

IntillBuy: An AI-Powered E-Commerce Platform for Smart Shopping, Dynamic Pricing, and Fraud Detection

Dr. Amit Saxena

Associate Professor

*Department of Computer Science & Engineering
Moradabad Institute of Technology, Moradabad*

Mohit Kumar

*Department of Computer Science & Engineering
Moradabad Institute of Technology, Moradabad*

Jainul Abedeen

*Department of Computer Science & Engineering
Moradabad Institute of Technology, Moradabad*

Devraj Singh

*Department of Computer Science & Engineering
Moradabad Institute of Technology, Moradabad*

Abstract: *The rapid growth of e-commerce platforms has significantly transformed the retail industry, yet challenges such as lack of personalization, inefficient pricing strategies, and increasing fraudulent activities persist. This research presents IntillBuy, an AI-powered e-commerce system designed to enhance user experience, optimize pricing dynamically, and ensure secure transactions. The platform integrates three major artificial intelligence components: an AI chatbot for real-time customer interaction, a dynamic pricing engine using machine learning algorithms, and a fraud detection system to identify suspicious transactions. The system is developed using modern web technologies including React.js and Node.js, with Python-based machine learning models. Experimental analysis demonstrates improved customer engagement, adaptive pricing decisions, and enhanced security compared to traditional e-commerce platforms. The study highlights the importance of integrating AI-driven modules into online marketplaces to achieve scalability, efficiency, and reliability.*

Keywords: *E-commerce, Artificial Intelligence, Chatbot, Dynamic Pricing, Fraud Detection, Machine Learning, Web Development.*

1. Introduction

E-commerce has revolutionized the way consumers purchase goods and services by providing convenience, accessibility, and a wide range of product choices. However, traditional e-commerce systems still face significant limitations in delivering personalized experiences, adapting pricing strategies, and ensuring secure transactions.

Most existing platforms rely on static pricing models and rule-based chatbots that fail to understand user intent effectively. Additionally, fraud detection systems are often external or reactive rather than proactive, leading to increased risks and financial losses.

Artificial Intelligence (AI) and Machine Learning (ML) provide powerful solutions to these challenges by enabling systems to learn from user behaviour, detect anomalies, and adapt dynamically. This research proposes *IntillBuy*, an intelligent e-commerce platform that integrates AI-based chatbot interaction, dynamic pricing mechanisms, and fraud detection models into a unified system.

2. Proposed System: IntillBuy

IntillBuy is a web-based AI-driven e-commerce platform designed to improve user experience, pricing optimization, and transaction security.

Key Objectives

- Provide personalized shopping assistance using AI chatbot
- Implement dynamic pricing based on demand and competition
- Detect and prevent fraudulent transactions
- Offer a scalable and intelligent e-commerce solution

3. System Architecture and Modules

The system is divided into multiple functional modules:

Section	Module	Description
3.1	Product Management	Handles product listings, categories, and inventory updates.
3.2	User Management	Manages authentication, authorization, and user roles.

Section	Module	Description
3.3	AI Chatbot	The chatbot uses Natural Language Processing (NLP) to interact with users, answer queries, and recommend products in real-time.
3.4	Dynamic Pricing Engine	This module uses machine learning algorithms to adjust product prices based on: <ul style="list-style-type: none"> • Demand patterns • Stock availability • Competitor pricing
3.5	Fraud Detection System	Detects suspicious transactions using classification algorithms such as: <ul style="list-style-type: none"> • Logistic Regression • Decision Trees • Random Forest
3.6	Order and Payment Processing	Handles order placement, payment integration, and tracking.
3.7	Dashboard and Analytics	Provides insights to administrators regarding sales, trends, and user behaviour.

4. AI Models and Methodology

4.1 Chatbot Model

The chatbot is built using NLP techniques such as:

- Tokenization
- Intent classification
- Response generation

It provides real-time assistance and improves customer engagement.

4.2 Dynamic Pricing Model

The pricing engine uses supervised learning techniques to predict optimal pricing.

Factors considered:

- Historical sales data

- Demand trends
- Competitor pricing

The model continuously updates prices to maximize revenue and competitiveness.

4.3 Fraud Detection Model

Fraud detection is implemented using classification models trained on transaction data.

Features include:

- Transaction amount
- Frequency
- User behaviour patterns

The model classifies transactions as **legitimate or fraudulent**, improving system security.

5. Challenges in AI-Based E-Commerce Systems

Section	Topic	Description
5.1	Data Dependency	Accurate predictions require large volumes of high-quality data.
5.2	Real-Time Processing	Dynamic pricing and fraud detection must operate in real-time.
5.3	Model Accuracy vs Speed	Balancing accuracy and computational efficiency is critical.
5.4	Security and Privacy	Handling sensitive user data requires strong security mechanisms.

