





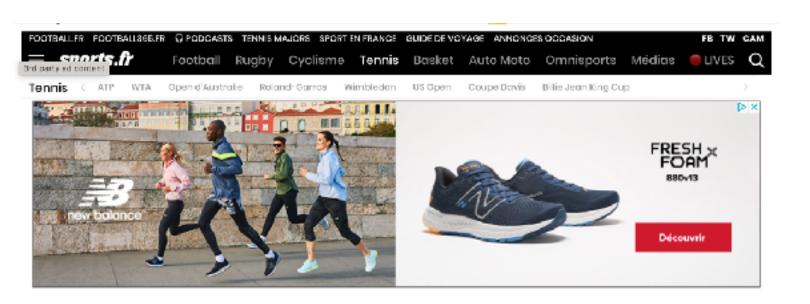




# Influence mechanisms in online advertising and micro-targeting

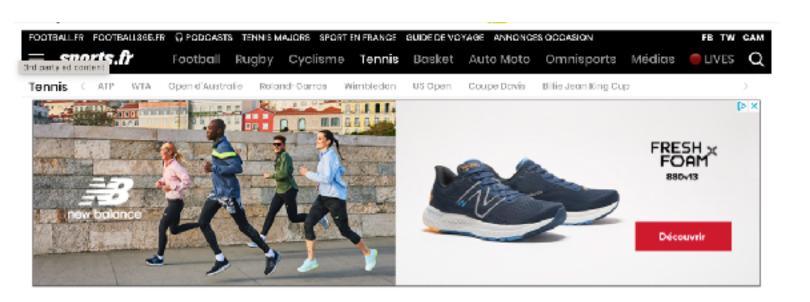
Oana Goga (CR CNRS, Inria CEDAR team, LIX—École Polytechnique)

#### Contextual



Running shoes ad on sports website

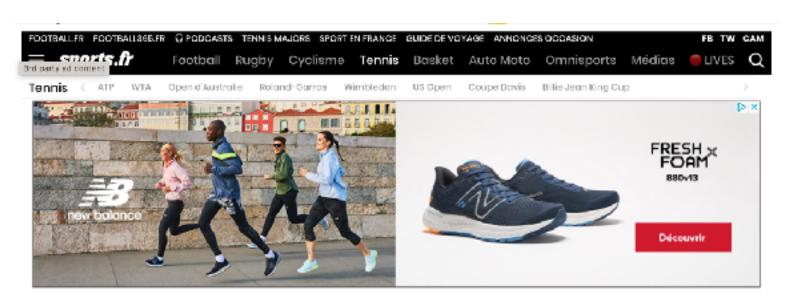
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No user tracking needed

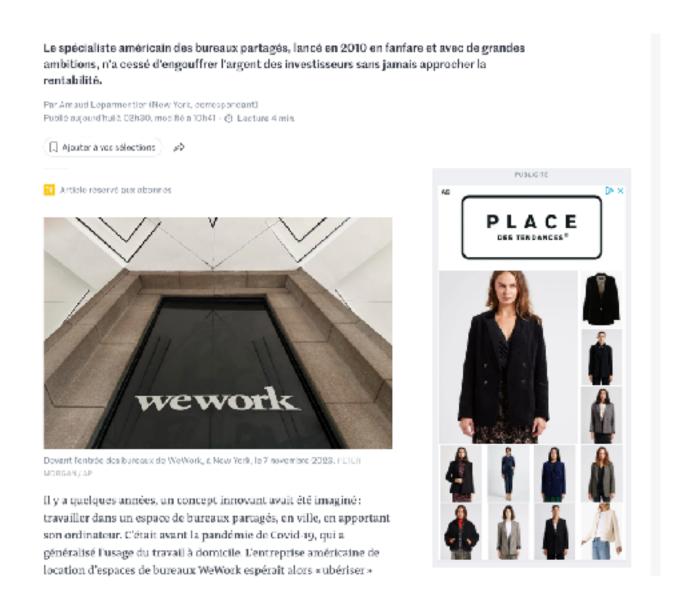
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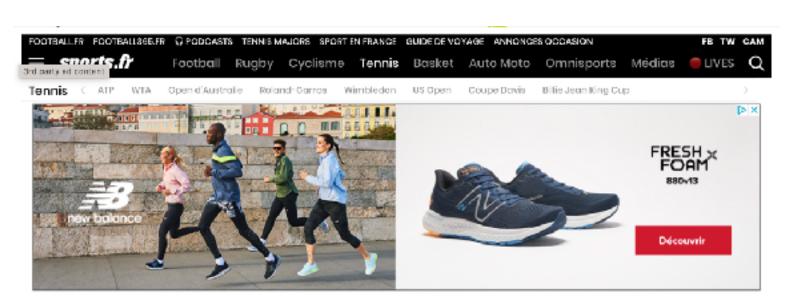
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#### Re-targeting



Blazer ad everywhere on the Internet

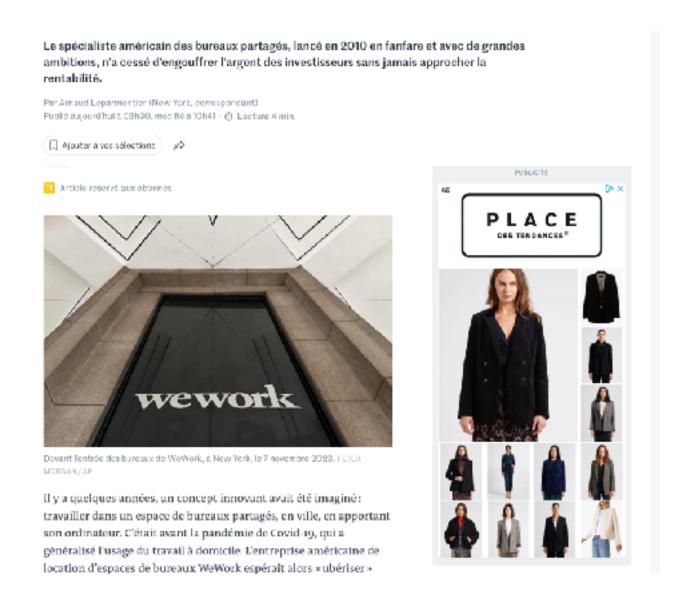
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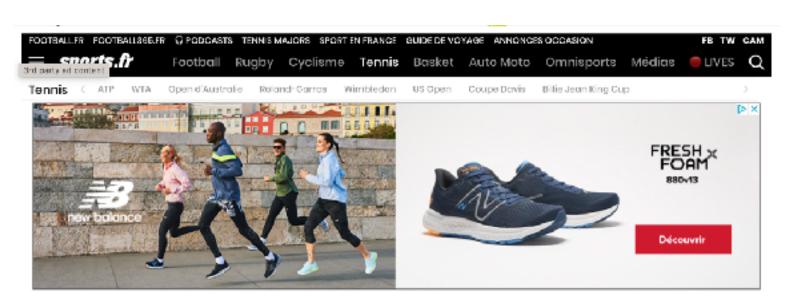
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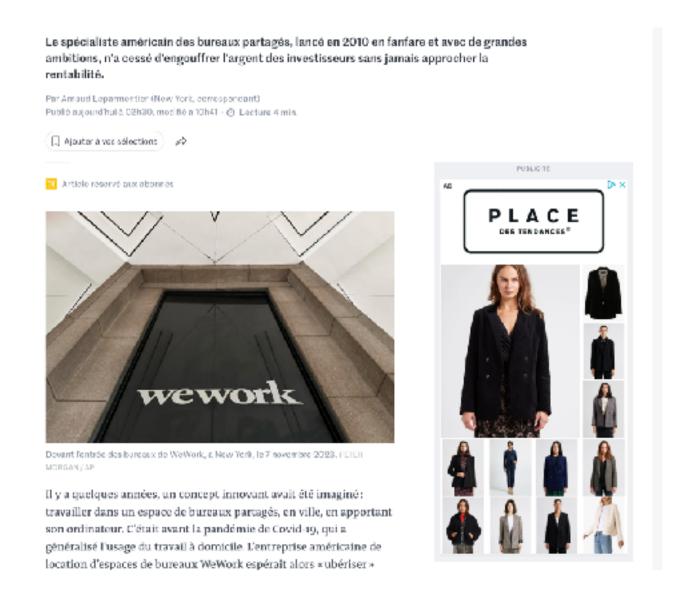
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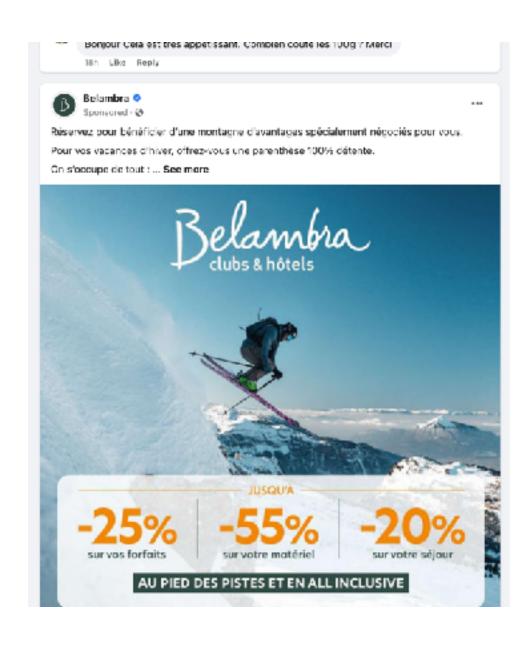
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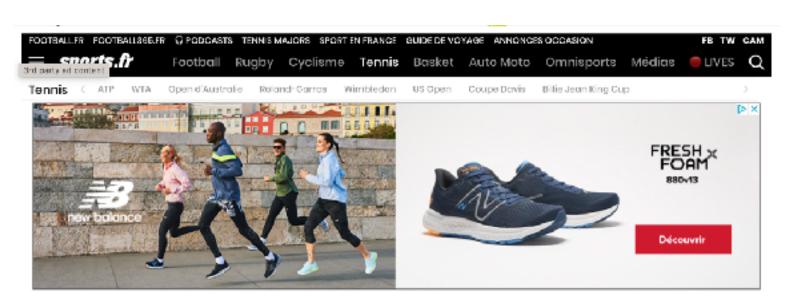
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#### Behavioral/personalized/profiling



Hotel ad because I am interested in a ski holiday

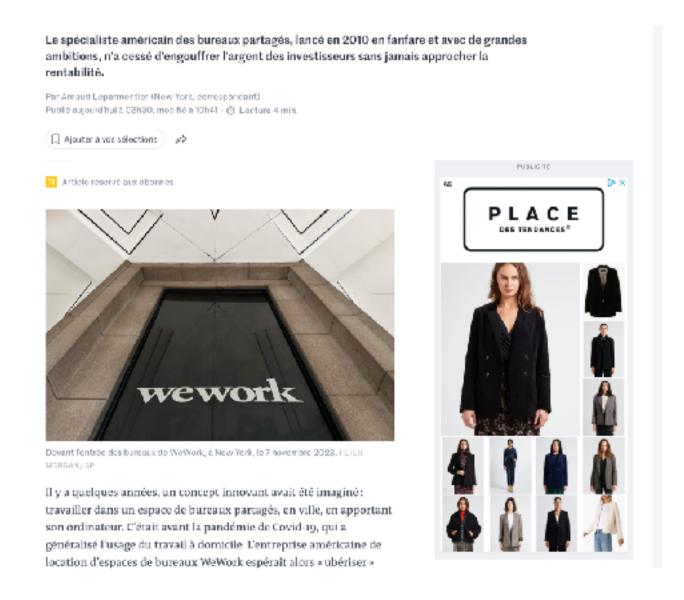
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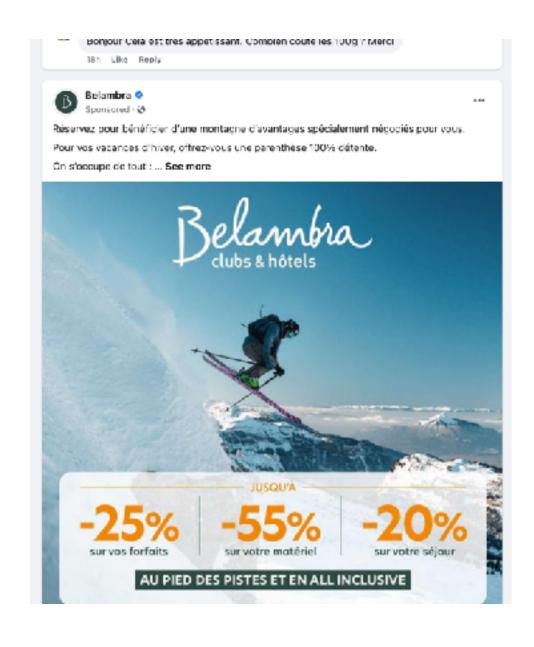
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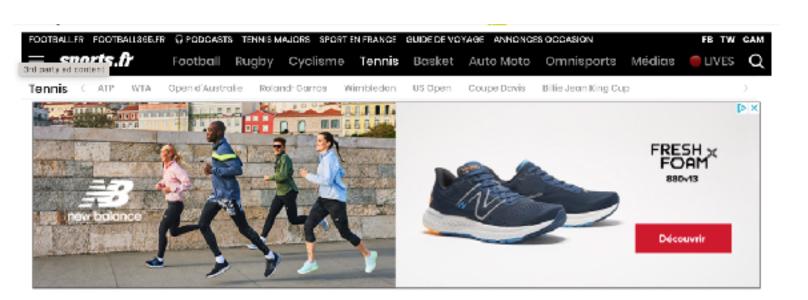
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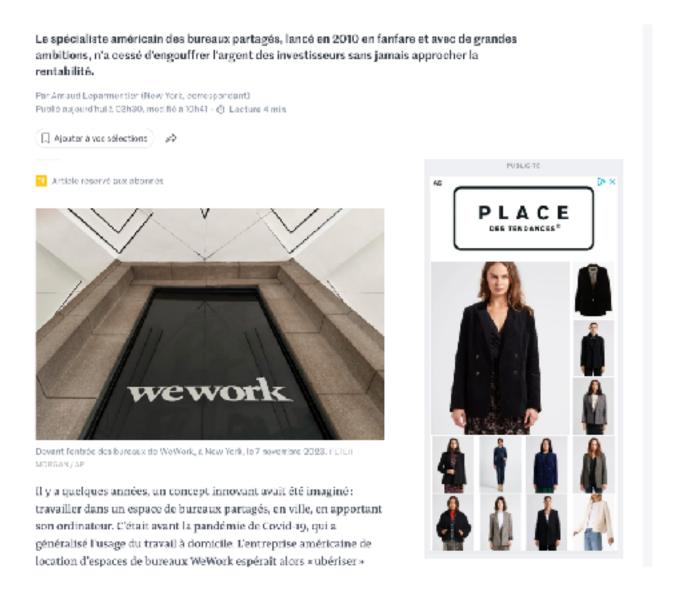
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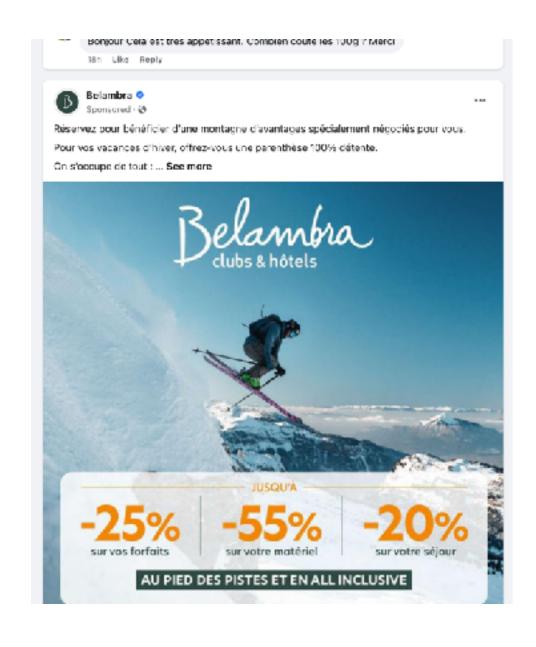
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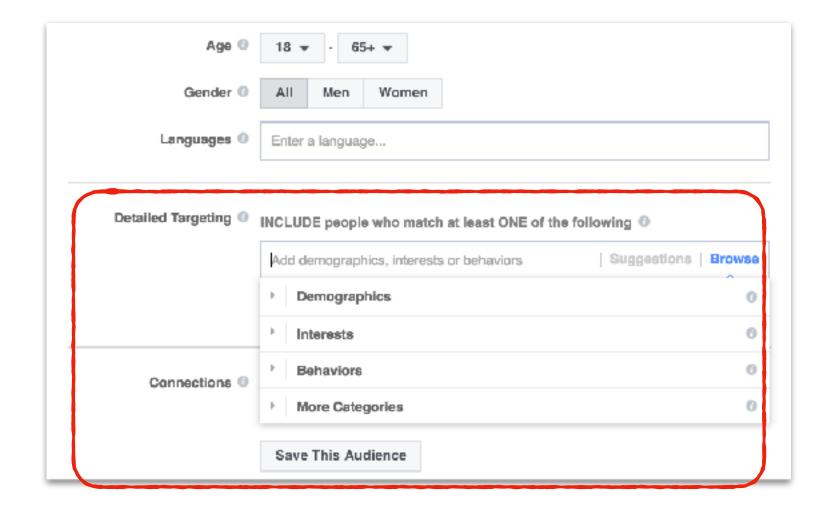
User tracking and user profiling needed

What is generally viewed as micro-targeting



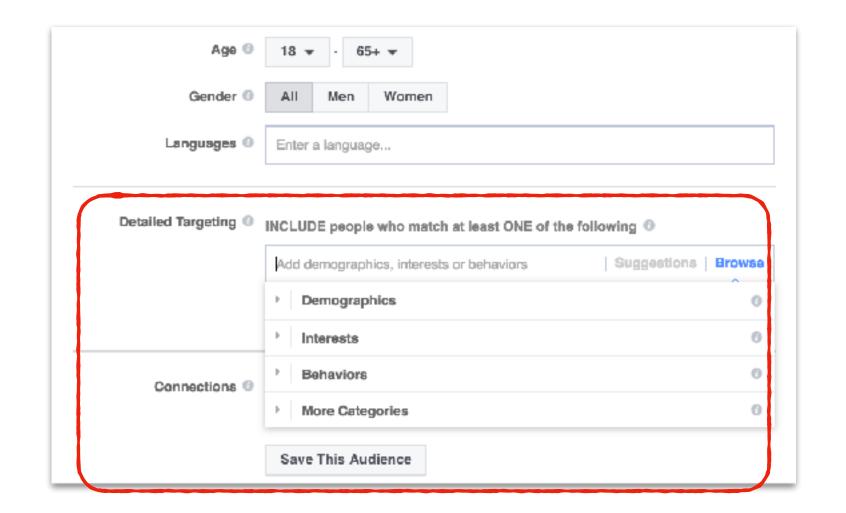
# Mistake 1: Regulate only advertiser-driven microtargeting

