ReCoT-NER: Enhancing Zero-Shot Named Entity Recognition through Chain-of-Thought Prompting and Recall-Oriented Loss Optimization

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Abstract

Named Entity Recognition (NER) plays a fundamental role in information extraction and domain knowledge construction. However, in specialized domains such as wind power fault diagnosis, the scarcity of labeled data makes supervised approaches impractical. Zero-shot NER provides a promising alternative but still struggles with incomplete entity detection and unstable generation boundaries. To address these challenges, we propose ReCoT-NER, a reasoning-enhanced generative framework that integrates Chain-of-Thought (CoT) prompting and recall-oriented loss optimization. The proposed CoT instruction design explicitly decomposes NER into two reasoning stages: entity boundary detection and type classification. This enables the model to follow a structured inference process. In addition, we introduce a recall-focused loss function that reweights entity and non-entity tokens to mitigate false negatives, encouraging more inclusive entity coverage. Experiments on CrossNER, MIT, and a newly constructed WindNER dataset demonstrate that ReCoT-NER consistently improves recall and overall F1 performance across both general and industrial domains. Notably, ReCoT-NER achieves competitive results with just a 77M-parameter model, making it well-suited for low-resource zero-shot settings.

1 Introduction

Named Entity Recognition (NER) plays a fundamental role in natural language processing (NLP) applications such as information extraction, question answering, and knowledge graph construction(Nasar et al., 2021; Banerjee et al., 2021; Thukral et al., 2023). By identifying entities and their semantic categories, NER systems enable structured understanding of unstructured text(Nadeau and Sekine, 2007). In domain-specific contexts such as wind power fault diagnosis, accurate entity extraction can greatly support intelligent maintenance and operational decision-making. However, conventional supervised NER methods rely heavily on large-scale annotated datasets, which are costly and time-consuming to construct, particularly for specialized technical domains(Li et al., 2022). To alleviate the scarcity of annotated data and improve cross-domain adaptability, recent research has explored generative language models and instruction-tuning paradigms for NER (Wang et al., 2023; Zamai et al., 2024; Zaratiana et al., 2024). These approaches reformulate entity recognition as a text-generation task and leverage instruction tuning and prompt engineering to enhance task adaptability and cross-domain generalization (Wang et al., 2023; Zhou et al., 2023). Subsequent work has introduced targeted techniques, including explicit modeling of negative instances during generation and systematic prompt design, to reduce boundary errors and improve label consistency in cross-domain scenarios (Ding et al., 2024). Despite this progress, existing zero-shot NER systems still face limitations in complex, domain-specific settings: they often produce incomplete extractions, suffer from low recall, and exhibit unstable performance when recognizing implicit entities.

To address these challenges, we propose **ReCoT-NER**, a reasoning-enhanced generative framework that integrates Chain-of-Thought (CoT) prompting with a recall-oriented loss function. The CoT prompting strategy guides the model to decompose the recognition process into two interpretable steps: entity boundary detection and type classification, thereby improving semantic transparency and interpretability. In addition, we introduce a modified loss function that prioritizes recall by assigning higher weights to false-negative errors, reducing the likelihood of missing potential entities during generation. We further construct a wind-power domain NER dataset to evaluate zero-shot generalization under

domain shift conditions.

The main contributions of this paper are summarized as follows:

- We propose ReCoT-NER, a novel zero-shot NER framework that explicitly models stepwise reasoning through CoT prompting.
- We design a Recall-Oriented Loss (RCLoss) function to improve the detection of challenging or domain-specific entities, particularly those prone to being missed.
- We build a domain-specific NER dataset for wind power fault diagnosis and demonstrate the effectiveness of our approach across both general and industrial corpora. Extensive experiments on seven benchmark domains from CrossNER and MIT show that our method achieves state-of-the-art (SoTA) performance, with the 77M-parameter Flan-T5-small model outperforming prior methods by approximately 2 F1 points.

2 Related Work

2.1 Zero-shot NER

The rapid advancement of large language models (LLMs) has driven a paradigm shift in NER toward more generalizable and instruction-driven frameworks(Ding et al., 2024; Wang et al., 2023). Unlike conventional sequence-labeling methods(Akbik et al., 2018; Chiu and Nichols, 2016; Devlin et al., 2019; Huang et al., 2015), zero-shot NER reframes entity recognition as a reasoning or generation task, allowing models to infer entity boundaries and types based on natural-language descriptions without additional annotated data.

