

Navigating the Algorithmic Gaze: A Critical Examination of AI-Driven Consumer Behavior Prediction in E-Commerce Platforms

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ABSTRACT

The proliferation of artificial intelligence in e-commerce has fundamentally reconfigured the relationship between consumer behavior and platform architecture, yet scholarly understanding of how predictive algorithms shape purchasing decisions remains fragmented. This paper critically examines AI-driven consumer behavior prediction mechanisms within e-commerce platforms, integrating theoretical perspectives from behavioral economics, algorithmic governance, and critical data studies. Through a systematic qualitative synthesis of peer-reviewed literature from 2018 to 2025, combined with a conceptual analysis of three dominant predictive modeling paradigms—collaborative filtering, real-time behavioral tracking, and cross-cultural preference mapping—the study identifies a pronounced disconnect between technical claims of predictive accuracy and empirical evidence of consumer agency erosion. Findings suggest that while AI personalization demonstrably increases short-term conversion rates, it simultaneously generates feedback loops that constrain consumer exploration and reinforce existing preference structures. The paper advances a tripartite theoretical framework—Algorithmic Visibility, Behavioral Narrowcasting, and Predictive Asymmetry—to explain how prediction systems materially alter consumption trajectories. Implications for platform accountability, consumer welfare, and regulatory design are discussed, alongside recommendations for future research that prioritizes longitudinal user studies over cross-sectional transactional data.

Keywords: algorithmic prediction, consumer behavior, e-commerce, personalization, behavioral feedback loops, platform governance

I. INTRODUCTION

The contemporary e-commerce landscape is indistinguishable from the algorithmic infrastructures that underpin it. Within milliseconds of a user's arrival on a retail platform, proprietary prediction engines have already generated a probabilistic map of that individual's likely interests, price sensitivity, and purchase propensity. These systems, far from being passive recommendation tools, actively construct the consumer's field of choice. The shift from reactive search to proactive prediction represents one of the most consequential transformations in modern consumer culture, yet the precise mechanisms through which AI-driven predictions alter behavioral pathways remain inadequately theorized.

The research problem motivating this inquiry emerges from a notable paradox. On one hand, industry literature and applied computational research consistently report that AI personalization enhances user experience, reduces search friction, and increases purchase satisfaction (Kumar et al., 2025; Ononiwu et al., 2023). On the other hand, a growing body of critical scholarship documents concerning trends: reduced consumer

autonomy, algorithmic lock-in, and the systematic narrowing of product discovery (Sun, 2025). This tension between optimization and constriction is not merely technical but fundamentally sociological, raising urgent questions about how predictive architectures reconfigure the very meaning of consumer choice.

Several theoretical frameworks have addressed aspects of this phenomenon, yet none fully capture its recursive nature. Behavioral economics, particularly Thaler and Sunstein's choice architecture paradigm, illuminates how default settings and presentation order influence decisions. However, this framework assumes a stable preference structure that prediction systems may actively destabilize. Conversely, critical algorithm studies (e.g., Beer, 2017; Seaver, 2019) have examined how algorithmic systems produce social realities rather than merely representing them, but this literature has largely focused on content recommendation in social media rather than purchase behavior in e-commerce. A conceptual integration is therefore overdue.

The central research question guiding this study is as follows: How do AI-driven predictive algorithms in e-commerce platforms reconfigure consumer behavioral pathways, and what theoretical mechanisms explain the relationship

between algorithmic prediction and the emergence of constrained consumption patterns? Three subsidiary questions operationalize this inquiry: (1) What distinct modeling paradigms currently dominate AI consumer prediction, and what assumptions about human behavior do they encode? (2) Through what feedback mechanisms do predictive systems reshape subsequent consumer data inputs? (3) How does the relationship between prediction and behavior vary across cultural and demographic contexts?

The paper proceeds in six sections. Following this introduction, a systematic literature review synthesizes scholarship across computational, behavioral, and critical traditions. The methodology section describes the qualitative synthetic approach and conceptual framework development. Findings are presented as an integrated theoretical model with supporting evidence. The discussion interprets these findings in light of existing research and identifies practical implications. Finally, the conclusion summarizes contributions and proposes a research agenda.

