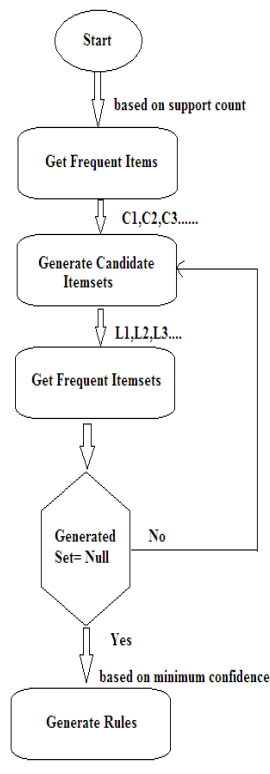


Fig -3: Flow of the Eclat algorithm

7. CONCLUSIONS

Both in real-time shopping and online shopping there are no customer-based services and it lacks to satisfy the customers. It is important to know the customer's tastes and requirements and provide the services as per their need to improve the business and attain the best business profits. The current system is a universal recommendation and publishing ads for all types of customers which may lead to more time consumption, expensive, and lack of customer satisfaction.

8. REFERENCES

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