# INTRODUCTION TO DATA MINING

**BEIYU LIN** 

#### COURSE INFORMATION

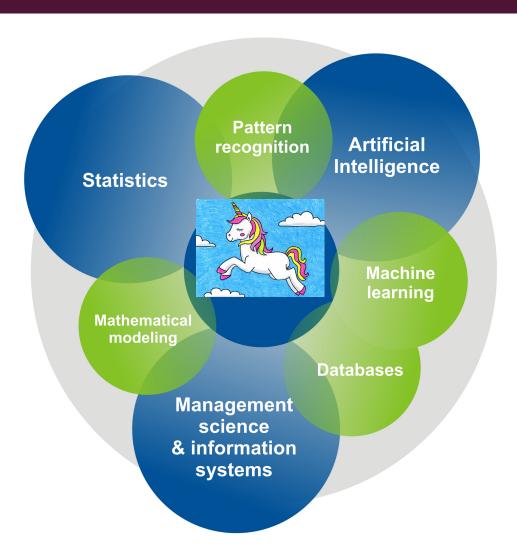
Outline: <a href="https://beiyulincs.github.io/teach/fall\_21/dm.html">https://beiyulincs.github.io/teach/fall\_21/dm.html</a>

Syllabus: <a href="https://beiyulincs.github.io/teach/fall\_21/syllabus\_cs\_458.pdf">https://beiyulincs.github.io/teach/fall\_21/syllabus\_cs\_458.pdf</a>

#### OUTLINE

- What is Data Mining?
- Why Data Learning is important?
- Data Learning and its Applications
- Real Life Examples

# DATA MINING



#### WHAT IS DATA MINING



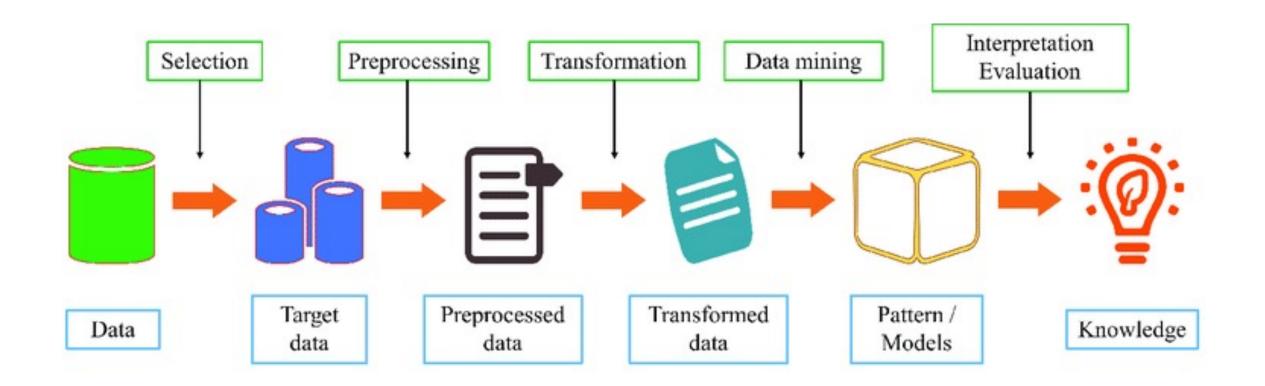
The process of discovering meaningful new

- correlations
- Patterns
- Trends

By learning from large amounts of stored data Via

- Pattern recognition
- Statistical
- Mathematical
- Machine learning methods

### DATA MINING PROCESS



#### WHAT IS DATA MINING

- Data mining (knowledge discovery from data (KDD))
  - Extraction of interesting (non-trivial, implicit, previously unknown and potentially useful) patterns
    or knowledge from huge amount of data
  - Data mining: a misnomer (outliner)?
- Alternative names
  - Knowledge discovery in data,
  - knowledge extraction,
  - data/pattern analysis,
  - data archeology,
  - data dredging, information harvesting, business intelligence, etc.

## DATA MINING IN REAL LIFE







Image Classification

#### DATA MINING IN REAL LIFE

Document Categorization





Speech Recognition

Protein Classification

Fraud Detection

Playing Games

Spam Detection



#### WHY DATA MINING

"The world is one big data problem."
(by Andrew McAfee, co-director of the MIT Initiative)





"Data is the new science. Big Data holds the answers." (Pat Gelsinger, CEO, VMWare)

transforming raw data into useful knowledge





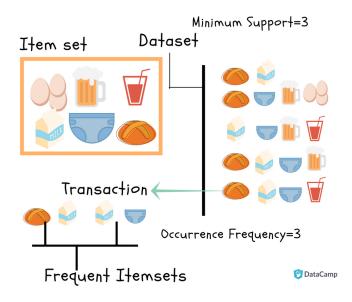
#### WHY DATA MINING

- Data analysis and decision support
  - Market analysis and management
    - Target marketing, customer relationship management (CRM), market basket analysis, cross selling, market segmentation
  - Risk analysis and management
    - Forecasting, customer retention, improved underwriting, quality control, competitive analysis
  - Fraud detection and detection of unusual patterns (outliers)
- Other Applications
  - -Text mining (news group, email, documents) and Web mining
  - Stream data mining
  - DNA and bio-data analysis

