# Deep Learning in Production Konstantinos Bitsakos VAIX



#### VAIX.ai - Supporting businesses to utilize the power of AI

VAIX.ai

- VAIX is a self-funded startup (2.5 years old) with the mission to support internet businesses utilize the power of AI for their customers and operations.
- VAIX's DNA merges deep business expertise (operations, strategy, product) with
   Al expertise at PhD levels.
- Transform businesses putting Al-powered personalization at their core.



#### John O'Malia (London, Paris, Gibraltar)

- 3x Serial Entrepreneur
- 1 x private-equity funded transaction
- 15 yrs Gaming & Betting
- 3 yrs Board Director
- 2 yrs PLC C-level



#### Andreas Hartmann (SF, Gibraltar, London)

- 17 yrs Internet Product Mgt
- 10 yrs Online Gaming
- 5 yrs Operations
- 4 Patents
- 3 yrs C-level



#### Kostas Bitsakos (Maryland, Detroit, Athens)

- 2010 PhD Univ. Maryland Computer Science
- 12 yrs SW Development
- 8 major Journal papers
- 5 yrs Machine Learning Research
- 5 yrs Technical Mgt



#### **Dimitris Stefanidis** (Philadelphia, Athens)

- 16 yrs Systems Engineering
- 9 yrs Full Stack
- 4 yrs NLP
- 4 yrs Deep Learning
- 2 yrs Game Al

#### General Company Info



- Offices in
  - London, United Kingdom
  - Athens, Greece
- Team of 16 and growing
  - Technical Team (Software and Data Engineers, ML and Backend Developers, DevOps): 11

#### **Product Portfolio**



- Recommender Systems
- Natural Language processing
  - Chat log analysis
  - Sentiment Analysis
- Lifetime customer value Modeling
- Customer Classification
  - Fraud detection/Wise Guy detection
  - VIP detection
- Image Processing
  - Object Identification/Object Segmentation
  - Action detection

# Deep Learning: Hype or Panacea? Personal Experience

#### Works better than traditional Al...



- Domains
  - Image/Video
  - Voice
  - Natural Language Processing
  - Time-Series Data
  - Prediction
  - Regression
- Cons
  - Requires LOTS of data
  - Complex
  - Difficult to explain/interpret

## Video Processing for security

**VAIX.ai** 

Identify and count entities of interest (humans, vehicles, animals etc) in video camera feeds or single images. Applicable in the security, marketing, surveillance domains amongst others.



### Card & Action Detection in Blackjack



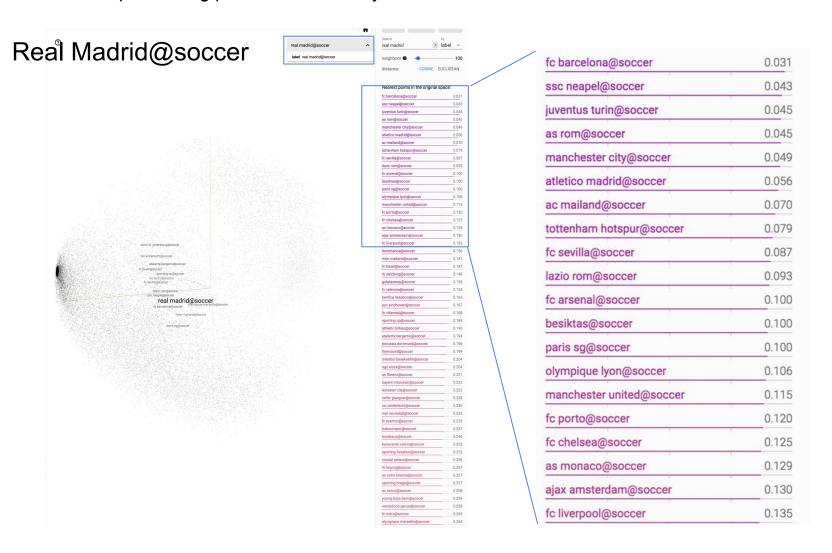
Identify mis-pays in Blackjack tables by recognizing and grouping the cards of each player and detecting the actions during play



### Recommender: Sport Team Embeddings



The algorithm learns on its own that the closest entity to Real Madrid is Barcelona without any explicit domain inputs. This is all learned end to end by just watching the customer purchasing patterns and activity.



