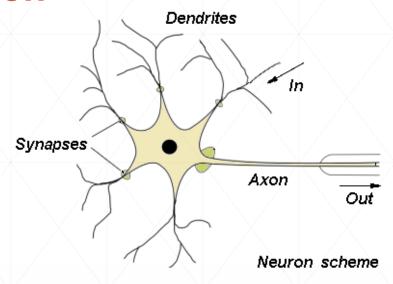
Neural Networks and their Applications

By Mateusz Dyda, Ashley Hemingway, Jaime Lennox and Christophe Steininger

Introduction



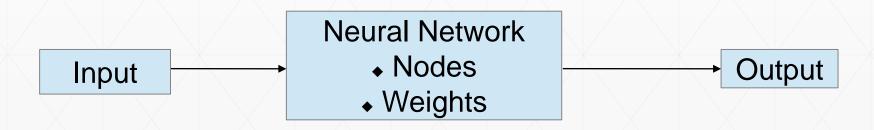
- Logical structures
- Nodes communicating through synapses
- Self-adjusting behaviour

Artificial Neural Networks (ANNs)

- Target applications that are hard to formulate explicitly
- Comparable to the biological nervous system but not perfectly equivalent
- Exhibit particular brain characteristics:
 - Learning from experience
 - Deriving from previous data to the new one
 - Extracting valuable data from input containing irrelevant data
- Generalise as a result of their structure, contrary to the classical idea of programs

How do ANNs work?

- Compute output neurons using the input and weights (synapses)
- Need to be trained to produce consistent and desired output
- Analogous to human brain memorising relevant information
- Training methods:
 - Supervised learning
 - Unsupervised learning



Supervised Learning

- Requires pairing of each input with corresponding target output (training pairs)
- Large number of such training pairs
- For each training pair:
 - Output is calculated with the current weights
 - Error between the target and calculated output is fed back to the network
 - Weights are adjusted to minimise the error
- Overall error should drop to an acceptable level
- Not the best representation of learning in biological systems

Unsupervised Learning

- Closer representation of learning in biological systems
- Does not require target output and error calculation
- Training set consists only of input
- Modifies behaviour to produce outputs consistent with each other
- Grouping similar inputs together by extraction of statistical properties
- Can be difficult to identify those properties without bias

Possible Drawbacks

- Awareness of their limitations
- Not quite duplicating the functions of the human brain (yet)
- The actual 'intelligence' is below the level of a tapeworm

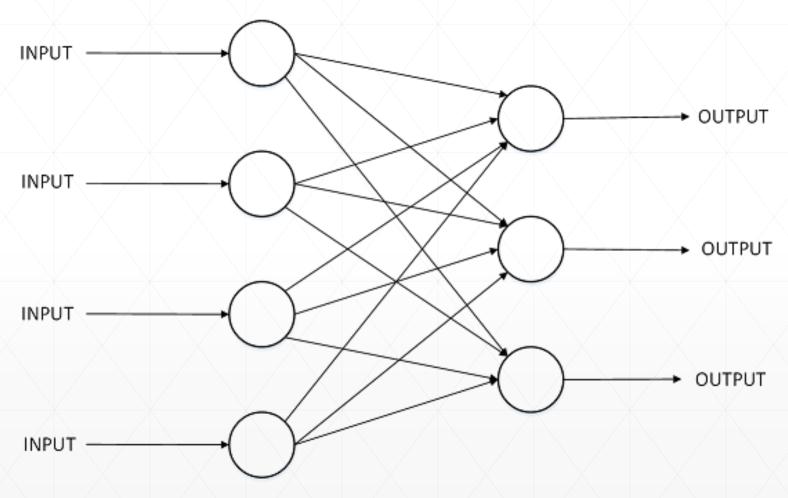
However:

- Brain-like performance in certain situations
- Should not be underestimated (again)
- Help to develop deep understanding of human intelligence

Perceptron – A Brief History

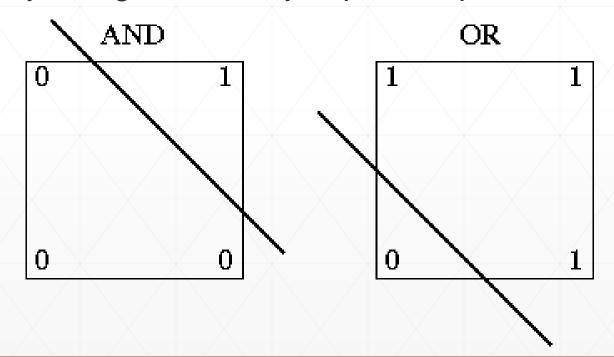
- 1940's Warren McCulloch and Walter Pitts introduced the first neural network model – The MP Neuron
- 1949 Donald Hebb introduced Hebb's Rule which explains a model for learning within the brain
- 1957 Perceptron, the first artificial neural network is invented by Frank Rosenblatt