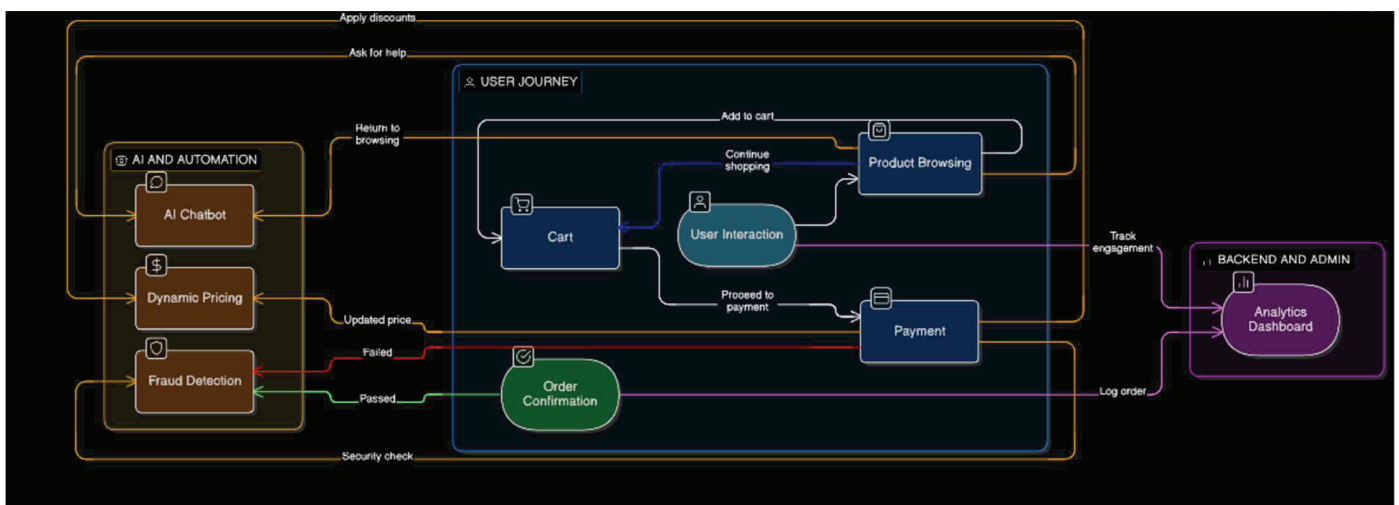
6. Comparative Analysis

Feature	Traditional E-commerce	IntillBuy
Chatbot	Rule-based	AI-based NLP chatbot
Pricing	Static	Dynamic AI pricing

Feature	Traditional E-commerce	IntillBuy
Fraud Detection	Limited	ML-based detection
Personalization	Low	High
Adaptability	Low	High

7. System Workflow

User Interaction → Product Browsing → AI Chatbot → Dynamic Pricing → Cart → Payment → Fraud Detection → Order Confirmation → Analytics Dashboard



8. Experimental Results and Discussion

The implementation of IntillBuy demonstrated significant improvements:

- **Enhanced User Engagement** due to AI chatbot interaction
- **Optimized Pricing** through dynamic adjustments
- **Reduced Fraudulent Transactions** using ML models

The system showed better adaptability compared to traditional platforms, especially in handling user queries and pricing variations.

9. Future Scope

- Integration of voice-based assistants
- Augmented Reality (AR) for product visualization
- Sentiment analysis for customer feedback
- Advanced recommendation systems
- Cloud-based deployment with real-time learnings.

10. Conclusion

This research presents IntillBuy, an AI-powered e-commerce platform that integrates chatbot interaction, dynamic pricing, and fraud detection into a unified system. The proposed framework enhances user experience, improves pricing strategies, and ensures transaction security. The study demonstrates that AI-driven systems can significantly outperform traditional e-commerce platforms in terms of adaptability, personalization, and efficiency. Future advancements in AI and cloud technologies will further strengthen such intelligent systems.

11. References

- [1] T. Chen, H. Xu, and Y. Liu, "Dynamic Pricing in E-commerce Using Machine Learning Algorithms," *IEEE Transactions on Knowledge and Data Engineering*, vol. 34, no. 5, pp. 2345–2358, 2022.
- [2] A. Gupta and R. Sharma, "Fraud Detection in Online Transactions Using Supervised Machine Learning Techniques," *Springer Journal of Web Engineering*, vol. 20, no. 3, pp. 455–470, 2021.
- [3] J. McAuley, "Personalized Recommendation Systems in E-commerce Platforms," *ACM Conference on Recommender Systems*, 2020.
- [4] OpenAI, "GPT Models for Conversational AI and Chatbot Development," Available: <https://platform.openai.com/docs>
- [5] Google, "Dialog flow CX Documentation: Building AI Chatbots," Available: <https://cloud.google.com/dialogflow>
- [6] Meta, "React.js Official Documentation," Available: <https://react.dev>
- [7] Node.js Foundation, "Node.js and Express.js Documentation," Available: <https://nodejs.org>
- [8] MongoDB Inc., "MongoDB Database Documentation," Available: <https://www.mongodb.com/docs>
- [9] TensorFlow Team, "TensorFlow for Machine Learning Applications," Available: <https://www.tensorflow.org>

[10] Scikit-learn Developers, "Machine Learning in Python: Classification and Prediction Models," Available:

<https://scikit-learn.org>

[11] Stripe Inc., "Online Payment Processing and Security Best Practices," Available: <https://stripe.com/docs>

[12] V. Chandola, A. Banerjee, and V. Kumar, "Anomaly Detection: A Survey," *ACM Computing Surveys*, vol. 41, no. 3, pp. 1–58, 2009.