Classification of Products in Retail using Partially Abbreviated Product Names Only

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Abstract: The management of product data in ERP systems is a big challenge for most retail companies. The reason lies in the large amount of data and its complexity. There are companies having millions of product data records. Sometimes more than one thousand data records are created daily. Because data entry and maintenance processes are linked with considerable manual effort, costs - both in time and money - for data management are high. In many systems, the product name and product category must be specified before the product data can be entered manually. Based on the product category many default values are proposed to simplify the manual data entry process. Consequently, classification is essential for error-free and efficient data entry. In this paper, we show how to classify products automatically and compare different machine learning approaches to this end. In order to minimize the effort for the manual data entry and due to the severely limited length of the product name field the classification algorithms are based on shortened names of the products. In particular, we analyse the benefits of different pre-processing strategies and compare the quality of classification models on different hierarchy levels. Our results show that, even in this special case, machine learning can considerably simplify the process of data input.

1 INTRODUCTION

Product data is of central importance in retail companies. A product data record in an enterprise resource planning (ERP) system consists of a large number of descriptive and process-controlling attributes. There are companies having millions of product data records. Sometimes more than one thousand data records are created daily. Hence, the management of product data is associated with considerable effort and high costs and many companies do research for automating the data entry and maintenance.

An essential step in the entry of product data in every ERP system - like in SAP for Retail for example - is the classification of the product which assigns the product to a product category. Correct classification has a decisive influence on data quality, the execution of follow-up business processes and on a seamless data exchange between business partners. There may even be health risks if a food product is misclassified in a group containing no allergens when in fact it does for example.

In addition, many attributes of a product depend on its product category. Food products differ in many attributes from electronic devices, clothing from music instruments and beverages from body care products. Hence, it is of utmost importance to know the membership of a product to a specific category at the time of data entry. The very first step in this process is entering the product name, which is often abbreviated due to system limitations to a certain number of characters. Predicting the product classification at this step is a crucial time and cost saving task. In our application scenario the classification is done semi-automatically, meaning the user has to confirm the classification proposed by the algorithm.

The categories and the hierarchical relations between them are defined by classification systems. A well-known product classification standard is the Global Product Classification (GPC) described in GS1 (2018). This standard defines a hierarchical classification system consisting of hundreds to thousands of product categories and is often used by retail companies. In many cases standard classification systems coexists with company-
specific ones that have a similar number of categories and hierarchical levels. Consequently, consistent classification is a complex, time-consuming and error-prone task. Wrong product classification reduces data quality causing additional costs as mentioned above. Much research is undertaken to solve this problem using machine learning (Sun (2014), Cevahir (2016), Kozareva (2015)).

The challenge of product data classification has multiple aspects. If a product is created in an ERP-system and is not assigned to a category initially, the user has to decide to which category it should belong to. As explained before, this decision depends on different criteria like the set-up of the classification system in use, the nature of the product or certain business processes. Often, little information is available at the time of data entry. The information available depends on the business processes. In general, however, at least the product name is known. Usually, it is shortened to the number of characters permitted by the system during data entry. The main contribution of our paper is an analysis and discussion of the problem of classifying food products based on short product names using different approaches of machine learning. In our experiments the length of almost all product names is less than 36 characters.

This paper is organised as follows: We start with a brief review of the related work for product classification based on machine learning and explain the differences to the classification problem considered in this paper. Section 3 describes the product data set that we use in our experiments and the structure of the hierarchical Global Product Data Classification (GPC). Subsequently, we present the results of a descriptive analysis of our data set. Section 4 describes our experimental results, introducing the feature engineering and related pre-processing steps performed for the text attributes of our product data set. Then, we describe the experiments for analysing the impact of these pre-processing steps on classification results. Afterwards we compare different machine learning algorithms for multi-class product classification at different hierarchical classification levels. Section 5 summarizes our conclusions and suggests some avenues for further research.

2 RELATED WORK

In the following, we give an overview of current approaches to multi-class product classification. Most algorithms use the name of the products and their description. Sometimes additional text, categorical or numeric attributes or even product images are also considered. A recent and comprehensive comparison of classification algorithms for product data can be found in Chavaltada (2017). A framework for product description classification especially for e-commerce is suggested by Vandic (2018). In Yu (2012) the authors propose to separate the classification of products names from the classification of texts. They focus on the effects of text pre-processing on the classification of categories with less than 100 classes. Stemming and removing stopping words have a negative influence on the classification of product names and should not be used. Bigrams and feature transformation with a polynomial kernel work better for text classification than expected, probably due to the shorter length of product names compared to full texts. A similar problem is investigated by Shankar (2011). Two data sets with 21 and 24 categories of different vendors are classified using naïve Bayes and a bag-of-words model. The analysis of pre-processing steps shows that the removal of stopping words using the Porter stemmer and cleaning punctuation marks result in the biggest positive influence on accuracy. Lower-casing, stemming and the removal of numerals show no or negative influence.