#### Advertiser driven micro-targeting



The advertiser specifies the characteristics of its audience

#### Advertiser driven micro-targeting



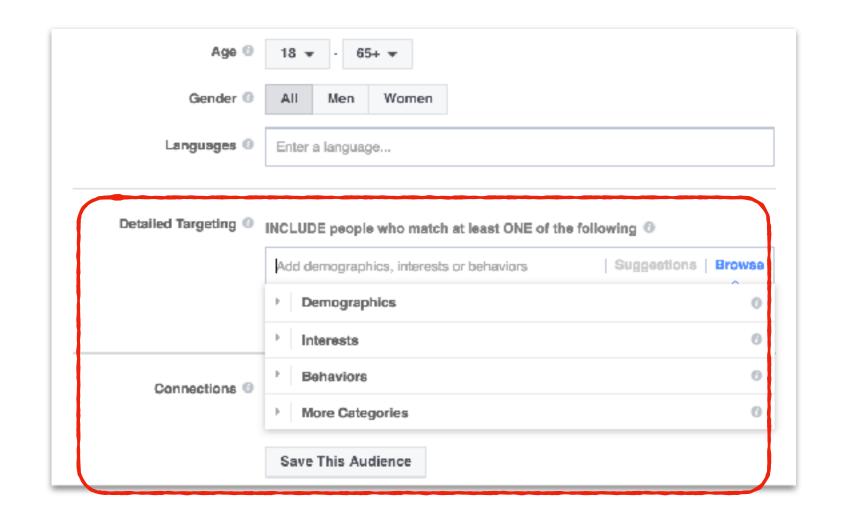
The advertiser specifies the characteristics of its audience

Algorithmic driven micro-targeting/ ad optimization



The advertiser lets the ad platform choose the right audience

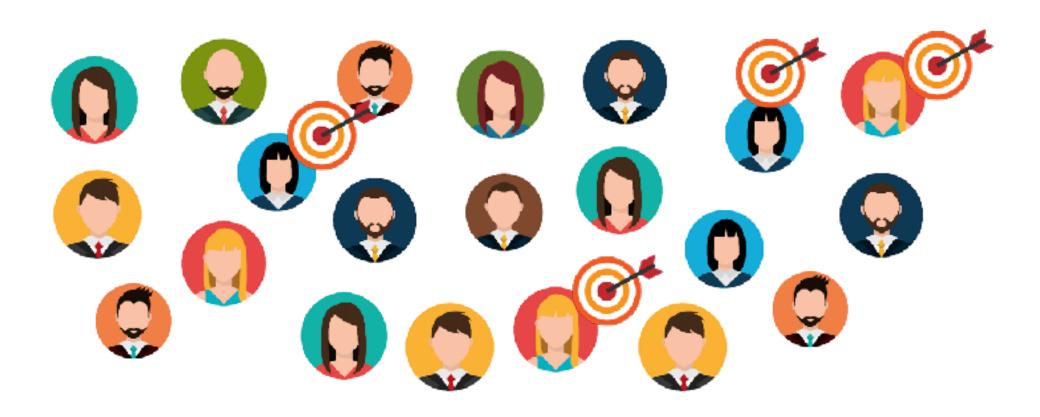
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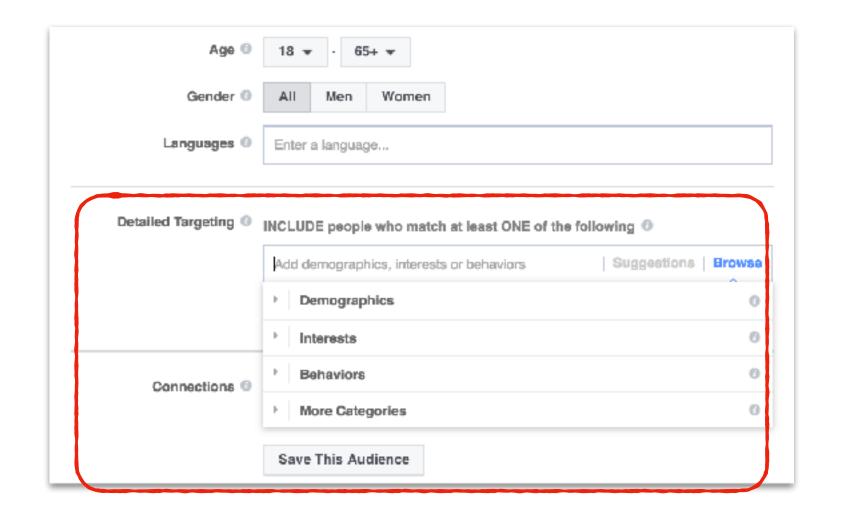
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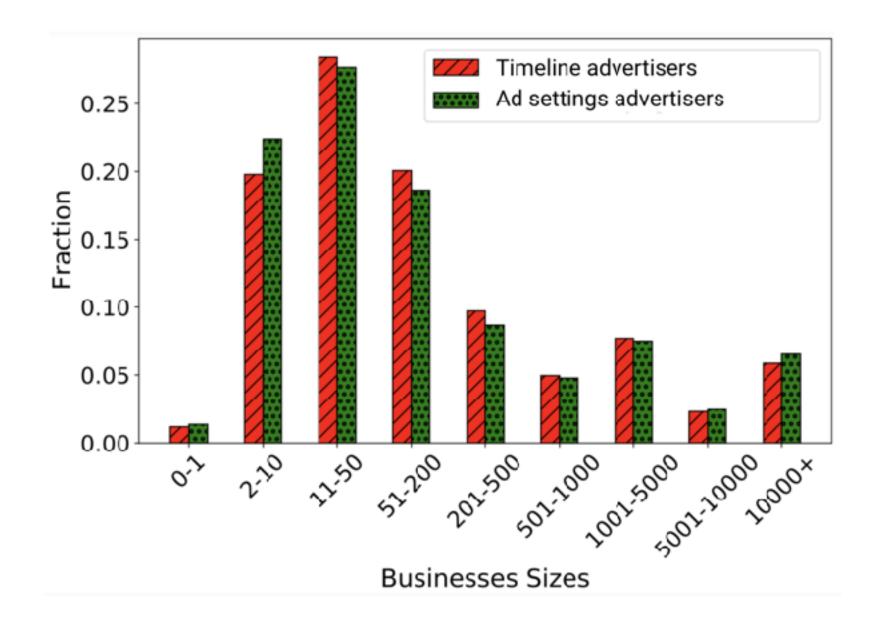
Implicit user profiling

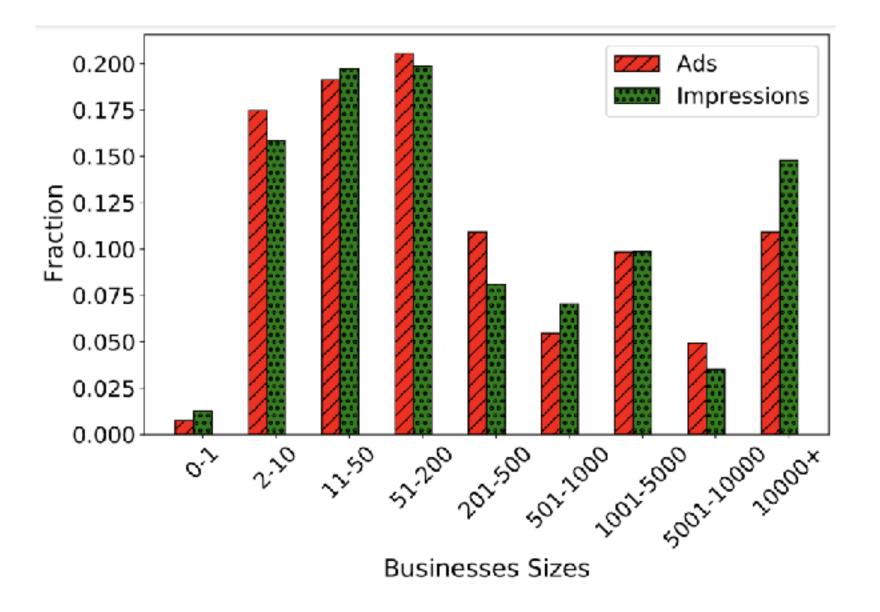
# Options to regulate (political) advertising Considered by the European Commission (2020)

- Ban or restrict micro-targeting
  - But what is the economic impact on the ecosystem?
    - To which extent small and medium-sized businesses use micro-targeting?

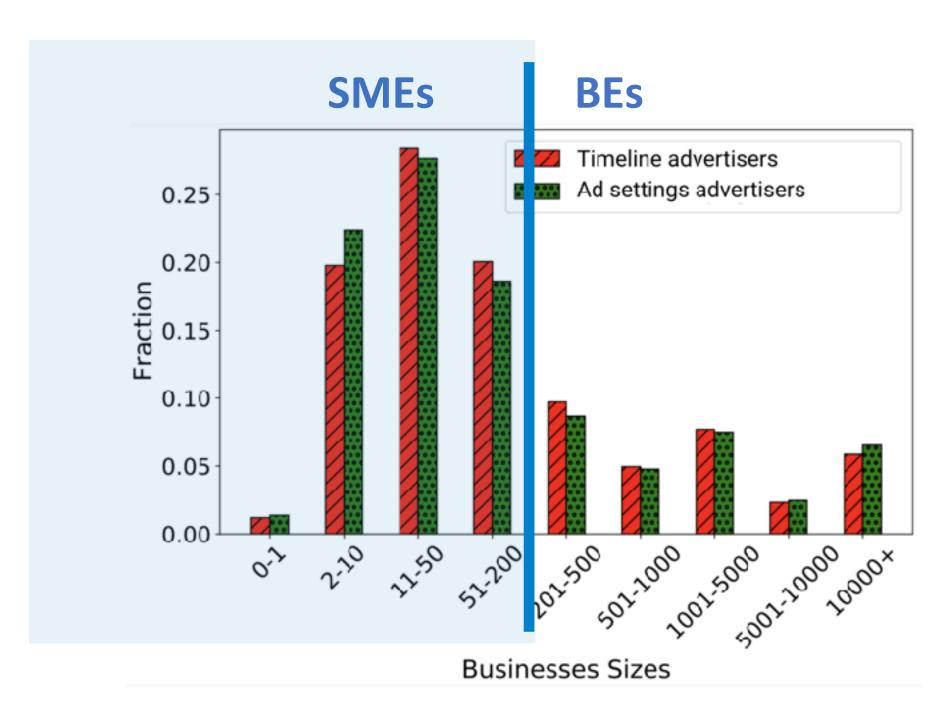
Fraction of advertisers

Fraction of ad impression



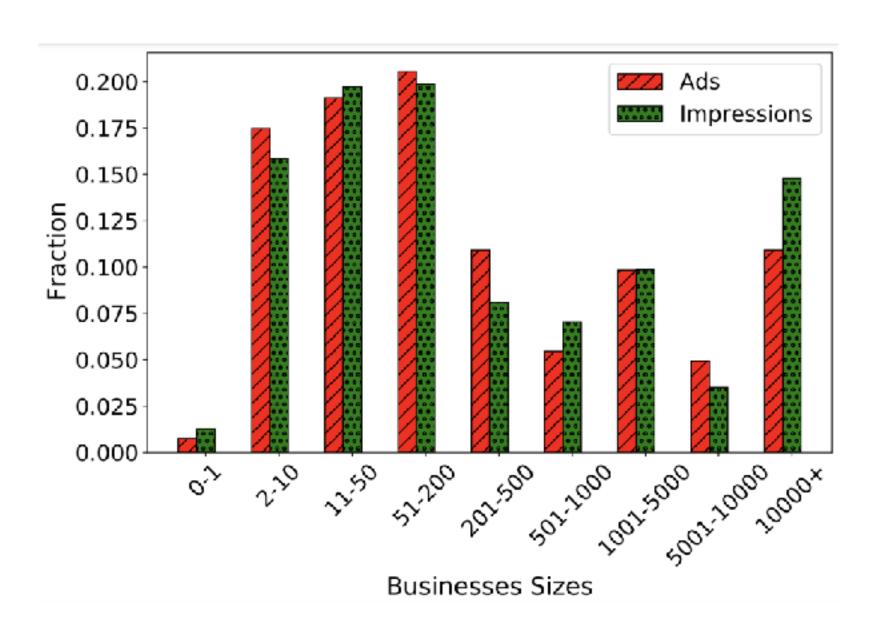


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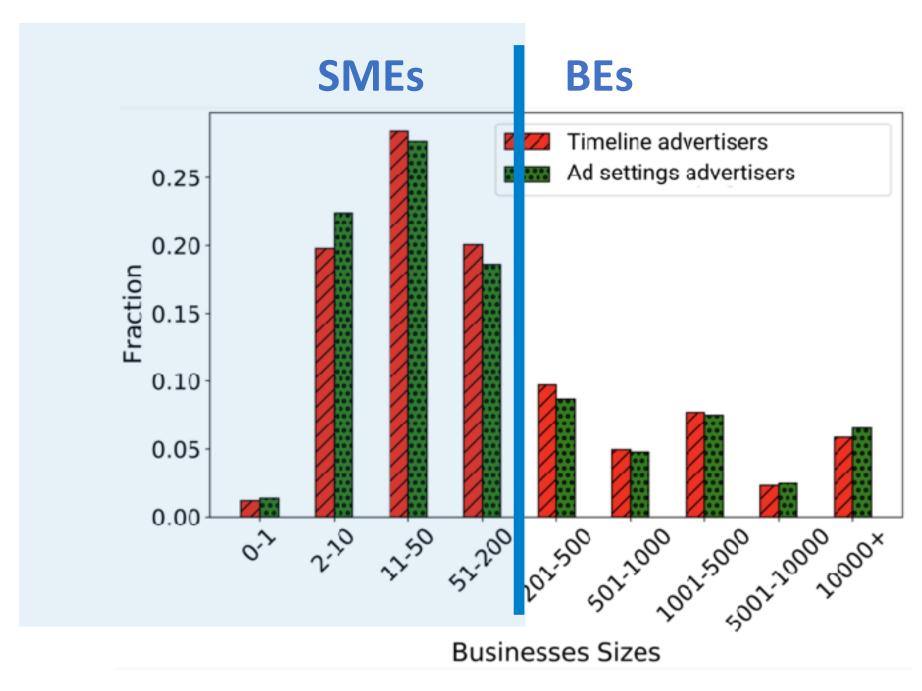


Over 70% of advertisers are SMEs

Fraction of ad impression

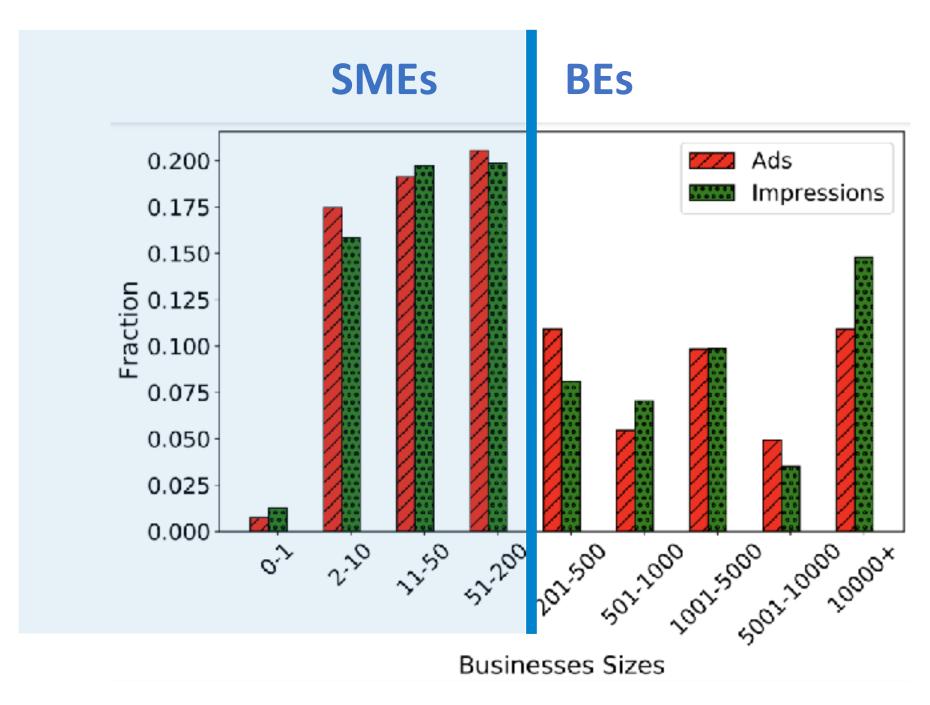


#### Fraction of advertisers



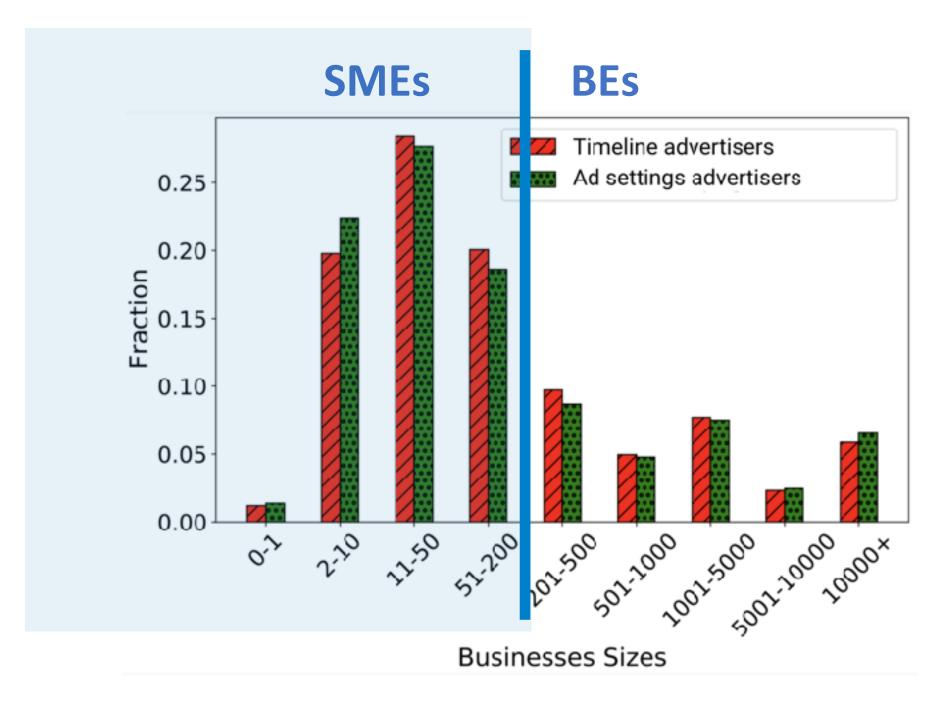
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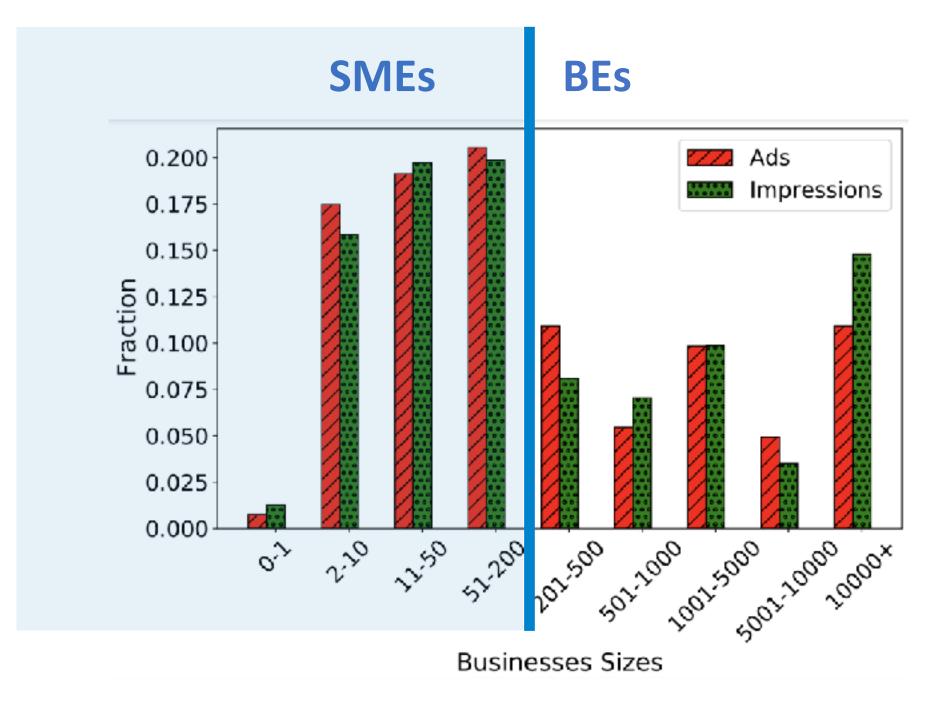
57% of ad impressions are from SMEs