#### Game Recommender Results: Overall\*

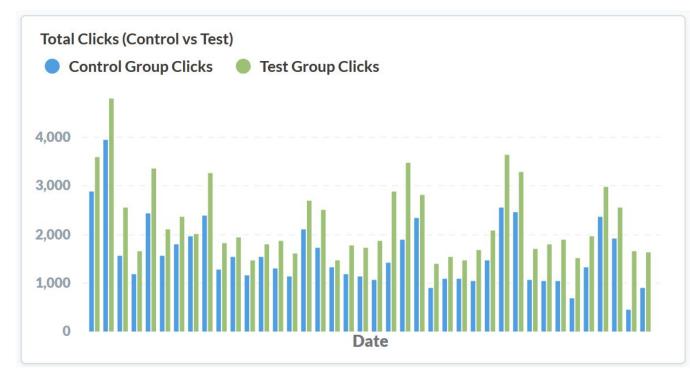
**VAIX.ai** 

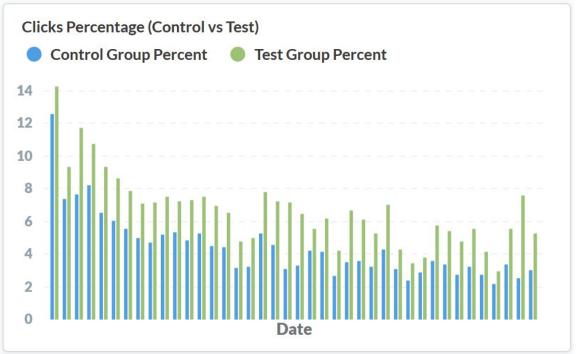
- 20% click-through rate uplift
- 10% revenue uplift
- 50% more visits in the recommendations page
- 200+% more recommended games played

\* A/B test vs New+Most Popular Games

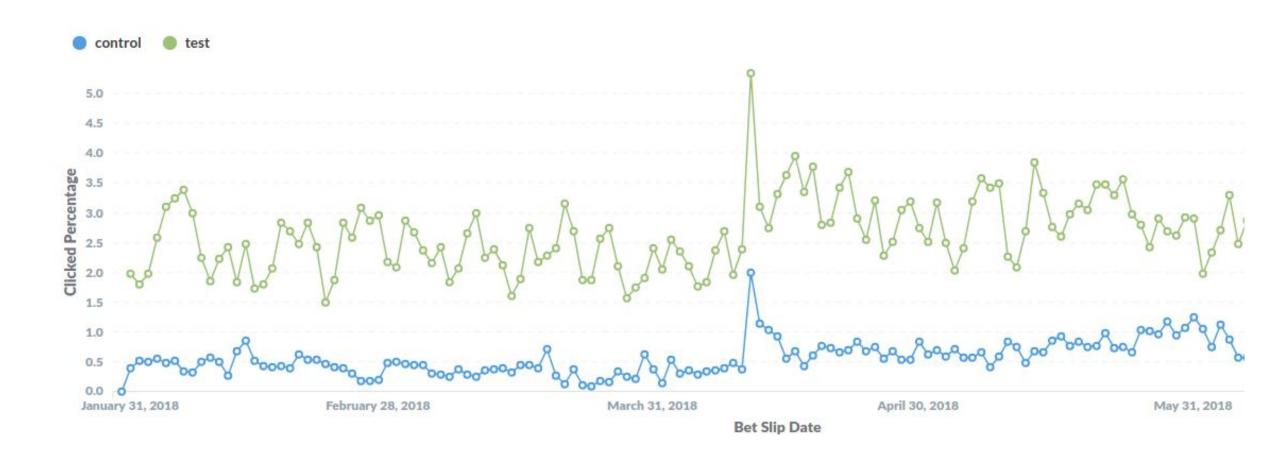
#### Recommender Results: Visits on recommendations page







