

“Algorithmic Bias? A study of the data-based discrimination in the serving of ads in Social Media”

Discussion

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Gender bias in STEM

- **“STEM has a girl problem”**
 - Many recent articles about the gender bias in STEM (CNN, NPR, BBC)
 - Research has found bias in perceptions of applications and test grading
 - Initiatives to try to overcome this – e.g. UK universities piloting a name/gender free application process
- **In this paper the authors consider an “algorithmic bias”**
 - That is even when a campaign is intended to be gender neutral – algorithmic advertising network result in more exposure to men
- **LinkedIn recently had a similar “algorithmic bias” (Seattle Times)**



Field data test in this paper

- **Advertisement to promote careers in STEM on a large social network**

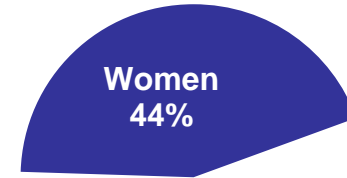


Figure 1: Sample Ad

- **Advertisement was targeted to ages 18-65 (and not by gender)**
 - Mirrored campaign run in 191 countries (target reach of 5,000 unique viewers)
 - Maximum bid for a click was set at \$0.20 for each country
 - Switzerland, the UK, the US and Canada this was increased to \$0.60
 - Collected UN data on different countries

Main results (robust to controls)

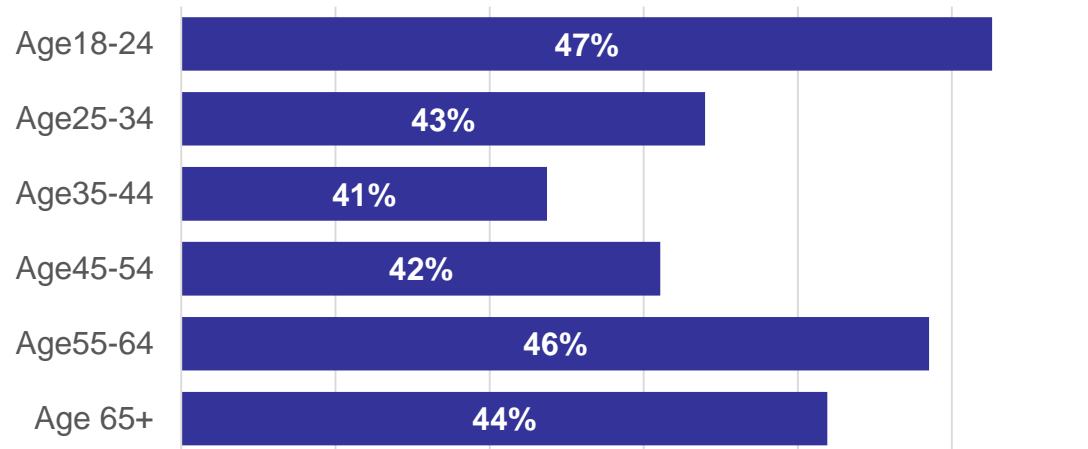
- **Women represent less than 50% of reached audience**



- however they represent 50% of clicks [unlikely to be driven by interest]



- **Difference are largest to 25-44 age group**

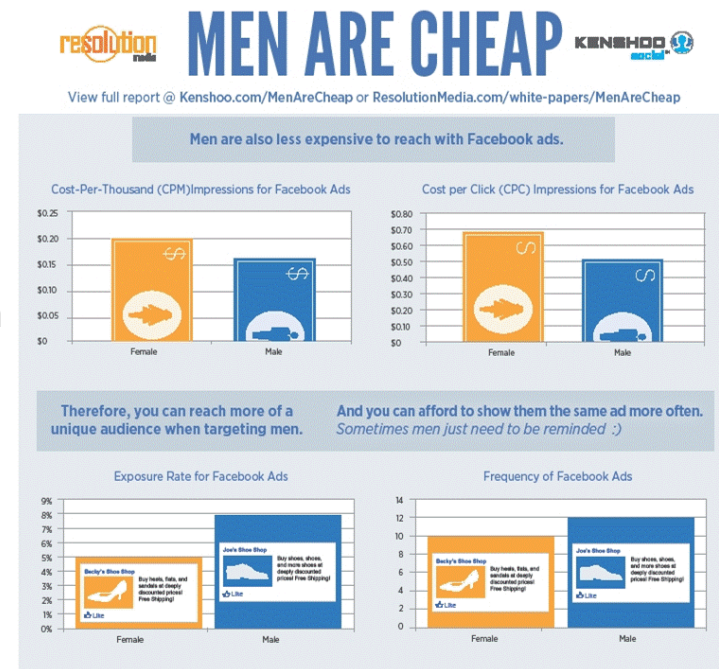


What is causing this “bias”?