Several classification methods on a UNSPSC-categorised data set of product descriptions are studied by Ding (2002). A naïve approach transforms both the product names and the descriptions of the UNSPSC categories into word vectors and computes the combination with the highest cosine similarity. A hierarchical classification approach using the UNSPSC categories leads to a significantly worse result, contrary to intuition. Cevahir and Murakami (2016) propose a classification model assigning products to one of 28,338 possible categories on a five-tier taxonomy using 172 million Japanese and English product names and descriptions. The model combines deep belief nets, deep auto-encoders and k-Nearest Neighbour-classification (kNN). Yu (2018) also employs a hierarchical taxonomy and Deep Learning. They use fasttext to represent product names with 100-dimensional word embeddings based on bigrams and observe that any pre-processing like stemming, removing stopping words and extracting substantives has a negative impact on the classification results.

An overview of short text classification can be found in Song (2014). The authors state the sparseness of short texts as a main challenge, making them difficult to standardize also due to spelling mistakes and noise. Their definition of short text includes online chat records, mobile short messages
and news titles, all with up to 200 characters and following a certain grammatical and syntactical structure lacking in our product names and thus not applicable to our task. Kozareva (2015) has worked on product classification with Yahoo! product data. They compared several classifiers and 5 kinds of features, and showed that a neural network embedding representation performed best for their data with over 300 categories in their category taxonomy. Chen (2013) uses multi-class-SVM with a cost-sensitive function and 1073 categories from the UNSPSC taxonomy. To predict these categories over one million products with product name, description and manufacturer are utilized. Ha (2016) propose a deep learning-based strategy for product classification utilizing multiple recurrent neural networks (RNNs). Beside product names they use brand, manufacturer and the top level category among other attributes. Their data encompasses more than 94 million products with 4016 low-level categories. The length of product names – which are in Korean characters - is not given in the paper. Sun (2014) suggests an interesting hybrid approach called Chimera. It uses a mixture of crowd outsourced manual classification, machine learning and data quality rules formulated by in-house analysts. They use it to classify several tens of millions of products into more than 5000 categories based on product name, product description and several other attributes.

All these approaches share the assumption that both product names and product descriptions in more or less natural language are available. In our case, the classification has to be computed on very short and partially abbreviated product names without further detailed product descriptions. Consequently, we expect that models based on the exploitation of syntax and structure of natural language like most deep learning approaches are not suited for our task.

### Table 1: GPC Classification Hierarchy Levels.

<table>
<thead>
<tr>
<th>Hierarchy level</th>
<th>Description</th>
<th>Example</th>
</tr>
</thead>
<tbody>
<tr>
<td>Segment</td>
<td>Industry segmentation or vertical</td>
<td>Food, beverages, clothing</td>
</tr>
<tr>
<td>Family</td>
<td>Broad division of a segment</td>
<td>Milk, butter, cream</td>
</tr>
<tr>
<td>Class</td>
<td>Group of like categories</td>
<td>Milk, Milk substitutes</td>
</tr>
<tr>
<td>Brick</td>
<td>Categories of like products</td>
<td>Milk (perishables)</td>
</tr>
</tbody>
</table>

3 PRODUCT DATA SET

3.1 Product Data Specification

Product data is modelled in different ways. Generally, a product is uniquely identified by its product ID and assigned to a product category of a multi-level hierarchy. Furthermore, there are many additional descriptive and process-related attributes. Mostly, product attributes are classified in ERP systems thematically. The basic data record of a product includes the product description, packaging units, dimensions, volumes, gross and net weights, hazardous substance codes etc. Logistic data include safety stock, service level, delivery time, etc. Purchasing and sales data include prices, minimum order quantities, delivery periods etc. These product attributes are referenced by many processes in purchasing, material requirements planning, inventory management and sales. The attributes that have to be maintained for a specific product item depend on its category mainly.

