Lecture #1: Introduction and Overview*

^{*} Slides partly based on Jiawei Han, and Jeff Ullman

Data Mining: What?

Automatic discovery of knowledge from data

Data Mining: Why?

\$600 to buy a disk drive that can store all of the world's music

5 billion mobile phones in use in 2010

30 billion pieces of content shared on Facebook every month

40% projected growth in global data generated per year vs.

\$5 million vs. \$400

Price of the fastest supercomputer in 1975¹ and an iPhone 4 with equal performance

235 terabytes data collected by the US Library of Congress by April 2011

15 out of 17 sectors in the United States have more data stored per company than the US Library of Congress

growth in global

IT spending

Data Mining: Why?

Data contains value and knowledge



Data Mining: How?

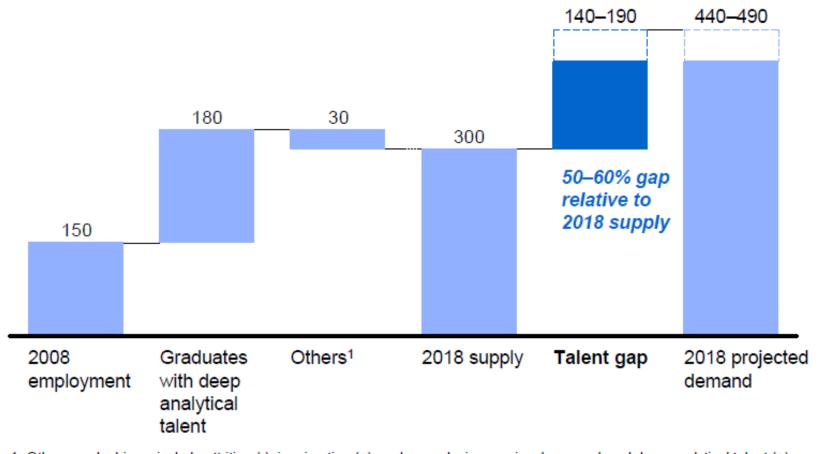
- To extract knowledge, data needs to be
 - stored
 - managed
 - analyzed focus of this class

Data Mining ≈ Big Data ≈
Predictive Analytics ≈ Data Science

Good News: Huge demand for data mining skills

Demand for deep analytical talent in the United States could be 50 to 60 percent greater than its projected supply by 2018

Supply and demand of deep analytical talent by 2018 Thousand people



¹ Other supply drivers include attrition (-), immigration (+), and reemploying previously unemployed deep analytical talent (+). SOURCE: US Bureau of Labor Statistics; US Census; Dun & Bradstreet; company interviews; McKinsey Global Institute analysis

What is Data Mining?

Given lots of data

- Discover patterns and models that are
 - Valid: hold on new data with some certainty
 - ◆ Useful: should be possible to act on the item
 - Unexpected: non-obvious to the system
 - ◆ Understandable: humans should be able to interpret the pattern

Frequent Itemset Mining Application

 Market-basket analysis to improve sales in stores such as Walmart

- "Classic" application was analyzing what people bought together in a brick-and-mortar store
 - Apocryphal story of "diapers and beer" discovery
 - Used to position potato chips between diapers and beer to enhance sales of potato chips

Recommendation Systems: Example

Amazon recommendation engine

Related to Items You've Viewed

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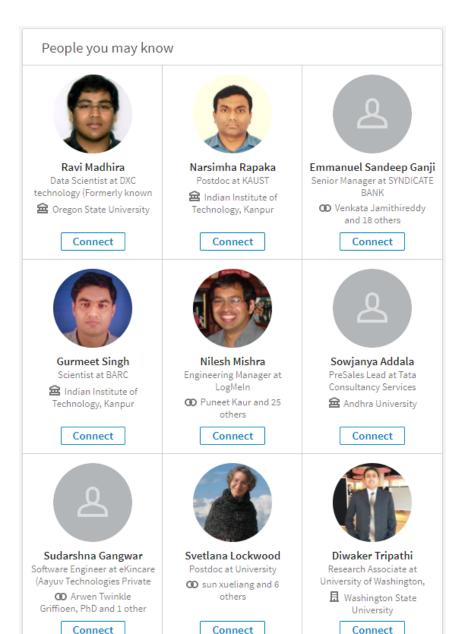


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> View or edit your browsing history

Recommendation Systems: Example

LinkedIn recommendation engine



Spam Filtering



GOOGLE LOTTERY WINNER! CONTAC

From: googleteam To:

Subject: GOOGLE LOTTERY WINNER! CONTACT YOUR AGENT TO CLAIM YOUR PRIZE.