- **No significant difference across countries driven by gender-equality**
 - A median split on the UN female labor market, education, gender-equality measure
- **Collect a different dataset on suggested bids on cost per click**
 - In the original field test no difference in average price per click by gender
 - Find that suggested cost per click is about 10c higher for women
 - Report average suggested bid highest for women 25-44
 - “If there are many advertisers aiming towards the same demographics as you, the prices go up and if you’re alone, advertising becomes a lot cheaper. ”
(<http://www.qwaya.com/facebook-advertising-costs>)
- **Why are cost per click higher for women?**
 - Collect a third dataset from a US based retailer
 - Find that women 18-35 are more likely to add an item to their carts conditional on a click or impression

Comments

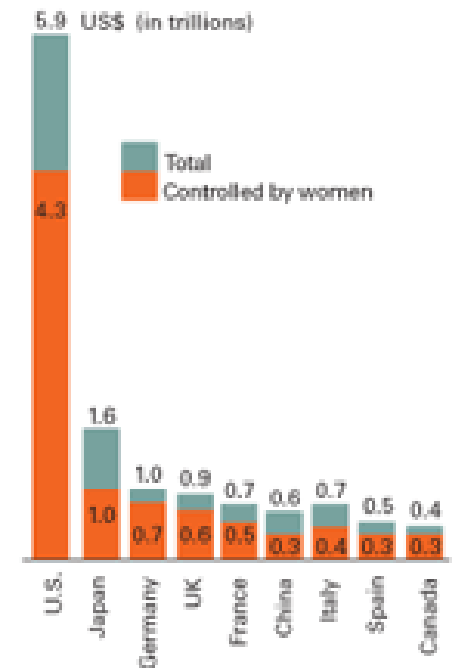
- **Women are significantly less likely to see the advert. is robust and convincing**
 - Driven by fact that women 24-44 appear to be a prized market for advertisers
- **Clean analysis and well written paper**
 - Result apparent in the raw data and robust to controls
 - Great that they collected different dataset to make their points clear
- **Results consistent with:**
 - Advertising suggested price algorithm
 - Public whitepaper
 - Cost per Click/Like/App Install higher for women (<https://adespresso.com/academy/blog/facebook-ads-cost/>)



Other explanations for why women are prized target market

- **Many industry reports suggest women make purchasing decision**
 - “Women Make Up 85% of All Consumer Purchases” (Bloomberg)
 - “Women drive 70-80% of all consumer purchasing” (Forbes)
 - “Sorry, Young Man, You're Not the Most Important Demographic in Tech” (The Atlantic)
- **Are the difference in prices unique to social media?**
 - If this is driven by purchasing power we should find such differences in other advertising channels

Women Control the Lion's Share of Consumer Spending



Source: “The Female Economy”
Silverstein and Sayre, HBR 2009

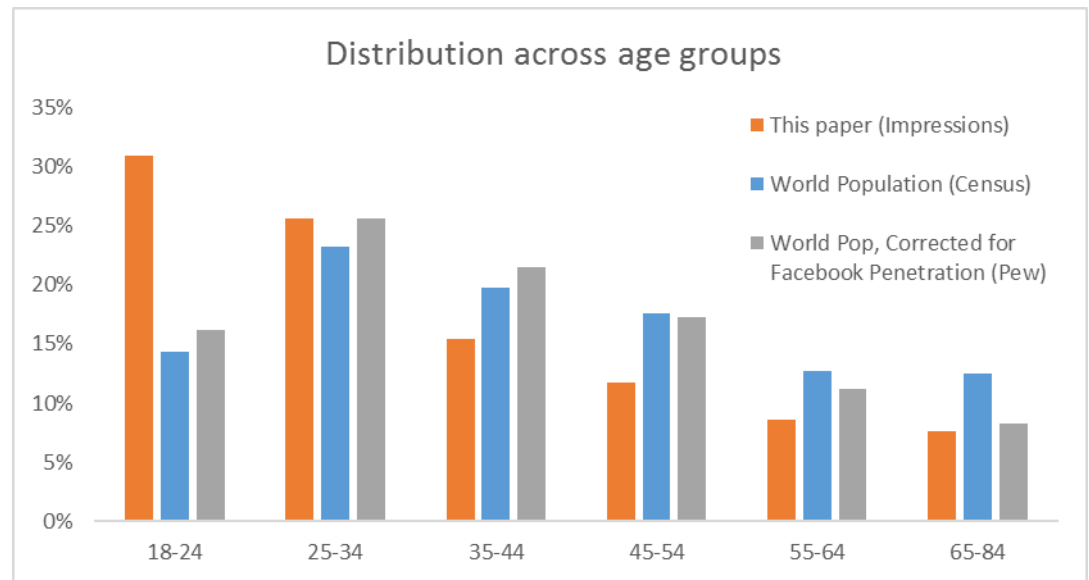
Equilibrium ad-prices cause “data based bias”

- **Consider the variation by country**

- The advertisers had to triple their bids for Switzerland, the UK, the US and Canada due to low responses
- Had they not done this these 4 countries would be under-represented

- **Consider the variation by age-group (aggregating across gender)**

- Over represents 18-24
- Under represents 35+



What we can learn from this study?

- **Advertising Firms**
 - Given the difference in suggested prices perhaps there should be mirrored campaigns by demographic group (men-women, age)
 - This is similar to polling or survey where the population may not be representative
- **Advertising platform**
 - Allow firms to balance across demographics when running a campaign
- **Policy markers**
 - Shows the importance of considering market environment (here the ad network) when considering if a firm is potentially bias
 - What is the role of policy here?
 - Protect privacy from advertising firms?