Fraction of advertisers



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Fraction of ad impression



57% of ad impressions are from SMEs

<u>Takeaway</u>: Small and medium sized businesses do account for the majority of advertisers and are responsible for the majority of ad impression

Important to assess the economic impact regulations would had on them

## Do businesses use micro-targeting?

	SME (%)	BE (%)
Advertiser-driven micro- targeting	27.7%	30.5%
Algorithmic-driven micro- targeting	72.3%	69.5%

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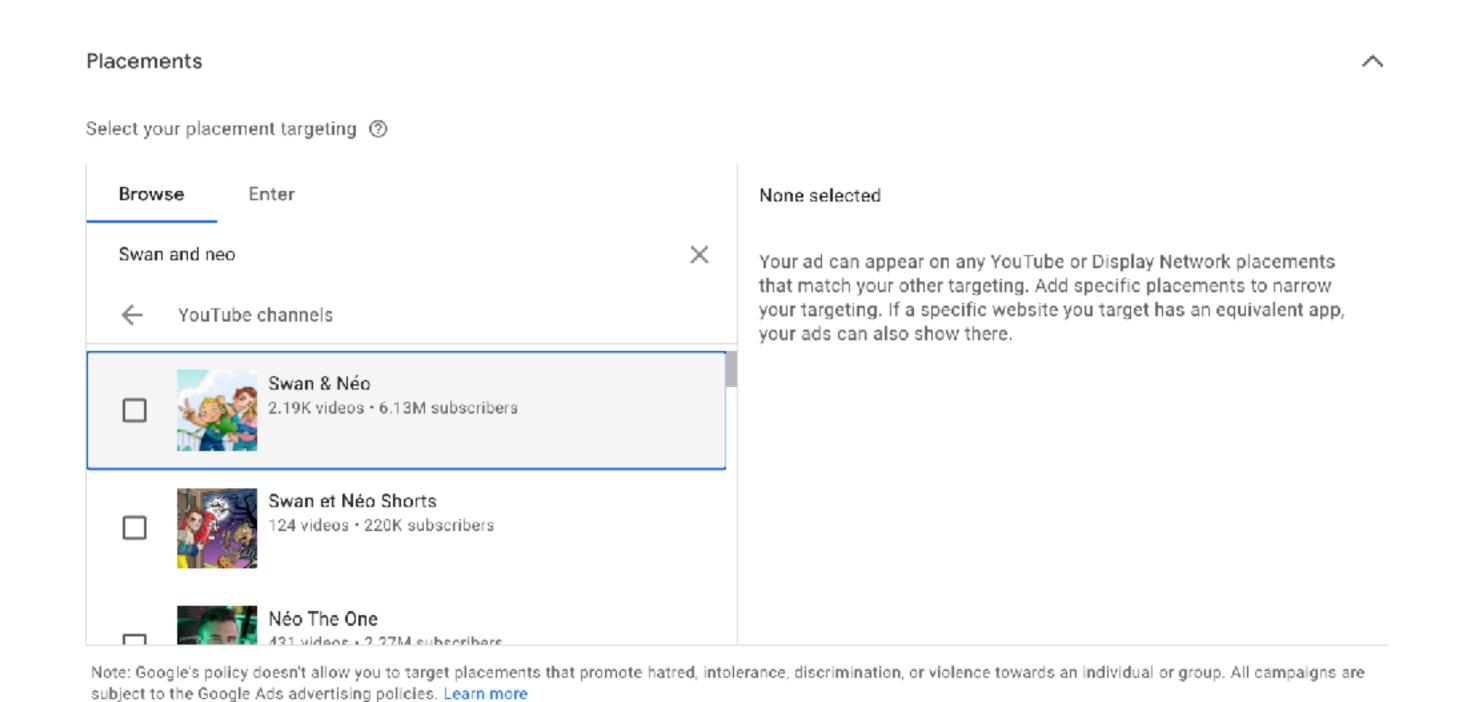
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Takeaway: advertiser driven micro-targeting is being replaced by algorithmic driven micro-targeting

How should we regulate algorithmic driven micro-targeting?

# Mistake 2: Contextual advertising is safe

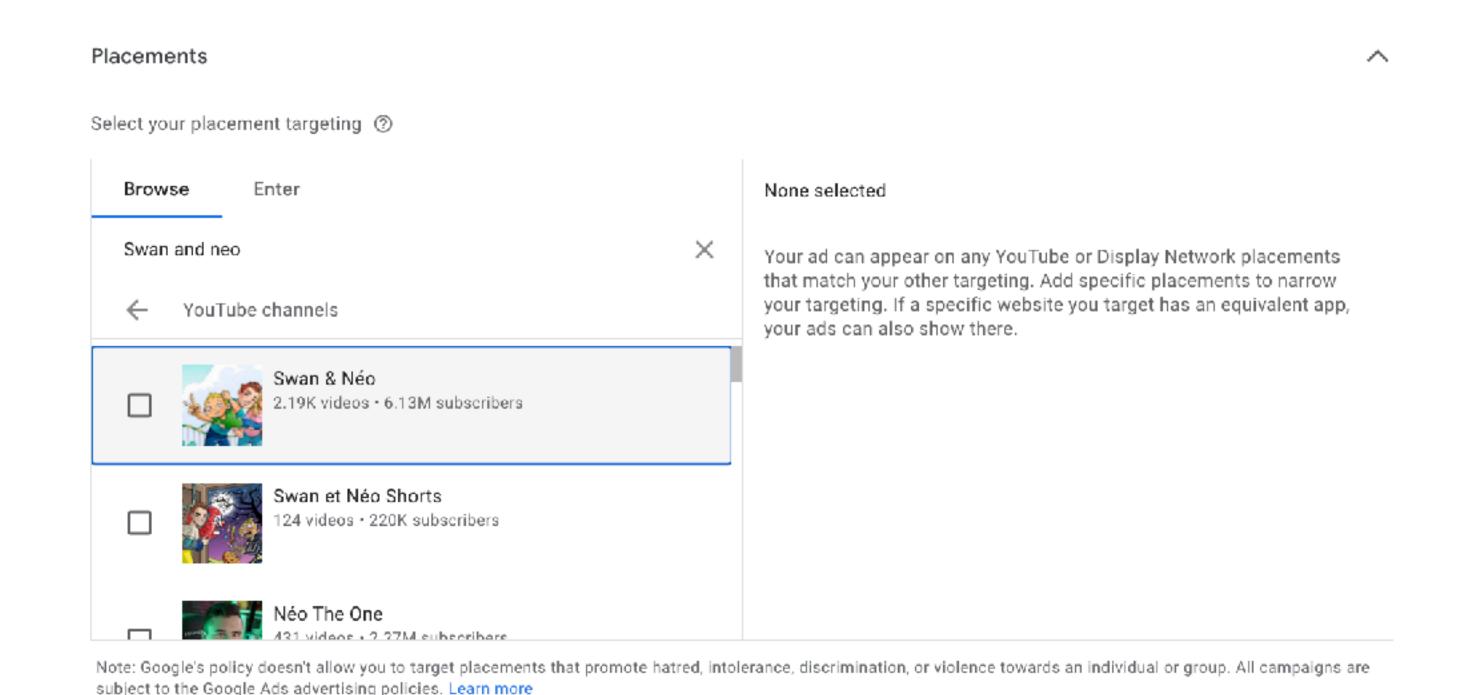
## Can we target children with ads?



YouTube allows advertisers to place ads on precise videos

"Marketing to Children Through Online Targeted Advertising: Targeting Mechanisms and Legal Aspects", Tinhinane Medjkoune, Oana Goga, Juliette Senechal. ACM Conference on Computer and Communications Security (CCS), 2023

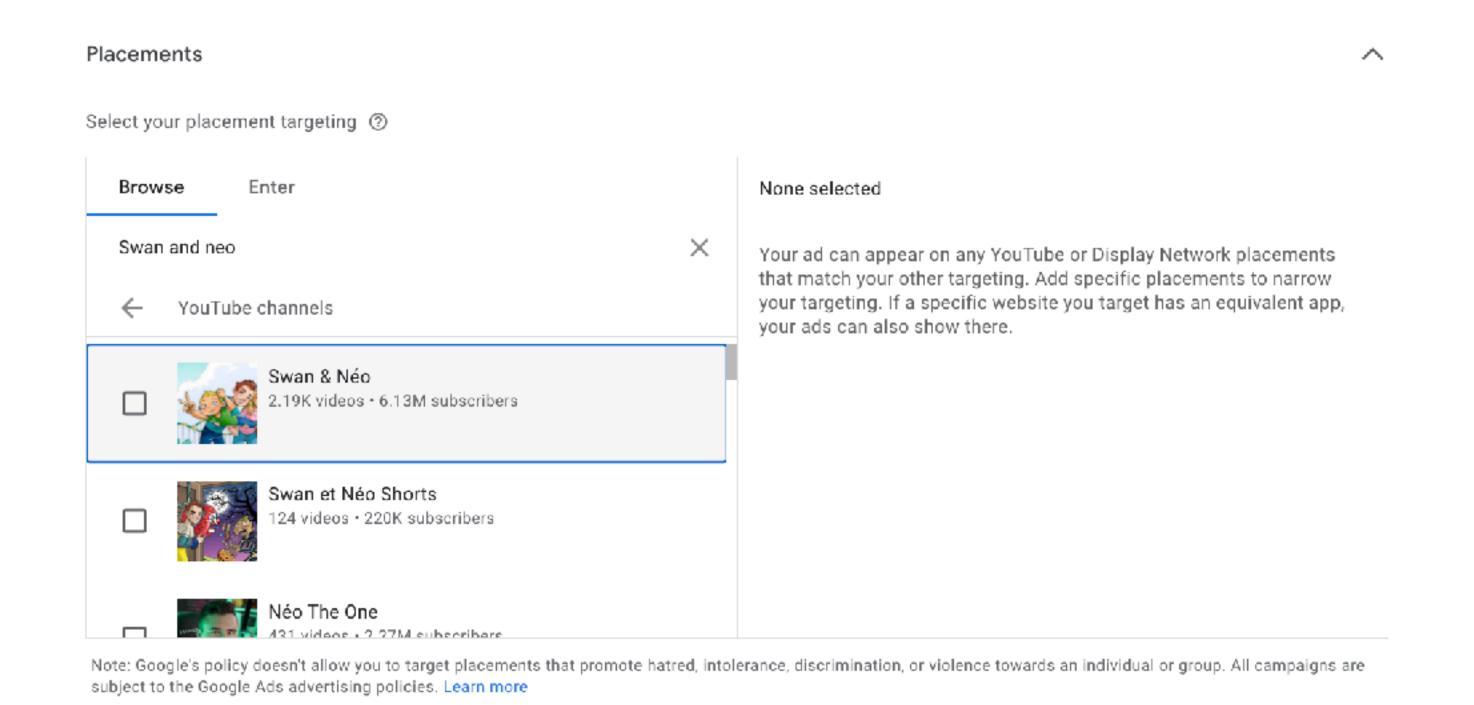
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Placement-based advertising is a form of contextual advertising

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## Regulations on children advertising

- The COPPA Act does not prohibit advertising to children
  - But data collection (e.g., tracking) is restricted from children under 13 years old without verifiable parental consent.
  - COPPA restricts online platforms' capabilities to serve profile-based ads to children but does not restrict contextual-based advertising.
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Takeaway: Targeting children through contextual/placement-based advertising is legal

- Should this be allowed?
- ▶ Placement-based advertising can also be used in other contexts (health, misinformation) placement-based advertising might be more problematic than profiling-based advertising

# Mistake 3: Consider advertising only in a commercial settings

- Shift from using ad tech for promoting products to potentially interested people
  - to target (well chosen) information to specific groups of people (likely to accept it)

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Online advertising platforms

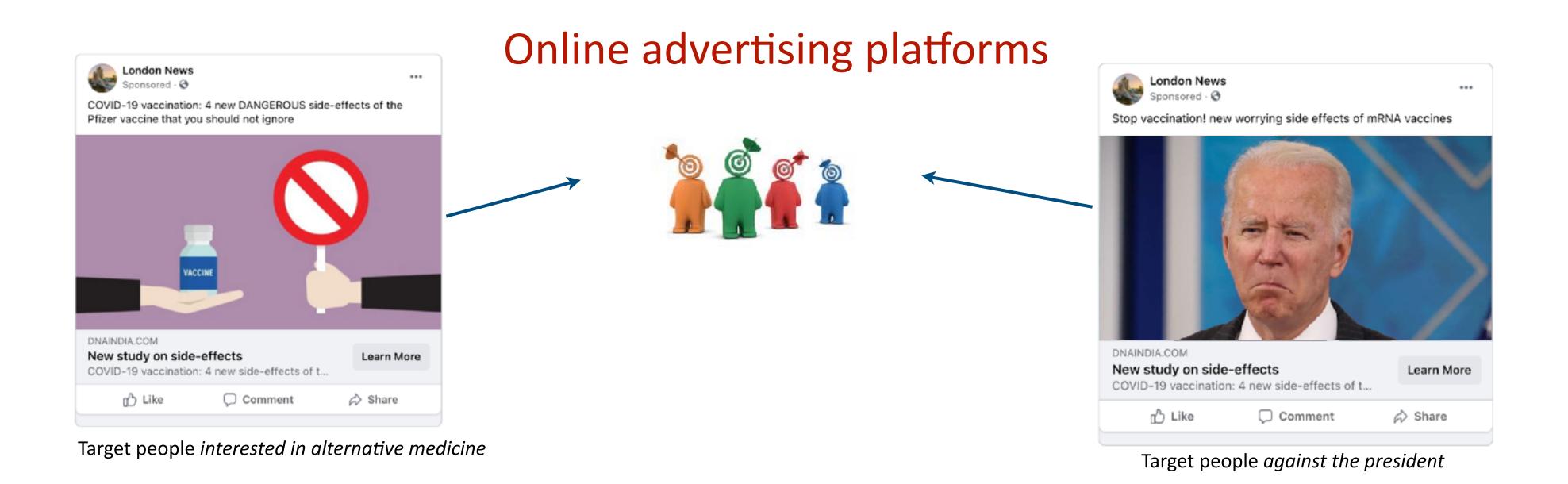


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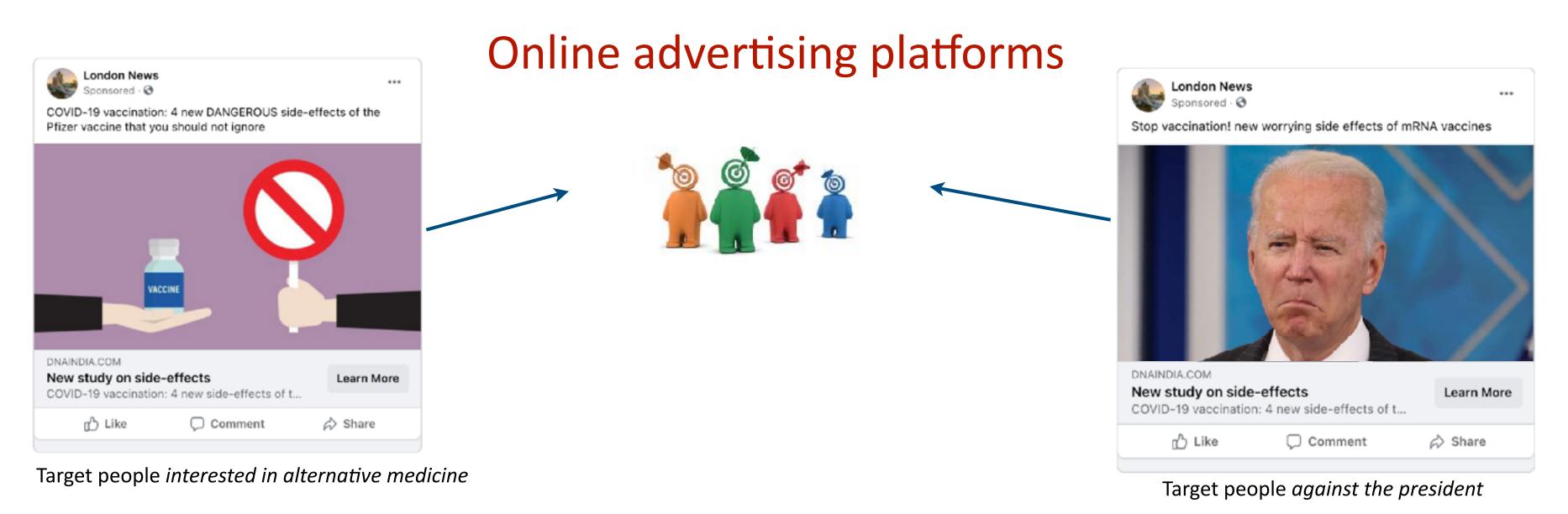


Target people interested in alternative medicine

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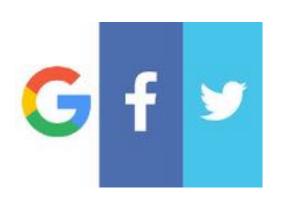


This technology gives (everyone) the ability to use users' personal data to manipulate them!

Danger of weaponizing ad tech to engineer polarization, voter disengagement, voter manipulation (e.g., Cambridge Analytica, Russian Internet Research Agency)

## Mistake 4: Ignore translation between legal concepts and operationalizable definitions

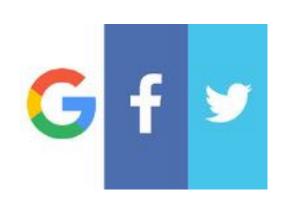
#### Increased transparency and restrictions on political ads



#### Ad platforms:

 Ad Libraries for political ads + restrictions (same-country policy, disclaimers, verification for advertisers or political content, restrictions on targeting)

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Governments are working on legislation to regulate online platforms (e.g., Digital Services Act, European Democracy Action Plan)

with the rules for political advertising, where we are seriously considering to limit the microtargeting as a method which is used for the promotion of political powers, political parties or political individuals," she added.