GOOGLE LOTTERY INTERNATIONAL

INTERNATIONAL PROMOTION / PRIZE AWARD .

(WE ENCOURAGE GLOBALIZATION)

FROM: THE LOTTERY COORDINATOR.

GOOGLE B.V. 44 9459 PE.

RESULTS FOR CATEGORY "A" DRAWS

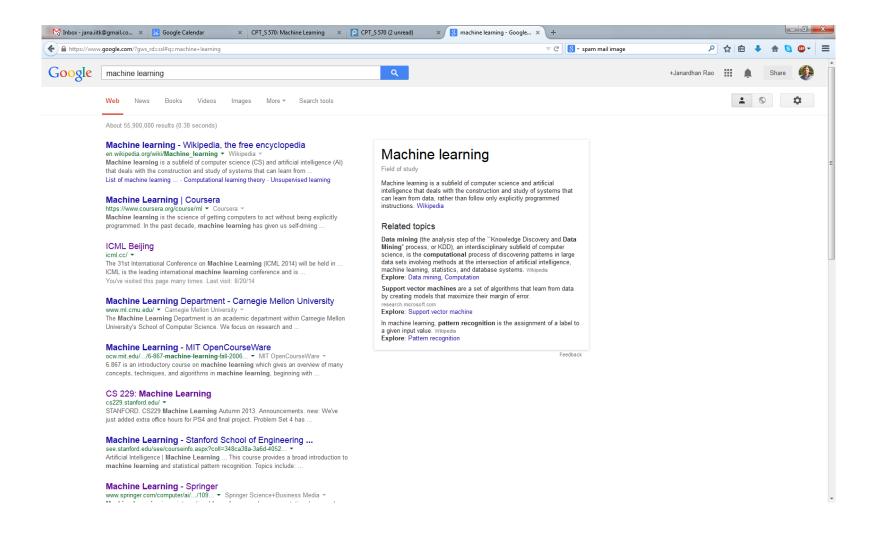
Congratulations to you as we bring to your notice, the results of the First Ca inform you that your email address have emerged a winner of One Million (1,0 money of Two Million (2,000,000.00) Euro shared among the 2 winners in this email addresses of individuals and companies from Africa, America, Asia, Au CONGRATULATIONS!

Your fund is now deposited with the paying Bank. In your best interest to avo award strictly from public notice until the process of transferring your claims | NOTE: to file for your claim, please contact the claim department below on e