Early studies such as InstructUIE(Wang et al., 2023) were among the first to unify information extraction tasks into a text-to-text formulation, where instruction tuning enhanced the models capability to generalize across multiple tasks and domains. Following this idea, UniversalNER(Zhou et al., 2023) distilled large-scale annotated data synthesized by ChatGPT into LLaMA, yielding strong cross-domain generalization ability. Subsequently, GoLLIE(Sainz et al., 2023) introduced detailed guideline-style prompts that improved the models understanding of complex label definitions and contextual constraints, resulting in notable zero-shot performance gains. Building upon the generative paradigm, GNER(Ding et al., 2024) re-examined the role of negative instances in generative NER and explicitly modeled non-entity labels under a BIO-style framework, significantly enhancing boundary recognition accuracy. SLIMER(Zamai et al., 2024) further incorporated concise entity-type descriptions and task-specific instructions into prompts, enabling the model to better recognize unseen categories. More recently, ZeroNER(Cocchieri et al., 2025) proposed a distillation framework driven by type-aware descriptions, transferring the knowledge of large language models into compact encoder-based models and achieving remarkable performance under strict zero-shot settings. These studies demonstrate that instruction tuning and generative paradigms have shown remarkable advantages in alleviating data scarcity and enhancing cross-domain generalization. However, existing zero-shot NER methods still suffer from low entity recall and high error rates in entity type classification.

2.2 Chain-of-Thought for NER

Recent studies have shown that large language models (LLMs) can benefit from reasoning-oriented prompting strategies, among which CoT prompting has attracted increasing attention(Wei et al., 2022; Liu et al., 2024). By decomposing complex reasoning into a sequence of interpretable intermediate steps, CoT enables models to generate outputs that are not only accurate but also logically coherent. This paradigm has been successfully applied to various reasoning-intensive tasks, such as mathematical problem solving, commonsense reasoning, and multi-hop question answering(Li et al., 2025; Sun et al., 2025; Mitra et al., 2024; Suzgun et al., 2023).

However, applying CoT prompting to NER remains relatively unexplored. Most existing zero-shot NER approaches rely on concise, task-oriented prompt designs that directly request final entity predictions. Such prompts implicitly induce a single-step generation paradigm, in which entity boundary detection and type inference are performed simultaneously without explicit separation. This joint decision process increases the cognitive burden on the model and often results in incomplete entity spans or incorrect type assignments. Recent studies on structured prompting and task decomposition suggest that decomposing complex decisions into step-wise reasoning can help mitigate these difficulties. Motivated by this observa-

tion, We introduce CoT prompting to explicitly decompose the NER process into two steps: entity span detection and entity type classification.

Specifically, CoT guides the model to perform explicit, interpretable reasoning by first identifying potential entity mentions and then inferring their semantic types based on contextual evidence, ultimately producing the final NER predictions. This step-wise reasoning process not only improves entity recall by encouraging the model to capture implicit or boundary-ambiguous mentions, but also facilitates more accurate type classification through enhanced contextual understanding.

3 Method

3.1 Task Definition

NER aims to identify and classify entity mentions in text into predefined semantic categories such as person, organization, or location. Formally, given an input sentence

$$X = \{x_1, x_2, \ldots, x_n\} \tag{1}$$

where x_i denotes the i-th token, the objective is to assign each token a label

$$Y = \{y_1, y_2, \ldots, y_n\} \tag{2}$$

with $y_i \in \mathcal{L}$, where $\mathcal{L}$ represents the set of entity tags following the BIO scheme.

In the generative formulation adopted by recent LLM-based frameworks, the NER task is reformulated as a conditional text generation problem. Given an instruction-style prompt $P(X)$ that describes the extraction task, the model is trained to generate a corresponding labeled sequence $\hat{Y}$:

$$\hat{Y} = \text{Decoder}(P(X), X) \tag{3}$$

where $\hat{Y}$ contains both the original tokens and their associated entity tags in textual form.

This text-to-text formulation enables a unified generation-based framework, allowing the model to generalize across domains and label sets via natural-language instructions.

3.2 Framework Overview

The overall framework of ReCoT-NER is illustrated in Fig. 1.

3.3 Instruction Tuning

Instruction tuning aims to enhance the adaptability of language models by fine-tuning them on diverse natural-language instructions(Wei et al., 2021; Ouyang et al., 2022). Instead of relying on task-specific classification heads or handcrafted decoding rules, the model learns to follow human-readable prompts that describe the extraction objective in a unified text-to-text format(Raffel et al., 2020). This paradigm has demonstrated strong cross-task and cross-domain generalization, and has been widely adopted in recent generative NER frameworks.