Usually the classification of the product has to be done before the attribute of a specific product can be maintained. Especially in case of a manual data entry process the classification of a product should be done based on a minimal data input, e.g. the product name.

For that reason, we investigate different classification algorithms based on the product name as a single feature.

3.2 Global Product Classification

Besides company-specific classification systems there are general standards for product classification like eCl@ss, UNSPSC or eOTD as described by Hepp (2007). One such standard is the Global Product Classification (GPC) which is maintained by the GS1 organization. It is used by 60,000 German companies and over 1.5 million companies world-wide. GPC is four-layer hierarchy consisting of segment, family, class and brick codes to describe products as shown in Table 1. Every product can be assigned to exactly one brick which is uniquely identified by an 8 digit brick code. A brick identifies a category incorporating products “that serve a common purpose, are of a similar form and material, and share the same set of category attributes” (GS (2018)). The product Farmer Milk 1,5% for example is assigned the brick Milk (Perishable) with code 10000025. This brick is situated in the GPC hierarchy below the class Milk/Milk Substitutes which in turn is filed under the family Milk/Butter/Cream/Yogurts/Cheese/Eggs/
Table 2: Descriptive analysis of product name and tokens.

<table>
<thead>
<tr>
<th></th>
<th>Min</th>
<th>Q0.25</th>
<th>Median</th>
<th>Q0.75</th>
<th>Max</th>
<th>Mean</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tokens per product name</td>
<td>1</td>
<td>3</td>
<td>4</td>
<td>5</td>
<td>18</td>
<td>4.42</td>
</tr>
<tr>
<td>Product name length</td>
<td>4</td>
<td>24</td>
<td>28</td>
<td>31</td>
<td>61</td>
<td>27.74</td>
</tr>
<tr>
<td>Token length</td>
<td>1</td>
<td>4</td>
<td>6</td>
<td>9</td>
<td>30</td>
<td>6.74</td>
</tr>
</tbody>
</table>

Substitutes in the segment Milk/Butter/Cream/Yogurts/Cheese/Eggs/Substitutes.

The GPC hierarchy and its underlying logic are intended to be conclusive and comprehensive. All products of the supply chain should be covered and the hierarchy should be as balanced as possible. In the brick category, products which can be described by the same attribute, are grouped by their physical nature. Their intended use should not be a grouping criterion. Their naming follows standardised conventions and definitions are formulated comprehensively. The GPC system in version 2018 consists of 38 different segments, 118 families, 823 classes and 4226 bricks. The bricks themselves may also have attributes in the GPC specification, but these are not considered in this paper.

3.3 Data Set Statistics

The data set we tested our algorithms on was provided by a major German retail company with over 1000 stores throughout the country. It only contains products from the food sector with product name and additional textual and numeric attributes as well as the corresponding Global Product codes (GPC). Of further interest is the product brand which is given for 9.8% of the data and the product description - a much more detailed and longer version of the product name - which is maintained for 21.3% of the data. This information is only used to generate a normalization dictionary as described in section 4.1, though. Prior to classification we conducted an explorative data analysis to determine necessary pre-processing steps. Our data set consists of product names with a length of 4 to 61 characters, as depicted in Figure 1. Most of the names encompass 20 to 36 characters with only a few deviant names with more. In our experiments we assume the separator symbols in our data set to be spaces. Splitting the product name into separate tokens, we see that most product names are made of 2 to 7 tokens, as shown in Figure 2. This suggests that each product name is built of only a few words. Figure 3 depicts the distribution of the token length in characters. It varies between 1 and 30 characters with a typical length of 2 to 9 characters. Abbreviations are determined heuristically by using dots as signifiers. A representative sampling of our data set has shown this to be a sensible approach. As a result 21% of all product names contain one abbreviation. The nature of our product names means that there is no natural language as such to process, only agglomerations of partially abbreviated nouns without syntax or grammar. Therefore we assume that algorithms which...
heavily exploit the structure of natural language as occurring in coherent sentences - like most deep learning approaches - are not suited to our data. The available data set exhibits an unbalanced distribution of products to categories, as can be seen in detail in Figure 3 and Table 3. Very small categories like *Nuts/Seeds – Unprepared/Unprocessed (Perishable)* with only 36 products are therefore excluded from classification, because the probability of predicting them correctly is tiny due to the miniscule amount of corresponding training data. A category is excluded if it contains less than 0.1% of the entries of the biggest category - in our data set 48 products. The choice of the 0.1% threshold was chosen based on the goal to exclude as few categories as possible with as few products as possible. This leads to the exclusion of 3 GPC families containing only 82 of the entire 144,000 products of the data set and is thus of no significant concern.

