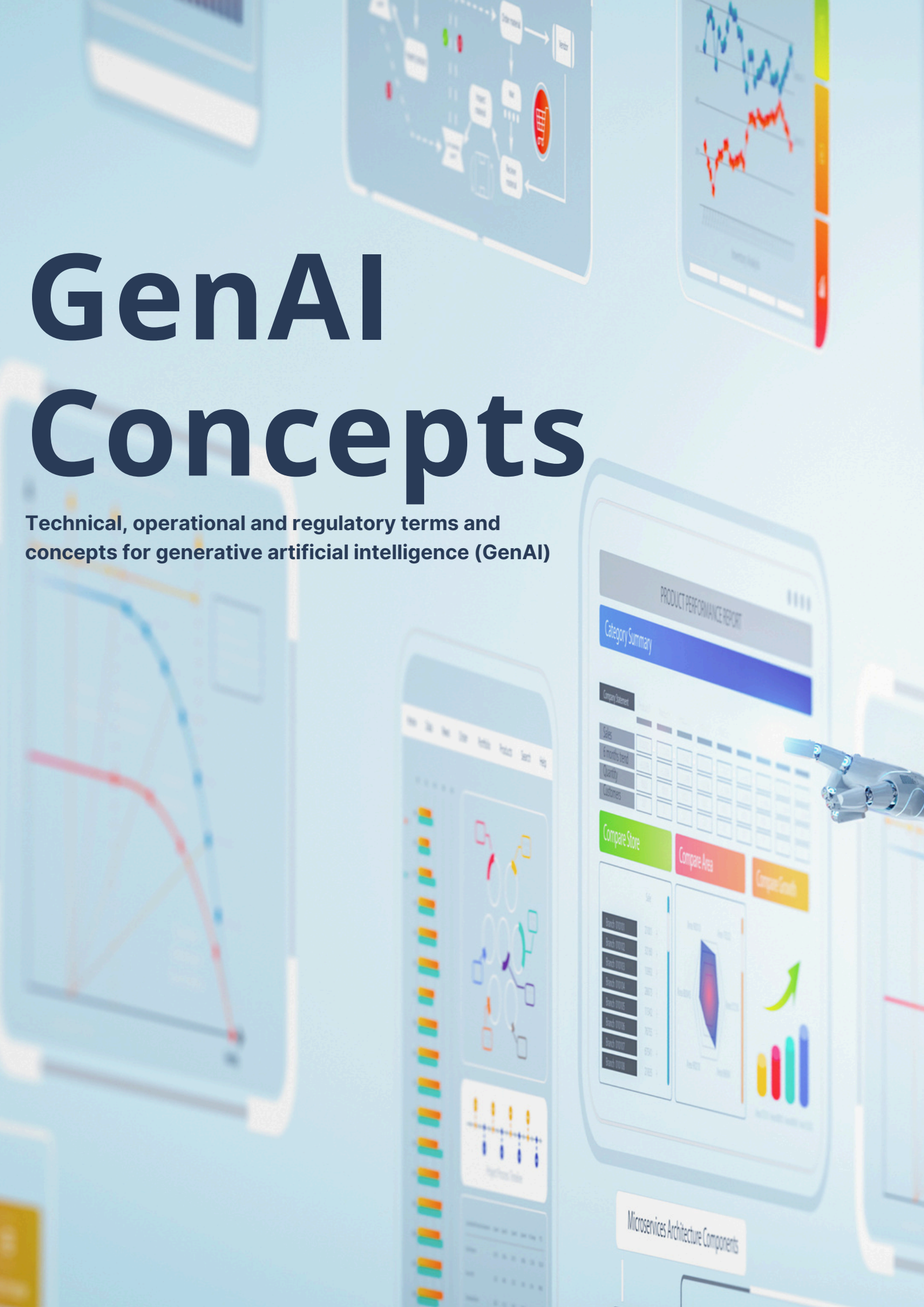


# GenAI Concepts

Technical, operational and regulatory terms and concepts for generative artificial intelligence (GenAI)