Vera Jourova (European Commission vice-president), Dec 2020

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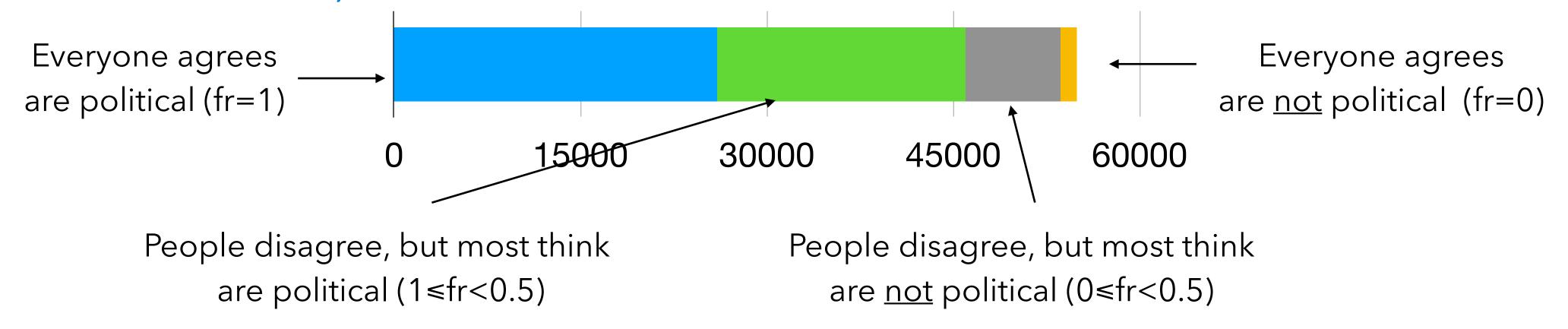
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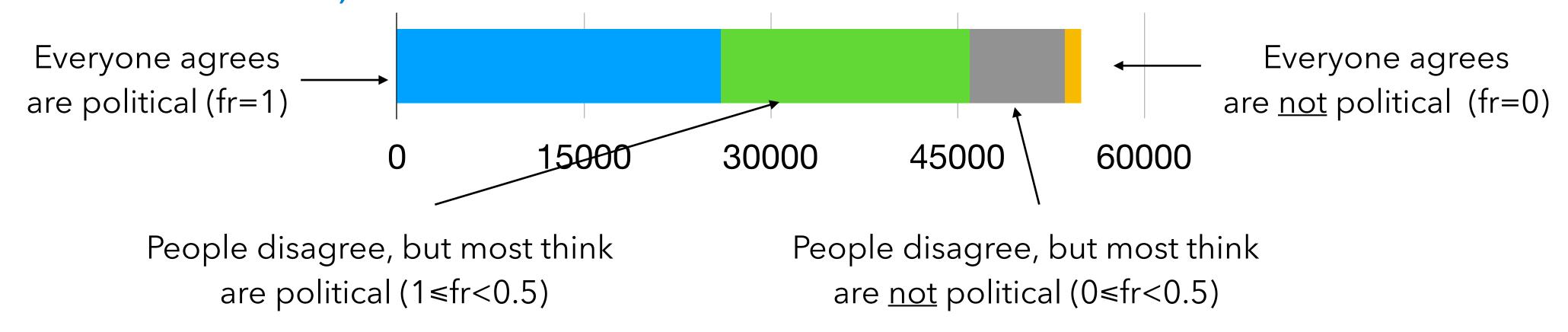
Underlying assumption: we can differentiate political ads from the rest

We analyze a dataset from ProPublica/Quartz — 55k ads labeled as political by at least one
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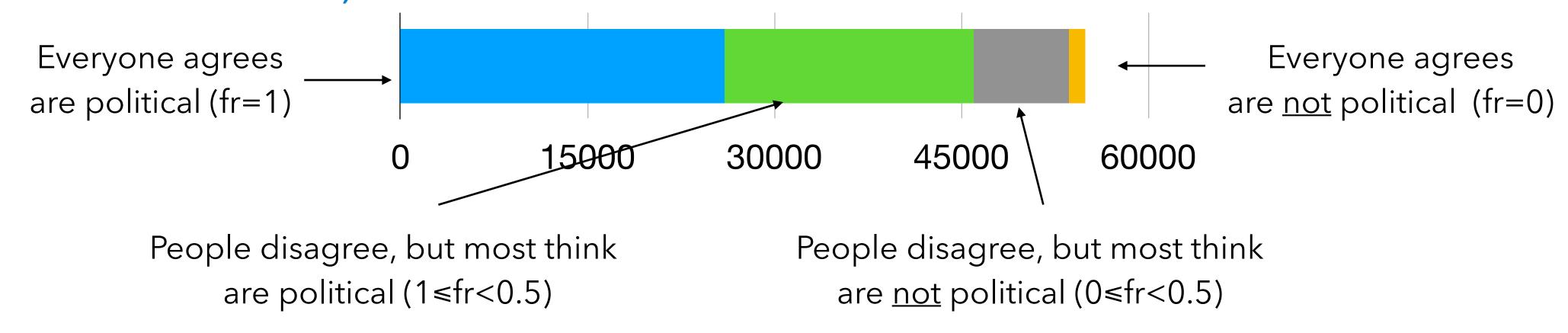


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People disagree on more than 50% of ads!

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#### Takeaway: Ads about social issues are confusing

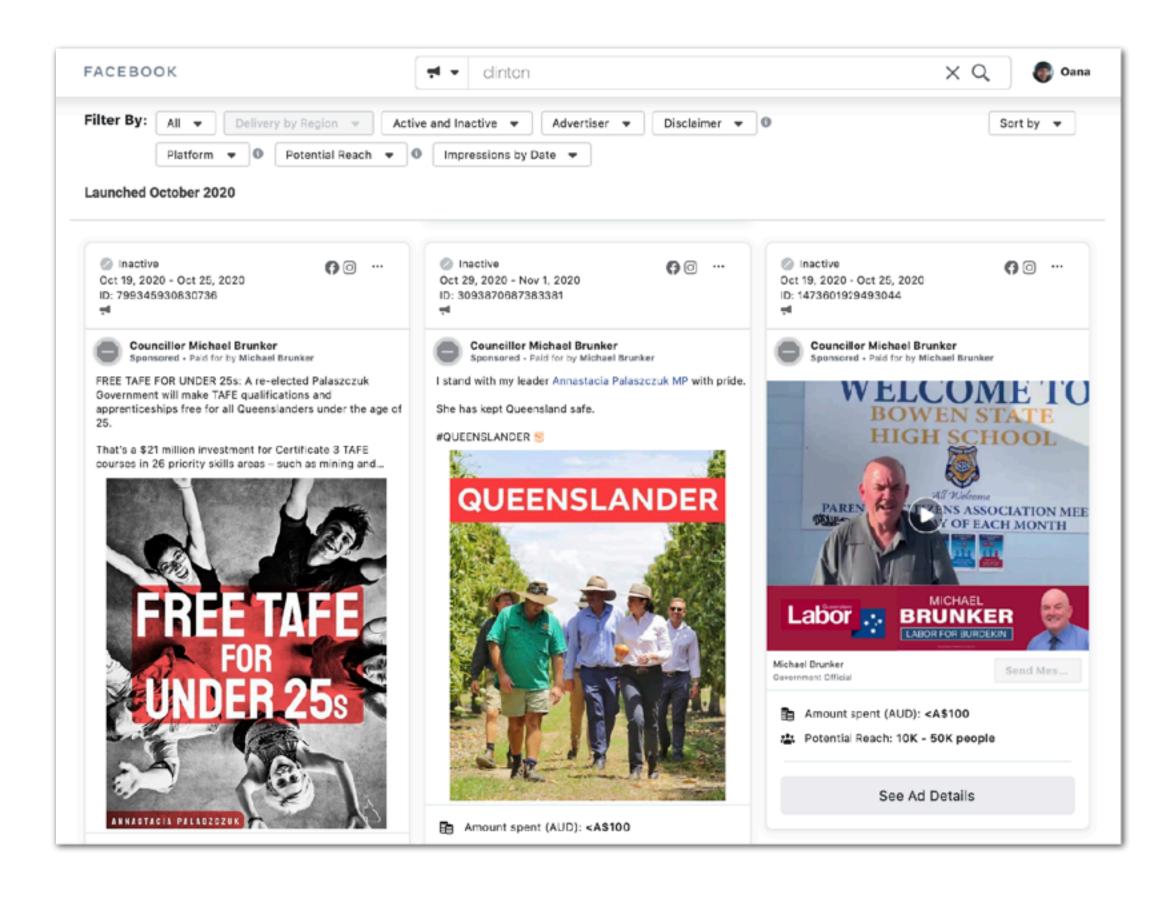
- Can we draw a line between political and humanitarian?
- Can we regulate political advertising if we do not agree what ads are political?



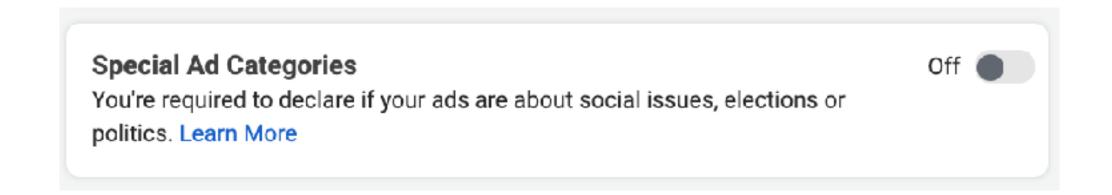


# Mistake 5: Not auditing transparency

# The Facebook Ad Library



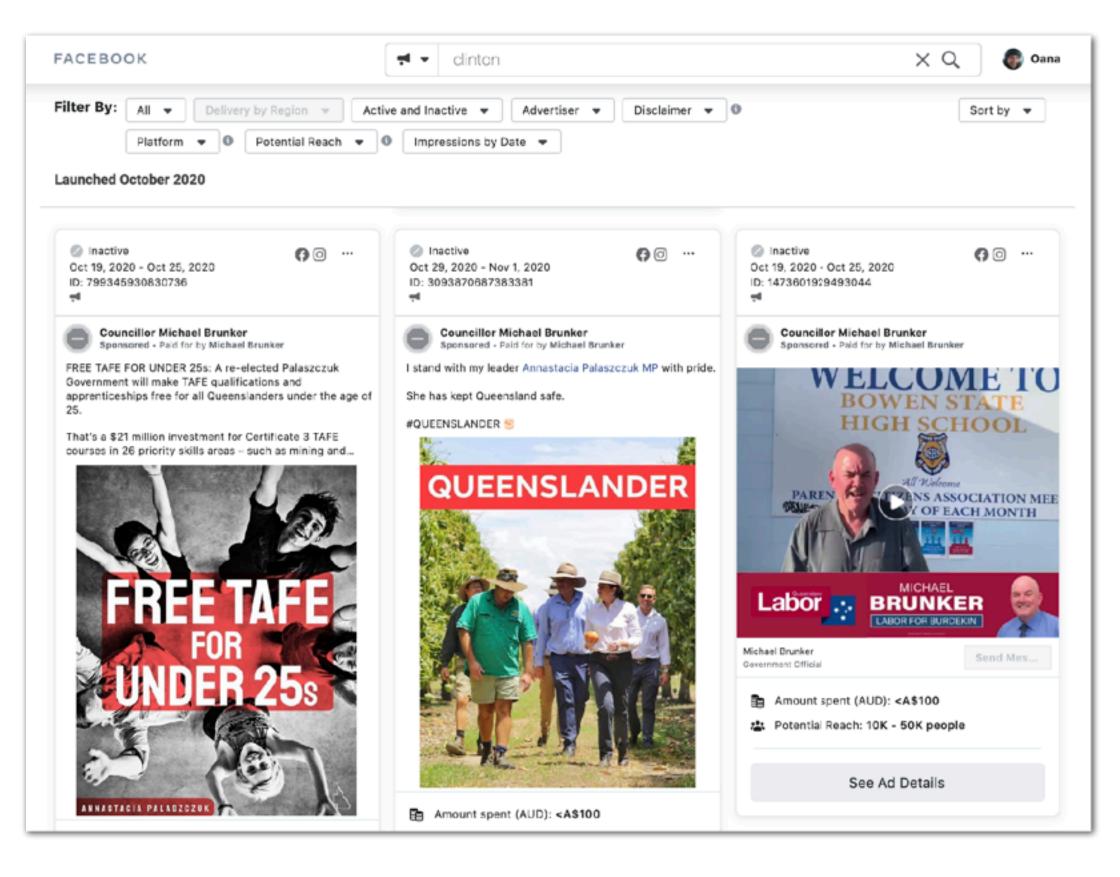
- Central repository of political ads running on the platform
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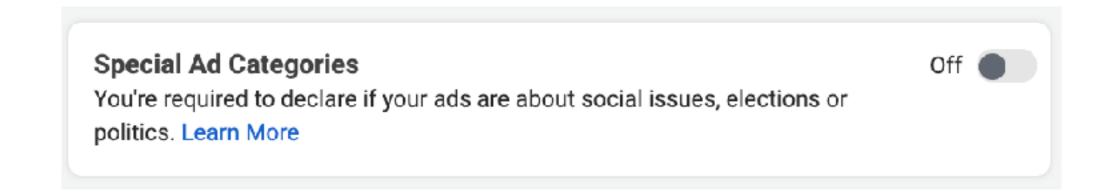
 No public info about if and how Fb enforces this policy!

"Facebook Ads Monitor: An Independent Auditing System for Political Ads on Facebook." M. Silva, L. Santos de Oliveira, A. Andreou, P. Vaz de Melo, O. Goga, F. Benevenuto. The Web Conference (WWW), April 2020.

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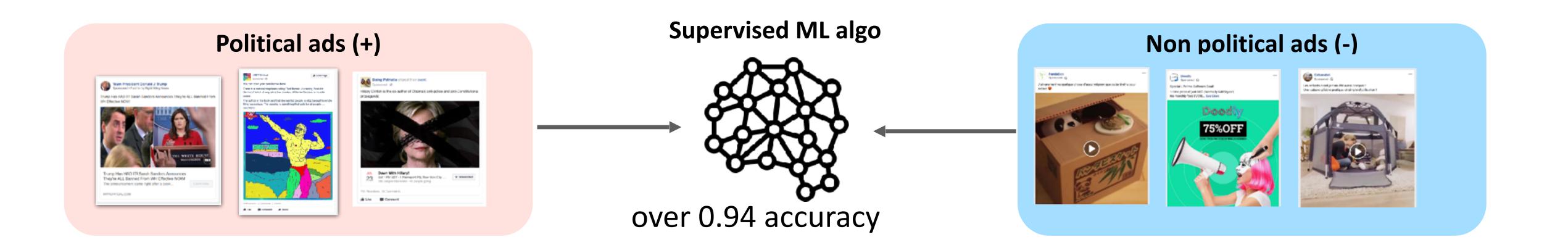


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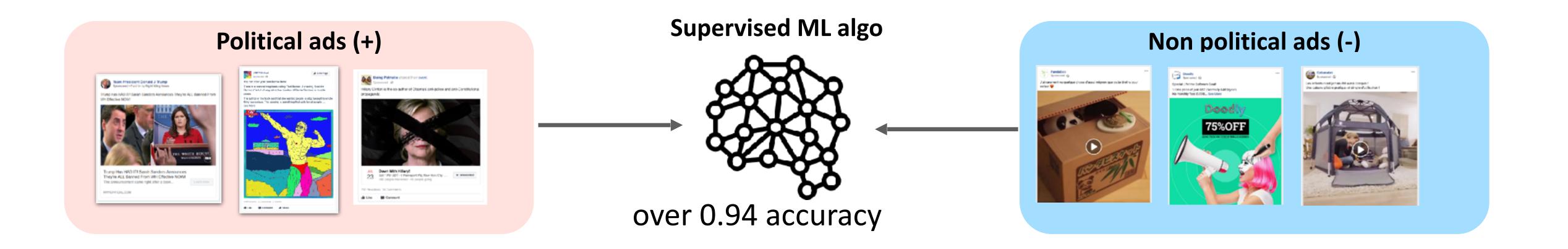
### How many political ads are missed by the Ad Library?

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## Political ad detection

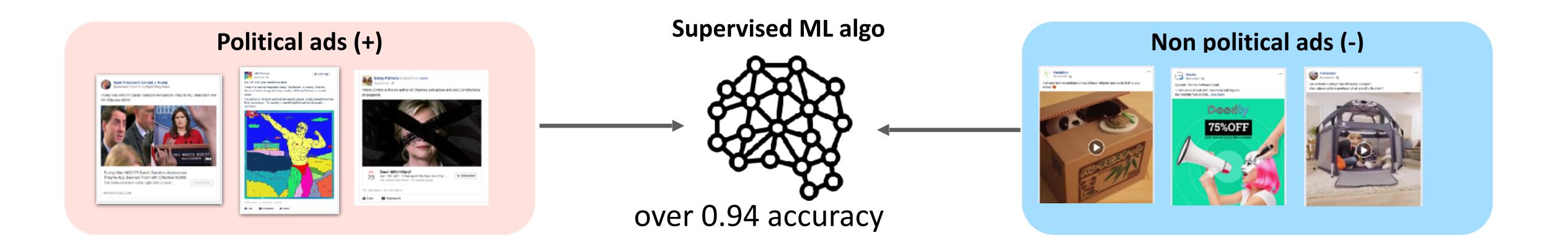


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+ 20% of undeclared political ads were illegal

# Mistake 6: Ignore access to data

# Platform provided data and alternate data access

- Platform provided APIs: CrowdTangle API, Facebook Ad Library, FORT API, Twitter API, Twitter Ad Library, YouTube API, TikTok API
  - Only access to public data, problems with data completeness, rate limits, vetting process
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- Alternate data sources
  - Mainly based on scraping and data donations
  - They are against the ToS of platforms, researchers have been pursued in justice
  - Alternate data sources are necessary for auditing platforms, they should not be forbidden

# Thank you & Summary

- 1. There is a shift toward algorithmic-driven advertising new risks
- 2. Contextual advertising at the granularity of a precise content is dangerous needs more focus
- 3. Advertising technologies are increasingly being used to target information risks of manipulation
- 4. Some regulations are impossible to implement because definitions are not operationalizable in practice
- 5. We need to audit what transparency platforms provide
- 6. We need access to data to understand risks

# Thank you!

# Summary of contributions on online targeted ads

### Political advertising

- 1. (Behavior) Analysis of malicious political advertisers [FAT\*'19]
- 2. (Audit) Audit platforms' political ad detection algorithms [WWW'20]
- 3. (Solution) Can we reliably split political from non-political ads? [WWW'21]
- (Solution) Detecting policy-related political ads [WWW'23]
- 5. (Solution) EU online advertising regulations

**Supporting software:** AdAnalyst, CheckMyNews, Elections 2022, PolAds

### Micro-targeting

1. (Audit) Does Facebook provide good ad explanations? [NDSS'18]



- 2. (Attacks) De-anonymize users through microtargeting [S&P'18] PET Award The Caspar Bowden Award for Outstanding Rese
- 3. (Behavior) Characterization of Facebook advertisers [NDSS'19]