## 4 EXPERIMENTS

First, we introduce pre-processing algorithms and text representations (4.1) as well as the metrics and classification algorithms (4.2) we use in the subsequent experiments. We investigate the impact of

![Figure 3: Number of products per family level in final data set.](image)

![Table 3: Product to hierarchy level distribution in final data set.](table)

<table>
<thead>
<tr>
<th>Level</th>
<th>Categories</th>
<th>Test data</th>
<th>Training data</th>
</tr>
</thead>
<tbody>
<tr>
<td>Family</td>
<td>19</td>
<td>9930</td>
<td>134256</td>
</tr>
<tr>
<td>Class</td>
<td>72</td>
<td>10008</td>
<td>134067</td>
</tr>
<tr>
<td>Brick</td>
<td>245</td>
<td>9829</td>
<td>133728</td>
</tr>
</tbody>
</table>

![Table 4: Final data set size.](table)
Table 5: Used machine learning algorithms and hyper-parameter settings.

<table>
<thead>
<tr>
<th>Algorithm</th>
<th>Parameter 1</th>
<th>Parameter 2</th>
<th>Parameter 3</th>
</tr>
</thead>
<tbody>
<tr>
<td>Naïve Bayes</td>
<td>alpha = 0.1</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Single-Layer Perceptron</td>
<td>alpha = 0.001</td>
<td>max iter = 500</td>
<td>-</td>
</tr>
<tr>
<td>Multi-Layer Perceptron</td>
<td>alpha = 0.001</td>
<td>max iter = 500</td>
<td>layer size = 25</td>
</tr>
<tr>
<td>Logarithmic Regression</td>
<td>alpha = 0.001</td>
<td>max iter = 500</td>
<td>-</td>
</tr>
<tr>
<td>Support Vector Machine</td>
<td>C = 1.0</td>
<td>max iter = 500</td>
<td>-</td>
</tr>
<tr>
<td>Decision Tree</td>
<td>max depth = 1000</td>
<td>max leaf nodes = 1000</td>
<td>-</td>
</tr>
<tr>
<td>Random Forest</td>
<td>max depth = 1000</td>
<td>max leaf nodes = 1000</td>
<td>n estimators = 100</td>
</tr>
</tbody>
</table>

text pre-processing on classification quality (4.3). Then we use these results and classify the product names according to GPC family with different classification algorithms and text-representations (section 4.4). Using the best model we subsequently predict all three hierarchy levels – family, class and brick code (section 4.5).

4.1 Pre-processing and Representation of Text Attributes

The product name and brand contain a high amount of information. It is often intuitively possible to assign a product to the correct category using only its name and brand. The baseline is given by the classification based on product names that are maintained for all data using Naïve Bayes. Texts can be represented in a multitude ways. We compare the bag-of-words representation and the TF-IDF (term frequency - inverse document frequency) developed by Jones (1972) with the Word2vec model by Mikolov (2013) and measure their impact on the classification. The impact of lower casing and the cleaning of interpunctions, numerals, special characters and umlauts is investigated in section 4.3. Using all cleaning steps the short description VEGETBL.M.MIREPOIX 2,5KG ONIO.DCD/-CEL.DCD/CAROT.DCD. is transformed to “vegetable mirepoix kg onio dcd cel dcd carot dcd” for example.

Product names often contain abbreviations as already mentioned. To get a uniform representation a normalisation dictionary based on brand and product descriptions is required. In case of our data set, product descriptions are only available for 21.3% of the products. This means that for the majority of products, no direct correspondences between abbreviated product name and full product description are given. Since most abbreviations are not limited to a single product, normalisation is still possible, though. A simple approach is to assign the full brand name to each abbreviated token or to search for a corresponding description in the product description and use this pair as a dictionary entry. Depending on the specific abbreviation, multiple meanings are possible, though. The common German abbreviation gem. can represent gemahlen (ground), gemischt (mixed), Gemenge (mixture) or Gemüse (vegetables) for example. In order to differentiate between these cases, the context of the abbreviation has to be included. We implemented a method using 3-grams to create the normalisation dictionary automatically. The result contains 24.807 entries with 6.666 normalisations.

