# Data in Online Business

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## Outline

- What is online business
- Examples of business models
- Typical processes in online business
- Big volume of processed data
- Specific problems with data
- What is Big Data?
- Potential sources of Big Data
- Specific issues in data quality

## What is online (.com) business?



## **Examples of Business Models**

- **eShop:** revenue = buying price selling price = insertion fee + final value fee + ٠ feature fee + subscription fee + ...
- **Google:** 98% of revenue from selling ad space ٠
- **Facebook and others:** advertising, payment revenues, ... and ...? ٠
- Zynga, Geewa, ...: virtual goods, advertising •
- **Instagram (FB), ...:** who knows? ... perhaps they sell customer data? ٠
- LinkedIn: Freemium business model (InMails, Profile Stats Pro, ...) ٠
- Slideshare (LI): Freemium as well ٠
- Foursquare: still has no clue ٠



## Comparison of processed volume of data



#### http://www.worldwidewebsize.com/

Last Three Months Last Year Last Two Years



## Specific problems with volume of data

- Huge data centers
- High availability
- Millions rows per day
- Even robust RDBMS are not enough
- Limited DB space and resources assigned to single analyst
- Extreme effort in optimalization of SQL queries
- Long queues of queries waiting for execution
- Long time to process single query
- Logical + physical partitioning in data
- Tables with 1% samples



http://data-arts.appspot.com/globe-search/

#### Elementary Table of Online Business: e-shop



## **Classification of Processed Data**

- Metadata:
  - Technical: e.g. description of huge data models
  - (Business: labels, description in reports)
- Master Data:
  - Customers, their hierarchies and interactions (e.g. Facebook)
  - Product Categories
  - Stores
- Transactional Data:
  - Search
  - Listings
  - Bids
  - Transactions
  - Revenue
  - Shipping
  - Payment
  - Feedback
  - Campaigns
  - Promos
  - Deals
  - ..
- External Data + LOVs



#### Global World of Internet Business: eBay Transaction



## What is Big Data?



## Big Data and online business

- Hadoop has been developed within online business (Google)
- **Typical use**: search indexation
- Secondary use: when RDBMS is not sufficient, when faster delivery is critical, when aditional knowledge is needed, ...
- Big Data Quality: Just a New Buzzword or Serious Topic?
  - Quality within Hadoop => re-active DQM => spaghetti code, weakness of Hive SQL, DQM decentralization ...
  - Quality of sources => pro-active DQM => missing metadata, lost control, ...
  - Big Data as reference source
  - Hadoop as DQM platform

Big Data is only another kind of data under global Governance initiative !!!



### My Tips for Potential Sources of Big Data

- **Social Networks** => Word-of-mouth (e.g. testing change of fees), Loyalty program
- **Registers of Debtors** => UPI prevention
- **Shipping data (using RFID)** => Shipping optimization
- Weather information => predicting BYR / SLR behavior => better targeting campaigns and promo actions
- Actual news => explaining production metrics anomalies
- External LOVs => Demographic and behavioral informations => better set up of campaigns and Next Best Offers, better segmentation based on client profiles
- Informations about Competitors (results of Competitive Intelligence)
- **External Metadata** => better validation process
- Analysis of plaintext attributes
  - call center: needs, validation, process maturity improvement, new attributes
  - items description: avoid IAD Low DSRs
- Product information (e.g. EAN) => better analysis of product (e.g. CBT, product specific MOTs)

## Specifics of Data Quality / Governance

- Not standardized data: fields in item description / title, tweets, fbk statements, ...)
- A lot of **not structuralized** data => specific problems with quality
- Hadoop accuracy
- Product catalogue on basis of product categories (small level of granularity)
- **Deduplication** of users (guests vs. standard users, different accounts, purchases without registration, ...) ... thanks God for cookies! FOAF: thanks for emails
- Customer >= User = Account
- Importance of **metadata** and management of **relevant knowledge**
- Household identification (no care => no verification)
- Not **online MDM:** performance (too complex)
- Global environment (mix of Locales)
- Total Costs of Information <= too big data
- Regulations: SOX, Data Quality Act, ... no Basel, no Solvency, ...
- Governance: not all data under (direct) control
- Stewardship: complex knowledge => data scientists?

