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Retail software solutions company opens U.S. headquarters in Teaneck

BY JOAN VERDON STAFF WRITER THE RECORD

An Israeli technology company that creates virtual sales clerks to help guide shoppers around ecommerce websites has established its North American headquarters in Teaneck.



MITSU YASKUKAWA/SPECIAL TO THE RECORD CEO Ofer Alt showing the page of one of his clients.

Celebros Inc. was founded in Israel in 2000 and used search technology originally created for the Israeli army to develop what it calls "intelligent, concept-based search for online shops." The company, according to Chief Executive Officer Ofer Alt, actually has a broader mission, which is combining a group of "conversion technologies" that convert online browsers into buyers.

For e-commerce sites, the typical conversion rate is 1 percent, meaning that out of 100 people who go to the site, only one person actually buys something, said Alt, during a visit to the Teaneck office last week. "What customers find when they go to websites are empty shops, without a salesperson," he said. Alt said the Celebros technology tries to give the websites the equivalent of a knowledgeable sales clerk who can find specific items and recommend similar products.

Celebros has created search-related software for more than 400 retail websites worldwide, including jewelry retailer Ice.com, cosmetics giant Avon.com. and Skymall.com, which sells products geared to airplane passengers. The company only works with websites that do \$2 million or more in annual sales.

The Celebros search technology, Alt said, allows Web shoppers to pose questions in "human terminology" — just the way someone would ask a question face to face with a sales clerk. To demonstrate, he went to the Ice.com website and typed in "I want a pink diamond ring under \$500." The website, in response, displayed a pink diamond ring for \$495. Alter pointed out that the site was able to pull up the correct page even though the words "under \$500" did not appear anywhere on the page, or the words "I want a pink diamond ring."

"Our technology is a bridge between human terminology and the data that is on the website's database," said Jeffrey Tower, manager of the Teaneck office.

Alt and Tower said that while other software companies provide search engine tools for retailers, Celebros tries to set itself apart by providing a package of tools that help improve conversion rates, including intelligent search, auto completion technology (the site guesses the words as they are being typed in and offers a drop-down menu), product recommendations and analytics that tell the e-retailer how many people visit the site, what percentage of them made a purchase, and at what points people left the site without buying.

Tower said the company has helped clients increase their conversion rates to 8 percent or more with Celebros technology.

The privately held company does not reveal financial information. Alt said the company has revenue of less than \$50 million annually.

Most clients pay a flat monthly fee for software services. Alt said that fee varies based on the project, but typically is a couple of thousand dollars per month.

Celebros' research-and-development team is based in Israel, and it also has offices in California, London, Munich and Paris.

Tower said the company chose Teaneck for its North American headquarters because of its proximity to Manhattan and because of the availability of skilled workers. The company previously had an office in Piscataway. Tower said he expects to be hiring sales, marketing and client service employees to expand the office.