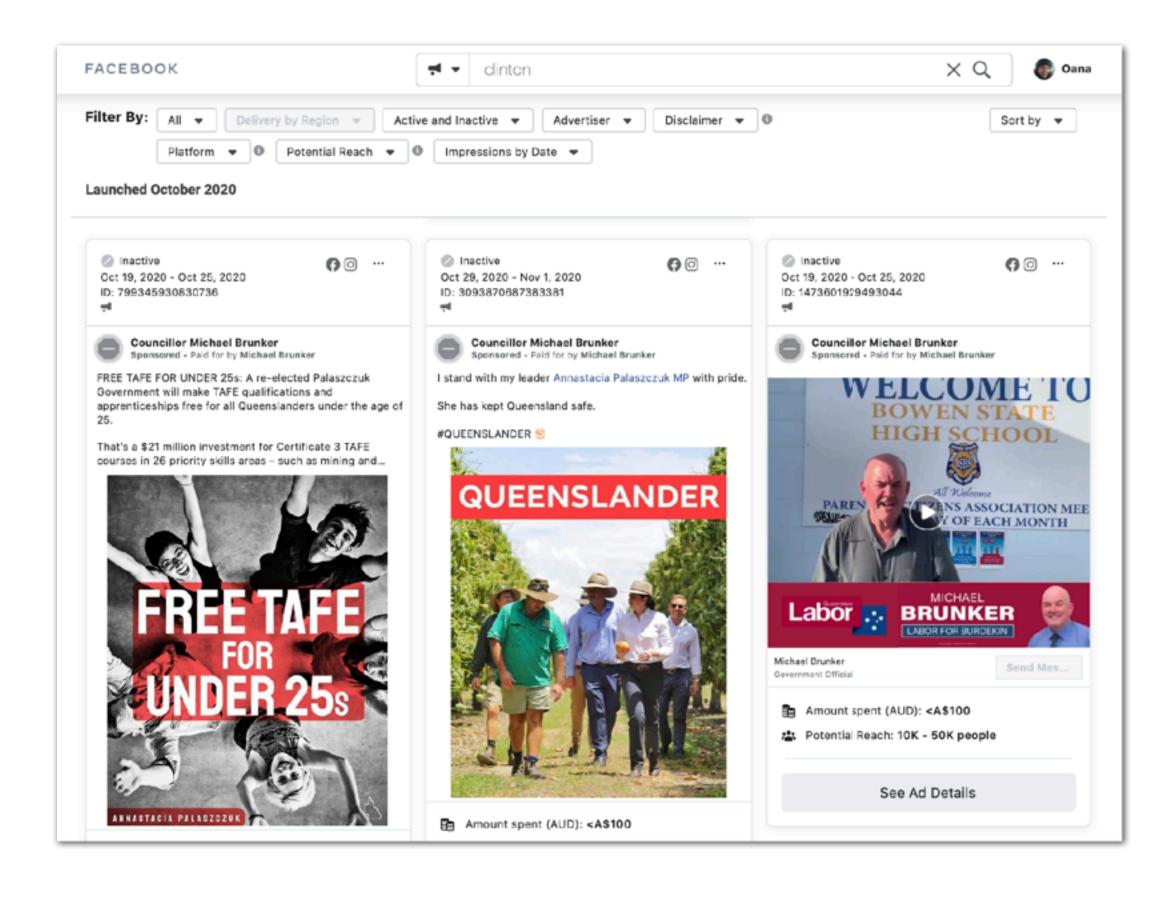
- 4. (Audit) Assess the quality of data supplied by data brokers [WWW'19]
- 5. (Behavior) Micro-targeting usage [CSCW'22]
- 6. (Solution) Collaborative ad transparency [S&P'23]

# Backup slides

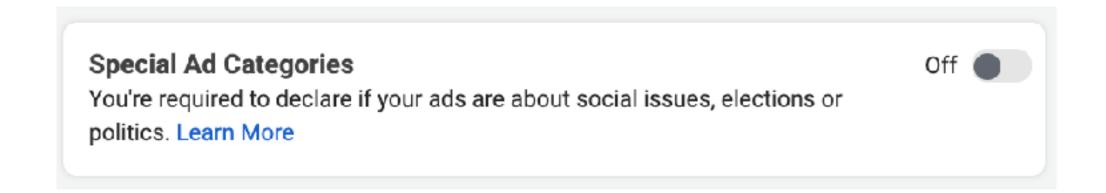
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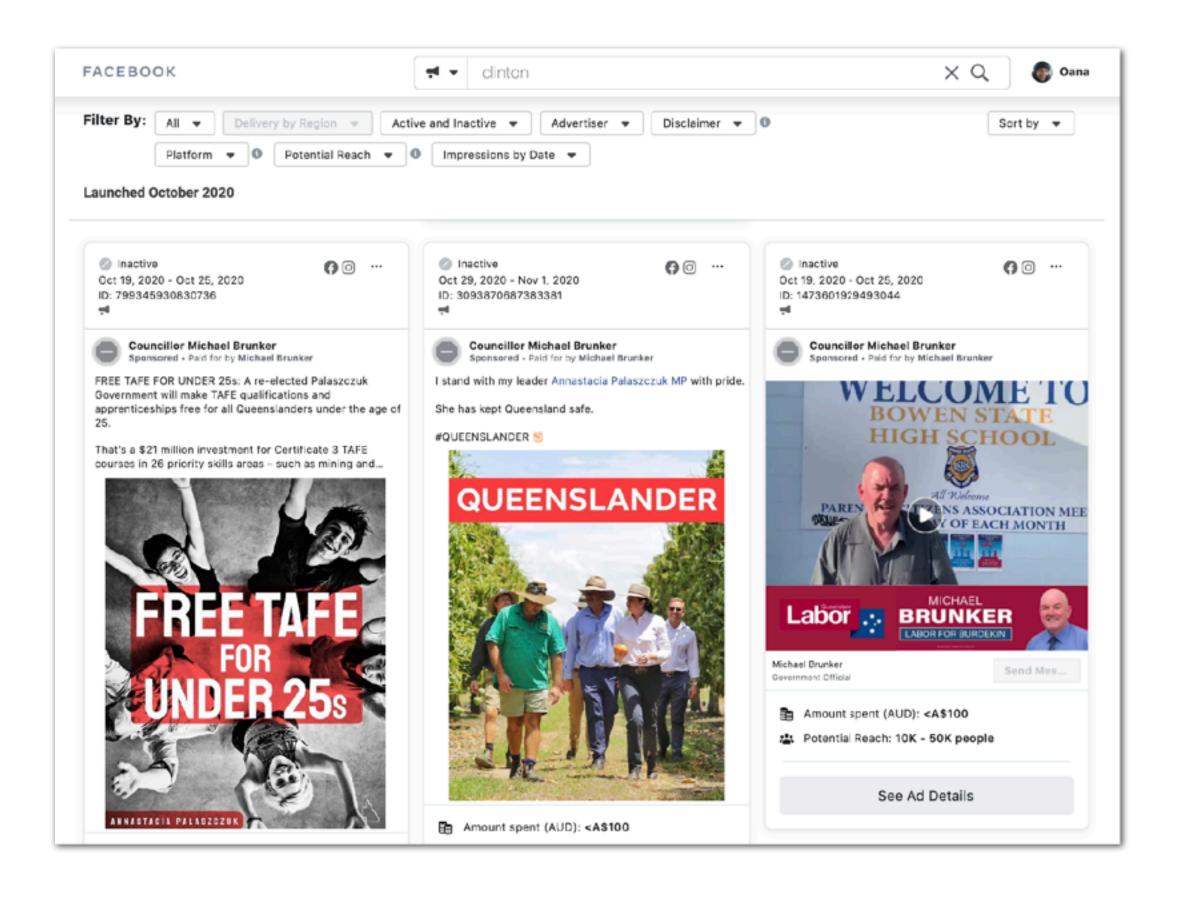


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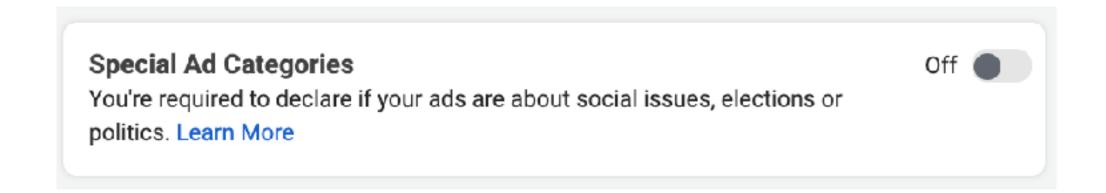


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# Measurement methodology

<u>Challenge:</u> <u>Limited access to data due to the closed nature of ad platforms — no access to what ads people see on Facebook</u>

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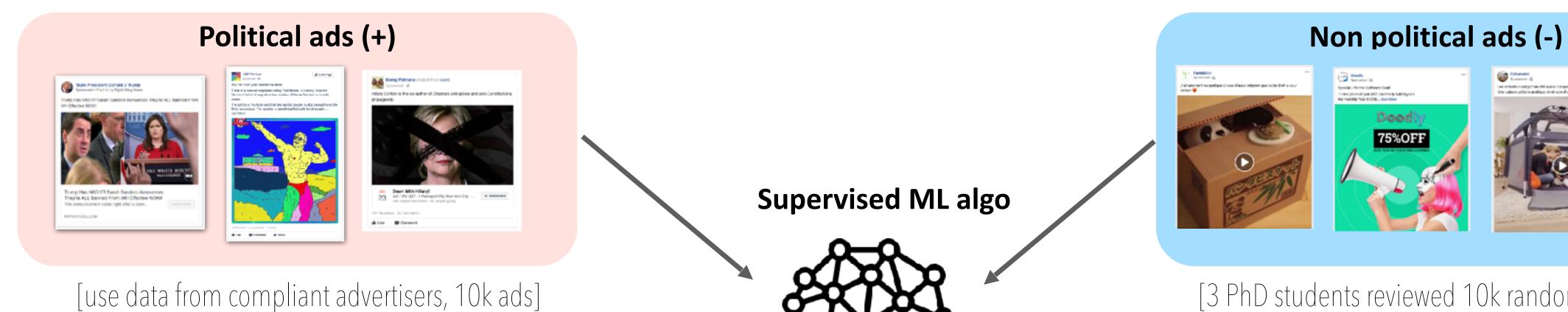
Ricardo R. Campos, Juliano Maranhão e Fabrício Benevenuto: Fake news e a crônica do caixa 2 anunciado





In 2018, over **2,000 Brazilian users** volunteered to install our tool (239k ads from 40k advertisers)

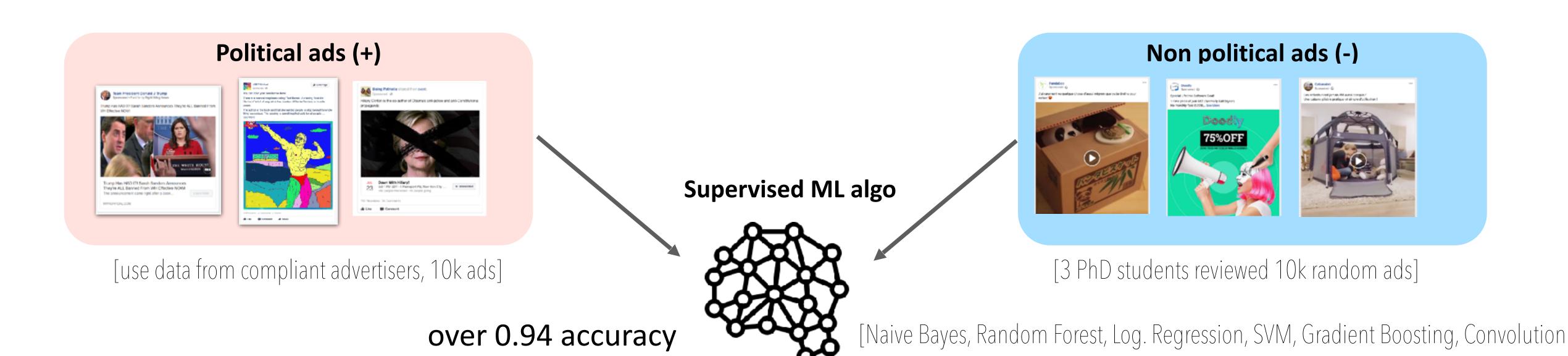
## Political ad detector



[3 PhD students reviewed 10k random ads]

[Naive Bayes, Random Forest, Log. Regression, SVM, Gradient Boosting, Convolution over 0.94 accuracy Neural Networks (CNN); Word2Vec with 300 dimensions; 10 fold-cross validation] (80% TPR for 1% FPR)

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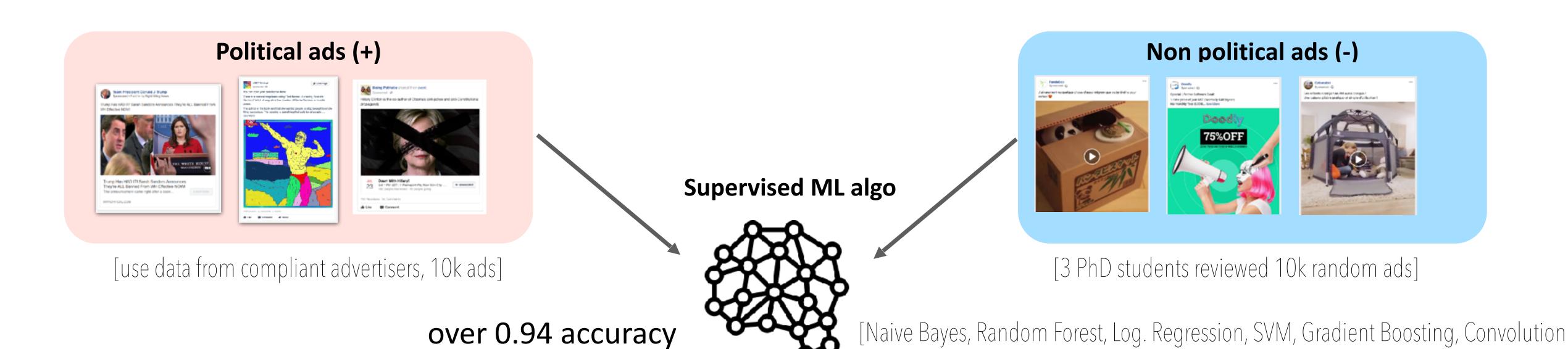


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+ 20% of undeclared political ads were illegal — How can countries ensure their sovereignty and enforce their legislation?

# Solution/design: Can we reliably detect political ads?

"Understanding the Complexity of Detecting Political Ads." V. Sosnovik, O. Goga. The Web Conference (WWW), April 2021.

- Made by, on behalf of, or about a candidate for public office, a political figure, a
  political party or advocates for the outcome of an election to public office; or
- About any election, referendum, or ballot initiative, including "go out and vote" or election campaigns; or
- About social issues in any place where the ad is being placed; or
- Regulated as political advertising.

facebook

<u>Social issues:</u> civil and social rights, crime, economy, education, environmental politics, guns, health, immigration, political values and government, security and foreign policy

- Made by, on behalf of, or about a candidate for public office, a political figure, a
  political party or advocates for the outcome of an election to public office; or
- About any election, referendum, or ballot initiative, including "go out and vote" or election campaigns; or
- About social issues in any place where the ad is being placed; or
- Regulated as political advertising.

facebook

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Political actors ads

Election ads

Issue ads

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facebook

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No consensus across platforms: Issue ads are considered political by Facebook and TikTok but not Twitter and Google

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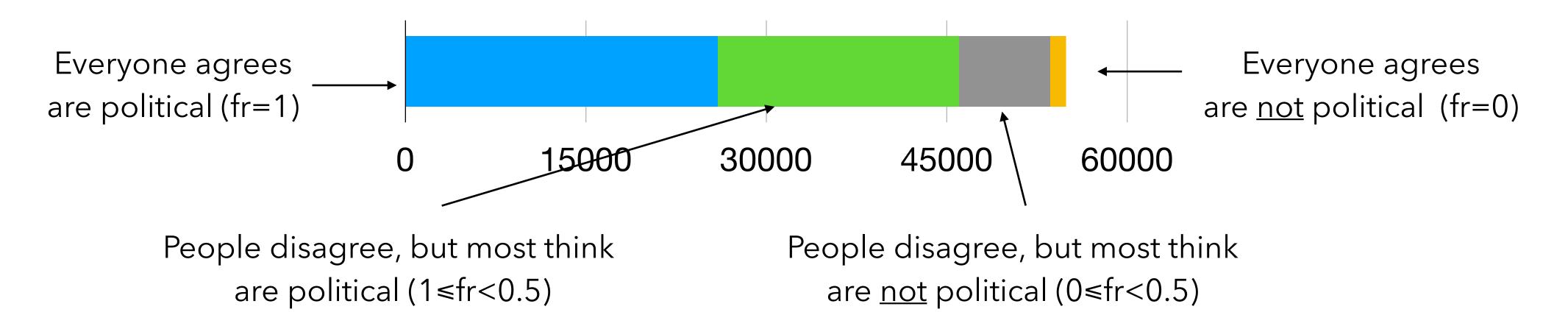
Issue ads

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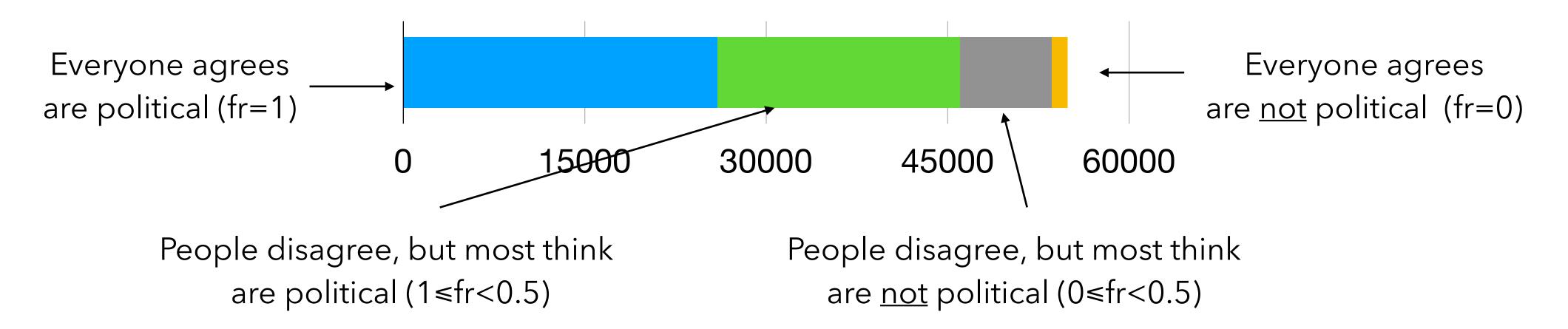
Most current legislations only regulate ads from politicians! (except EU Code on Disinformation)

We analyze a dataset from ProPublica/Quartz — 55k ads labeled as political by at least one
user or an advertiser; each ad has 3 labels

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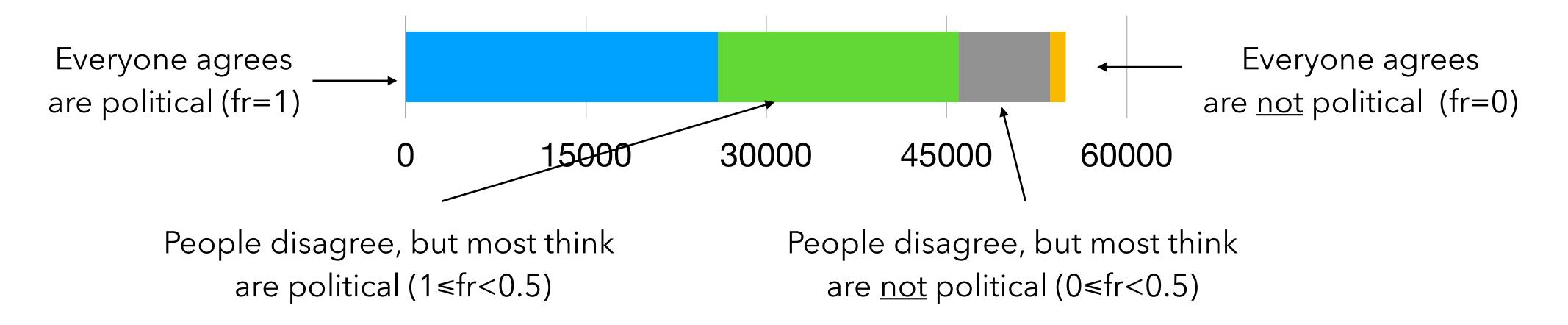
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People disagree on more than 50% of ads!