Single-Layer Perceptron

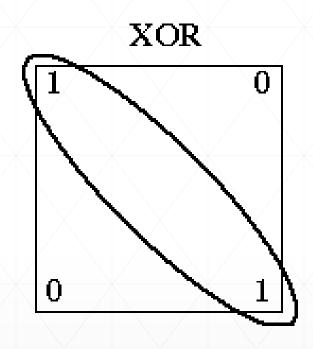


Limitations

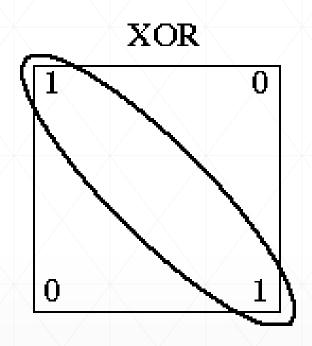
- Output can only be a definite true or false with no inbetween
- Can only recognize linearly separable patterns



Limitations – XOR Problem



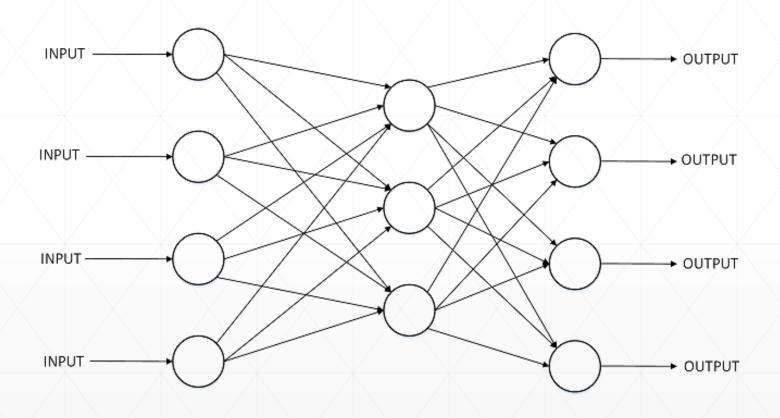
Limitations – XOR Problem



Solution

- Use a 3D plane in order to make the values separable by 1 line
- Multi Layer Perceptron

Multi-Layer Perceptron



Multi-Layer Perceptron

- Activation function $-\frac{1}{1+e^{-x}}$
- Needed to gain an advantage from the hidden layers
- Advantage Can learn more complex patterns
- Disadvantage Too many layers can make network slow and see irrelevant patterns

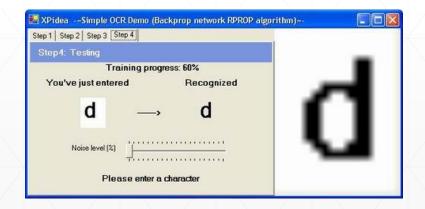
Applications



Image compression



Stock market prediction



Optical character recognition

Image Sources

- http://www.image-restore.co.uk/blog/saving-your-images-correctly/
- http://www.codeproject.com/Articles/3907/Creating-Optical-Character-Recognition-OCR-applica
- http://www.pricepatternprediction.com/

Application Types

- Classification
 - Assigning objects to a predetermined group
 - Uses a training set to create classifiers
- Clustering
 - Grouping objects similar to each other
 - Like classification but without knowing the class
 - Commonly uses a distance relationship

Application Types

- Pattern Association
 - Can be used to reduce noise or corruption
 - Can be split into auto/hetero-association
- Vector Quantization
 - Associates each input with the nearest vector
 - Process is similar to clustering
 - Can compress large amounts of input data
 - Not lossless

Optical Character Recognition (OCR)

- Algorithms used to be processor intensive
 - Caused significant delay in recognition time
- Neural networks seen as efficient without extensive processing
 - Can be learnt with back propagation algorithm
 - Initial learning time is one time only

Image Compression

- Can decompose an image into a set of vectors
 - This can be based off brightness, colour etc.
- Vector quantisation can then be used in a neural network
 - Has several learning algorithms that can be used
- There are other ways of compressing images with neural networks

Stock Market Prediction

- Why use neural networks?
 - Good at finding patterns in data
 - Can find non-linear patterns with multiple layers
- The network
 - Have to decide how many inputs to use complex
 - Which learning algorithm is most ideal?

Back Propagation

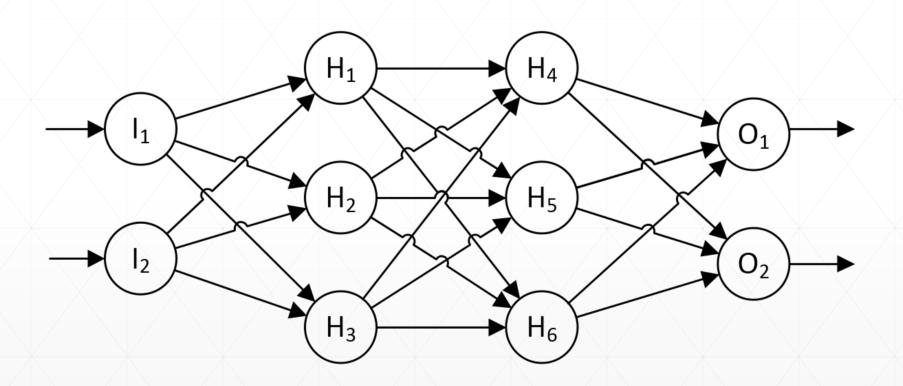
Only the weights of simple neural networks can be found without training, but complex networks must be trained