In this study, we adopt a generative instruction-tuning formulation consistent with the task definition in Section 3.1. Given an input sequence X and its corresponding instruction-style prompt $P(X)$, the model is trained to generate a serialized labeled sequence $\hat{Y}$:

$$\hat{Y}^* = \arg\max_{\hat{Y}} \; p(\hat{Y} \mid [P(X); X]; \theta) \tag{4}$$

where θ denotes the model parameters. The prompt $P(X)$ explicitly specifies the extraction task and constrains the output format, guiding the model to produce token–label pairs that follow the BIO tagging scheme.

During task-adaptive training, we utilize the Pile-NER dataset as the instruction-tuning corpus. This dataset spans multiple domains and entity types, enabling the model to acquire general-purpose entity extraction capabilities prior to zero-shot evaluation. Following standard practice in generative NER, the training objective minimizes the token-level negative log-likelihood over the generated sequence:

$$\mathcal{L}_{\text{gen}} = -\sum_{t=1}^{T} \log p(\hat{y}_t \mid \hat{y}_{<t}, P(X), X; \theta) \tag{5}$$

where T denotes the length of the generated output sequence, $\hat{y}_t$ is the token generated at decoding step t, and $\hat{y}_{<t} = (\hat{y}_1, \ldots, \hat{y}_{t-1})$ denotes the sequence of previously generated tokens.

Through instruction tuning, the model learns to align natural-language task descriptions with structured entity extraction behaviors, effectively bridging language generation and sequence labeling(Xia et al., 2023). This design allows the model to generalize to unseen domains and entity types without requiring any labeled data from the target task.

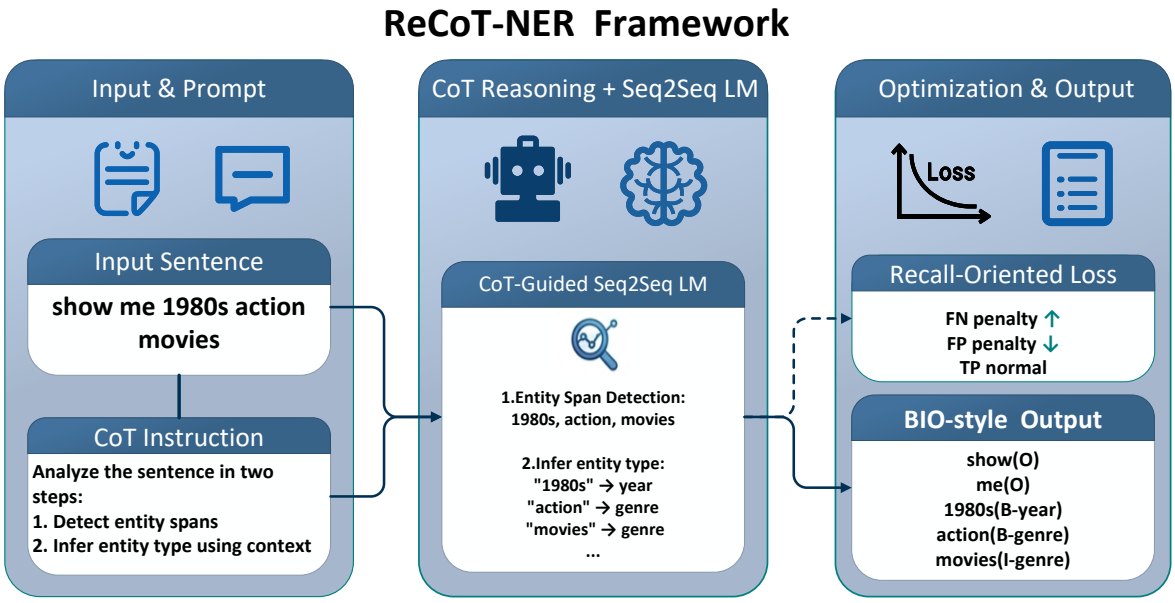

Figure 1: Overview of the ReCoT-NER framework. Given an input sentence, a CoT instruction explicitly decomposes the NER task into two stages: entity span detection and entity type inference. The prompted input is processed by a CoT-guided sequence-to-sequence language model, which performs implicit reasoning during autoregressive decoding to generate BIO-style entity predictions. During training, the model is optimized with a recall-oriented loss that selectively reweights token-level learning signals to emphasize entity boundary , thereby improving entity recall in zero-shot generative NER.

3.4 CoT Instruction Design

To enhance the reasoning capability of generative NER, we introduce a CoT-based instruction design(Longpre et al., 2023). Existing generative NER methods typically adopt concise, task-oriented prompts that directly request the final entity predictions, without providing explicit prompt guidance for entity span detection and type inference. Such prompt designs provide limited semantic structure for the model, making it difficult to reliably infer implicit entities or disambiguate highly confusable entity types.