# Do people agree what ads are political?

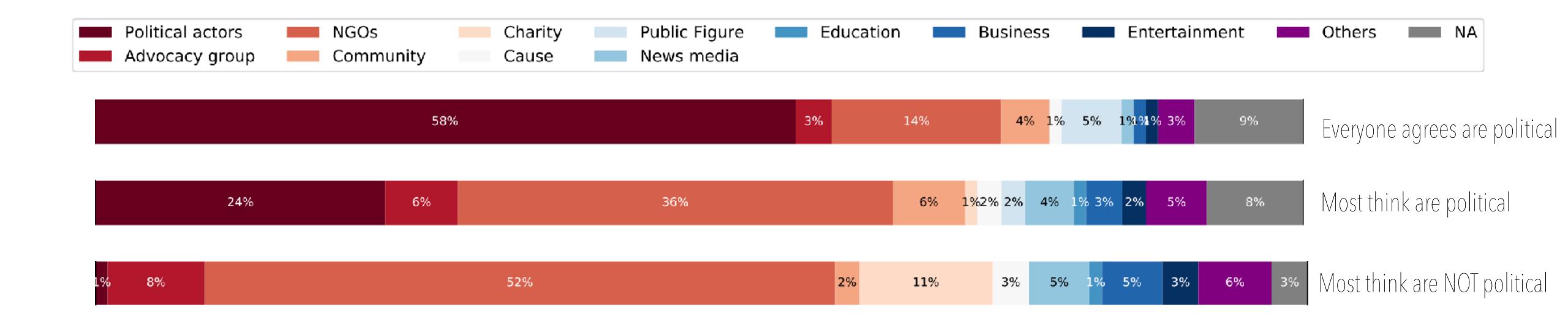
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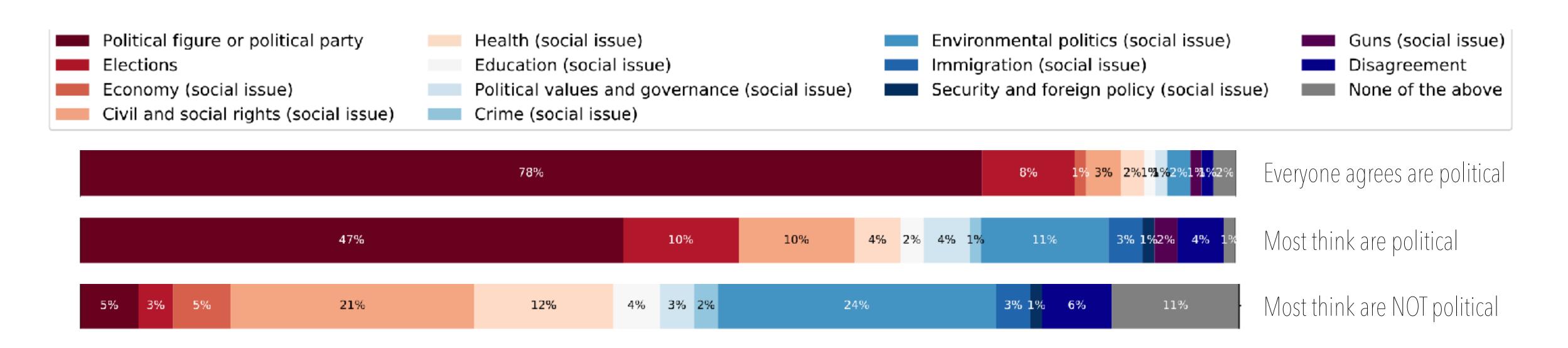
What are the characteristics of the ads on which users agree and the ones on which they disagree?

# Analysis of advertisers



- People agree that ads from NGOs and Businesses can be political
  - Electoral legislation should not regulate ads only from political actors

# Analysis of ad content



- Users agree that some social issue ads are political
  - Definitions of political ads should include them
- But issue ads also lead to disagreement! ... why?

# The problem with social issue ads

- Some issue ads have highly political content
- Some issue ads are non-political and address humanitarian issues
  - Can we draw a line between political and humanitarian? Understandable by both humans and algorithms?
  - Restrictions on political ads can harm humanitarian ads; should they be subject to the same restrictions?

https://facebookads.imag.fr/



#### **AFSCME 3299**

Sponsored · Paid for by AFSCME Local 3299

Stand up for immigrant families. Tell UC to cancel its contracts with ICE collaborators now!





#### **Boston Rescue Mission**

Sponsored - Paid for by Boston Rescue Mission

It's tragic to be all alone and hungry. Your gift can bring hearty, nutritious meals to men and women who struggle with homelessness.



# The problem with social issue ads

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https://facebookads.imag.fr/

What about definitions based on intent and consequences? What metrics can capture the goodness?



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Stand up for immigrant families. Tell UC to cancel its contracts with ICE collaborators now!



### Rescue

#### **Boston Rescue Mission**

Missio Sponsored - Paid for by Boston Rescue Mission

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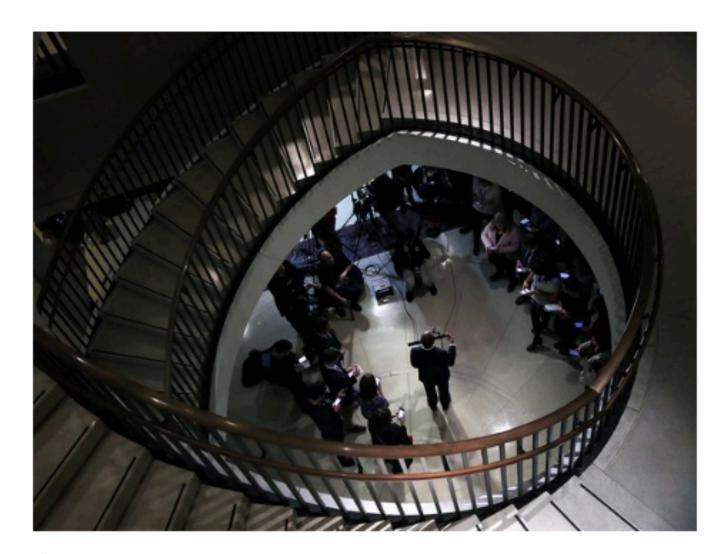
# Behavior: How do malicious advertisers behave?

On Microtargeting Socially Divisive Ads: A Case Study of Russia-Linked Ad Campaigns on Facebook F. Ribeiro, K. Saha, M. Babaei, L. Henrique, J. Messias, O. Goga, F. Benevenuto, K. P. Gummadi, E. M. Redmiles ACM Conference on Fairness, Accountability, and Transparency (ACM FAT\*, now FAccT), January 2019

# The Internet Research Agency ad campaigns

### Background

HOUSE DEMOCRATS RELEASE 3,500 RUSSIA-LINKED FACEBOOK ADS



WIN MCNAMEE/GETTY IMAGES

ON THURSDAY, DEMOCRATS on the House Intelligence Committee published more than 3,500 Facebook and

Ad ID 664 Ad Text "People can tolerate two homosexuals they see leaving together, but the next day they're smiling, holding hands, tenderly embracing one another, then they cannot be forgiven. It is not the departure for pleasure that is unacceptable, it is waking up happy." ~Michel Foucault, philosopher and social critic. #lgbt #homophobia #Foucault #society #queerquote Ad Landing Page https://www.facebook.com/LGBT-United-839497472793277/ Ad Targeting Location - Living In: United States Age: 18 - 65+ Placements: News Feed on desktop computers or News Feed on mobile People Who Match: People who like LGBT United, Friends of connections: Friends of people who are connected to LGBT United Ad Impressions 374 Ad Clicks 26 Ad Spend 99.95 RUB Ad Creation Date 06/23/15 07:02:40 AM PDT Ad End Date 06/24/15 07:02:39 AM PDT

Detailed ad information

(in millions)

Race

24.8

Crime or Policing

8.8

Immigration

2.6

Guns

2.1

Promote an upcoming event

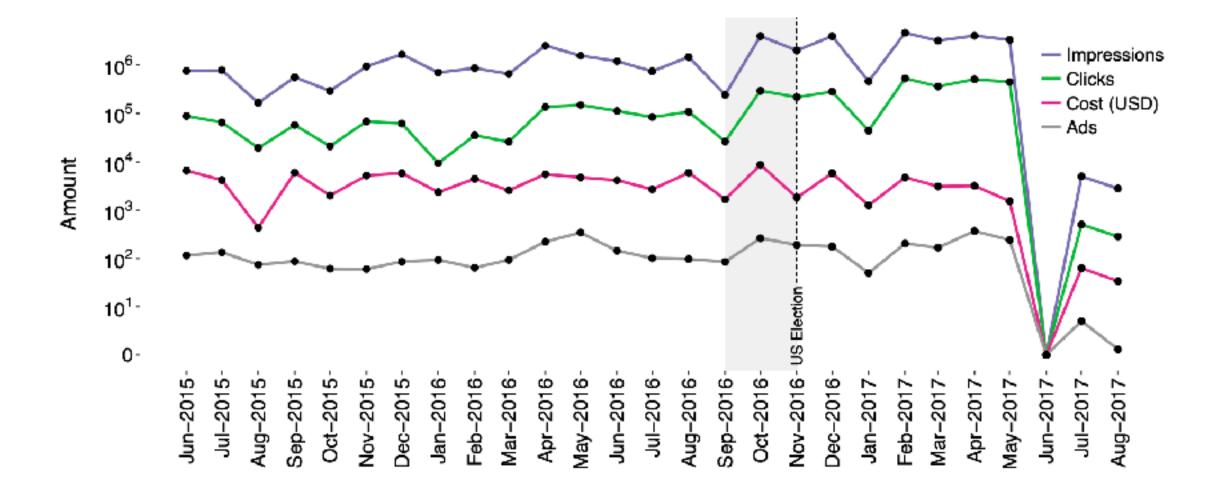
1.3

Sensitive issues

https://eu.usatoday.com/story/news/2018/05/11/what-we-found-facebook-ads-russians-accused-election-meddling/602319002/

### Characteristics

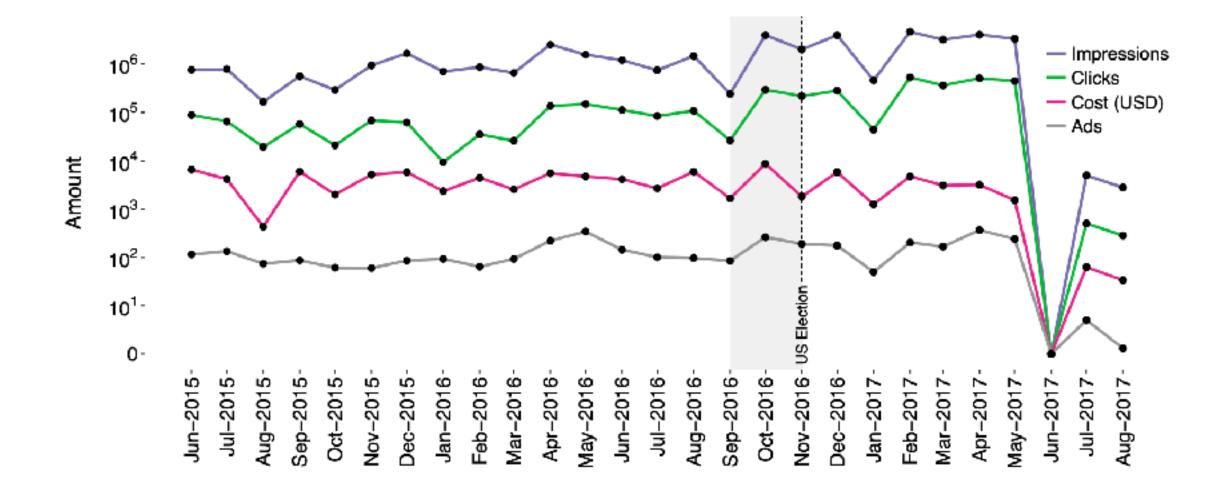
### **Timeline**



Campaign run over 2 years (relevant for definitions of political ads)

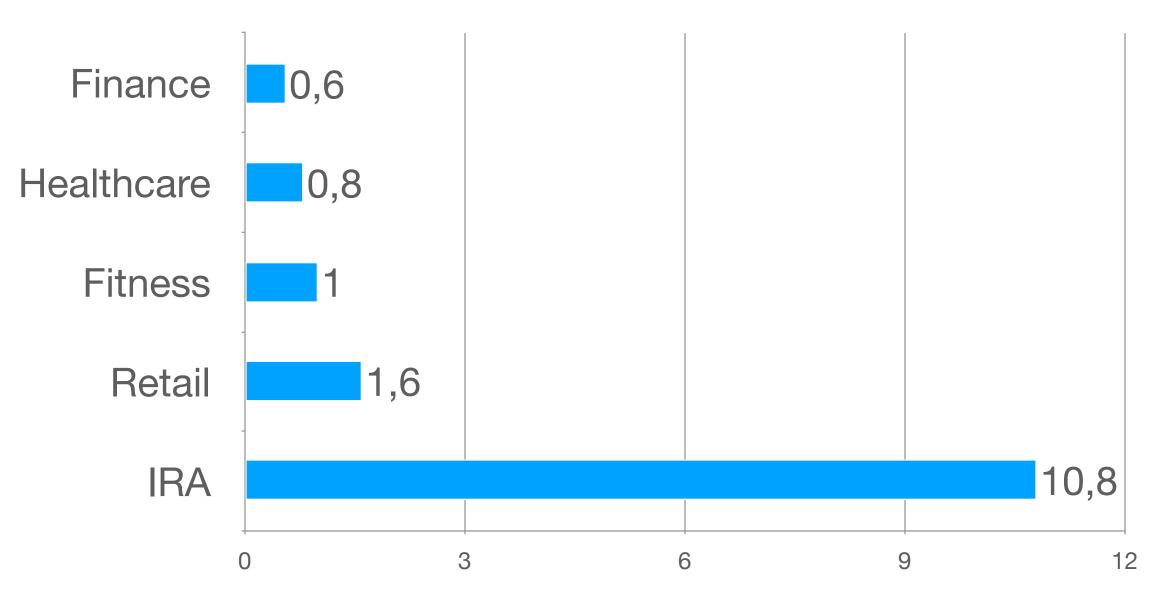
### Characteristics

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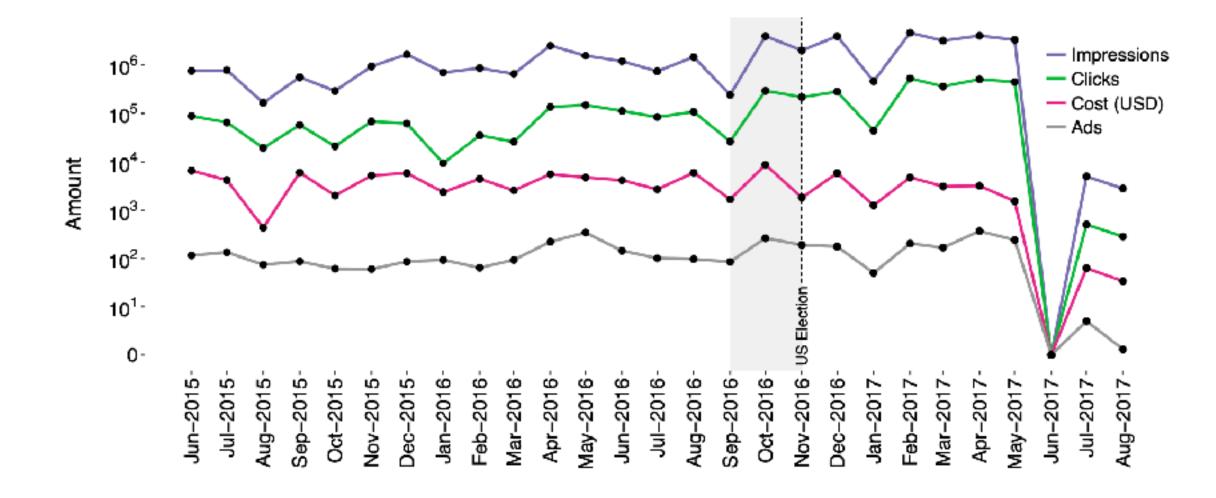
### Click through rate



10-20 times higher CTR than industry average!

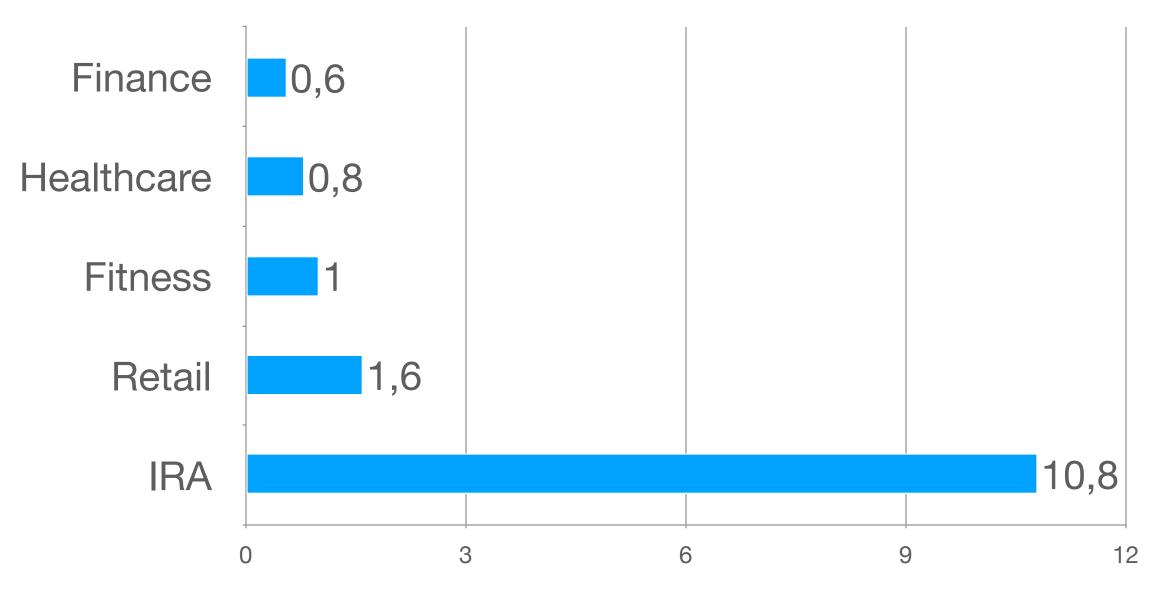
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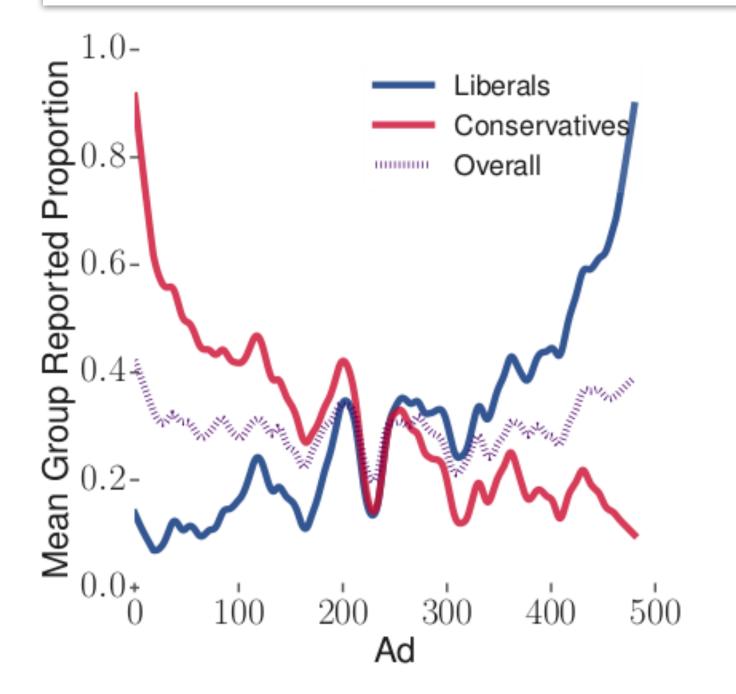
Efficient micro-targeting

CTR as a proxy to determine malicious advertising?