4.2 Metrics and Algorithms

In the case of imbalanced classes in a classification problem, special consideration has to be given to the choice of meaningful metrics. Accuracy is not a reasonable metric in this case. If there are two classes with a 98% to 2% ratio of members for example, a model predicting the prevalent class in every case would reach an impressive but meaningless accuracy of 98%. Precision, recall and especially the F1 score are better suited in this case. Since we consider a multi-class classification task with several thousand possible classes we compute micro- and macro-averaged metrics and combine them into a weighted metric to measure the results of our algorithms. Micro-averaged methods sum up the individual true positives and true negatives for all different sets and then divide the sum by the total number of samples. This approach weights individual decisions equally, therefore large classes will dominate small ones. Macro-average methods, on the other hand, calculate the metrics separately for each class, and then average them to get a single number. Thus equal weight is given to every class, which measures the effectiveness on small classes. By using weighted metrics we can judge the performance of our algorithms for multi-class classification. We use the implementation of the Python library Scikit-Learn (2019) which defines the weighted metrics as follows:

Be y the set of predicted tuples (label,sample), ŷ the set of true tuples (label,sample), L the set of all
Table 6: Results of classification (feature: product name / label: family code) depending on text pre-processing strategies, Naïve Bayes (NB), CV x5.

<table>
<thead>
<tr>
<th>Pre-processing algorithm</th>
<th>PrWg</th>
<th>PrMa</th>
<th>ReWg</th>
<th>ReMa</th>
<th>F1Ma</th>
<th>F1Wg</th>
<th>F1Ma</th>
</tr>
</thead>
<tbody>
<tr>
<td>no text pre-processing</td>
<td>0.918</td>
<td>0.766</td>
<td>0.920</td>
<td>0.627</td>
<td>0.920</td>
<td>0.918</td>
<td>0.656</td>
</tr>
<tr>
<td>conversion to lowercase</td>
<td>0.921</td>
<td>0.770</td>
<td>0.923</td>
<td>0.631</td>
<td>0.923</td>
<td>0.920</td>
<td>0.659</td>
</tr>
<tr>
<td>removal special</td>
<td>0.919</td>
<td>0.768</td>
<td>0.920</td>
<td>0.629</td>
<td>0.920</td>
<td>0.918</td>
<td>0.658</td>
</tr>
<tr>
<td>removal numerals</td>
<td>0.916</td>
<td>0.761</td>
<td>0.918</td>
<td>0.629</td>
<td>0.918</td>
<td>0.915</td>
<td>0.658</td>
</tr>
<tr>
<td>lowercase removal special</td>
<td>0.921</td>
<td>0.771</td>
<td>0.923</td>
<td>0.634</td>
<td>0.923</td>
<td>0.921</td>
<td>0.661</td>
</tr>
<tr>
<td>lowercase removal special umlauts</td>
<td>0.921</td>
<td>0.768</td>
<td>0.923</td>
<td>0.634</td>
<td>0.923</td>
<td>0.921</td>
<td>0.661</td>
</tr>
<tr>
<td>lowercase removal non letters</td>
<td>0.919</td>
<td>0.767</td>
<td>0.921</td>
<td>0.633</td>
<td>0.921</td>
<td>0.919</td>
<td>0.659</td>
</tr>
<tr>
<td>lowercase removal non letters+normalize</td>
<td>0.918</td>
<td>0.764</td>
<td>0.919</td>
<td>0.632</td>
<td>0.919</td>
<td>0.917</td>
<td>0.659</td>
</tr>
</tbody>
</table>

The text is represented as a bag-of-words model consisting of unigrams. Metrics are computed on the classification of family code with a Naïve Bayes algorithm using only the product name as a feature. Other classification algorithms were not used because we want to focus on the text pre-processing first in order to reduce the number of possible pre-processing / classification algorithm combinations in the actual experiments to a manageable level. We assume that the results of the pre-processing step analysis with Naïve Bayes are also valid for other classifiers. We consider the following pre-processing algorithms:

- **no_text_preprocessing**: use of the original product names without any changes
- **conversion_to_lowercase**: conversion of all uppercase to lowercase letters
- **removal_specials**: remove all special characters
- **removal_umlauts**: remove all German umlauts
- **removal_numerals**: remove all numerals

Substituting the general metric $M$ with the binary classification problem definition of precision, recall or $F_1$ score leads to weighted versions $Pr_{Wg}$, $Re_{Wg}$ and $F_{1Wg}$ suitable for multi-class classification.