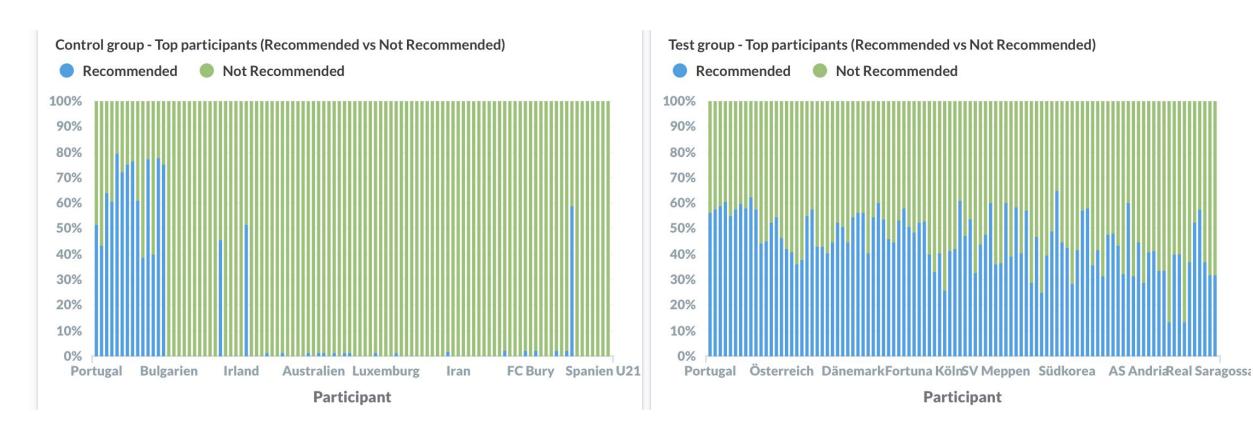




#### Recommender Results: Catalogue coverage



Much wider variety of products recommended via the VAIX recommendations page



#### Lifetime customer value Results 1/2



- Use case: Casino operator data
  - training: 150K users, first 7 days of activity
  - test: 5K users
- Predicting the number of active days of a user within a 90 day window:
  - 5 classes
  - 87.1% accuracy VAIX vs 68% accuracy BI
- Predicting customer turnover within a 90 day window:
  - ~10 classes
  - 92.8% accuracy VAIX vs 56 % accuracy BI
- Predicting customer turnover vs acquisition cost (CPA):
  - 3 classes (below/ at/ over cost)
  - 89.7% accuracy VAIX vs 56% accuracy BI

<sup>\*</sup> Benchmark created by a CRM/BI expert using the same data set.

<sup>\*\*</sup> The expert's model cannot be applied to users with low activity (~20% of users)