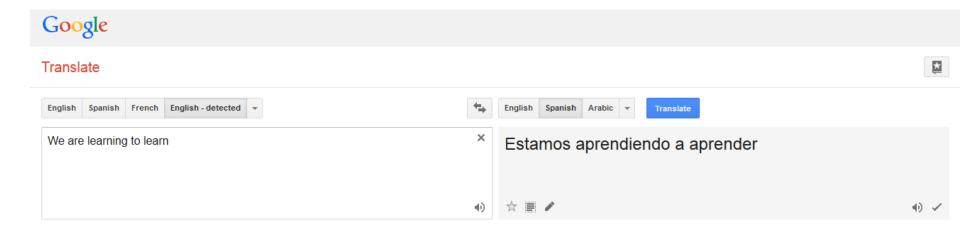
Optical Character Recognition



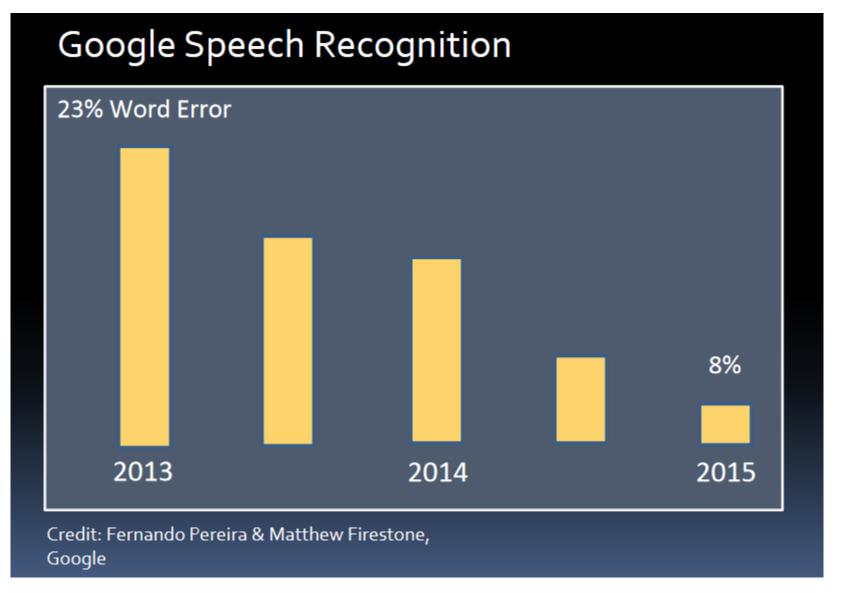
Search Engines



Machine Translation



Speech Recognition



Credit: Tom Dietterich

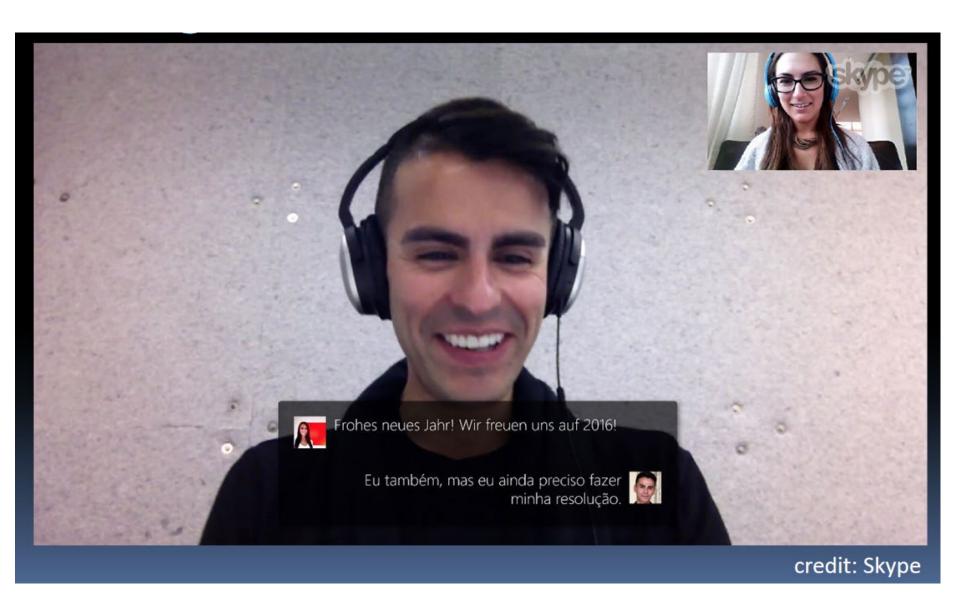
Image Captioning



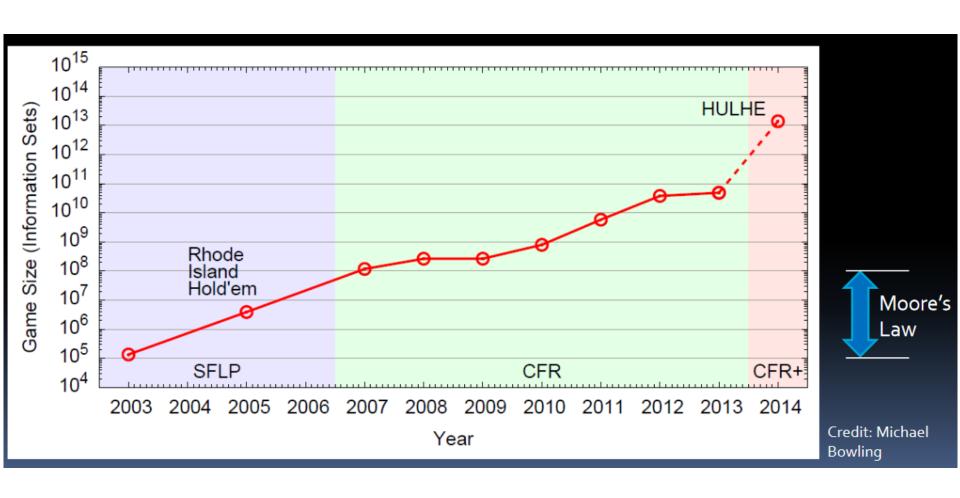
Perception + Translation



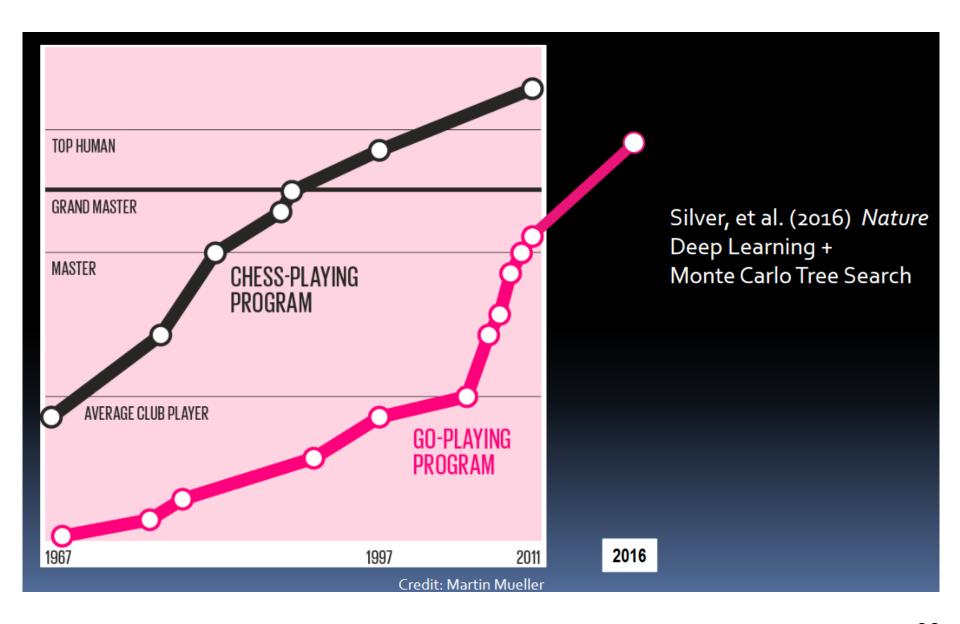
Skype Translator