Motivated by the inherent two-stage nature of the NER task, we design CoT-guided instructions that explicitly decompose entity recognition into two sequential reasoning steps: (i) entity span detection and (ii) entity type inference. By making this reasoning structure explicit at the instruction level, the model is guided to first identify candidate entity spans based on contextual cues and then assign appropriate semantic labels.

Each input instance is reformulated into a structured instruction that specifies the task objective, output format, and reasoning steps. This design encourages the model to follow a coherent reasoning path during decoding, effectively decoupling span detection from type classification. The intermediate reasoning steps act as implicit supervision, helping the model learn interpretable extraction behaviors rather than relying solely on end-to-end pattern memorization.

To ensure instruction consistency across different domains, we adopt a unified prompt format while varying the entity type list according to the target dataset. This strategy enables stable generation and robust adaptation in zero-shot settings.

3.5 Improved Loss Function

Although instruction tuning enables language models to generalize across domains, generative NER frameworks often suffer from low entity recall and incomplete span generation in zero-shot settings. This issue is closely related to the imbalance in the generative decoding process: the output sequence typically contains a large number of non-entity tokens, while entity-related tokens occur sparsely(Lin et al., 2017). Under the standard cross-entropy (CE) objective, all generated tokens are penalized uniformly, causing the optimization process to be dominated by frequent non-entity tokens. As a result, the training signal associated with entity-related tokens becomes rel-

atively weak, leading the model to favor conservative predictions and miss potential entities.

A natural idea to improve recall is to directly amplify the penalties of entity tokens. However, in zero-shot settings, the entity types appearing in the target domain are unknown during task-adaptive training. Introducing type-specific weighting would therefore violate the zero-shot assumption or require access to unavailable supervision. This constraint motivates a more structure-aware solution that does not rely on entity category information.

To this end, we propose a recall-oriented loss function, termed **RCLoss**, which leverages the intrinsic structure of the BIO tagging scheme. Instead of emphasizing specific entity types, RCLoss focuses on strengthening the supervision of entity boundary signals. The key observation is that the `B` token serves as the unique indicator of an entity span start. In an autoregressive generation framework, increasing the confidence of `B` tokens naturally facilitates the subsequent generation of subsequent entity-type tokens and `I` tokens, thereby improving complete span recall. A supporting analysis is provided in Appendix B.

Formally, given the predicted probability p_t assigned by the decoder to the generated token $\hat{y}_t$ at decoding step t, the token-level loss is defined as:

$$\mathcal{L}_{\text{recall}} = w_t \cdot (-\log p_t),$$
$$w_t = \begin{cases} \alpha(1-p_t), & \hat{y}_t = \texttt{B} \text{ token}, \\ \beta(1-p_t), & \hat{y}_t \neq \texttt{B} \text{ token}. \end{cases} \quad (6)$$

where α and β are weighting coefficients satisfying $\alpha > \beta > 0$. This design selectively amplifies the learning signal of entity-start predictions, while maintaining moderate penalties for other tokens. The confidence-aware factor $(1-p_t)$ further encourages the model to focus on uncertain predictions, allowing potentially missed entity boundaries to receive stronger supervision without excessively penalizing confident outputs.

4 Experiments

4.1 Experimental Settings

4.1.1 Datasets

The Pile-NER(Zhou et al., 2023) dataset was employed as the task-adaptive instruction-tuning dataset, with CrossNER(Liu et al., 2021), MIT(Liu et al., 2013), and Wind-Power NER used for zero-shot evaluation.

Pile-NER.(Zhou et al., 2023) Following Zhou et al., we adopt Pile-NER as the task-adaptive training corpus. This dataset is derived from the Pile corpus, containing approximately 240K entities across 13K distinct entity categories. The data were automatically annotated using ChatGPT to produce high-quality entity spans in an open-domain context. It covers diverse domains such as news, medicine, law, and entertainment, providing rich linguistic and entity-type variations. Training on Pile-NER enables the model to acquire general extraction abilities before being evaluated on unseen domains.

CrossNER and MIT. CrossNER (Liu et al., 2021) and MIT (Liu et al., 2013) are used as zero-shot evaluation benchmarks. CrossNER covers five domains, including literature, AI, politics, science, and music. Following the settings of GNER and UniNER, we remove the "else" entity type from CrossNER to ensure consistent entity boundaries and avoid label ambiguity. The MIT dataset consists of two subsets, namely MIT-Movie and MIT-Restaurant. For both benchmarks, we use the standard data splits adopted in prior work.

