machinepulse

Machine Learning & Real-world Applications

Ajay Ramaseshan
MachinePulse.

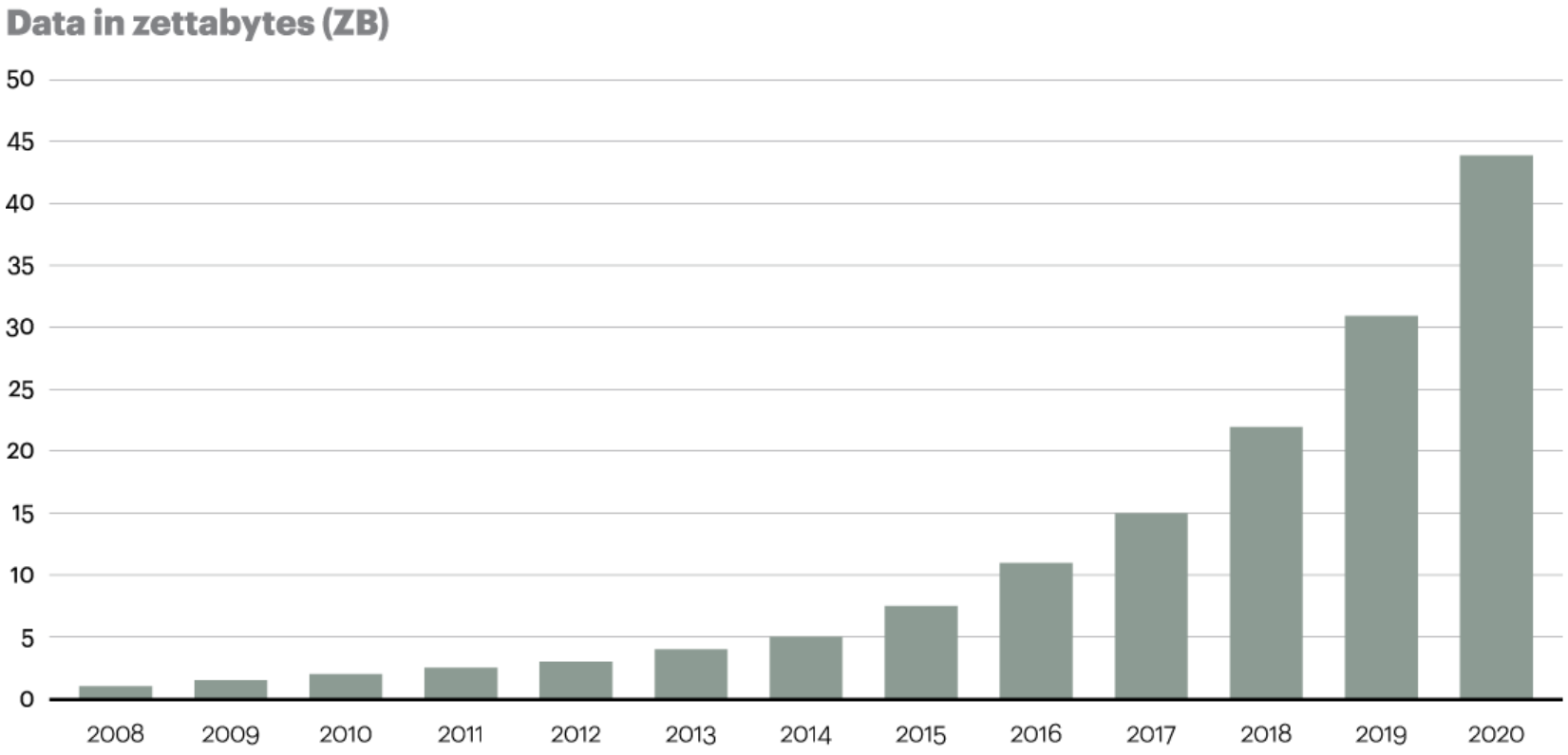
Agenda

- **Why Machine Learning**?
- **Supervised Vs Unsupervised learning**.
- **Machine learning methods.**
- **Real world applications.**

Why Machine Learning?