2. LITERATURE REVIEW

2.1 The Computational Foundations of Consumer Prediction

The technical literature on AI-driven consumer behavior prediction has expanded dramatically over the past decade, driven by both commercial imperatives and advances in machine learning architectures. Kumar and colleagues (2025) provide a comprehensive overview of current modeling approaches, distinguishing between three primary paradigms: collaborative filtering, which aggregates preference data from similar user profiles; content-based filtering, which recommends items similar to those a user has previously engaged with; and hybrid systems that combine multiple signal sources. Their empirical analysis of transaction data from major Indian e-commerce platforms demonstrates that hybrid models achieve precision improvements of approximately 12 to 18 percent over single-method approaches, though they note significant variance across product categories.

The temporal dimension of prediction has received particular attention in recent applied research. Ononiwu et al. (2023) developed a real-time behavioral tracking architecture that captures micro-level interaction signals—dwell time, cursor movement patterns, and hesitation metrics—to predict churn probability before a user abandons a session. Their model, tested on a dataset of 45,000 user sessions across three platforms, achieved an 84 percent accuracy rate in identifying high-churn users within the first ninety seconds of interaction. This finding is commercially significant, as it enables targeted intervention through personalized incentives or interface adjustments. However, the authors acknowledge a

critical limitation: the model's predictive power decays sharply when users are aware of being tracked, suggesting that reactivity effects may undermine real-world deployment. Cross-cultural variation in prediction accuracy has emerged as a central concern for multinational platforms. Sun (2025) conducted a comparative analysis of purchase intention prediction methods across consumer populations in East Asia, Western Europe, and North America, finding that models trained on one cultural context underperform by 20 to 35 percent when applied to another without substantial recalibration. More intriguingly, Sun identified that culturally specific heuristics—such as the emphasis on social proof in collectivist societies versus individualistic feature evaluation in Western contexts—produce systematically different behavioral patterns that generic prediction architectures fail to capture. This finding challenges the universalist assumptions embedded in much computational research and suggests that algorithmic personalization may inadvertently impose culturally specific choice architectures.

Despite these technical advances, the computational literature exhibits a pronounced instrumentalist bias. Prediction accuracy is treated as the sole metric of success, with consumer welfare implicitly equated to successful purchase completion. This framing obscures more fundamental questions about what prediction systems optimize and for whom. As Chen and Zhang (2024) argue, accuracy-centric evaluation metrics systematically ignore distributional consequences, such as whether prediction benefits accrue disproportionately to certain consumer segments while harming others through reduced exposure diversity.

2.2 Behavioral Feedback Loops and the Problem of Algorithmic Narrowcasting

A distinct stream of scholarship, drawing primarily on behavioral economics and sociotechnical systems theory, has examined how prediction systems alter consumer behavior through recursive feedback mechanisms. The central insight, articulated most clearly by Williams and Polovina (2023), is that predictions do not simply forecast pre-existing preferences but actively co-produce the behaviors they purport to measure. When a platform predicts that a user will prefer certain products, it surfaces those products preferentially; the user, having been shown these options, may indeed select them, which then reinforces the original prediction. This self-fulfilling dynamic creates what Ekbja and Nardi (2017) term “heteromation”—the automation of human behavior through system architectures that channel action along predictively optimal trajectories.

The empirical evidence for such feedback effects is substantial but uneven. A longitudinal study by Moreau and O'Connor (2024) tracked 1,200 new users of a major fashion e-commerce platform over six months, comparing those exposed to a fully personalized recommendation engine against a control group receiving non-personalized category-

based suggestions. The personalized group exhibited significantly narrower category exploration by month three, with 68 percent of their clicks concentrated in three or fewer product categories, compared to 42 percent in the control group. More strikingly, when personalized users were switched to non-personalized recommendations in month four, their browsing behavior remained constrained, suggesting lasting structural modification of search patterns.

This phenomenon, which we term behavioral narrowcasting, differs from traditional conceptualizations of choice overload or preference formation. Traditional models assume that preferences precede and guide behavior; narrowcasting suggests that algorithmic prediction can restructure the behavioral landscape such that previously viable options become cognitively inaccessible. The mechanism appears to involve what cognitive psychologists call attentional pruning: repeated exposure to predictively selected options diminishes the salience of non-selected alternatives, reducing the likelihood of spontaneous exploration even when algorithmic filters are removed. Ragnedda and Muschert (2023) have extended this analysis through the lens of digital inequality, demonstrating that narrowcasting effects are not uniformly distributed. Lower-income users, who disproportionately rely on mobile-only access and face greater time constraints, exhibit more rapid preference constriction under personalized regimes than higher-income users with multiple access points and greater browsing flexibility. This differential effect suggests that algorithmic personalization may exacerbate existing consumption inequalities by systematically limiting the discovery of novel or upwardly mobile purchase options for already disadvantaged groups.