# Contents

Introduction .....	v
<b>Technical .....</b>	<b>1</b>
Generative AI or GenAI .....	2
Prompt and prompt engineering .....	2
Machine learning .....	4
Large language models (LLMs) .....	5
Knowledge cut-off date .....	5
Chatbot .....	6
General-purpose AI .....	6
Foundation model .....	7
Frontier model .....	7
Transformer architecture .....	8
Transfer learning .....	9
Open-source and closed-source LLMs .....	9
Token .....	12
Reinforcement learning from human feedback (RLHF) .....	12
Diffusion models .....	13
Inference .....	14
<b>Operational .....</b>	<b>15</b>
Development .....	16
Datasets .....	16
Data licensing .....	16
Developer .....	17
Data labelling and annotation.....	18
Distribution .....	19
Supply chains .....	19 AI
libraries .....	20

Machine learning environments .....	21
Deployment and use .....	22
Fine-tuning .....	22
Deployer .....	23
User .....	24
Regulatory .....	25
Risks .....	26
Privacy and data protection .....	26
Hallucination .....	28
Safety .....	29
Transparency .....	30
Copyright .....	30
Data governance and security .....	31
AI standards .....	32
Guardrails .....	34
Regulatory sandbox .....	34
Human oversight .....	35
AI auditing .....	36
Explainable AI (XAI) .....	36
Post-market surveillance and monitoring .....	37
Floating-point operations per second (FLOPS) .....	38
Ecological .....	39

# Introduction

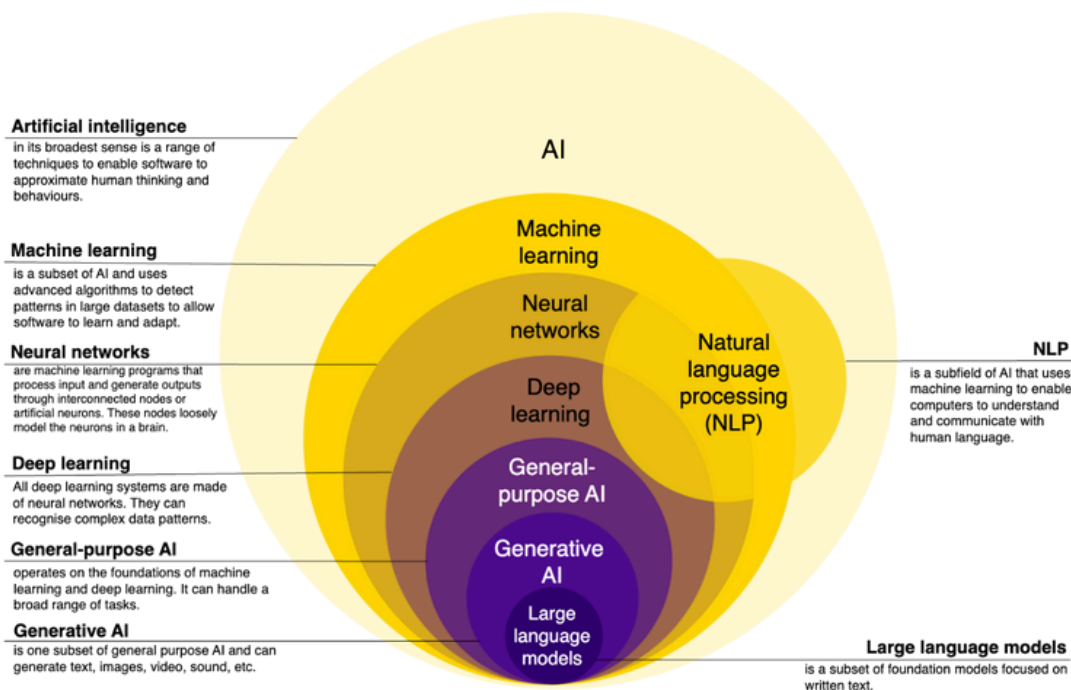
Generative AI products and services, such as OpenAI’s ChatGPT, Alphabet’s Gemini, and Microsoft’s Copilot, have sparked substantial interest in the private and public sectors. Organisations are already experimenting with integrated AI services provided by big tech firms, as well as custom procurements from smaller software companies. In the absence of comprehensive AI regulation in Australia, deploying these systems in a responsible, ethical and legally compliant way demands a deep understanding of how they function and the legal and ethical challenges they raise.