# Can we rely on crowd reports?

### Reporting

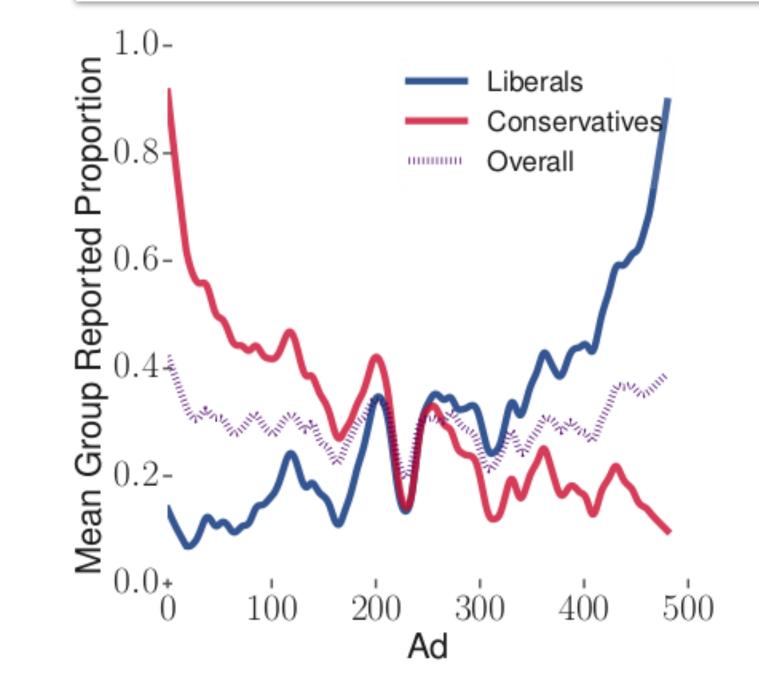
Some social media platforms allow you to report content by clicking "report". Would you report tis ad (e.g., mark it as inappropriate or offensive). Yes, No, I don't know



# Can we rely on crowd reports?

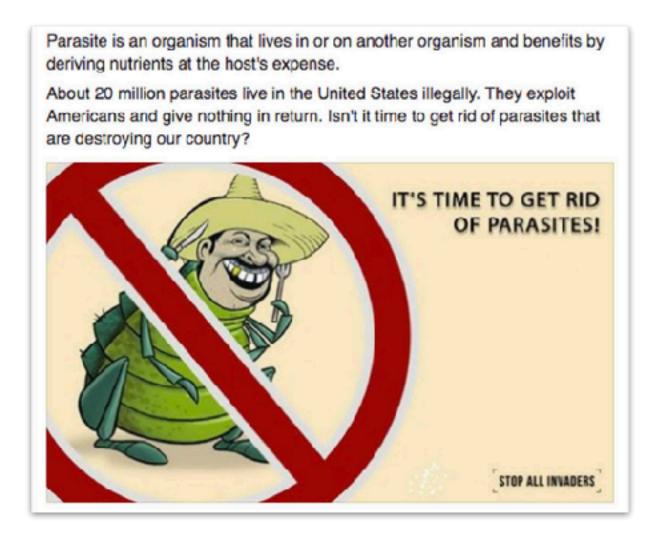
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Conservatives would report but not Liberals



Liberals would report, but not Conservatives

### Learning from past malicious ad campaigns

To detect malicious ad campaigns

- We cannot rely on crowd reports ads well targeted are less likely to be reported
- Click though rate and divisiveness could be useful proxies
  - What other dimensions we could consider?

# Solution: EU online advertising regulation





### 1. Digital Services Act (DSA)

"Universal advertising transparency by default" statement written together with civil societies and submitted to Digital Services Act (DSA) consultation 2020

- increase the transparency and accountability for all users
- access to data to the whole research community

#### UNIVERSAL ADVERTISING TRANSPARENCY BY DEFAULT

The political campaigning landscape has changed significantly with the digitalisation of our public aphere, which has created new opportunities for political participation, but also poses significant the integrity of elections and political depate. Unlike broadcast political adsistown to the wide adsigned to appear for homogenous groups of people, which can segment and on base and distort political debate. Advertisers can purchase exorbitals amounts of adsign.

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At the source of these problems less the lack of transparency offered by digital old social media sites, video apps and search engines. While some platforms have found washes transparency on policial add sparily due to pressure by the European Convoluntary measures fall short of providing meaningful transparency. One crucial we status due is that it leaves distroms to decide what is and is not political advertising eachertaining will and will not be subjected to platforms' transparency regimes. To wand to recognise the kind of behavioural targeting and algorithmic delivery that once of social media advertising, it is necessary to require meaningful default transparen

#### WHY TRANSPARENCY BY DEFAULT FOR ALL ADS7

To allow for public interest scruting: Transparency is necessary, first and foremost, to a scrutiny of advertising. As many studies on the implementation of the FU Code of 2 Disinformation have shown, false negatives and false positives were rife in the political the signatories of the code; non-political advertisements were erroneously included in the many political advertisements were erroneously included in the many political advisore excluded? The tack of a comprehensive recository of all advisore to verify whether all political ads were included in the libraries, and the political ad libraries missed a lot of sponsored content. In a situation where it is difficult to police the labell ads. It is ultimately necessary to ensure the transparency of all ads.

To overcome diverging definitions of political ads: FU member states have diverged political advertising, and some have no definition at al. The FU Code of Practice on distinguishes/betweenpolitical and is such as education, which introduces a distinction the uniformly across member states' disclored laws. Introducing mendatory transparency of helps to address the difficulty of adopting and applying one common definition of politic

#### Signatories

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Access New	Irlan Council for CM 1 liberties		
Algorithm Water	K-Monitor		
AMO - Association for International Affairs	Lie Detectors		
Civil Liberties Union for Europe	Oana Goga (Contre National de la Recharch Sa entitique — CNRS)		
Detend Democracy	Open Rights Group		
Demos	Panoptykon Foundation		
ePanstwo Foundation	Privacy International		
EU Disinfolab	Banking Digital Bights		
Furgosan Citizen Action Service	Rights International Spain		
European Association for Local Democracy (ALDA)	Sillung Naue Verantworung (SNV)		
European Digital Rights (EDRI)	The Democratic Society		
European Bartnership for Democracy	Transparancy International		
European Women's Lobby	Vrijschr H		

This joint statement was coordinated by the European Partnership for Democracy. For more information please contact fath-Marie Herokes at <u>orthbancker/Septless</u>.

Who Targets Me

World Leadership All ande - Club de Madrid

Global Forum for Media Development (GFMD).

Globa Witness

Homo Digitalia

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Access New Irlan Council for CM Liberties

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#### Article 30 Additional online advertising transparency

- 1. Very large online platforms that display advertising on their online interfaces shall compile and make publicly available through application programming interfaces a repository containing the information referred to in paragraph 2, until one year after the advertisement was displayed for the last time on their online interfaces. They shall ensure that the repository does not contain any personal data of the recipients of the service to whom the advertisement was or could have been displayed.
- The repository shall include at least all of the following information:
  - (a) the content of the advertisement;
  - (b) the natural or legal person on whose behalf the advertisement is displayed;
  - (c) the period during which the advertisement was displayed;
  - (d) whether the advertisement was intended to be displayed specifically to one or more particular groups of recipients of the service and if so, the main parameters used for that purpose;
  - (e) the total number of recipients of the service reached and, where applicable, aggregate numbers for the group or groups of recipients to whom the advertisement was targeted specifically.

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### 2. European Democracy Action Plan (EDAP)

- Definition of political ads
- Click through rate

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# Summary of my contributions on online targeted ads

### Political advertising

- 1. (Behavior) Analysis of malicious political advertisers [FAT\*'19]
- 2. (Audit) Audit platforms' political ad detection algorithms [WWW'20]
- 3. (Solution) Can we reliably split political from non-political ads? [WWW'21]
- (Solution) Detecting policy-related political ads
   [WWW'23]
- 5. (Solution) EU online advertising regulations

Supporting software: AdAnalyst, CheckMyNews, Elections2022, PolAds

### Micro-targeting

1. (Audit) Does Facebook provide good ad explanations? [NDSS'18]



- 2. (Attacks) De-anonymize users through microtargeting [S&P'18] PET Award The Caspar Bowden Award for Outstanding Resear
- (Behavior) Characterization of Facebook advertisers
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- 4. (Audit) Assess the quality of data supplied by data brokers [WWW'19]
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# Behavior: Regulations and Microtargeting usage

"Exploring the Online Micro-targeting Practices of Small, Medium, and Large Businesses" Salim Chouaki, Islem Bouzenia, Oana Goga, Beatrice Roussillon, ACM Conference on Computer-Supported Cooperative Work and Social Computing (CSCW), 2022

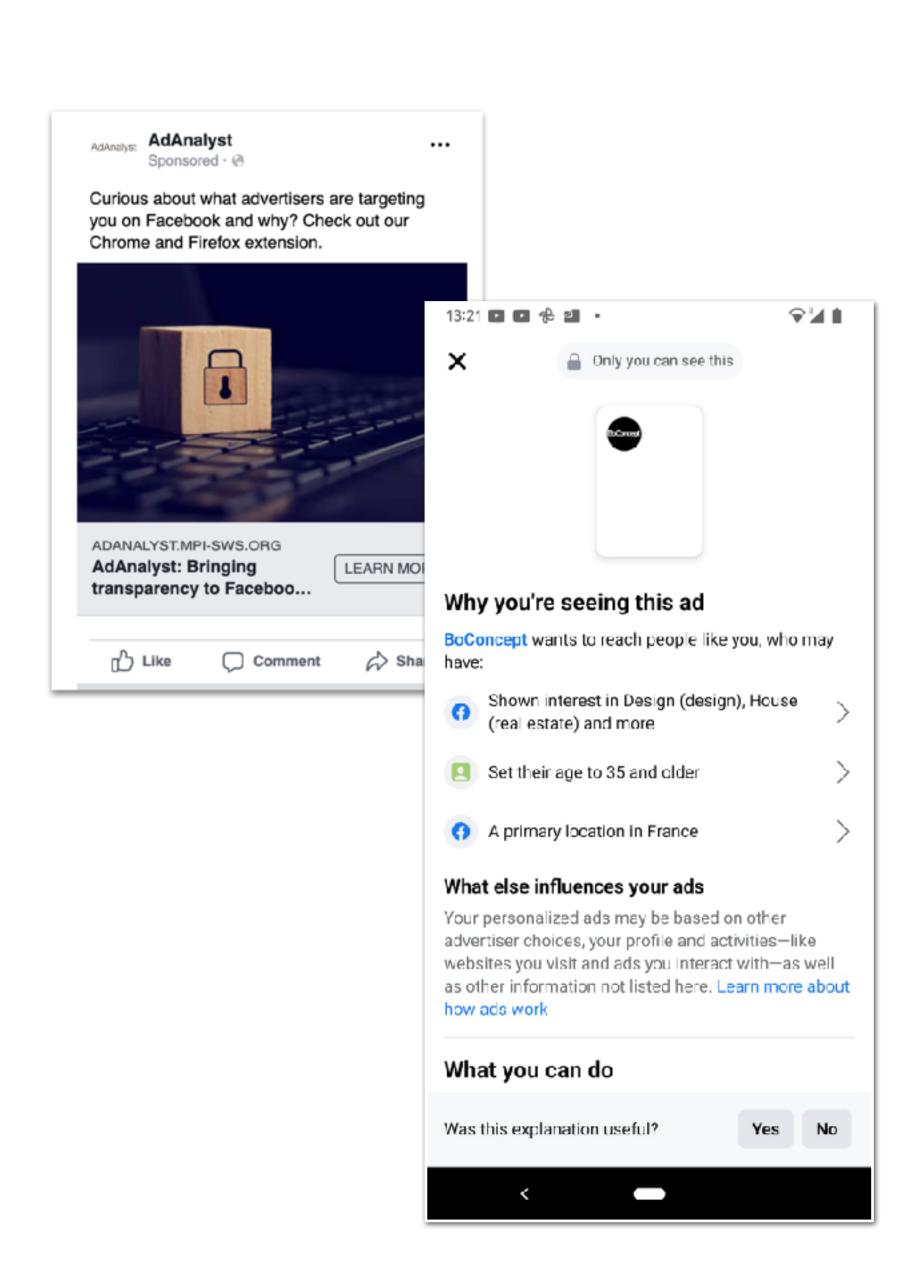
# Options to regulate (political) advertising Considered by the European Commission

- Ban or restrict micro-targeting
  - But what is the economic impact on the ecosystem?
    - To which extent small and medium-sized businesses use micro-targeting?
  - Ban or restrict web tracking

# Measurement methodology

- Use AdAnalyst to collect a set of ads + how ads were targeted
  - Recruited 890 US users on Prolific to install it
  - ► 102k ads
- Information about the business size of advertisers
  - Method to match Fb advertisers with LinkedIn businesses