Wind-Power NER. To further assess zero-shot generalization in specialized technical domains, we construct WindNER, a domain-specific NER dataset focused on the wind energy sector. The dataset is curated from real-world operational documents, including wind farm maintenance reports, technical manuals, and peer-reviewed research articles in wind energy engineering. The dataset includes named entities referring to turbine components, operational conditions and failure modes, annotated in BIO format. Unlike open-domain benchmarks, WindNER reflects the lexical specificity, contextual ambiguity, and terminological complexity characteristic of industrial technical writing. As a challenging zero-shot evaluation benchmark, it enables us to rigorously test whether ReCoT-NER can generalize to unseen, highly specialized terminology without task-specific fine-tuning.

4.1.2 Baselines

The following models are used as baselines for zero-shot NER:

InstructUIE(Wang et al., 2023) was among the first to unify information extraction tasks under a text-to-text formulation, where instruction tuning enables the model to generalize across diverse tasks and domains.

UniNER(Zhou et al., 2023) extended this paradigm by distilling large-scale synthetic annotations generated by ChatGPT into the LLaMA model, achieving strong cross-domain generalization and robustness to unseen entity types.

GoLLIE(Sainz et al., 2023) introduced detailed guideline-style prompts that improved the models comprehension of complex label definitions and contextual constraints, yielding remarkable zero-shot performance gains.

GNER(Ding et al., 2024) revisited the role of negative instances in generative NER and explicitly modeled non-entity (O) tokens within a BIO-style generative framework, substantially enhancing boundary recognition and entity recall.

4.1.3 Metrics

We evaluate the model performance using the micro F1 score, which is a widely adopted metric in NER tasks. The F1 score is defined as the harmonic mean of *Precision* and *Recall*, formulated as follows:

$$\text{Precision} = \frac{TP}{TP + FP} \tag{7}$$

$$\text{Recall} = \frac{TP}{TP + FN} \tag{8}$$

$$\text{F1} = \frac{2 \times \text{Precision} \times \text{Recall}}{\text{Precision} + \text{Recall}} \tag{9}$$

where TP denotes the number of correctly recognized entity spans, FP represents the number of incorrectly predicted entities, and FN indicates the number of missed entities.

4.2 Results

4.2.1 Zero-shot Evaluation

Table 1 summarizes the zero-shot performance across the benchmarks: CrossNER and MIT. Across all backbone sizes, the proposed ReCoT-NER consistently outperforms the reproduced GNER baselines, demonstrating the effectiveness of integrating CoT reasoning with a recall-oriented loss. While ReCoT-NER does not always achieve the best score in every individual domain, it obtains the highest average F1 at each model scale, reflecting strong overall robustness. Notably, even the compact Flan-T5-small model achieves an average F1 of 53.5, surpassing several much larger instruction-tuned systems such as InstructUIE-11B and UniNER-13B. This highlights the efficiency of our design in small-model settings.

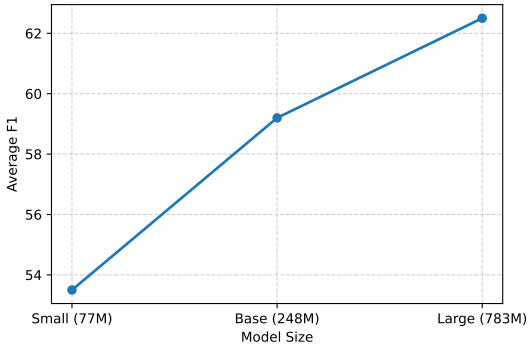

Figure 2: Effect of model scaling on zero-shot F1 performance across different backbone sizes.

In addition, as illustrated in Fig. 2, scaling the backbone from 77M to 783M parameters yields a clear and stable improvement in average F1, increasing from 53.5 to 63.4. This monotonic trend confirms that the proposed CoT-guided reasoning and recall-oriented optimization remain effective as model capacity grows.

To assess the generalization ability of the framework under more challenging distribution shifts, we further evaluate ReCoT-NER on the Wind-Power NER dataset. As shown in Table 2, ReCoT-NER outperforms GNER-T5 across all configurations. The flan-t5-small model achieves an F1 of 41.71, and performance improves with model scale, reaching 61.34 with flan-T5-large, demonstrating superior performance in specialized industrial domains.

Overall, the results across both open-domain and industrial-domain evaluations demonstrate that ReCoT-NER not only improves zero-shot performance on standard benchmarks but also transfers effectively to real-world specialized scenarios.