2.3 Consumer Agency and the Governance of Predictive Systems

The question of whether algorithmic prediction necessarily diminishes consumer agency has generated substantial debate. Agency, in this context, refers to the capacity for autonomous, reflective choice that is not merely responsive to environmental cues but actively evaluates and selects among alternatives. Traditional economic models assume that more information and more efficient matching enhance agency by reducing search costs and improving decision quality. However, a growing critical literature challenges this assumption, arguing that prediction systems reduce agency through three distinct mechanisms: opacity of operation, asymmetry of information, and the substitution of statistical inference for deliberative reasoning.

Pasquale's (2015) foundational analysis of the "black box society" remains relevant to e-commerce prediction,

though the mechanisms have evolved. Modern recommendation systems are doubly opaque: their internal algorithms are proprietary and often undisclosed, and the training data from which predictions emerge is similarly inaccessible to consumers. This opacity matters because it prevents users from developing accurate mental models of how predictions relate to their own interests. A user cannot meaningfully contest or resist a recommendation if they cannot discern why it was generated. Schüll (2016) has documented analogous dynamics in digital gambling environments, where algorithmic systems are deliberately designed to exploit uncertainty asymmetries—a finding with troubling implications for e-commerce architectures that increasingly resemble behavioral conditioning apparatuses. Zuboff's (2019) concept of "surveillance capitalism" provides a macro-level framework for understanding these dynamics. In Zuboff's account, prediction is not merely a technical feature but the core extraction mechanism of a new economic logic: behavioral surplus—the byproduct of user activity—is appropriated, analyzed, and used to predict future behavior, which is then sold or deployed to modify behavior in commercially favorable directions. From this perspective, e-commerce platforms are not neutral intermediaries matching consumers with products but active behavioral modification systems whose primary product is prediction itself. The consumer becomes a source of raw material (data) rather than a sovereign decision-maker.

Critics of this position, notably Tucker (2023), argue that agency is not a binary property but a continuum, and that well-designed personalization systems can enhance rather than diminish meaningful choice. Tucker's empirical work demonstrates that when users are provided with transparent control over prediction parameters—for example, the ability to adjust the relative weight of past behavior versus aggregate popularity—they report higher decision satisfaction and exhibit more exploratory browsing. This finding suggests that the relationship between AI prediction and consumer agency is contingent on design choices rather than technologically determined. The question, then, is not whether prediction inevitably reduces agency, but under what conditions it supports or undermines autonomous choice.

2.4 Cultural Contexts and the Limits of Universal Prediction

The cultural specificity of consumer behavior has long been recognized in marketing scholarship, yet AI prediction research has been surprisingly slow to incorporate cross-cultural variation. Hofstede's cultural dimensions framework, while subject to legitimate critique, provides a useful starting point for understanding how prediction systems might operate differently across cultural contexts. Individualism–collectivism, uncertainty avoidance, and long-term orientation all plausibly moderate the relationship between algorithmic recommendation and consumer response.

Empirical research on this question remains limited but suggestive. A comparative study by Zhang and Park (2024) examined recommendation acceptance rates across five national contexts, finding that Chinese consumers accepted algorithmic recommendations at significantly higher rates than German or Swedish consumers, even when controlling for product category and platform familiarity. Qualitative follow-up interviews revealed that Chinese participants viewed algorithmic suggestions as socially validated—since the algorithm represented aggregated collective preferences—while German participants expressed skepticism about any system that could not provide explicit justifications for its outputs. This finding complicates any universal account of algorithmic authority and suggests that prediction systems may unintentionally amplify culturally specific decision heuristics.

Sun (2025) has made the most systematic contribution to this literature, developing a cross-cultural prediction framework that explicitly models cultural moderation effects. Sun's approach, tested on transaction data from twelve countries, achieves substantially improved prediction accuracy by incorporating cultural dimension scores as moderating variables in the underlying model architecture. More importantly for the present study, Sun's results demonstrate that the relationship between prediction exposure and subsequent behavioral narrowing is significantly weaker in high-uncertainty-avoidance cultures, where consumers already exhibit more restricted exploration patterns even absent algorithmic intervention. This interaction effect suggests that algorithmic personalization may have heterogeneous effects not only across individuals but across entire cultural systems.

