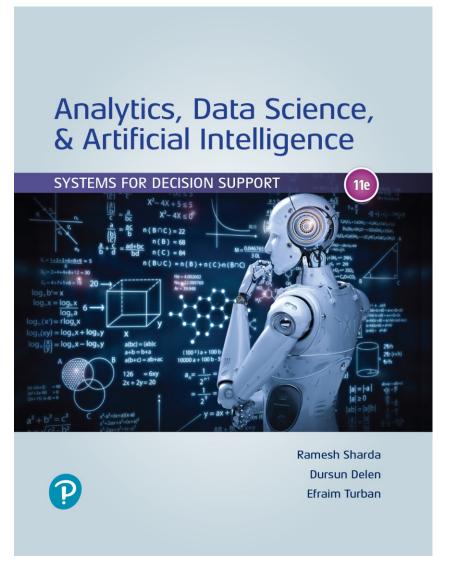
# Analytics, Data Science and Al: Systems for Decision Support

**Eleventh Edition** 



# Chapter 2

Artificial Intelligence Concepts, Drivers, Major Technologies, and Business Applications



# **Learning Objectives**

- 2.1 Understand the concepts of artificial intelligence (AI).
- 2.2 Become familiar with the drivers, capabilities, and benefits of A I.
- 2.3 Describe human and machine intelligence.
- 2.4 Describe the major A I technologies and some derivatives.



# 2.2 Introduction to Artificial Intelligence

- One Possible Definition for artificial intelligence (A I)
  - The capabilities of a machine to imitate intelligent of human behavior.

- Al is mainly concerned with:
  - The study of human thought process
  - The representation and duplication of those thought processes in machines

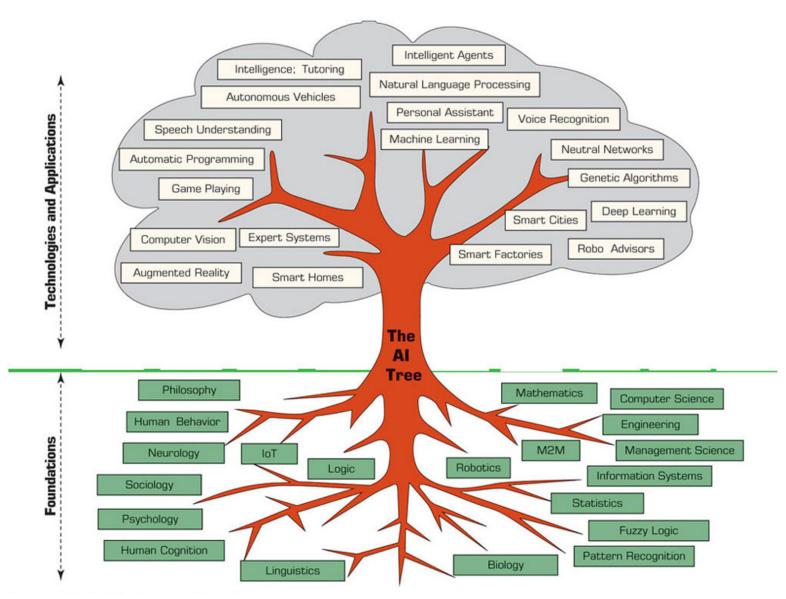


# 2.3 Human and Computer Intelligence

- What is intelligence?
- Types of intelligence:
  - Linguistic and verbal, logical, spatial, body/movement, musical, interpersonal, intrapersonal, naturalist
- Intelligence is not a simple concept!
- Content of intelligence
  - Reasoning, learning, logic, problem-solving, perception, and linguistic ability

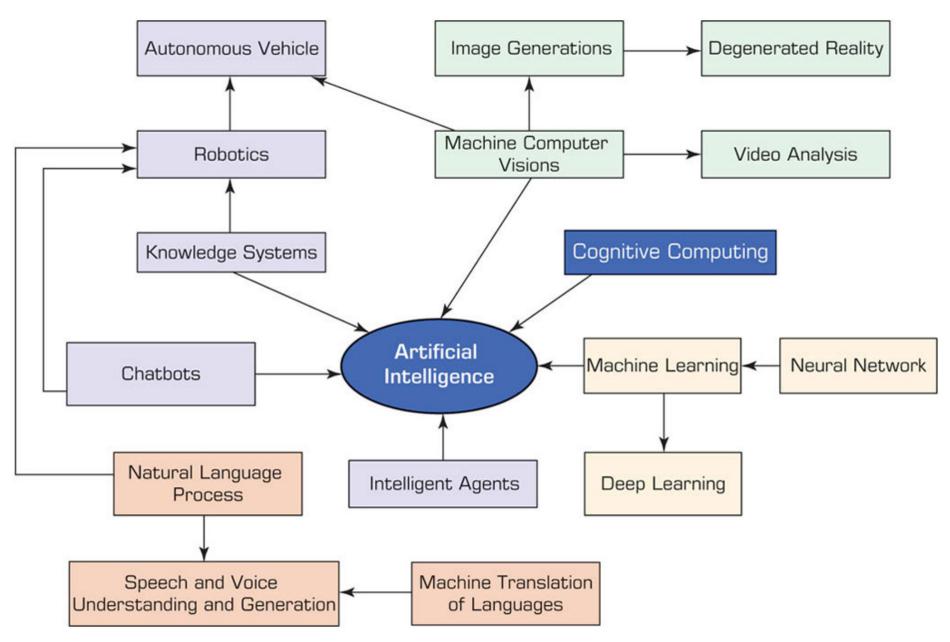
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# The Functionalities and Applications of A I