Figure 1

Data is growing at a 40 percent compound annual rate, reaching nearly 45 ZB by 2020



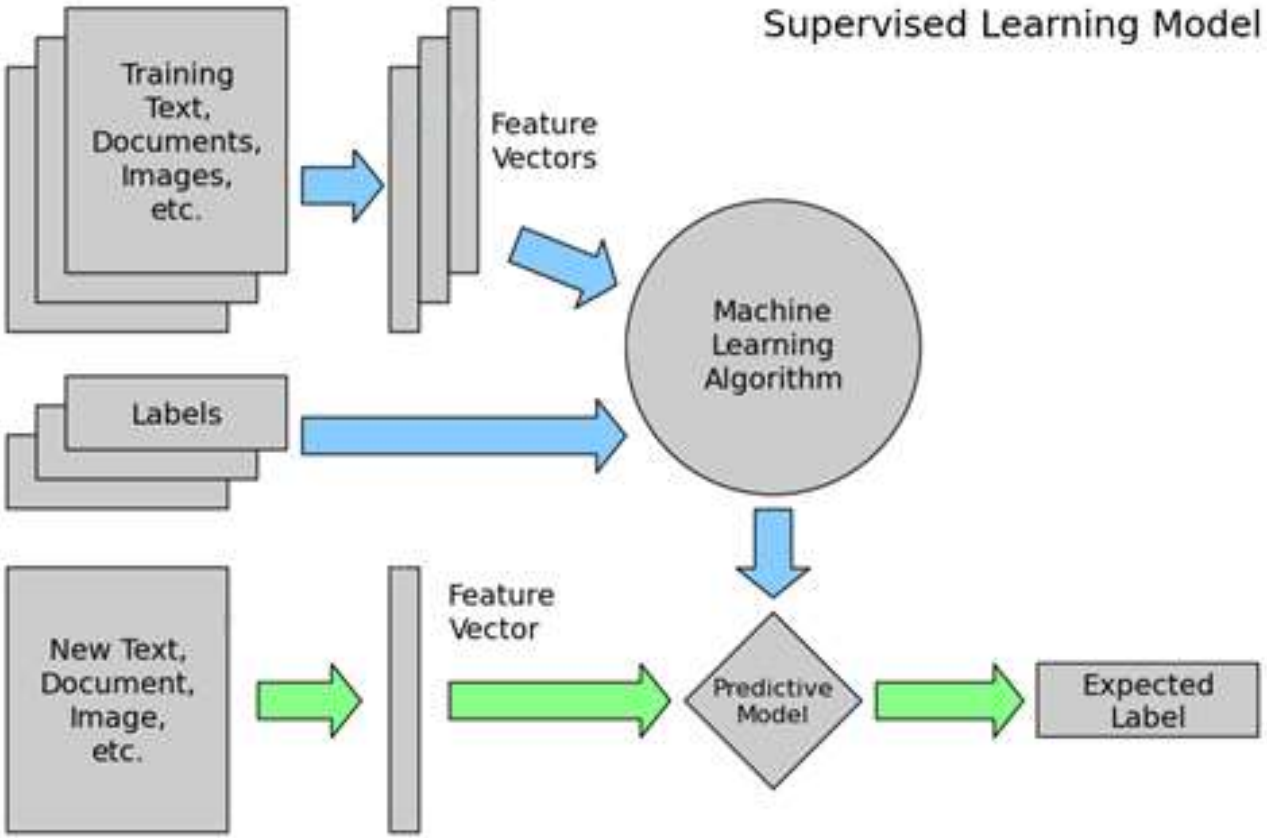
Source: Oracle, 2012

Why Machine Learning?