But generative AI (GenAI) is not simple. AI software systems are diverse and rely on complex supply chains and data flows. Coming to grips with the technical, operational and regulatory vocabularies that have emerged around GenAI is a considerable challenge. To help entities interested in GenAI deployments, this publication outlines 42 concepts fundamental to AI software systems. Each concept is illustrated through descriptions, examples and real-world use cases, with accessible language and visual elements to accommodate a diverse range of stakeholders and readerships.

GenAI Concepts can also be accessed as a regularly updated website at [decodingdatascience.com](https://decodingdatascience.com)

# Technical

The following diagram demonstrates the interconnections among fundamental technical terms in the field of artificial intelligence (AI).



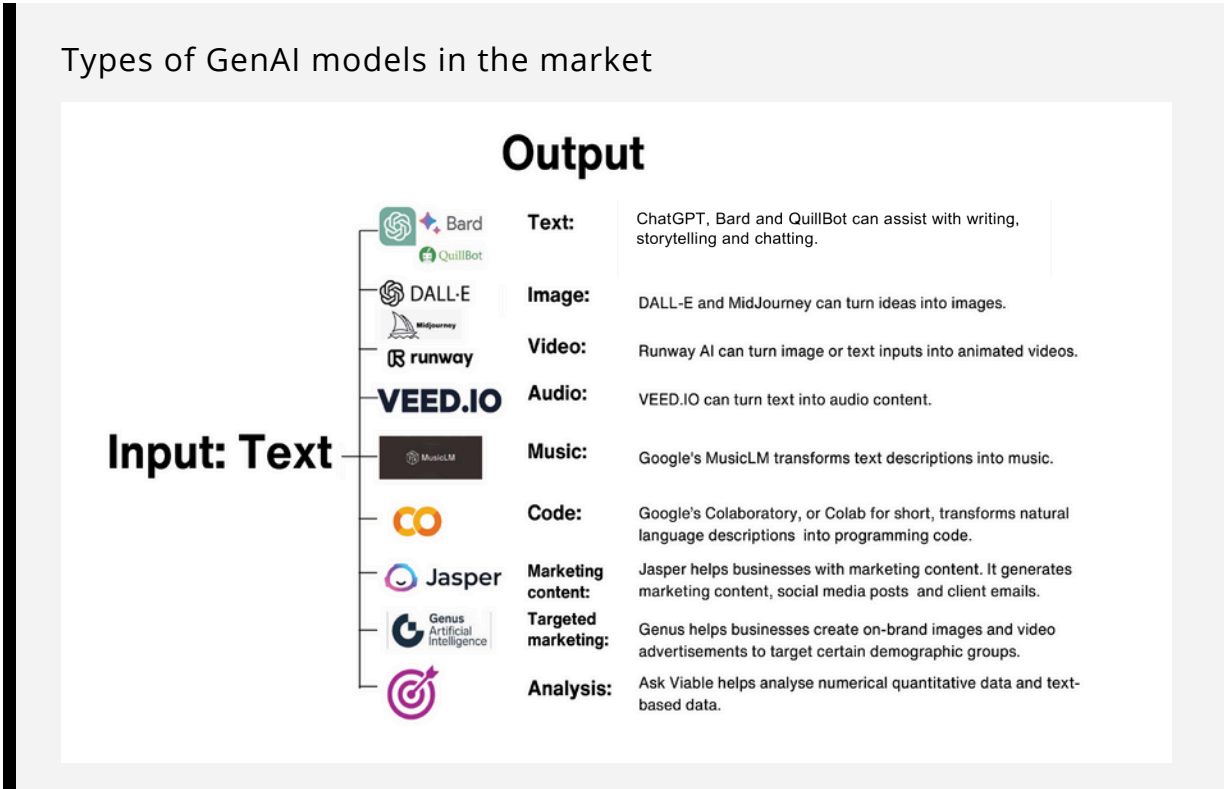
Using this diagram as a starting point, this section begins with basic GenAI concepts relevant to daily applications, including prompt and prompt engineering, large language models (LLMs), knowledge cut-off dates and chatbots.

