# Practical AI (a.k.a. Business Intelligence)

#### Introduction

Prof. Abraham Bernstein, Ph.D.





Dynamic and Distributed

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## What this class is all about

■ What is classical AI?

The study of the principles by which natural or artificial machines manipulate knowledge:

- how knowledge is acquired
- how goals are generated and achieved
- how concepts are formed
- how collaboration is achieved
- □ What this class is not about:
  - Understanding intelligence as a phenomenon

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## Or said in the words of Allan Newell:



... Exactly what the computer provides is the ability not to be rigid and unthinking but, rather, to behave conditionally. That is what it means to apply knowledge to action: It means to let the action taken reflect knowledge of the situation, to be sometimes this way, sometimes that, as appropriate ...

And dynamic behavior is central to businesses:

"The ultimate goal is *flexibility*..."

Jorma Ollila, former CEO of Nokia

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## Success Story: Medical Expert Systems

- Mycin (1980)
  - Expert level performance in diagnosis of blood infections
- □ Today: 1,000's of systems
  - Everything from diagnosing cancer to designing dentures
  - Often outperform doctors in clinical trials
- Major hurdle today:
  - non-expert part
  - doctor/machine interaction

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## Success Story: Data Mining

#### □ Bases:

■ Statistics, Machine Learning, Data Bases

#### ■ Applications:

- House price estimations
- Credit scoring
- Fraud detection (Credit cards, Cell phones)
- Marketing (Cumulus)
- Information Filtering (Spam)
- Human Computer Interaction (Clippy & Co.)

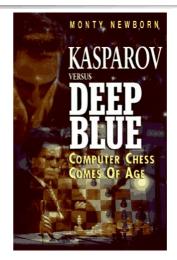
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## Success Story: Chess

- I could feel I could smell – a new kind of intelligence across the table
  - Kasparov
- Examines 5 billion positions/second
- "Intelligent" behavior emerges from bruteforce search



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## Not Speed Alone...

- □ Speech Recognition
  - "Word spotting" feasible today
  - Continuous speech rapid progress
  - Turns out that "low level" signal not as ambiguous as we once thought
- Translation / Interpretation / Questionanswering
  - Very limited progress

The spirit is willing but the flesh is weak. (English)

The vodka is good but the meat is rotten. (Russian)

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## **Historic Perspective**

- 1940's 1960's: Artificial neural networks
  - McCulloch & Pitts 1943
- 1950's 1960's: Symbolic information processing
  - General Problem Solver Simon & Newell
  - "Weak methods" for search and learning
  - 1969 Minsky's Perceptrons
- □ 1940's 1970's: Control theory for adaptive (learning) systems
  - USSR Cybernetics Norbert WeinerJapan Fuzzy logic
- □ 1970's 1980's: Expert systems
   "Knowledge is power" Ed Feigenbaum
  - Logical knowledge representation
- □ 1985 2000: A million flowers bloom
   Resurgence of neural nets backpropagation
  - Control theory + OR + Pavlovian conditioning = reinforcement learning
  - Probabilistic knowledge representation Bayesian Nets Judea Pearl
  - Statistical machine learning
- 2000's: Towards a grand unification
  - Unification of neural, statistical, and symbolic machine learning
  - Unification of logic and probabilistic KR

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## This course focuses on

- □ AI techniques that have been employed in practice:
  - Smart Searching
  - Knowledge representation/reasoning
  - Probabilistic reasoning
  - Learning
  - Natural language processing (a tiny bit as examples)
- Practical Case studies of their use
  - Credit Scoring, Machine Translation, Fraud Detection (we will see)

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### Course Mechanics

□ Time/space: Tue 2-4 pm, BIN 2.A.01 □ Lecturer: Prof. A. Bernstein, Ph.D.

Dr. Panos Karras

□ Assistants: Cathrin Weiss, Jiwen Li

■ Requirements: 3 Assignments, Final Exam ■ Assignments: eLearning, paper & pencil,

programming

■ Book: Russel, S., & Norvig, P.

Artificial Intelligence: A Modern Approach **2e** 

■ Web-site: www.ifi.unizh.ch/ddis/

Stuart Russell • Peter N

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## Course Mechanics: Schedule

| Date  | Subject   | Assignment      |
|-------|---|-----------------|
| 23.2. | Introduction  |                 |
|       | Part 1: Intelligent Search - Problem Solving and Planning as Search, Search |                 |
| 2.3.  | Informed Search   | A1 out          |
| 9.3.  | Constraint Satisfaction, Adversarial Search                                 |                 |
|       | Part 2: Knowledge intensive processing                                      |                 |
| 16.3. | Logic review (Propositional Logic, First Order Logic)                       | A1 back, A2 out |
| 23.3. | Logical Programming   |                 |
| 6.4.  | Logical Programming, Knowledge Representation                               |                 |
|       | Part 3: Uncertainty, probability, learning and probabilistic reasoning      |                 |
| 12.4. | Modeling uncertainty - probability revisited                                |                 |
| 20.4. | Bayesian Belief Networks  | A2 back, A3 out |
| 27.4. | Bayesian Belief Networks, Probabilistic Reasoning                           |                 |
| 4.5.  | Reasoning over time - (hidden) Markov models                                |                 |
| 11.5. | Induction Part I: Decision Trees  |                 |
| 18.5. | Induction Part II: Naive Bayes  | A3 back         |
| 25.5. | TBA   |                 |
| 1.6.  | Questions and answers - Wrap-up   |                 |
|       |   |                 |

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