4.2.2 Ablation Results

To assess the contribution of each component in our framework, we perform ablation studies on the flan-t5-small backbone, examining CoT and RCLoss. The results in Table 3 show that removing either component leads to a clear decrease in performance, indicating that both are essential to the effectiveness of the proposed approach.

When CoT is removed, the average F1 score decreases from 53.55 to 52.59. This decline demonstrates that CoT-guided reasoning provides valu-

Method	Backbone	AI	Literature	Music	Politics	Science	Movie	Restaurant	Avg
ChatGPT	–	52.4	39.8	66.6	68.5	67.0	5.3	32.8	47.5
InstructUIE	flan-t5-xxl (11B)	48.4	48.8	54.4	49.9	49.4	**63.0**	21.0	47.8
GoLLIE-7B	Code-LLaMA-7B	60.3	**67.1**	64.5	60.8	60.5	**63.0**	43.4	59.9
GoLLIE-13B	Code-LLaMA-13B	**63.8**	60.1	68.5	56.2	61.5	62.5	**49.8**	60.3
UniNER-7B	LLaMA-7B	53.5	59.4	65.0	60.8	61.1	42.4	31.7	53.4
UniNER-13B	LLaMA-13B	54.2	60.9	64.5	61.4	63.5	48.7	36.2	55.6
GNER-T5	flan-t5-small (77M)	51.0	51.9	67.1	58.9	62.1	41.7	28.5	51.6
	flan-t5-base (248M)	56.1	57.6	69.9	60.9	63.7	59.5	40.6	58.3
	flan-t5-large (783M)	60.6	57.9	75.6	62.1	68.7	57.3	45.5	61.1
ReCoT-NER	flan-t5-small (77M)	53.9	57.0	67.5	60.3	63.2	42.7	29.8	53.5
	flan-t5-base (248M)	54.6	59.5	71.7	68.3	64.1	56.1	39.9	59.2
	flan-t5-large (783M)	58.5	58.4	**77.8**	**69.2**	**70.0**	57.0	46.5	**62.5**

Table 1: Zero-shot evaluation results on the benchmark. The best results are highlighted in bold, while the second-best results are underlined. Results for ChatGPT and UniNER are from(Zhou et al., 2023); InstructUIE are from(Wang et al., 2023); GoLLIE are from(Sainz et al., 2023).GNER-T5 denotes our reimplementation under the same training settings as our method.

Method	Backbone	Wind-Power
GNER-T5	flan-t5-small (77M)	38.34
	flan-t5-base (248M)	47.61
	flan-t5-large (783M)	53.08
ReCoT-NER	flan-t5-small (77M)	41.71
	flan-t5-base (248M)	50.10
	flan-t5-large (783M)	61.34

Table 2: Zero-shot evaluation results on the Wind-Power NER dataset, which serves as an out-of-domain testbed to assess cross-domain generalization.

able structural guidance, allowing the model to separate span detection from type inference more effectively. Without this reasoning process, the model tends to generate incomplete spans or uncertain label assignments, especially in domains with complex contextual dependencies such as Literature and Movie.

Eliminating RCLoss results in an even larger reduction in performance, lowering the average F1 score to 51.32. This weakness stems from the fact that generative NER models naturally under-extract entities in zero-shot settings, and RCLoss directly compensates for this issue by increasing the penalty assigned to low-confidence entity predictions. Without RCLoss, the model more frequently misses valid spans, particularly in entity-dense domains such as AI and Politics.

Overall, the full model achieves the highest scores across almost domains, showing that CoT and RCLoss improve orthogonal aspects of the task. CoT enhances structured reasoning and span completeness, whereas RCLoss improves the models ability to recall all entity mentions. Their combination yields the most stable and generalizable zero-shot performance.

4.3 Analysis

4.3.1 Impact of CoT Prompting

To assess the impact of CoT prompting, we compare the full ReCoT-NER model with its ablated variant without CoT. Results across four representative domains, namely AI, Literature, Politics, and Movie, are shown in Table 4. Overall, the removal of CoT consistently leads to performance degradation, with varying degrees across domains.

On the AI domain, the recall increases slightly by 0.44 points; however, this marginal gain is accompanied by a notable decrease of 2.57 points in precision. This suggests that the models ability to identify entity spans remains essentially unchanged without CoT guidance, while its ability to correctly assign entity labels diminishes, leading to a noticeable drop in precision. In the other three domains, the influence of CoT becomes more evident, with significant drops in both recall and precision.