# 2.4 Major A I Technologies





#### Intelligent agents (IA)

- An intelligent agent (IA) is an autonomous, small computer program that acts upon changing environments as directed by stored knowledge.
- Help human agents in achieving specific goals related to the changes in the surrounding environment.
- Intelligent agents may learn by using the expanding knowledge embedded in them.

#### – Examples:

Virus detection program, recommending product, making price recommendations.



#### 2.4.2 Machine learning (ML)

- Teaching computers to learn from examples and large amounts of data, and new situations.
- Scientists teach computers to identify patterns and make connections by showing them a large volume of examples and related data.
- Allow the system to monitor and sense their environmental activities and adjust their behavior as needed.
- Learn based on data coming from sensors, databases, and other sources.
- Can be used to make predictions, recognize patterns, predict performance.
- Examples: credit card fraud detection, improving customer loyalty and retention, hiring the right people, predictive maintenance, retail shelf analysis.



#### 2.4.2 Deep learning (DL)

- A subset of machine learning
- Tries to mimic how the human brain works
- Uses artificial neural networks
- Play a major role in dealing with complex applications that regular machine learning cannot handle.
- Deliver systems that not only think but also keep learning, enabling self-direction based on fresh data that flaw in (big data).
- As long as new data arrive, learning occurs.
- Deep learning is a key technology in autonomous vehicles by helping to interpret road signs and road obstacles.
- DL is most useful in real-time interactive applications in the areas of vision recognition, scene recognition, robotics, and speech and voice processing.



#### 2.4.3 Machine and computer vision

- Technology and methods used to provide image-based automated inspections and analysis for applications such as robot guides, process controls, automated vehicles, and inspections.
- An important tool for the optimization of production and robotic processes.
- Industrial camera is important tool for capturing, storing, and archiving images/videos that can then be processed by humans or computers.
- Lowers cost of performing repetitive tasks that are cumbersome and possible make the human eyes tired.
- Example application (objects counter):
- https://youtu.be/RcUUM3mLK7Q



#### 2.4.3 Video analytics

- Applying computer vision techniques to videos
- Enables the recognition of patterns, and potential events.
- Example: predicting potential trouble behavior in certain situations at major human gatherings.



#### 2.4.4 Robotic systems

- A robot is an electromechanical device that is guided by a computer program to perform manual and/or mental tasks.
- An intelligent robot has a sensory apparatus such as a camera that collects information about the robot's surroundings and its operations.
- Combines with machine and deep learning, can perform many tasks including learning from situations.
- Possible types of robots:
  - Industrial robots [for manufacturing]
  - Service robots
  - Example application (Walmart stock scanning robot):
    - https://youtu.be/XZBSR\_3rvxg
  - In ecommerce (shopbots):
    - https://youtu.be/ssZ\_8cqfBIE