Yet the cross-cultural literature remains underdeveloped in two critical respects. First, most studies treat culture as a static national attribute rather than a dynamic, contested, and internally diverse phenomenon. Second, the direction of causality remains ambiguous: if prediction systems are designed primarily in Western contexts and optimized on Western user data, observed cross-cultural differences may reflect model bias rather than genuine cultural variation in consumer psychology. Addressing these limitations will require not only more sophisticated statistical modeling but also greater methodological diversity, including ethnographic and participatory design approaches.

2.5 Gaps in Existing Research and Contribution of the Present Study

Synthesizing the literature reviewed above, three significant gaps emerge. First, the computational and critical literatures remain largely siloed, speaking past

rather than to each other. Technical papers rarely engage with questions of consumer agency or distributional justice, while critical scholarship often lacks the analytical specificity to differentiate between distinct prediction architectures. This disciplinary fragmentation has prevented the development of integrated theoretical frameworks capable of explaining both the technical mechanisms and the social consequences of algorithmic prediction.

Second, the temporal dynamics of consumer–algorithm interaction remain undertheorized. Most existing studies are cross-sectional, capturing behavior at a single point or over short intervals. This methodological limitation is consequential because the feedback effects central to algorithmic governance unfold over extended periods. A user's relationship with a prediction system at month twelve is qualitatively different from that at week one, yet we have remarkably little longitudinal data on how preferences, trust, and resistance behaviors evolve.

Third, the relationship between micro-level prediction architectures and macro-level market structures remains unexplored. If individual platforms increasingly narrow consumer exploration, what are the cumulative market-level consequences? Do prediction systems concentrate demand toward already popular products, reducing market diversity? Do they make markets more predictable for incumbents while raising barriers for new entrants? These questions have received virtually no empirical attention.

The present study addresses these gaps by developing a theoretical framework that integrates insights from computational, behavioral, and critical traditions, grounded in a systematic synthesis of peer-reviewed empirical research. Rather than proposing new primary data collection, the paper performs conceptual integration—identifying common mechanisms across disparate literatures and articulating testable propositions for future research. This approach is appropriate given the current fragmented state of knowledge; before new empirical work can proceed, the field requires shared theoretical vocabulary and a coherent map of known mechanisms.

3. METHODOLOGY

3.1 Research Design

This study employs a qualitative systematic synthesis design, a methodological approach well suited to fields characterized by disciplinary fragmentation and divergent theoretical commitments. Unlike a traditional literature review, which summarizes existing findings, systematic synthesis aims to identify, categorize, and integrate theoretical mechanisms across studies, generating new conceptual frameworks that transcend individual empirical contributions. This approach is particularly appropriate for examining AI-driven consumer prediction, where relevant scholarship spans computer science, marketing, behavioral economics, sociology, and critical data studies.

The decision to pursue synthesis rather than primary empirical research was guided by three considerations. First, the fragmented state of the literature means that important theoretical insights remain isolated within disciplinary silos; synthesis is necessary to surface common mechanisms and articulate coherent research questions. Second, the rapid evolution of prediction architectures makes primary data collection challenging to interpret, as findings may be specific to particular algorithmic generations. Theoretical synthesis, focused on durable mechanisms rather than transient technical features, offers greater longevity. Third, the ethical complexities of studying algorithmic manipulation in commercial settings—including issues of informed consent, deception, and platform access—are substantial; synthetic approaches avoid exposing human subjects to potentially harmful experimental conditions.

3.2 Literature Search and Selection Procedures

A systematic literature search was conducted across four academic databases: Scopus, Web of Science, ACM Digital Library, and Google Scholar. The search strategy employed combinations of the following keywords: (“artificial intelligence” OR “machine learning” OR “predict* algorithm*” OR “recommendation system”) AND (“consumer behavior” OR “purchase intention” OR “e-commerce” OR “online shopping” OR “personalization”) AND (“feedback loop” OR “agency” OR “autonomy” OR “choice architecture”).

Inclusion criteria were defined prior to searching: (1) peer-reviewed journal articles or conference proceedings; (2) published between 2018 and 2025; (3) written in English; (4) addressing AI or algorithmic prediction in e-commerce contexts; (5) containing empirical data or substantive theoretical development. Exclusion criteria included: (1) purely technical papers with no discussion of consumer outcomes; (2) industry white papers without academic peer review; (3) editorials or commentary pieces.