All steps from data pre-processing to the evaluation of the classifiers are implemented in Python 3.6.6. Apart from the usual standard modules several specialized libraries are used: Pandas and NumPy for data processing and Scikit-Learn for the machine learning algorithms. The Scikit-Learn class Pipeline is used as a framework for the classification pipelines. It allows to encapsulate multiple transformers and one estimator in order to run all transformations on both training and test data automatically.

We use several popular easy-to-use classification algorithms for the actual prediction. The baseline standard method is a simple Naïve Bayes estimator (NB) (Maron (1961)). In addition to logistic regression with stochastic gradient descent (SGD_log) (Taddy (2019)), support vector machines (SVM) (Cortes (1995)), a single-layer perceptron (Rosenblatt (1958)) (SLP) and a simple multi-layer perceptron with a hidden layer of 25 neurons (MLP) are tested on the data. Both a basic decision tree (Tree) as well as the ensemble method RandomForest (RandForest) (Ho (1995)) are also used for the classification. The choice of hyper-parameters for each algorithm was optimized using grid search. The resulting parameters are given in Table 5. We set aside 20% of our data set containing a balanced class representation for evaluation purposes and used the remaining data for training and testing to determine the best text pre-processing and classification algorithm combination. All computations were run with five-fold cross-validation (CV x5) using a stratified k-fold strategy after prior shuffling (Kohavi (1995)). Tests with finer partitioning did not improve the results significantly, increasing computation time only.

### 4.3 Impact of Text Pre-Processing on Classification

In order to determine the best text pre-processing strategy, several options and combinations thereof are compared. A useful overview can be found in Song (2005) or Uysal (2014). A common feature of text pre-processing is the removal of stop-words. Since our data does not consist of grammatically correct sentences but only of names, stop-words are not present and thus not considered. Likewise pre-processing by stemming (Porter (1980)) is not applicable since no inflected verbs are contained in the data and many words are already abbreviated.

The text is represented as a bag-of-words model consisting of unigrams. Metrics are computed on the classification of family code with a Naïve Bayes algorithm using only the product name as a feature. Other classification algorithms were not used because we want to focus on the text pre-processing first in order to reduce the number of possible pre-processing / classification algorithm combinations in the actual experiments to a manageable level. We assume that the results of the pre-processing step analysis with Naïve Bayes are also valid for other classifiers.
- **lowercase_removal_specials_umlauts**: lowercase and remove of all special characters and umlauts
- **lowercase_removal_non_letters**: lowercase and remove of all non letters including umlauts
- **lowercase_removal_non_letters/normalize**: a more sophisticated pre-processing strategy implementing the normalization dictionary introduced in section 4.1

Our baseline is using the original product names without any changes. The best values for each metric are highlighted in bold script. The results in Table 6 show almost no difference in quality regarding pre-processing. Removing special characters (and umlauts) combined with the conversion to lowercase letters returns the highest weighted $F_1$ score of 0.921. Normalization even minimally worsens the results compared to the baseline approach without pre-processing. This can probably be explained by our heuristic normalization procedure and the quality of the normalization dictionary that was generated automatically. Adding more entries and checking them manually could improve the results but would require considerable effort due to the very large amount of possible abbreviations and varities thereof. The normalization method also eliminates numerals which has a detrimental effect on the classification quality. Hence, in the following experiments we make no use of the normalization procedure. Of note is the much lower macro $F_1$ score in comparison with the weighted $F_1$ score. This is caused by the imbalance of the data set which causes small categories with only a few products to be predicted less successfully than large categories containing many products. Experiments in sections 4.4 and 4.5 confirm this discrepancy.

### 4.4 Evaluation of Classification Algorithms

To determine the best text representation method the bag-of-words (BoW) model is compared to the TF-IDF representation and the Word2vec (Mikolov, 2013) embedding. Different parameters were used for all three text representations. For bag-of-words and TD-IDF n-grams from (1,2) – using 1- and 2-grams - to (4,4) – using only 4-grams - were investigated. Regarding the distribution of tokens in Figure 1 with a typical token amount of at most 6 for the majority of products, we deemed 4-grams to be a reasonable upper limit. For the Word2vec representation we used dimensions 100, 200 and 300. Mikolov (2013) compared 50, 100, 300 and 600 and found only a very small difference between using 300 and 600 with a data set of 24 million words. Since our data set is significantly smaller we chose to set the upper limit at 300. The data was pre-processed by lower casing and removal of all special characters and umlauts, then classified on family level by different machine learning algorithms, CV x5.