These results collectively demonstrate that CoT prompting offers consistent benefits for both boundary detection and label assignment. By introducing an intermediate reasoning step, CoT encourages the model to first identify potential entity spans before committing to final label generation. This explicit reasoning structure stabilizes entity extraction, reduces spurious predictions, and enhances the models ability to retain subtle contextual cues, which is particularly important in zero-shot scenarios where no domain-specific supervi-

Method	AI	Literature	Music	Politics	Science	Movie	Restaurant	Avg
Full model	**53.96**	**57.09**	**67.55**	**60.38**	63.28	**42.75**	29.85	**53.55**
w/o CoT	52.62	54.17	66.40	58.89	**63.80**	40.21	**32.02**	52.59
w/o RCLoss	51.59	50.47	67.16	57.95	63.36	39.79	28.92	51.32

Table 3: Ablation study of the CoT and the RCLoss on the flan-t5-small model.

Method	AI (R / P)	Literature (R / P)	Politics (R / P)	Movie (R / P)
Full model	58.24 / 50.26	54.28 / 60.21	61.28 / 59.51	39.38 / 46.74
w/o CoT	58.68 / 47.69	51.86 / 56.70	59.43 / 58.35	36.46 / 44.81
Δ (w/o CoT)	+0.44 / -2.57	-2.42 / -3.51	-1.85 / -1.16	-2.92 / -1.93
w/o RCLoss	54.82 / 48.72	47.93 / 53.31	57.79 / 58.12	34.87 / 46.34
Δ (w/o RCLoss)	-3.42 / -1.54	-6.35 / -6.90	-3.49 / -1.39	-4.51 / -0.40

Table 4: Impact of CoT prompting and effect of the recall-oriented loss (RCLoss). R and P denote recall and precision, respectively.

sion is available.

4.3.2 Effect of the Recall-Oriented Loss

The effect of the recall-oriented loss (RCLoss) is shown in Table 4. When RCLoss is removed, all domains experience notable drops in recall, confirming that the loss function plays a central role in strengthening the models sensitivity to entity spans. The Literature domain shows the most substantial decline, with recall decreasing from 54.28 to 47.93, a reduction of 6.35 points. This indicates that recall-focused weighting is particularly important in domains containing diverse entity categories and more complex linguistic structures. This pattern highlights that the adaptive weighting mechanism effectively reduces missed detections, which is essential for zero-shot NER scenarios where entity boundaries and types vary widely across domains.

In addition to improving recall, the loss function also yields a mild but consistent improvement in precision. This suggests that encouraging the model to attend more strongly to potential entity tokens does not compromise its discrimination ability; instead, the strengthened span awareness helps the model avoid ambiguous or incomplete predictions, leading to a slight gain in precision as well.

The results show that RCLoss enhances recall, which is the primary design objective, while simultaneously preserving or even improving precision, yielding a more balanced and robust entity detection capability across diverse zero-shot scenarios.

5 Conclusion

This paper presents ReCoT-NER, a generative zero-shot NER framework that integrates CoT prompting with a recall-oriented optimization objective. By explicitly decomposing entity extraction into span detection and entity type inference, ReCoT-NER introduces structured reasoning into the generative NER process. The proposed recall-oriented loss further emphasizes low-confidence entity predictions, effectively reducing false negatives and improving span completeness without compromising classification reliability.

Extensive experiments on the CrossNER and MIT benchmarks demonstrate that ReCoT-NER consistently enhances zero-shot performance across diverse domains and model scales, with particularly pronounced gains for compact models. Furthermore, evaluation on WindNER shows that ReCoT-NER maintains robust generalization to unseen, highly specialized terminology without task-specific fine-tuning, highlighting the effectiveness of structured reasoning and recall-aware optimization in demanding zero-shot settings.

Limitations

Although proposed approach achieves competitive results in zero-shot NER. This work is subject to several limitations that suggest directions for further investigation.

First, the incorporation of CoT is confined to instruction-level reasoning guidance. Although the prompt design explicitly encourages a two-stage reasoning process, the reasoning itself remains implicit during generation, without explicit

modeling or supervision of intermediate reasoning steps. This design may limit the models ability to fully capture complex semantic dependencies in highly specialized or technical texts.

Second, the proposed recall-oriented loss function is specifically designed to alleviate false negatives by strengthening the learning signal for entity boundary-related tokens. While this strategy effectively improves entity recall, it does not explicitly target fine-grained entity type discrimination.

Finally, due to hardware constraints, empirical evaluation is conducted only on language models with relatively small parameter sizes. Although the proposed method demonstrates strong effectiveness under this setting, its behavior and scalability on larger instruction-tuned models remain to be explored. Future work will extend the evaluation to larger-scale models to further assess the generality of the proposed approach.