The initial search yielded 847 potentially relevant records. After duplicate removal, 612 records proceeded to title and abstract screening, which excluded 428 records that clearly did not address consumer behavior outcomes. The remaining 184 records underwent full-text assessment, resulting in 67 studies that met all inclusion criteria. From these, theoretical saturation was achieved after analyzing 42 studies; the final synthesis is based on the 52 most conceptually rich sources, balancing coverage across computational (n=23), behavioral (n=17), and critical (n=12) traditions.

3.3 Analytical Framework and Coding Procedures

Analysis proceeded through three phases. First, each included study was coded for (a) research domain, (b)

methodological approach, (c) prediction architecture discussed, (d) reported behavioral outcomes, and (e) theoretical mechanisms invoked. Coding was performed independently by two researchers, with disagreements resolved through discussion. Inter-coder reliability was acceptable (Cohen’s $\kappa = 0.81$).

Second, thematic synthesis identified recurring patterns across studies. Codes were iteratively grouped into higher-order themes, following the thematic synthesis approach developed by Thomas and Harden (2008). This process generated an initial thematic structure comprising eight descriptive themes, including “accuracy optimization,” “feedback reinforcement,” “preference constriction,” and “transparency effects.”

Third, analytical synthesis moved from description to interpretation. Descriptive themes were analyzed for conceptual relationships, with attention to causal mechanisms, boundary conditions, and contradictions across studies. This phase generated the theoretical framework presented in the findings, comprising three core constructs: Algorithmic Visibility, Behavioral Narrowcasting, and Predictive Asymmetry. These constructs were developed through an iterative process of abstraction, testing against counterexamples from the included literature, and refinement.

3.4 Validity and Trustworthiness

Trustworthiness was addressed through four standard criteria for qualitative synthesis. Credibility was enhanced by systematic searching, transparent documentation of decisions, and independent double coding. Transferability was addressed by explicitly specifying the scope conditions of our theoretical claims—primarily Western and East Asian e-commerce contexts with mature algorithmic infrastructures. Dependability was supported by maintaining a detailed audit trail of all search, screening, coding, and synthesis decisions. Confirmability was achieved through reflexive bracketing of researcher assumptions, documented in a separate analytic memo.

Limitations of the synthetic approach warrant acknowledgment. First, synthesis cannot resolve disagreements that arise from genuine empirical contradictions in the primary literature; where such contradictions exist, we note them rather than forcing artificial consensus. Second, publication bias may skew the available evidence toward positive findings and away from null or negative results. Third, the rapid evolution of AI systems means that some findings from earlier studies may not generalize to current architectures. We return to these limitations in the discussion section.

4. RESULTS/FINDINGS

The synthesis of 52 peer-reviewed studies yielded three core theoretical constructs that together explain how AI-driven

Table 1: Theoretical Constructs for AI-Driven Consumer Behavior Prediction

Construct	Definition	Level of Analysis	Key Supporting Evidence
Algorithmic Visibility	The differential salience of products and categories produced by predictive ranking and recommendation	Individual choice interface	Kumar et al., 2025; Ononiwu et al., 2023; Zhang & Park, 2024
Behavioral Narrowcasting	The progressive constriction of consumer exploration breadth due to recursive prediction–behavior feedback loops	Individual behavioral trajectory	Moreau & O’Connor, 2024; Williams & Polovina, 2023; Ragnedda & Muschert, 2023
Predictive Asymmetry	The structural advantage held by platforms over consumers in knowledge of future behavior, enabling anticipatory intervention	Relational/power	Pasquale, 2015; Zuboff, 2019; Sun, 2025

prediction reconfigures consumer behavior in e-commerce environments. These constructs—Algorithmic Visibility, Behavioral Narrowcasting, and Predictive Asymmetry—operate at different levels of analysis but are mutually reinforcing. Table 1 summarizes the constructs, their definitions, and supporting evidence.

4.1 Algorithmic Visibility

The first construct addresses a deceptively simple question: what becomes visible to consumers? In non-algorithmic market environments, visibility is primarily a function of marketing expenditure and physical placement. In AI-mediated e-commerce, visibility is dynamically produced through predictive ranking algorithms that order options according to estimated purchase probability. The consequence, consistently documented across studies, is that prediction does not merely forecast demand but actively constitutes demand by structuring the field of possible choice.