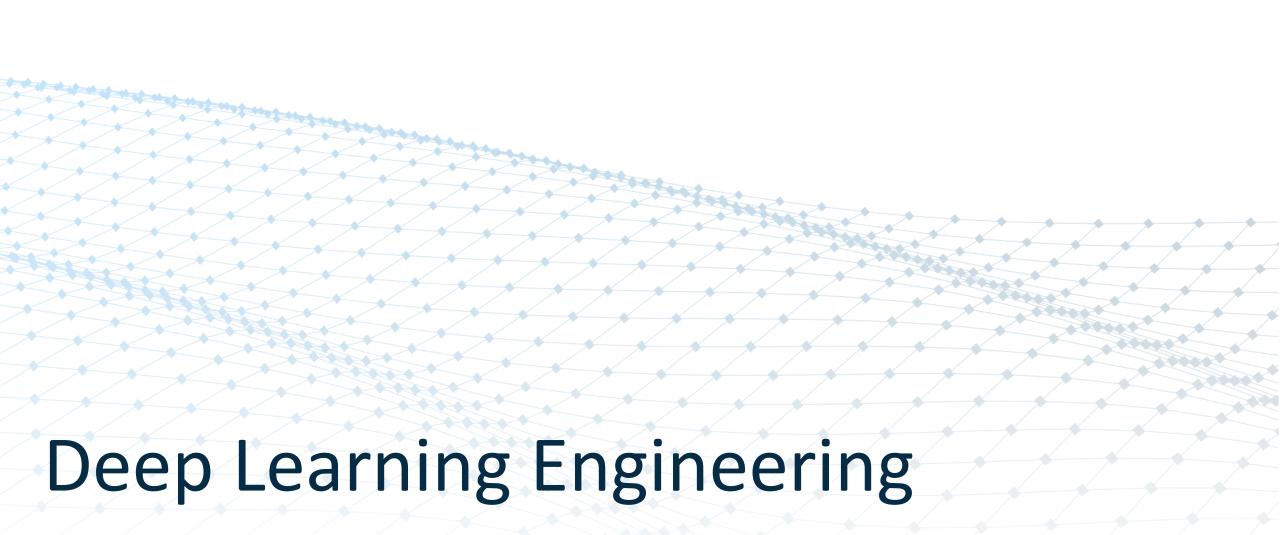
### Lifetime customer value Results 2/2



- Use case: Casino operator data (15K users, 1 year/16M transactions)
- Predicting the number of active days of a user within a 30 day window:
  - 4 classes
  - 73% accuracy VAIX vs 35% accuracy BI
- Predicting customer turnover within a 30 day window:
  - 3 classes (below/equal/above user specific past turnover)
  - 57% accuracy vs 50 % accuracy
- Predicting activity span (=last day of transaction):
  - 6 classes
  - 55% accuracy. Could not be predicted by the expert

<sup>\*</sup> Benchmark created by a CRM/BI expert using the same data set.

<sup>\*\*</sup> The expert's model cannot be applied to users with low activity (~20% of users)



#### **Workflow Parts**



- Data Acquisition from Operator
  - Real-time or batch (e.g. daily)
  - Anonymized data
- Data transformation
- Data storage
- ML Model training (periodic e.g. daily)
- ML Model deployment
  - Offer API endpoints to customers
- Monitor Performance & Analytics
  - 24/7 Operation
  - Automatic notification in case of potential issue

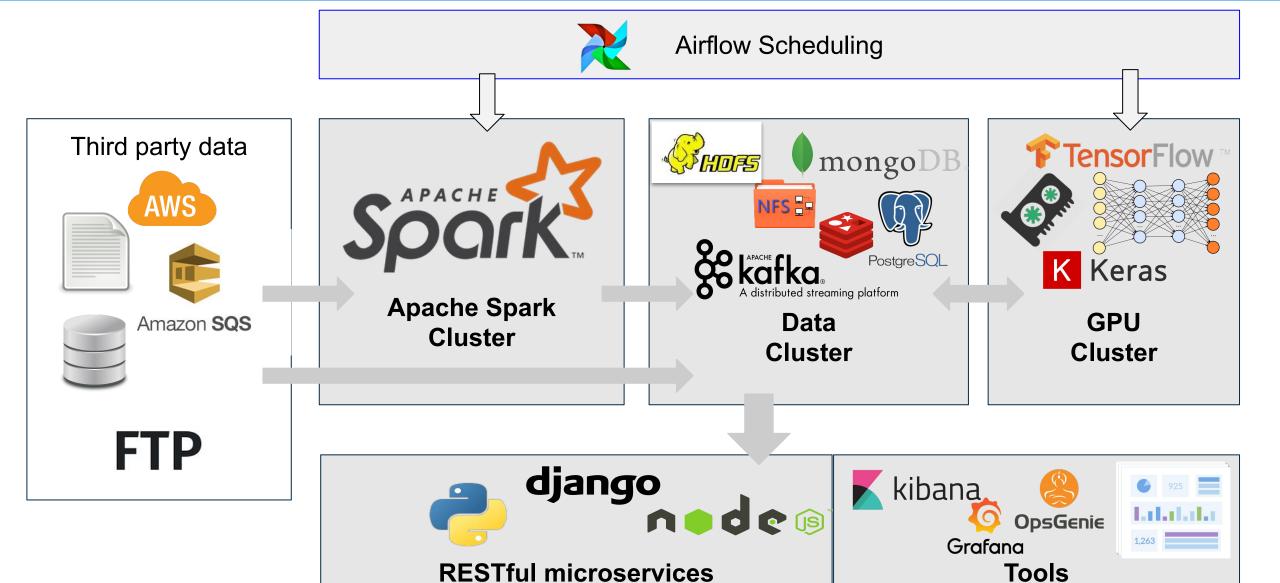
#### **Engineering Challenges**



- Data Storage in a format suitable for model training
- Periodic Model training/Incremental training
- Deployment of DL models in production
  - Model testing
  - Real-time inference
  - Seamless transition to new models
- A/B Testing of DL models

#### Infrastructure Overview





# Thank you! Konstantinos Bitsakos kb@vaix.ai