It then moves on to more advanced terms that are often encountered in official documents, such as general-purpose AI, foundation models and frontier AI.

The section further explores specialised technical terms, encompassing open-source and closed-source LLMs, transformer architecture, transfer learning, tokens, reinforcement learning from human feedback (RLHF), diffusion models and inference techniques.

# Generative AI or GenAI

Generative AI or GenAI are both short for generative artificial intelligence. These are software systems that create content as text, images, music, audio and videos based on a user’s ‘prompts’.



## Prompt and prompt engineering

A prompt is an instruction, query or command that a user enters into a GenAI interface to request a response from the system.

Because GenAI systems produce text through statistical predictions of the most likely next words in a sentence, the responses that GenAI systems produce may not always be the same. This is why GenAI outputs are sometimes described as non-deterministic.

Prompt engineering is the practice of writing inputs for GenAI tools so that the tool can produce optimal outputs.

Example

Basic structure of a prompt:

Acting as a [ role] perform [task] in [format] in the [style]

Acting as a [role]	Perform a [task]	Show as [format]	In the [style]
<i>Each role provides context and background.</i>	<i>The task should be clear and specific.</i>	<i>How you would like to structure the information generated.</i>	<i>This is optional. It shows what tone you'd like to use for the information.</i>
Marketer	Headline	Table	Formal
Advertiser	Presentation	List	Poetic
Copywriter	Webinar	With bullet points	Enthusiastic
Accountant	Blog post	Summary	Shakespearian
Lawyer	Book outline	HTML	Accessible
Financial analyst	Email sequence	Code	Basic English
English professor	Social media campaign	Spreadsheet	Scientific
Journalist	Product description	CSV file	Objective
Project manager	Cover letter	Plain text file	Neutral
Manager	Summary	Rich text	Pop culture
Engineer	TikTok, YouTube or Instagram Reel video script	PDF	
Recruiter	Sales page / ad copy	Markdown	
...	...	Word cloud	
		...	

As a [life influencer ( the role)], create a [blog post (the task)] about the benefits of daily exercise in a [PDF ( the forma)] in an [accessible and enthusiastic tone (the style)].

Tip

If the task is too complicated, break it down into steps to make it easier for the GenAI model to read and interpret.



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## Machine learning

Machine learning (sometimes seen as ML) is a set of techniques for creating algorithms so that computational systems can learn from data.

A machine learning algorithm is a set of rules or processes that helps an AI system to perform specific tasks, such as finding patterns in data or making predictions based on inputs. In this way, the model's behaviour reflects the data or the learning experience.

Higher quality data helps algorithms improve their accuracy in various tasks, such as recognising faces in photos, predicting the weather or recommending products to buy.

### Types of machine learning

- **Supervised machine learning:**  
An algorithm is provided with labelled data, for example, a collection of pictures of animals with labels for each animal in each picture. The algorithm learns from these examples and tries to predict the correct labels for new, unseen data.
- **Unsupervised machine learning:**  
An algorithm is provided with unlabelled data and then it tries to find patterns or structures in the data on its own.
- **Hybrid machine learning:**  
Combines elements of supervised and unsupervised learning approaches and sometimes different types of algorithms to leverage the strengths of different methods based on the developer's needs.

### Applications

- **Healthcare:** [ProMed \(the Program for Monitoring Emerging Diseases\)](#) offers an online real-time data analysis and reporting system showing outbreaks of infectious diseases worldwide.
- **Finance:** Fraud detection, automated trading activities and financial advisory services for investors.
- **Marketing:** Product recommendations and news feeds on social media services.



- Transportation: Self-driving vehicles, real-time tracking and last-mile delivery optimisation.