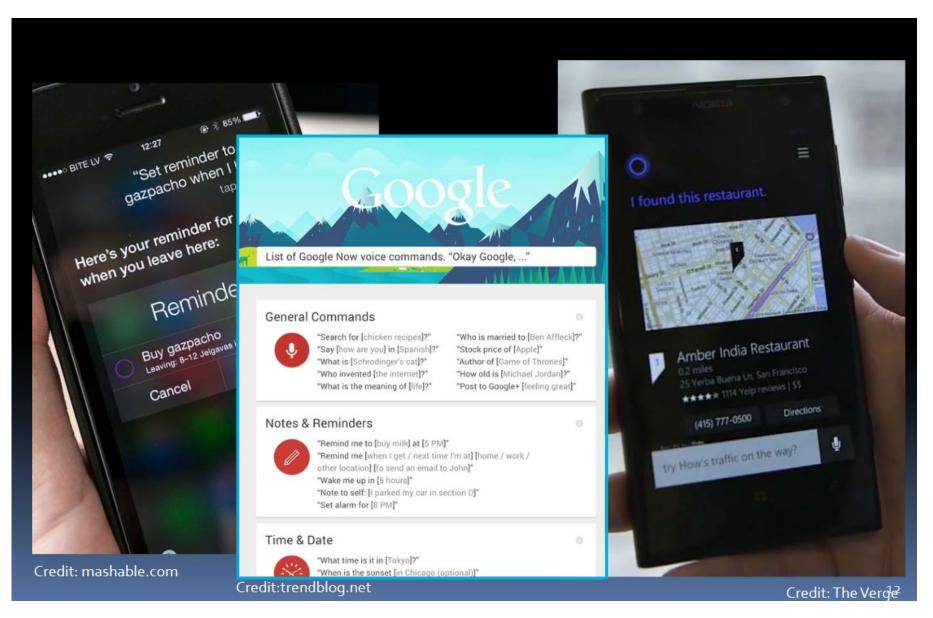
Computers Playing Poker



Computers Playing Chess and Go



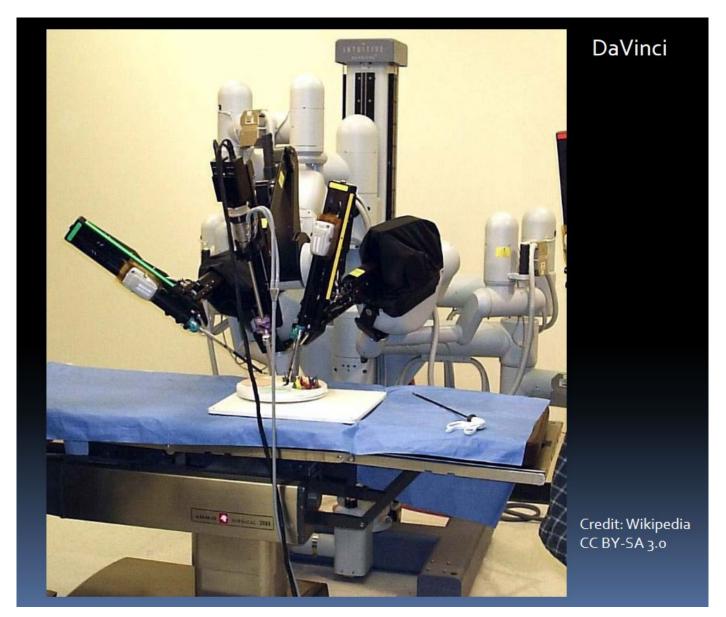
Personal Assistants



High-Stakes Applications: Self-Driving Cars

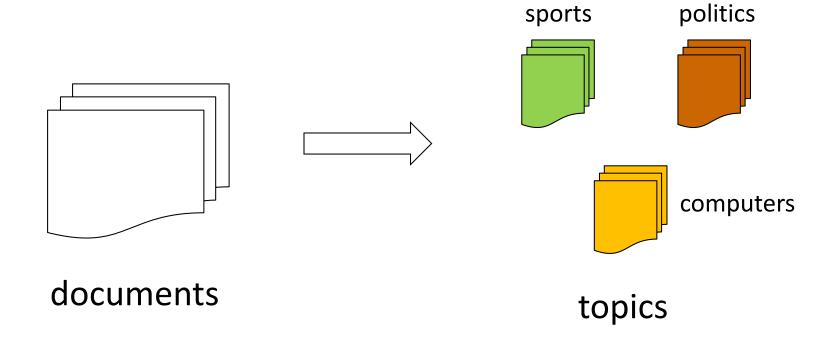


High-Stakes Applications: Automated Surgical Assistants



Clustering

Text Clustering



Anomaly Detection

- Anomaly is a pattern in the data that does not conform to the expected behavior
- Credit Card Fraud
 - An abnormally high purchase made on a credit card



- Cyber Intrusions
 - ▲ A web server involved in ftp traffic



Computational Advertising: Ads vs. Search Results

Web

Results 1 - 10 of about 2,230,000 for geico. (0.04 seco

GEICO Car Insurance. Get an auto insurance quote and save today ...