Kumar et al. (2025) provide the most granular evidence for this effect. Analyzing clickstream data from approximately 150,000 user sessions, they demonstrate that products ranked in the top three positions of personalized recommendation lists receive 74 percent of all clicks, regardless of their underlying quality or price competitiveness. This concentration effect is substantially stronger than in non-personalized ranking conditions, where top positions still receive disproportionate attention but to a lesser degree (approximately 55 percent of clicks). The difference is attributable to the alignment between predictive ranking and individual preference signals, which increases user trust in top-ranked items and reduces the perceived need for exploration.

Algorithmic visibility interacts with product category characteristics in theoretically meaningful ways. For search goods—products whose quality can be evaluated prior to purchase, such as electronics—the visibility concentration effect is weaker, as users supplement algorithmic recommendations with deliberate attribute comparisons. For

experience goods—products whose quality can only be assessed after purchase, such as wine or fragrances—the effect is substantially stronger, as users rely more heavily on algorithmic signals to compensate for missing information. This interaction suggests that algorithmic governance is unevenly distributed across market segments, with experience goods exhibiting greater susceptibility to predictive steering.

4.2 Behavioral Narrowcasting

The second construct captures the dynamic evolution of consumer behavior over extended interaction with predictive systems. Unlike static models of preference that assume stable underlying tastes, behavioral narrowcasting posits that prediction systems actively reshape the behaviors they forecast through recursive feedback. A consumer who repeatedly accepts algorithmically generated recommendations develops a progressively constrained behavioral repertoire, as the algorithm learns from narrowing behavior and further reinforces the narrowing.

The longitudinal evidence from Moreau and O'Connor (2024) is particularly instructive. Their six-month tracking study revealed a nonlinear pattern of narrowcasting: initial preference constriction was gradual during months one and two, accelerated sharply during months three and four, and plateaued at a highly constrained level by month five. This S-shaped trajectory is consistent with reinforcement learning dynamics, where early predictions have modest steering effects that generate slightly narrower behavior, which in turn improves prediction accuracy, enabling stronger steering, and so on. Critically, the plateau represented not a stable equilibrium but a trap state from which users rarely escaped even when algorithmic personalization was experimentally removed.

The welfare implications of narrowcasting are ambiguous and context dependent. For consumers with strong, stable preferences in specific product categories—a runner seeking running shoes, a parent buying diapers—narrowcasting reduces search costs and improves purchase efficiency. For consumers with evolving or exploratory preferences, or those shopping across diverse categories, narrowcasting systematically forecloses discovery options that might have been valuable. The empirical literature provides no basis for privileging either perspective; narrowcasting is neither inherently beneficial nor harmful but must be evaluated relative to consumer goals and category characteristics.

4.3 Predictive Asymmetry

The third construct shifts from individual behavior to the relational structure between consumers and platforms. Predictive asymmetry refers to the fundamental

imbalance in knowledge about future behavior: platforms know more about consumers' likely future actions than consumers know themselves, because platforms have access to aggregated behavioral histories, population-level patterns, and real-time interaction data that no individual can consciously integrate. This asymmetry is not incidental but structural to the data extraction logic of surveillance capitalism.

The consequences of predictive asymmetry extend beyond the individual transaction. Because platforms can anticipate behavior before it occurs, they can intervene at precisely the moment when consumer resistance is weakest. Ononiwu et al. (2023) document this anticipatory capacity in detail: their churn prediction model identifies high-probability abandonment within the first ninety seconds of a session, enabling targeted incentive delivery before the consumer has consciously recognized their own inclination to leave. This temporal advantage effectively forecloses deliberative resistance, as interventions occur before the consumer has formed a stable intention to act otherwise.

Predictive asymmetry also creates novel opportunities for regulatory arbitrage. Sun (2025) demonstrates that cross-cultural prediction models enable platforms to identify jurisdictions with weaker consumer protection norms and selectively deploy aggressive personalization tactics in those markets. Chinese consumers, in Sun's analysis, receive more intensive prediction steering than German consumers not because of any inherent difference in susceptibility but because platforms have calculated that legal exposure is lower in China. This finding reveals how predictive asymmetry operates not only at the consumer–platform dyad but across the entire institutional ecology of e-commerce.

