

Andrej Karpathy: Deconstructing LLMs - Part 1

Frank Richter

f.richter@em.uni-frankfurt.de

Goethe Universität Frankfurt

Tools for Natural Language Processing

Karpathy's Core Question

What are we talking to?

LLMs under the hood: Token autocomplete on steroids

An LLM is the product of a two-phase pipeline:

1. **Pretraining** → *the base model*
2. **Post-Training** → *the assistant model*

Karpathy's Core Question

What are we talking to?

LLMs under the hood: Token autocomplete on steroids

An LLM is the product of a two-phase pipeline:

1. Pretraining → *the base model*

2. Post-Training → *the assistant model*

Karpathy's Core Question

What are we talking to?

LLMs under the hood: Token autocomplete on steroids

An LLM is the product of a two-phase pipeline:

- 1. Pretraining** → *the base model*
- 2. Post-Training** → *the assistant model*

Phase 1: Pretraining (The Ingredients)

1. The data: The Internet

- Billions of documents (FineWeb dataset: 15 trillion tokens)
- Raw, unlabeled text (UTF-8)

2. The dictionary: Tokenization

- Turn text into numbers (tokens)
- Algorithm: Byte-Pair Encoding (BPE)
- Learns common sub-words
- Modern vocabularies have around 100k tokens (`cl100k_base`)

Phase 1: Pretraining (The Ingredients)

1. The data: The Internet

- Billions of documents (FineWeb dataset: 15 trillion tokens)
- Raw, unlabeled text (UTF-8)

2. The dictionary: Tokenization

- Turn text into numbers (tokens)
- Algorithm: Byte-Pair Encoding (BPE)
- Learns common sub-words
- Modern vocabularies have around 100k tokens (`cl100k_base`)

Phase 1: Pretraining (The Recipe)

The task: Predict the next token.

The cook: A neural network (transformer architecture)

The process (training loop):

- 1 Give the model a context window of tokens from the data (up to 1024 tokens for GPT-2; more recently: up to 8000 tokens).
- 2 Model predicts a probability distribution for the *next* token.
- 3 Compare prediction to the *actual* next token.
- 4 Calculate *loss* (measure of error).
- 5 Adjust billions of parameters (weights) to reduce the loss.
- 6 Repeat a very large number of times (can be months of compute).

Phase 1: Pretraining (The Recipe)

The task: Predict the next token.

The cook: A neural network (transformer architecture)

The process (training loop):

- ➊ Give the model a context window of tokens from the data (up to 1024 tokens for GPT-2; more recently: up to 8000 tokens).
- ➋ Model predicts a probability distribution for the *next* token.
- ➌ Compare prediction to the *actual* next token.
- ➍ Calculate *loss* (measure of error).
- ➎ Adjust billions of parameters (weights) to reduce the loss.
- ➏ Repeat a very large number of times (can be months of compute).

Phase 1: Result: Base Model (The Dish)

- **What it is:** A file of parameters (GPT-2: 1.5 billion numbers)
- **What it does:** Simulates Internet text, acts as a glorified autocomplete or lossy compression of the web.
- **How we use it (Inference):**
 - ▶ Give it a prompt.
 - ▶ It samples a next token from its learned distribution.
 - ▶ Append that token to the prompt, and repeat.
- It's a remix of its training documents.
- Can be prompted for tasks (few-shot / in-context learning), but it is not yet an assistant.

The Problem with the Base Model

A base model just wants to **complete text**. It doesn't want to **answer questions**.

Example Interaction

User: What is the capital of France?

Base Model (might respond): What is the capital of Spain? What is the capital of Germany? What is the...

(It's completing a quiz it saw on the internet, not answering the question.)

Phase 2: Post-Training (Refining the Dish): Assistant

Teach the model a new style of conversation.

Method: Supervised Finetuning (SFT)

- **The data:** High-quality, curated Q&A pairs
 - ▶ Created by human labelers (or now, other LLMs)
 - ▶ Example: OpenAssistant dataset
- **The format:** Special tokens for conversational structure
 - ▶ `<|user|> What is the capital of France?`
 - ▶ `<|assistant|> The capital of France is Paris.`
- **The process:** Continue training the base model on these examples.

Key Takeaways

1 A two-step process:

- ▶ **Pretraining (99% compute):** Learns world knowledge and language by simulating internet text.
 - ★ Captures statistical echoes of human patterns (knowledge, language, biases)—a *human ghost* distillation, per Karpathy's later analogy.
- ▶ **Finetuning (1% compute):** Learns style and behavior by simulating human labelers.

2 It's a simulator: The model isn't thinking; it's giving a statistically likely response based on its training.

- ▶ The base model simulates an internet document.
- ▶ The assistant simulates a helpful human labeler.

Key Takeaways

1 A two-step process:

- ▶ **Pretraining (99% compute):** Learns world knowledge and language by simulating internet text.
 - ★ Captures statistical echoes of human patterns (knowledge, language, biases)—a *human ghost* distillation, per Karpathy's later analogy.
- ▶ **Finetuning (1% compute):** Learns style and behavior by simulating human labelers.

2 It's a simulator: The model isn't thinking; it's giving a statistically likely response based on its training.

- ▶ The base model simulates an internet document.
- ▶ The assistant simulates a helpful human labeler.

Tool Use for the Present Slide Deck

The slides were produced in a multi-step process involving Gemini and Grok for the following purposes:

- checking the initial presentation draft against Karpathy's video and its place on the seminar syllabus (Gemini 2.5 PRO)
- typesetting in Latex, multiple rounds of fact checking and stylistic changes (Grok 4 Expert)