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A Implementation Details

All experiments are implemented using the PyTorch 2.4.0 framework with the DeepSpeed library for distributed and mixed-precision training. The Flan-T5 series, including Flan-T5-small, Flan-T5-base, and Flan-T5-large, was evaluated to assess the effect of model scale, with Flan-T5-base serving as the primary model.

During the task adaptation stage, the model is fine-tuned on the Pile-NER dataset using the instruction-tuning paradigm. We set the maximum input and output sequence length to 640 tokens, a batch size of 16, and train for 12 epochs. The AdamW(Loshchilov and Hutter, 2018) optimizer is used with a fixed learning rate of 5×10^{-5}, and no weight decay. A constant learning rate scheduler is applied with no warm-up steps. The

proposed recall-oriented loss adopts $\alpha = 1.2$ for entity tokens and $\beta = 1.0$ for non-entity tokens. The loss function is optimized using the proposed recall-oriented adaptive objective. We employ bf16 mixed-precision training for efficiency and stability. Model evaluation is performed at the end of each epoch, selecting the best checkpoint based on the highest average F1 score on the validation set. All experiments are conducted on a workstation equipped with two NVIDIA RTX 4090 GPUs, each with 24 GB of memory.

B Tokenization Analysis

In this section, we analyze the tokenization outputs of the Flan-T5 variants and BERT on a BIO-annotated sentence. As shown in Table 5, the boundary marker, which denotes the start of an entity span in the BIO tagging format, is consistently represented as an independent token across different tokenizers. This observation supports the feasibility of the proposed loss design, as it enables boundary-aware weighting of token-level training signals by explicitly emphasizing the generation of `B` tokens during autoregressive decoding.

C Dataset Details

We construct a domain-specific Named Entity Recognition dataset for wind power fault diagnosis, referred to as Wind-Power NER, to evaluate zero-shot generalization in a specialized industrial domain. The dataset is written in English and consists of 1,312 sentences, split into 656 training, 262 development, and 394 test instances, with a total of 2,384 annotated entities. The dataset defines 11 domain-relevant entity types, including equipment, event, environmental condition, equipment status, technology, and related contextual categories. All annotations follow the BIO scheme and are provided in the standard CoNLL format. All samples are either synthetically constructed or derived from publicly available, de-identified technical documents, and contain no personally identifiable information. The dataset is used exclusively for zero-shot evaluation, without any task-adaptive training on the target domain.

D Experimental Reproducibility and AI Tool Usage

D.1 Result Reporting.

All reported results are averaged over three independent runs.

D.2 Use of AI-Assisted Tools.

We used GitHub Copilot solely as a programming aid to improve code readability and implementation efficiency. No AI tools were used to generate scientific content, including model architectures, loss function designs, experimental protocols, or result analysis. All code and experiments were manually reviewed, validated, and executed by the authors to ensure correctness and reproducibility.

Model	Input Text	Tokenization Output
Flan-T5-Small	Regarding(O) GERD(B-group) patients(B-group) without(O) globus(O)	['Regard', 'ing', '(', 'O', ')', '', 'GER', 'D', '(', 'B', '-', 'group', ')', 'patients', '(', 'B', '-', 'group', ')', 'without', '(', 'O', ')', '', 'glob', 'us', '(', 'O', ')']
Flan-T5-Base	Regarding(O) GERD(B-group) patients(B-group) without(O) globus(O)	['Regard', 'ing', '(', 'O', ')', '', 'GER', 'D', '(', 'B', '-', 'group', ')', 'patients', '(', 'B', '-', 'group', ')', 'without', '(', 'O', ')', '', 'glob', 'us', '(', 'O', ')']
Flan-T5-Large	Regarding(O) GERD(B-group) patients(B-group) without(O) globus(O)	['Regard', 'ing', '(', 'O', ')', '', 'GER', 'D', '(', 'B', '-', 'group', ')', 'patients', '(', 'B', '-', 'group', ')', 'without', '(', 'O', ')', '', 'glob', 'us', '(', 'O', ')']
BERT (bert-base-cased)	Regarding(O) GERD(B-group) patients(B-group) without(O) globus(O)	['Regarding', '(', 'O', ')', 'GE', '##RD', '(', 'B', '-', 'group', ')', 'patients', '(', 'B', '-', 'group', ')', 'without', '(', 'O', ')', 'g', '##lo', '##bus', '(', 'O', ')']

Table 5: Tokenization results of a BIO-annotated sentence using different pretrained language models.