- Volume of data collected growing day by day.
- Data production will be 44 times greater in 2020 than in 2009.
- Every day, 2.5 quintillion bytes of data are created, with 90 percent of the world's data created in the past two years.
- Very little data will ever be looked at by a human.
- Data is cheap and abundant (data warehouses, data marts); knowledge is expensive and scarce.
- Knowledge Discovery is **NEEDED** to make sense and use of data.
- Machine Learning is a technique in which computers learn from data to obtain insight and help in knowledge discovery.

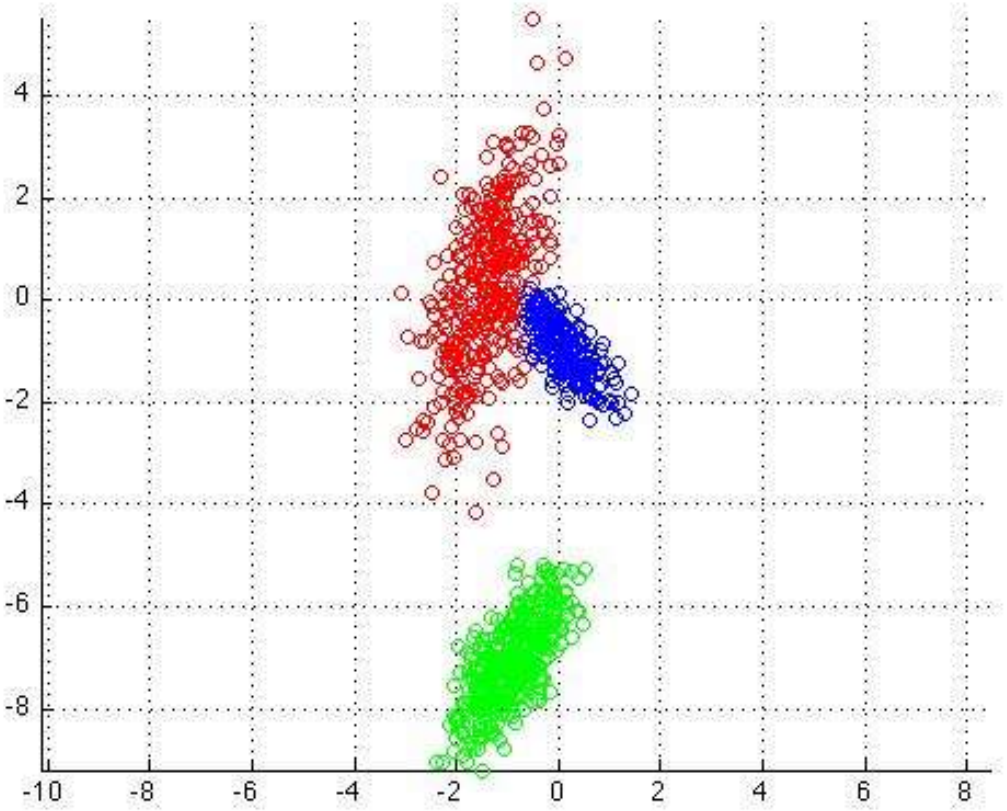
Overview of Machine Learning Methods

- Supervised learning – class labels/ target variable known



Overview (Contd)

- Unsupervised learning – no class labels provided, need to detect clusters of similar items in the data.



Parametric Vs Nonparametric

- Parametric Models:

  Assumes prob. distribution for data, and learn parameters from data

  E.g. Naïve Bayes classifier, linear regression etc.

- Non-parametric Models:

  No fixed number of parameters.

  E.g. K-NN, histograms etc.

Generative Vs Discriminative

- Generative model – learns model for generating data, given some hidden parameters.
- Learns the joint probability distribution p(x,y).

  e.g. HMM, GMM, Naïve Bayes etc.

- Discriminative model – learns dependence of unobserved variable y on observed variable x.
- Tries to model the separation between classes.
- Learns the conditional probability distribution p(y|x).

  e.g. Logistic Regression, SVM, Neural networks etc.