Back propagation is a common supervised learning algorithm for training neural networks

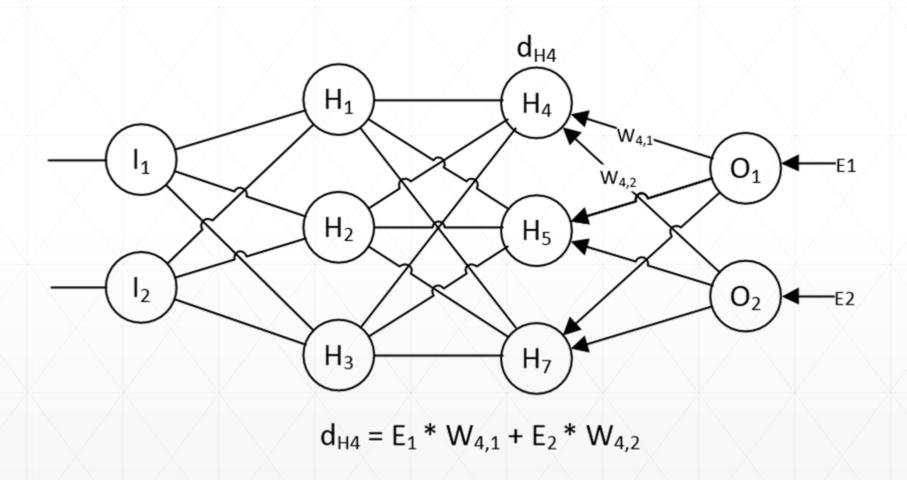
Algorithm Outline

- 1. Randomise all synaptic weights
- 2. Create a training set
 - i. Choose a input expected output pair from the set
 - ii. Run the network with the input and measure the error of each output
 - iii. Adjust each weight in the network using these errors
 - iv. Repeat 2i iii until the training set is empty

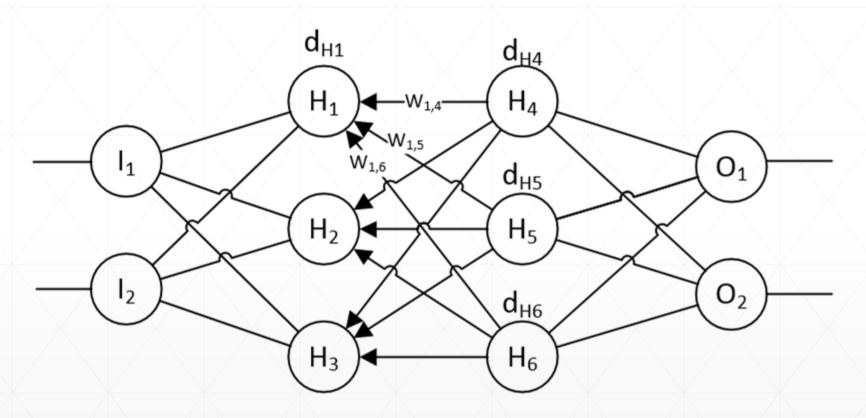
Algorithm 2ii: Forward pass



Algorithm Step 2iii: Backward pass

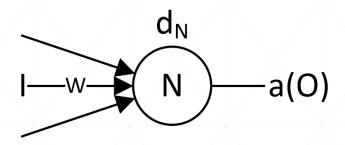


Algorithm Step 2iii: Backward pass



$$d_{H1} = d_{H4} * W_{1,4} + d_{H5} * W_{1,5} + d_{H6} * W_{1,6}$$

Algorithm Step 2iii: Weight adjustment



$$d_W = LR * I * dN * da/dx(O)$$

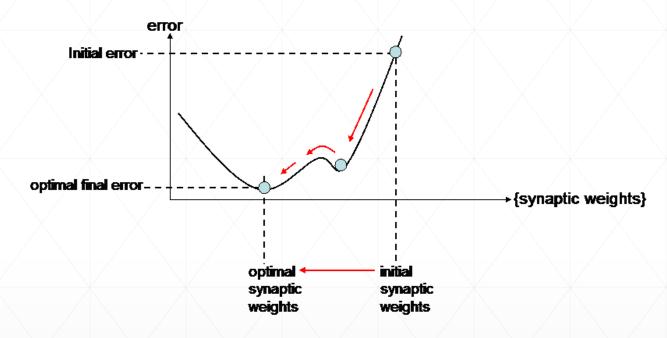
d_W is the weight adjustment

LR is the learning rate

I is the input to the synapse

 d_N is the delta (or error) value of the neuron which the synapse connects to da(O)/dx is the gradient of the activation function at output of the neuron

Momentum



$$d_W(t + 1) = LR * I * dN * da/dx(O) + M * d_W(t)$$