<table>
<thead>
<tr>
<th>Text Representation</th>
<th>Algorithm</th>
<th>$P_{TW}$</th>
<th>$P_{DM}$</th>
<th>$R_{TW}$</th>
<th>$R_{DM}$</th>
<th>$F_{1TW}$</th>
<th>$F_{1DM}$</th>
</tr>
</thead>
<tbody>
<tr>
<td>BoW, ngrams=(1, 2)</td>
<td>NB</td>
<td>0.927</td>
<td><strong>0.829</strong></td>
<td>0.928</td>
<td>0.623</td>
<td>0.928</td>
<td>0.926</td>
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<td>TF-IDF, ngrams=(1, 2)</td>
<td>NB</td>
<td>0.918</td>
<td>0.687</td>
<td>0.920</td>
<td>0.316</td>
<td>0.920</td>
<td>0.913</td>
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<td>NB</td>
<td>0.676</td>
<td>0.385</td>
<td>0.672</td>
<td>0.381</td>
<td>0.672</td>
<td>0.667</td>
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<td>BoW, ngrams=(1, 2)</td>
<td>SLP</td>
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<td>0.657</td>
<td>0.917</td>
<td>0.684</td>
<td>0.917</td>
<td>0.925</td>
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<td>TF-IDF, ngrams=(1, 2)</td>
<td>SLP</td>
<td>0.929</td>
<td>0.709</td>
<td>0.930</td>
<td><strong>0.704</strong></td>
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<td>0.930</td>
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<tr>
<td>Word2vec, dim=300</td>
<td>SLP</td>
<td>0.761</td>
<td>0.523</td>
<td>0.721</td>
<td>0.430</td>
<td>0.721</td>
<td>0.709</td>
</tr>
<tr>
<td>BoW, ngrams=(1, 2)</td>
<td>MLP</td>
<td>0.931</td>
<td>0.800</td>
<td>0.933</td>
<td>0.665</td>
<td>0.933</td>
<td>0.931</td>
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<tr>
<td>TF-IDF, ngrams=(1, 2)</td>
<td>MLP</td>
<td>0.934</td>
<td>0.784</td>
<td>0.936</td>
<td>0.690</td>
<td>0.936</td>
<td>0.934</td>
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<tr>
<td>Word2vec, dim=300</td>
<td>MLP</td>
<td>0.807</td>
<td>0.579</td>
<td>0.813</td>
<td>0.468</td>
<td>0.813</td>
<td>0.806</td>
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<td>BoW, ngrams=(1, 2)</td>
<td>SGD log</td>
<td>0.749</td>
<td>0.474</td>
<td>0.728</td>
<td>0.256</td>
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<td>TF-IDF, ngrams=(1, 2)</td>
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<td>0.449</td>
<td>0.143</td>
<td>0.371</td>
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<td>0.371</td>
<td>0.220</td>
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<td>Word2vec, dim=300</td>
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<td>0.747</td>
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<td>0.757</td>
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<td>0.739</td>
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<tr>
<td>BoW, ngrams=(1, 2)</td>
<td>SVM</td>
<td>0.933</td>
<td>0.797</td>
<td>0.935</td>
<td>0.697</td>
<td><strong>0.938</strong></td>
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<td>SVM</td>
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<td>0.803</td>
<td><strong>0.939</strong></td>
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<td>SVM</td>
<td>0.779</td>
<td>0.609</td>
<td>0.787</td>
<td>0.444</td>
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<td>0.776</td>
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<tr>
<td>BoW, ngrams=(1, 2)</td>
<td>Tree</td>
<td>0.936</td>
<td>0.605</td>
<td>0.938</td>
<td>0.445</td>
<td>0.790</td>
<td>0.937</td>
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<td>0.596</td>
<td>0.938</td>
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<td>0.788</td>
<td>0.936</td>
</tr>
<tr>
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<td>Tree</td>
<td>0.779</td>
<td>0.419</td>
<td>0.791</td>
<td>0.325</td>
<td>0.720</td>
<td>0.780</td>
</tr>
<tr>
<td>BoW, ngrams=(1, 2)</td>
<td>RandForest</td>
<td>0.824</td>
<td>0.621</td>
<td>0.790</td>
<td>0.450</td>
<td>0.833</td>
<td>0.794</td>
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<td>TF-IDF, ngrams=(1,2)</td>
<td>RandForest</td>
<td>0.821</td>
<td>0.625</td>
<td>0.788</td>
<td>0.452</td>
<td>0.830</td>
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<tr>
<td>Word2vec, dim=300</td>
<td>RandForest</td>
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<td>0.581</td>
<td>0.720</td>
<td>0.352</td>
<td>0.784</td>
<td>0.709</td>
</tr>
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</table>

Table 7: Results of classification of products (feature: product name / label: family code) depending on machine learning algorithms, CV x5.
learning algorithms using only the product name as a feature. Entries with null values, meaning without product names, were not present in the data.