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## Large language models (LLMs)

Large language models (LLMs) are data transformation systems. They are trained with large numbers of parameters, which are numerical values that developers adjust to shape the inputs and outputs of AI models. When a user inputs a prompt, the model generates text content in response.

LLMs are trained on extremely large datasets sourced from websites, blogs, forums and news articles etc. They contain millions or billions of parameters. In the case of OpenAI's generative pre-trained transformer (GPT) models, the first large language model GPT-1 contains 117 millions parameters, GPT-2 contains 1.5 billion parameters and GPT-3 contains 175 billion parameters. Increased parameters often lead to more complex models that can handle more complicated tasks and generate more nuanced text.

Users interact with GPT models through interfaces like ChatGPT. This feedback loop allows the model to continuously learn and improve over time based on user feedback.

### Examples

Some notable LLMs are:

- OpenAI's GPT series of models (GPT-1, GPT-2, GPT-3, GPT-3.5 and GPT-4) used in ChatGPT and Microsoft Copilot
- Google's PaLM (Pathways Language Model) and Gemini
- xAI's Grok
- Meta's Llama (Large Language Model Meta AI) family of open source models
- Anthropic's Claude models

Related term: [Machine learning](#)

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## Knowledge cut-off date

The knowledge cut-off date of a GenAI model is the date when the training data for a specific LLM was last updated. It defines the limitations of the model's understanding and knowledge.

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## Ecological

Training, deploying and using AI systems contribute to the global CO2 emissions. Typically, more powerful AI models require more energy. The servers that power AI models also generate considerable heat and are often water-cooled. The amount of water needed to train an AI model is immense. A team of researchers disclosed that “training GPT-3 in Microsoft’s state-of-the-art U.S. data centers can directly evaporate 700,000 liters of clean freshwater, but such information has been kept a secret.” And running GPT-3 inference for 10-50 queries evaporate 500 millilitres of water depending on when and where the model is hosted.

LLMs are among the biggest machine learning models, spanning up to hundreds of millions of parameters, requiring millions of GPU (graphic processing units) hours to train and emitting carbon in the process.

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**11**

Langchain , Components and Agents

**12**

Putting all Together and Capstone Project Orientation

**13**

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**14**

One on One Mentoring With Industry Experts and Coaches

**15**

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**101**

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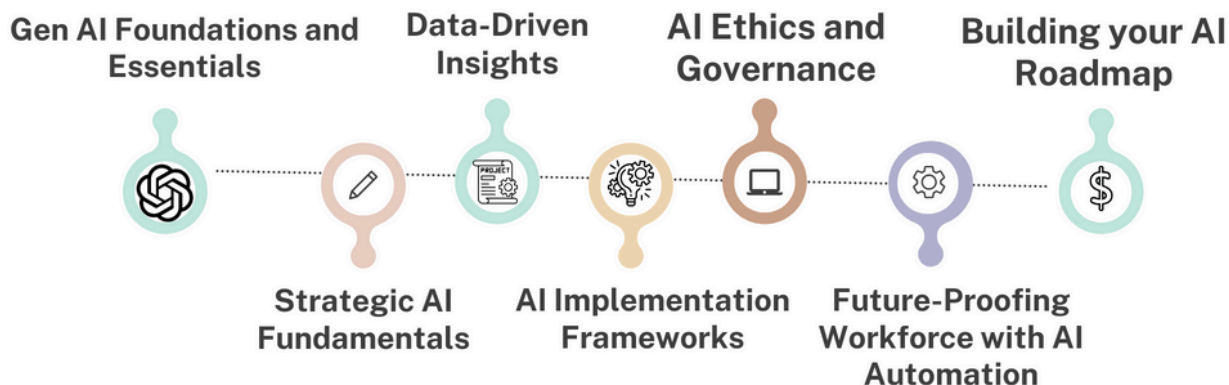
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- ✓ Ready to use Resume Template
- ✓ LinkedIn Profile Optimization
- ✓ Essential SQL Documents
- ✓ Essential Python Documents
- ✓ Machine Learning Documents

Every week we have live Zoom calls, Physical Meetups and LinkedIn Audio events and WhatsApp discussions. All calls are recorded and archived.

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