#### 2.4.5 Natural language processing (NLP)

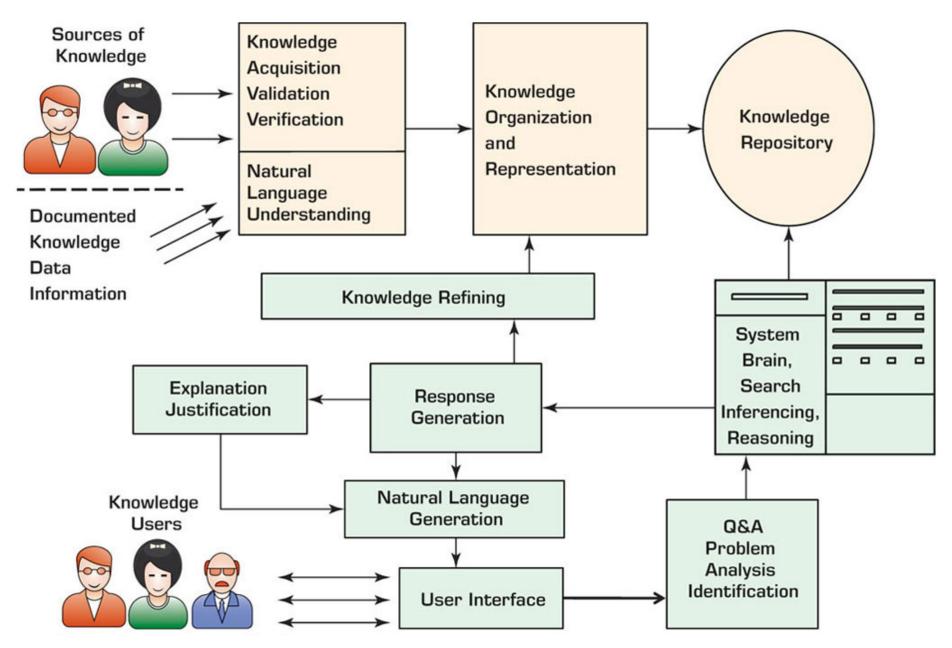
- A technology that allows people to communicate with a computer in their native language.
  - Language can be in written text or voice (speech).
- NLP has two subfields:
  - Natural language understanding
  - Natural language generation
- Sample applications:
  - Speech (voice) understanding by automated call centers
  - Machine translation of human languages
    - Example: <a href="https://youtu.be/Pk6a6mvOoJA">https://youtu.be/Pk6a6mvOoJA</a>



- 2.4.6 Knowledge & Expert Systems & Recommenders
  - Computer programs that store knowledge, which their applications use to generate expert advice, give recommendations, and/or perform problem solving.
- Knowledge sourced intelligent systems
  - Knowledge acquisition
    - ! Identifying experts
    - Extracting and structuring knowledge (observing, interviewing, scenario building, and discussing).
    - Needs trained knowledge engineers for knowledge acquisitions and building system.
  - Knowledge representation
    - How will the knowledge be organized and stored
    - Simple form is in questions & answers (Q&A).
  - Reasoning from knowledge
    - Process users' requests and provides answers.



Expert Systems





#### 2.4.7 Chatbots

- A chatbot is a type of a robot, which is also a knowledge-based system.
- Is a conversational robot that is used for chatting with people
- Text or voice
- Can be:
  - Intelligent agents for retrieving information
  - Personal assistants that provide advice
- Are equipped with NLP that enables conversations in natural human languages.
- Example: Google Assistant:
  - nttps://youtu.be/FPfQMVf4vwQ
  - nttps://youtu.be/-qCanuYrR0g



- 2.4.8 Emerging Al Technologies (1)
  - Cognitive computing
    - The application of knowledge derived from cognitive science (the study of human brain) and CS theories to simulate human thought processes.
    - Uses: self-learning algorithms, pattern recognition, NLP, machine vision, etc.
    - Example: IBM Watson



- 2.4.8 Emerging AI Technologies (2)
  - Augmented reality
    - Augmentation: integration of digital information within the user environment in real time, providing people real-world interactive experience with the environment.
    - Uses: machine vision, scene recognition, gesture recognition, in general, data captured by sensors.
    - Example: Google Maps ( <a href="https://youtu.be/4F0gFpzsYLM">https://youtu.be/4F0gFpzsYLM</a> )



## AI in Human Resource Management (1 of 2)

- Recruitment talent acquisition
  - LinkedIn uses AI algorithms to suggest matches to both recruiters and job seekers.
  - removes unconscious biases and prejudices of humans.
- Training A I facilitates training
  - Chatbots can be used as a source of knowledge to answer learners' queries.
  - Al can be used to test progress, and personalize online teaching for individuals



## AI in Human Resource Management (2 of 2)

- Performance assessment (evaluation)
  - Breaking work into many small components and by measuring the performance of each employee and team on each component.
  - Performance is compared to objectives, which are provided to employees and teams.
- Retention eliminating attrition
  - Predicting attrition way ahead of time to eliminate loss of talent



## AI in Marketing & Advertising (1 of 2)

- 1. Product and personal recommendations
- 2. Smart search engines (e.g., Google's Rank Al system)
- Fraud and data breaches detection
- 4. Social semantics (sentiment analysis & voice recognition)
- 5. Web site design
- Producer pricing (predictive analysis, dynamic pricing, forecasting)



## AI in Marketing & Advertising (2 of 2)

- 7. Predictive customer service options
- Ad targeting
- 9. Speech recognition
- 10. Language translation
- 11. Customer segmentation
- 12. Sales forecasting
- 13. Content generation



## **AI** in Production-Operation Management

- AI in manufacturing
  - Automation for compliance and cost reduction
  - React quicker and more effectively (agility)
- Implementation model
  - Streamlining processes, smart outsourcing, work automation, improving customer experience
- Intelligent factories
- Logistic and transportation
  - Example: DH L supply-chain



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