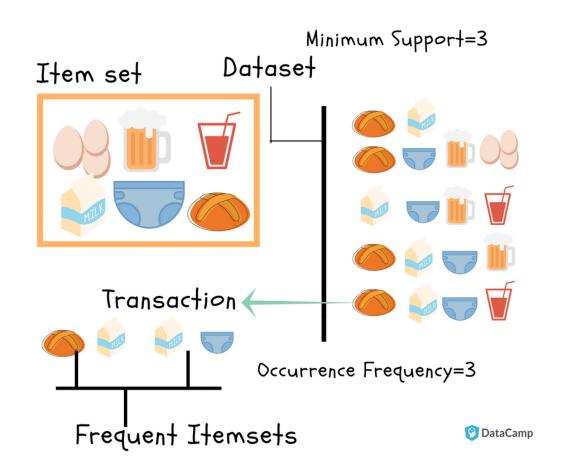


#### DATA MINING ALGORITHMS

- Association rule
- Categorization (supervised learning)
- Clustering (unsupervised learning)
- Mining Internet of Things (IoT) data



## **ASSOCIATION RULE**





#### SUPERVISED CLASSIFICATION

Decide whom credit card application should be approved.





Goal: use a person's information seen so far to produce good prediction rule for future applications.

#### MODELS – SUPERVISED LEARNING

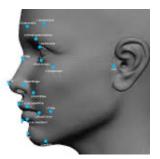
- Learn a classification model from the data
- Use the model to classify future loan applications into
  - Yes (approved) and
  - No (not approved)
- What is the class for following case/instance?

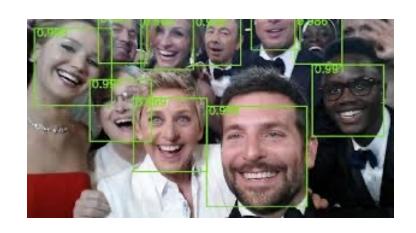
Age	Has_Job	Own_house	Credit-Rating	Class
young	false	false	good	?

## MODELS – SUPERVISED LEARNING (IMAGE CLASSIFICATION)

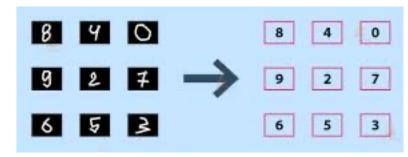
## Face Detection and Recognition







Handwritten digit recognition (convert hand-written digits to characters 0..9)

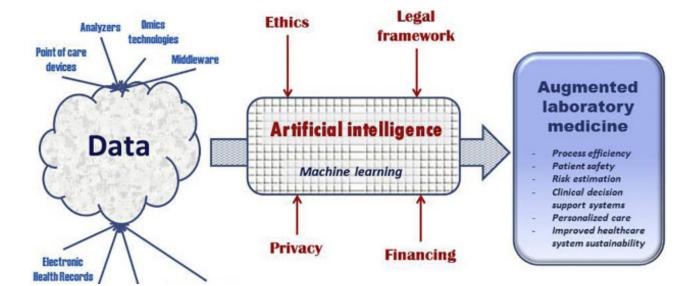


## MODELS – SUPERVISED LEARNING (OTHER EXAMPLES)

#### Weather Prediction



#### Medicine



#### Computational Economics:

- predict if a stock will rise or fall
- predict if a user will click on an ad or not
- in order to decide which ad to show

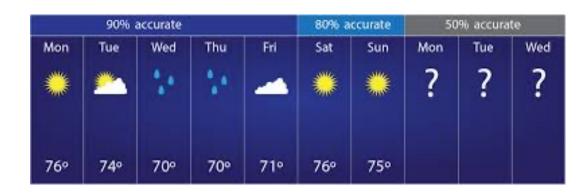
## MODELS – SUPERVISED LEARNING (REGRESSION)

Regression: Predicting a numeric value

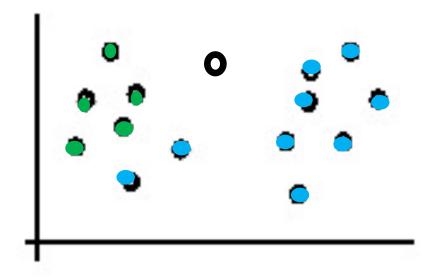
Stock market

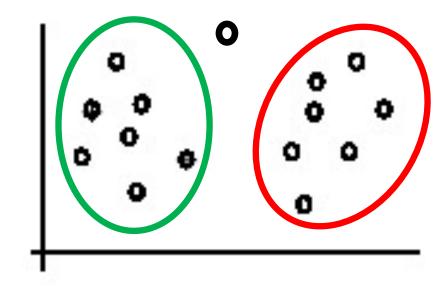


Weather prediction



## MODELS – UNSUPERVISED LEARNING (CLUSTERING)





# Thank you!