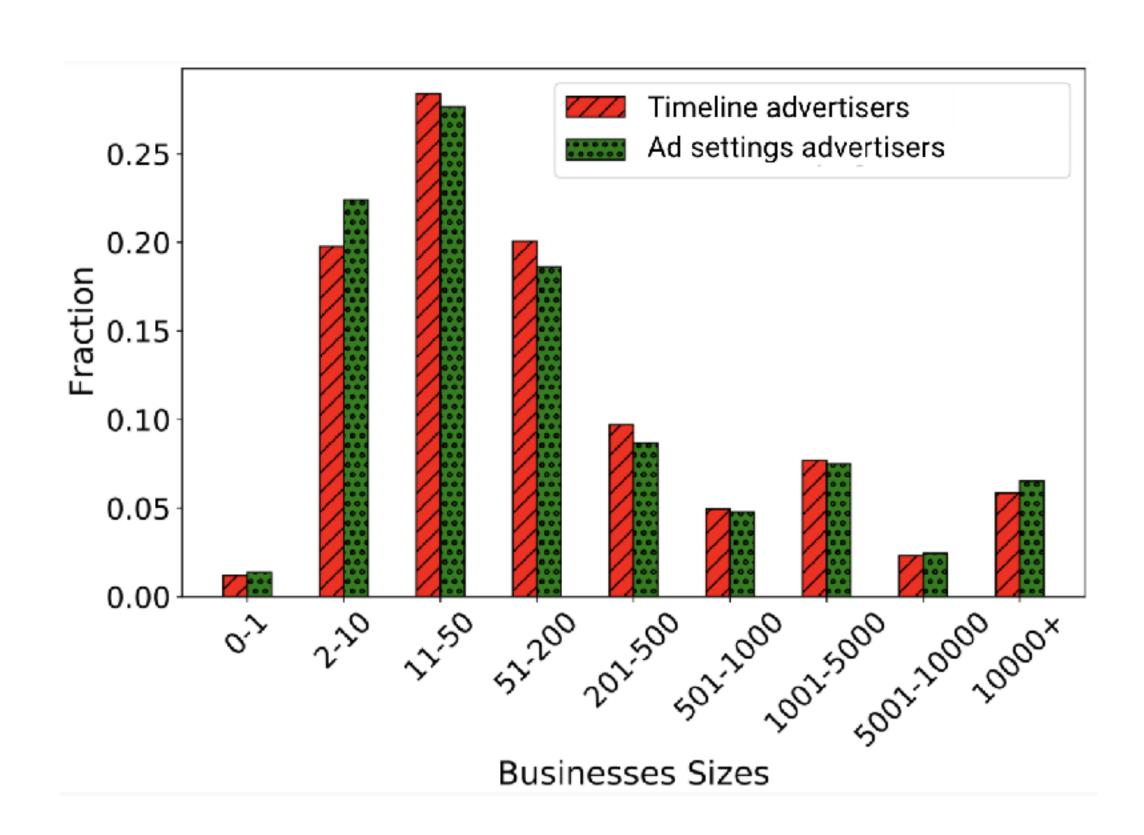
Info about 79k advertisers

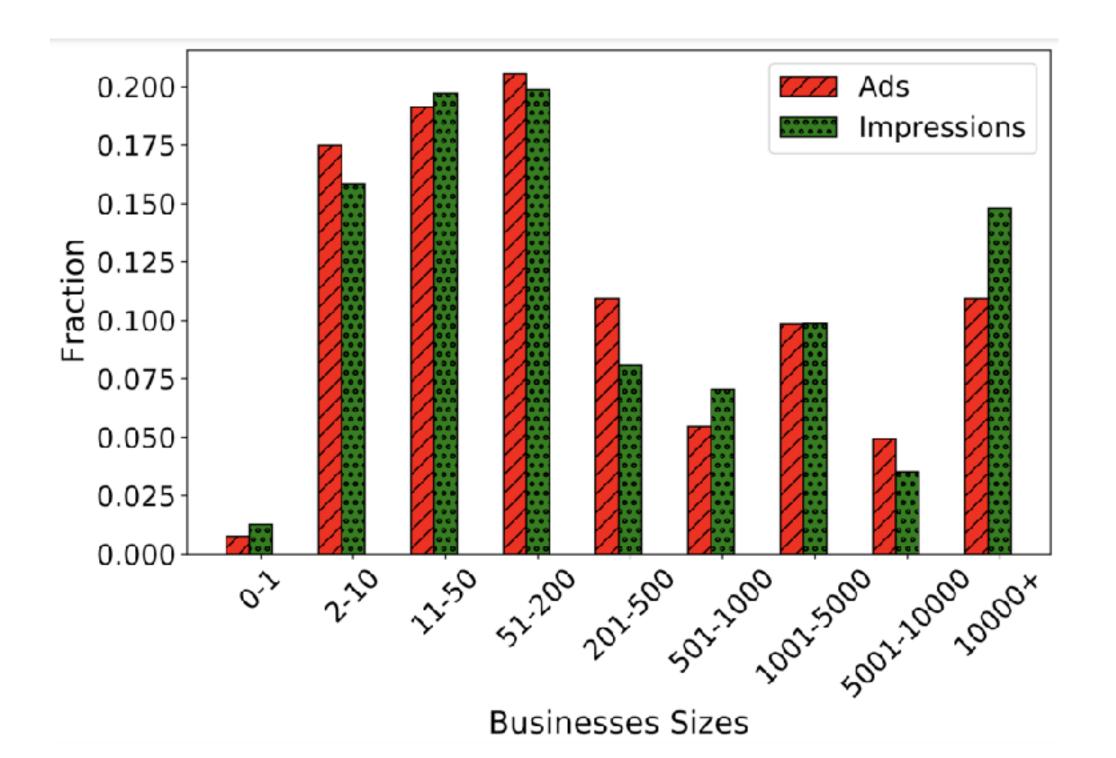


### To which extent small businesses advertise on Fb?

Fraction of advertisers

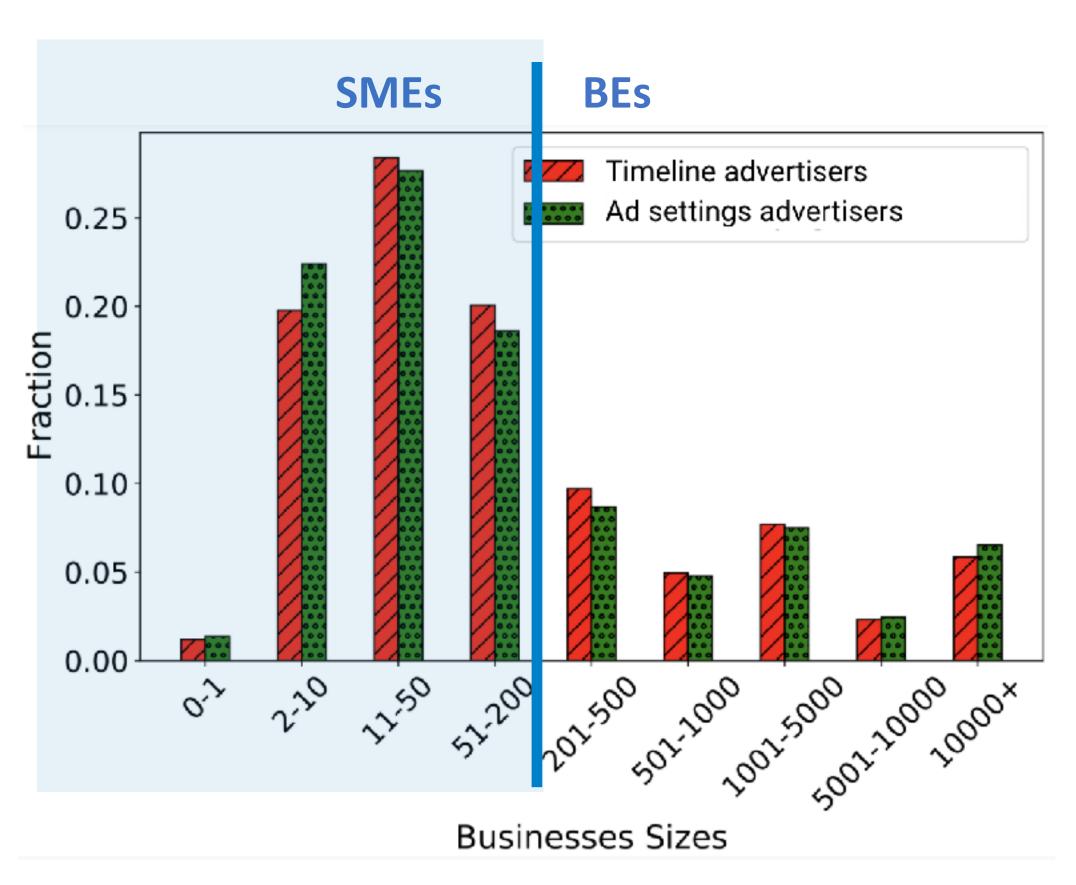
Fraction of ad impression





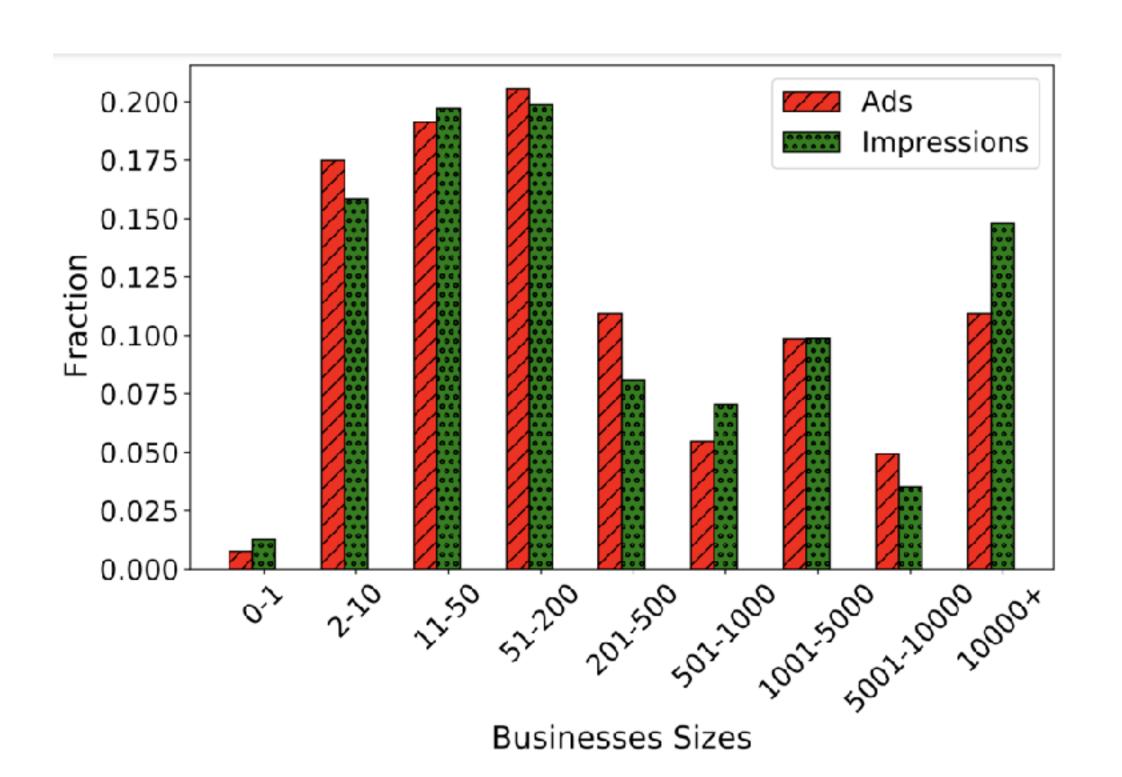
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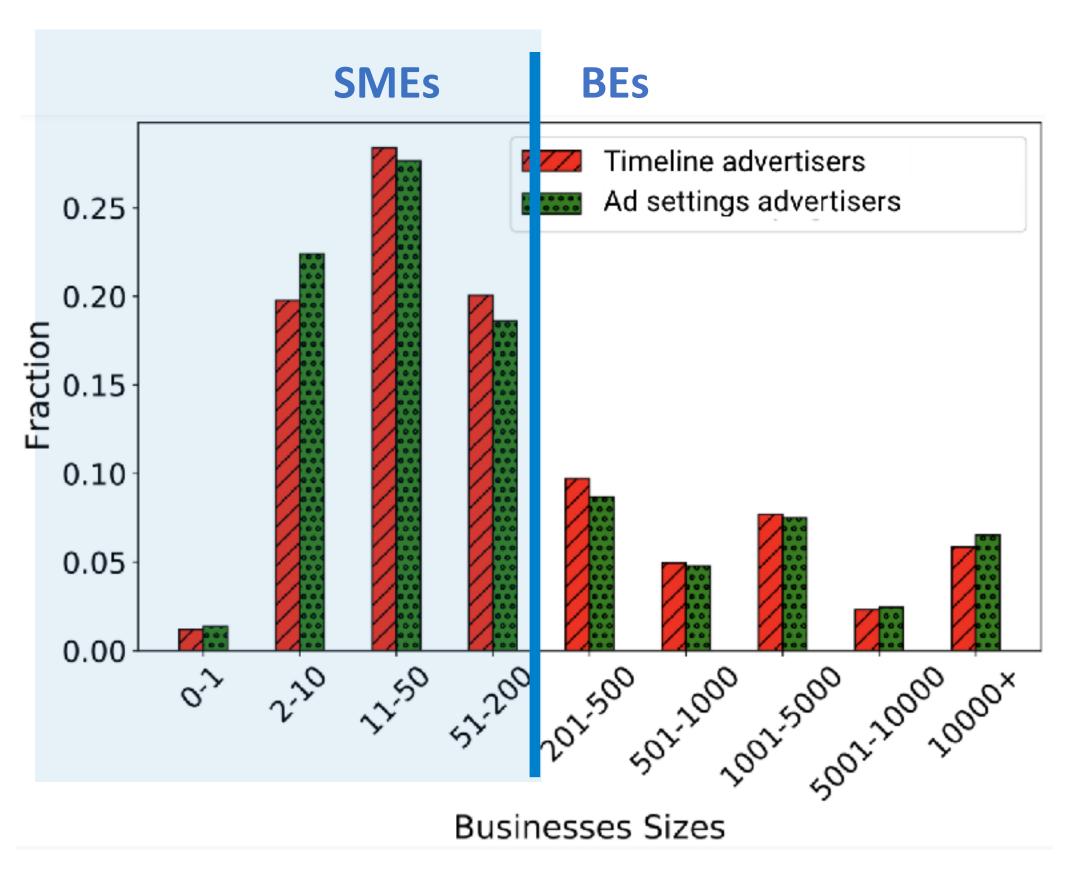
Over 70% of advertisers are SMEs

### Fraction of ad impression



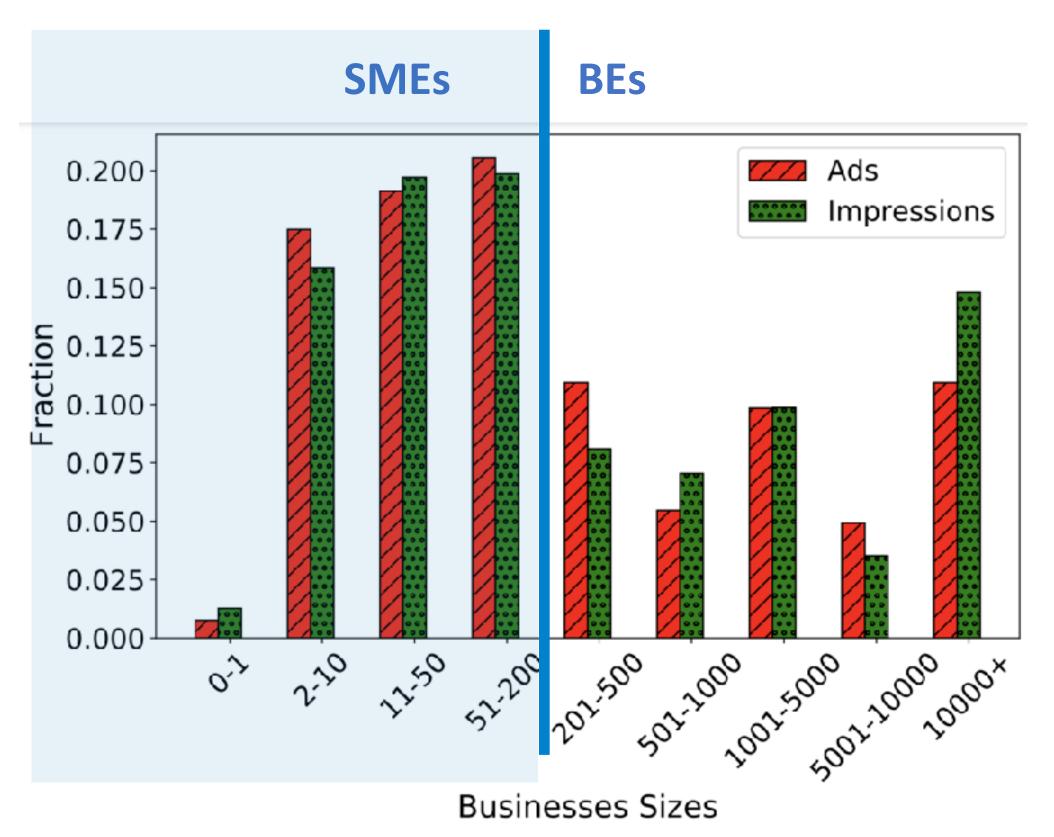
### To which extent small businesses advertise on Fb?

### Fraction of advertisers



Over 70% of advertisers are SMEs

### Fraction of ad impression



57% of ad impressions are from SMEs

# Do businesses use micro-targeting?

	Targeting type	SME (%)	BE (%)
Generic targeting	Generic targeting only	72.3%	69.5%
	Attribute based micro- targeting	12.0%	15.1%
Advertiser-driven micro-targeting	Custom audience-based micro-targeting	6.9%	6.8%
	Lookalike audiences	8.8%	8.6%

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Most of the ads are not micro-targeted by advertisers!

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Generic targeting was only 19% in [NDSS'2019]!

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Most of the ads are not micro-targeted by advertisers!

# Does this mean that micro-targeting is not useful?

... NO ...

... advertiser driven micro-targeting is being replaced by algorithmic driven micro-targeting

"During ad set creation, you chose a target audience ... and an optimization event ... We show your ad to people in that target audience who are likely to get you that optimization event".

"Each time there's an opportunity to show an ad to someone, an ad auction takes place to determine which ad to show".

Facebook terms of services

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Facebook terms of services

How should we regulate algorithmic driven micro-targeting?

# Options to regulate (political) advertising Considered by the European Commission

- Ban or restrict micro-targeting
  - But what is the economic impact on the ecosystem?
    - To which extent small and medium-sized businesses use micro-targeting?
- Ban or restrict web tracking
  - Where is web tracking used in advertising on Facebook?

### The role of web tracking in Facebook's micro-targeting

Not used for attribute-based micro-targeting

"Ads they click; Pages they engage with; Activities people engage in on Facebook related to things like their device usage, and travel preferences; Demographics like age, gender and location; The mobile device they use and the speed of their network connection."

Facebook terms of services

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- Used only for the pixel-based custom-audience micro-targeting technique
  - Only 2.6% of the ads sent by SMEs and 2.7% of the ones sent by BEs used the Facebook pixel

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Facebook terms of services

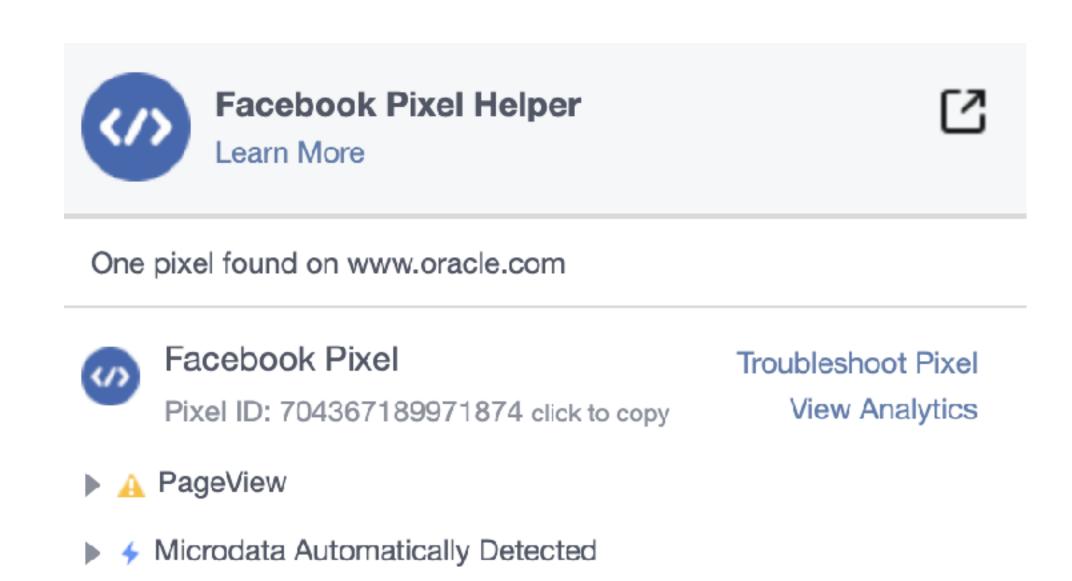
- Used only for the pixel-based custom-audience micro-targeting technique
  - Only 2.6% of the ads sent by SMEs and 2.7% of the ones sent by BEs used the Facebook pixel

Used for algorithmic ad optimization

"Interests are determined based on activity on Facebook, such as Pages or posts that people like, posts or comments they make and <u>activity off Facebook from apps they use</u> and websites they visit."

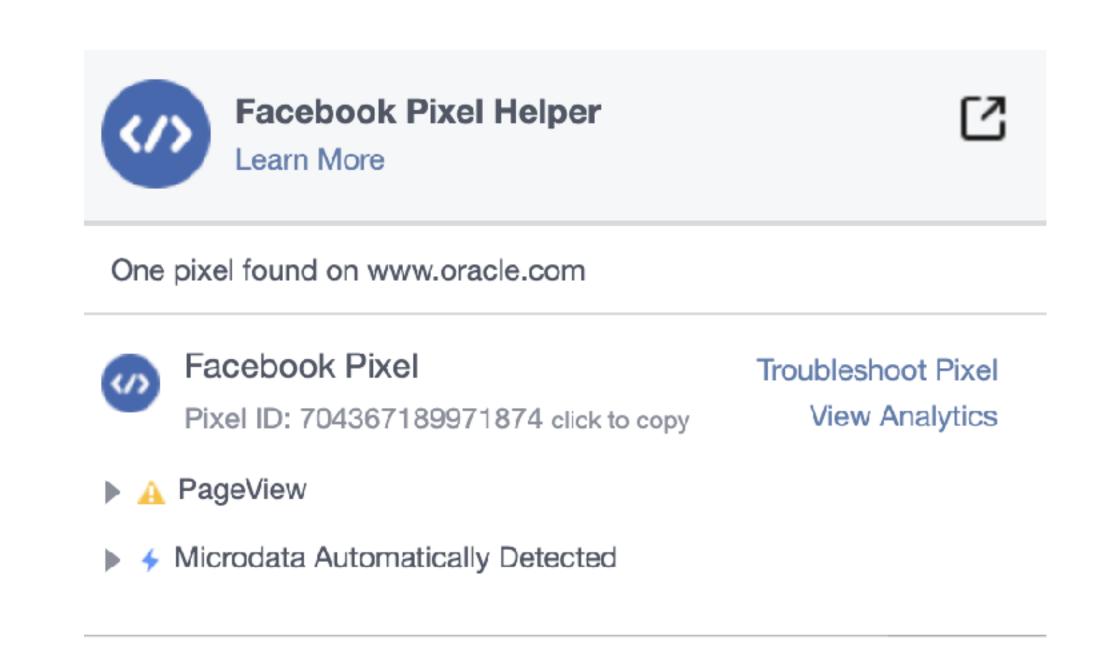
# Usage of Facebook pixel

	Total	SME (%)	BE (%)
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Advertisers allow Fb to track their users, but do not directly exploit it (<7%).

# Implications

- Small and medium sized businesses do account for the majority of advertisers and are responsible for the majority of ad impression
  - Important to assess the economic impact regulations would had on them
- Shift from advertiser-driven to algorithmic-driven advertising
  - New risks?
- A majority of advertisers we checked allow Facebook to track users that visit their websites without exploiting it
  - Does this lead to market unfairness?

# Takeaways

- For safer online platforms we need access to data
  - Use the law to get access to data Article 40 of DSA
  - Build systems that ask citizens to donate data about what they see online
- Lawmakers developing new regulations
  - We need data on the effectiveness and economic impact of restrictions
- Crucial need for assessing systemic risks with online platforms

# Thank you! Questions?

# (Research) Perspectives

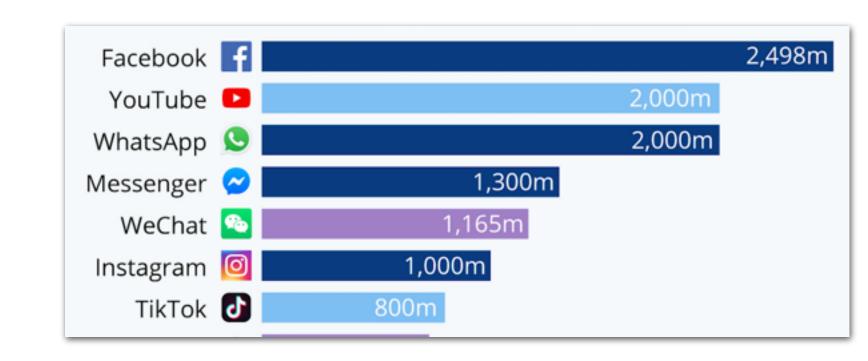
- Universal ad libraries is the first step
  - ... but we still need to reliably detect political ads (restrictions from countries legislation); identify malicious ad campaigns; and decide what kind of transparency we need for algorithmic driven micro-targeting?

• Can we measure the impact of information targeting? In which conditions a targeted message can change the opinion, preferences, voting behavior of a person?

# Background on online advertising

### The basics:

- Anyone (with a credit card) can be an advertiser
- Fb has over 250k attributes available to micro-target users
  - "anti-abortion movements", "cancer awareness"
- Facebook has 2.5 billion users, Youtube has 2 billion users



### The observation:

- Shift from using ad tech for promoting products to potentially interested people
  - to target (well chosen) information to specific groups of people (likely to accept it)