GEICO auto insurance, online car insurance quote, motorcycle insurance quote, online insurance sales and service from a leading insurance company. www.geico.com/ - 21k - Sep 22, 2005 - Cached - Similar pages

Auto Insurance - Buy Auto Insurance

Contact Us - Make a Payment

More results from www.geico.com »

Geico, Google Settle Trademark Dispute

The case was resolved out of court, so advertisers are still left without legal guidance on use of trademarks within ads or as keywords.

www.clickz.com/news/article.php/3547356 - 44k - Cached - Similar pages

Google and GEICO settle AdWords dispute | The Register

Google and car insurance firm GEICO have settled a trade mark dispute over ... Car insurance firm GEICO sued both Google and Yahoo! subsidiary Overture in ...

www.theregister.co.uk/2005/09/09/google_geico_settlement/ - 21k - Cached - Similar pages

GEICO v. Google

... involving a lawsuit filed by Government Employees Insurance Company (GEICO). GEICO has filed suit against two major Internet search engine operators, ... www.consumeraffairs.com/news04/geico_google.html - 19k - Cached - Similar pages

Sponsored Links

Great Car Insurance Rates

Simplify Buying Insurance at Safeco See Your Rate with an Instant Quote www.Safeco.com

Free Insurance Quotes

Fill out one simple form to get multiple quotes from local agents. www.HometownQuotes.com

5 Free Quotes, 1 Form.

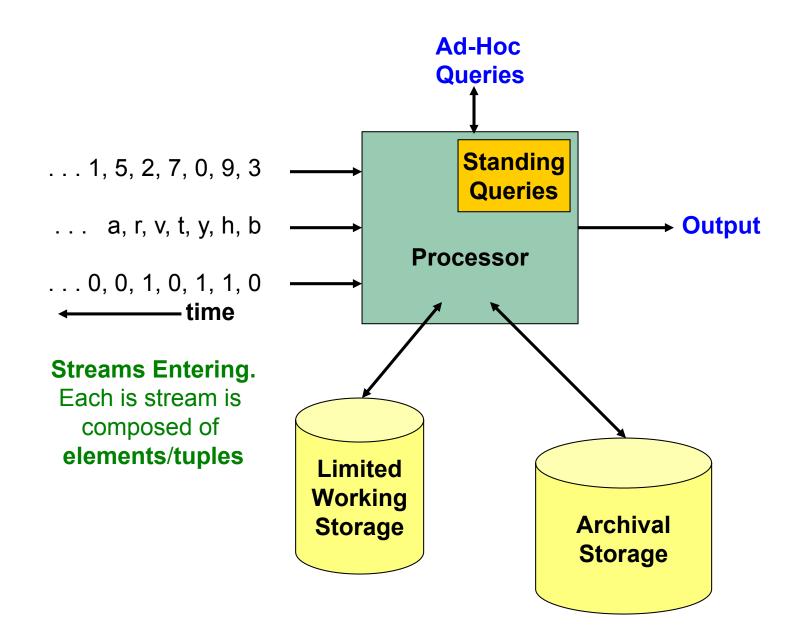
Get 5 Free Quotes In Minutes! You Have Nothing To Lose. It's Free sayyessoftware.com/Insurance Missouri

Computational Advertising: Web 2.0

- Performance-based advertising
 - Multi-billion-dollar industry

- Interesting problem:
 What ads to show for a given query?
- If I am an advertiser, which search terms should I bid on and how much should I bid?

Mining Data Streams



Mining Data Streams: Applications

Mining query streams

Google wants to know what queries are more frequent today than yesterday

Mining click streams

◆ Yahoo wants to know which of its pages are getting an unusual number of hits in the past hour

Mining social network news feeds

▲ E.g., look for trending topics on Twitter, Facebook

Course Contents

- Introduction to the field of data mining
 - Automatically analyze data using computers for discovering knowledge and insights

- Computational problems motivated from real-world applications
- Computational algorithms to solve data analysis problems
- Real-world applications for each of the data analysis problems

Tentative Syllabus

- Mining frequent item sets and association rules
- Recommendation algorithms
- Supervised learning algorithms
 - Classification and regression tasks
- Clustering algorithms
- Outlier and anomaly detection algorithms
- Computational Advertising
- Mining Data Streams
- Responsible data mining