The bag-of-words and TF-IDF representation do not differ perceptibly regarding the results. The impact of n-grams is likewise similar for most algorithms. Using intervals (1,2), (1,3) or (1,4) leads to the best results for both bag-of-words and TF-IDF. Omitting unigrams causes a significant reduction of prediction quality, though. To improve readability, only the figures for the n-gram choice of (1,2) giving the best results are displayed in Table 7. In general, the Word2vec embedding is worse than the bag-of-words and TD-IDF. Using higher embedding dimensions increases the classification quality greatly. Again, only the parameter choice of 300 giving the best results is shown to improve readability.

The results show that both linear and decision-tree based models perform better on simpler text representations than on Word2vec. In summary the model with the highest weighted F₁ score of 0.938 uses support vector machine algorithms combined with a TF-IDF model using uni- and bigrams.

### 4.5 Classification on Different Hierarchical Levels

After determining the best text representation strategy in section 4.3 and the highest scoring machine learning algorithm on family level in section 4.4 we now apply the resulting method combination on the lower hierarchy levels class and brick. We use the entire data set for training and testing with five-fold cross validation. Compared to the balanced validation data set used in sections 4.3 and 4.4, the full data set is partially unbalanced regarding the families and classes as shown in figure 3 and table 3.. As can be expected the metrics are decreasing with each hierarchy level as depicted in Table 8. The step from family to class level increases the possible codes from 19 to 72 as can be seen in Table 4, reducing the weighted F₁ score slightly by 0.026. On the lowest level there are 245 brick codes leading to a total decrease of 0.078 from the weighted F₁ score of the family code level.

### 5 DISCUSSION AND OUTLOOK

As our experiments show, our approach leads to a model based on support vector machines which is able to classify the given company data set with weighted F₁ scores of 0.860 on GPC brick, 0.912 on GPC class and 0.938 on family level. Further experiments not reported here have shown that if the top 3 prediction is considered - meaning that the correct GPC code is among the three predictions with the highest confidence - our model can achieve 95% precision on brick level (Allweyer (2019)). For text-based classification a simple learning algorithm (SVM) with text representation (TF-IDF) was found to be better than more complex algorithms and representations. Lowercasing and removing special characters improves the result, while omitting numerals has a detrimental impact. Note that text pre-processing has to be customer-specific, though. Separator and abbreviation symbols may differ or even overlap for other product data thus causing additional challenges. The greatest potential for increasing classification quality lies in using a bigger set of training data. In this paper the data set consists of about 150,000 products with a rather heterogeneous structure which is not much compared to most natural language processing approaches in literature. Special consideration should be paid to balancing categories regarding their member product amount. Extracting attributes from product names using named entity recognition and the impact of their use as additional features is another avenue of research which should be followed. Adding an improved abbreviation dictionary in order to expand abbreviations into full words could also help.

For the embedding of an automated classifier in a retail environment, other factors such as training and test duration, memory demands, maintainability and interpretability are also aspects to consider. In order to provide a reliable and comprehensible software, the classifier should not be used as a black box but rather be integrated in a system containing a reference data base with verified products, a list of known exceptions and special cases and a quality monitor. Another point is the question which level of precision...
the customer requires and whether omitting categories with only a few member products is acceptable. In order to investigate the real-world relevance more closely, we suggest using the model first in a semi-automated process where categories are proposed to the user. Based on the user decisions, the model can then be further optimized and the degree of automation can be increased. Apart from classifying new products, our approach can also be used for reclassification an already classified product data base into a different classification system.

In summary, our results have shown that the classification of food products can be carried out during the initial product data generation step using only the product name. Standard algorithms are capable of achieving satisfying results without the need for hyper-specialized and difficult to optimize models. Our work can be extended to products from other segments like clothing or consumer electronics. Further research is needed to answer the question whether a model covering products from all segments is better than a compartmentalized approach with one separate model for each segment.

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REFERENCES