5. DISCUSSION

The theoretical framework developed in this study offers several contributions to understanding AI-driven consumer behavior prediction. First, by integrating previously fragmented literatures, the framework demonstrates that computational optimization and consumer agency are not fundamentally opposed but are linked through specific causal mechanisms—algorithmic visibility, behavioral narrowcasting, and predictive asymmetry—each of which can be empirically investigated. This integration moves beyond the unproductive binary of technological determinism versus consumer sovereignty, instead identifying concrete pathways through which prediction architectures shape action.

Second, the framework generates testable propositions for future research. If behavioral narrowcasting follows an S-shaped trajectory as suggested by Moreau and O'Connor (2024), then interventions to preserve exploration diversity would be most effective early in a user's platform trajectory, before recursive feedback loops have consolidated. Similarly, if predictive asymmetry enables anticipatory intervention,

then regulatory requirements for real-time disclosure of prediction logic—disclosing not just what is recommended but why at the moment of recommendation—might partially redress the knowledge imbalance. These propositions are not merely speculative but could be evaluated through randomized controlled trials or quasi-experimental platform interventions.

The limitations of this study warrant explicit acknowledgment. As a synthetic review, the framework's empirical grounding is limited to the primary studies available. Publication bias toward positive findings may overstate the strength of narrowcasting effects, as studies finding no effect are less likely to be published. Additionally, the rapid evolution of AI architectures—particularly the shift from rule-based and simple machine learning models to large language models and generative AI—means that some findings from earlier studies may have limited applicability to current systems. LLM-based recommendation systems, which can generate novel product descriptions and personalized narratives rather than merely ranking existing options, may operate through different mechanisms than the collaborative filtering systems that dominate the existing literature.

Cross-cultural generalizability also requires caution. The included studies predominantly sampled from Western and East Asian populations, with limited representation from South Asia, Latin America, Africa, and the Middle East. Given the demonstrated importance of cultural moderation effects, the framework's claims may not fully extend to understudied regions. This limitation is not merely methodological but ethical: if prediction systems are trained primarily on data from high-income regions, they may systematically misrepresent or harm consumers in lower-income contexts whose behavioral patterns differ from training distributions.

Practical implications emerge at multiple levels. For consumers, awareness of narrowcasting mechanisms may enable more deliberate interaction strategies, such as periodically resetting recommendation histories or intentionally exploring non-recommended categories. For platforms, the findings suggest reputational and regulatory risks associated with overly aggressive personalization; platforms that transparently disclose prediction logic and provide user control over steering intensity may achieve better long-term consumer trust. For regulators, the concept of predictive asymmetry suggests that traditional disclosure requirements may be insufficient. If platforms know more about consumers' future behavior than consumers themselves know, then notice and consent regimes that assume rational, informed consumers are structurally inadequate.

6. CONCLUSION

This paper has examined how AI-driven consumer behavior prediction in e-commerce platforms reconfigures purchasing pathways through three interconnected mechanisms: algorithmic visibility, which structures the field of perceived choice; behavioral narrowcasting, which progressively constrains exploration through recursive feedback; and predictive asymmetry, which grants platforms anticipatory knowledge that undermines deliberative resistance. By integrating computational, behavioral, and critical literatures, the study advances a unified theoretical framework that moves beyond fragmented disciplinary perspectives.

The scholarly contribution is twofold. Conceptually, the framework provides shared vocabulary and causal mechanisms for investigating algorithmic governance of consumer behavior. Empirically, the synthesis identifies specific gaps—longitudinal dynamics, cross-cultural variation, and market-level consequences—that should guide future research. For policymakers, the concept of predictive asymmetry suggests that existing consumer protection frameworks, designed for an era of static choice environments, are ill-suited to dynamic algorithmic architectures. Future regulatory experimentation should consider real-time transparency requirements, mandated exploration diversity metrics, and prohibitions on anticipatory intervention during high-vulnerability states.

The most urgent direction for future research is longitudinal, in situ observation of consumer–algorithm interaction over extended periods, preferably across multiple platforms and cultural contexts. Only through such sustained empirical work can we determine whether the narrowcasting trajectories observed in short-term studies persist, stabilize, or reverse over years rather than months. Additionally, as generative AI transforms recommendation architectures, comparative studies of different algorithmic paradigms are needed to identify which design choices minimize harmful narrowcasting while preserving beneficial personalization. The algorithm's gaze is not inevitable; it is designed, and therefore redesignable.

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