Classification

- Classification – Supervised learning.

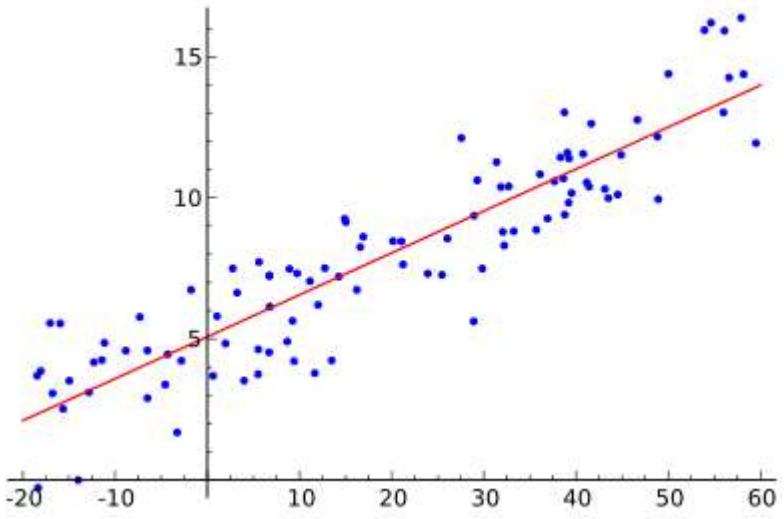
- Commonly used Methods for Classification –

  - Naïve Bayes
  - Decision tree
  - K nearest neighbors
  - Neural Networks
  - Support Vector Machines.

Regression

- Regression – Predicting an output variable given input variables.

- Algorithms used –
  - Ordinary least squares
  - Partial least squares
  - Logistic Regression
  - Stepwise Regression
  - Support Vector Regression
  - Neural Networks



Clustering

- Clustering:

  Group data into clusters using similarity measures.

- Algorithms:

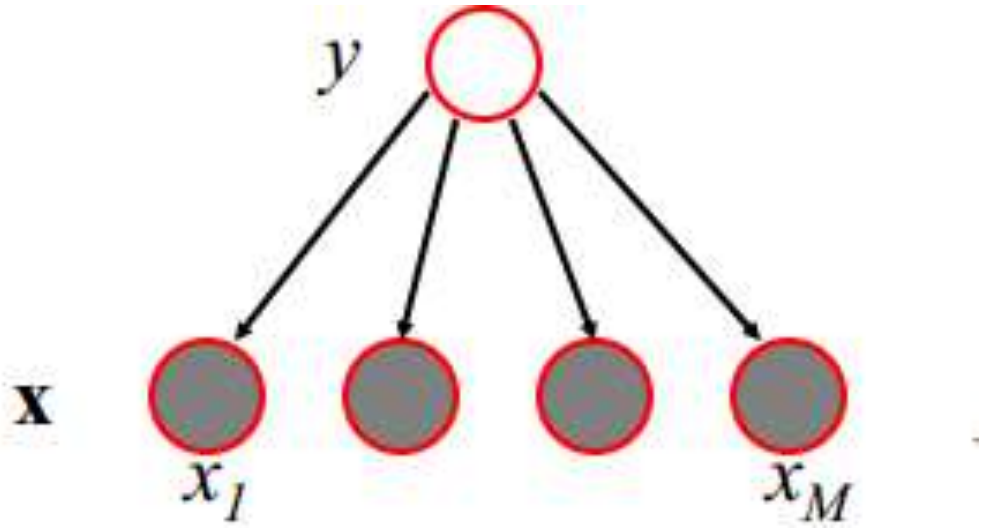
  - K-means clustering
  - Density based EM algorithm
  - Hierarchical clustering.
  - Spectral Clustering

Naïve Bayes

- Naïve Bayes classifier

  Assumes conditional independence among features.

- $P(x_i,x_j,x_k|C) = P(x_i|C)P(x_j|C)P(x_k|C)$

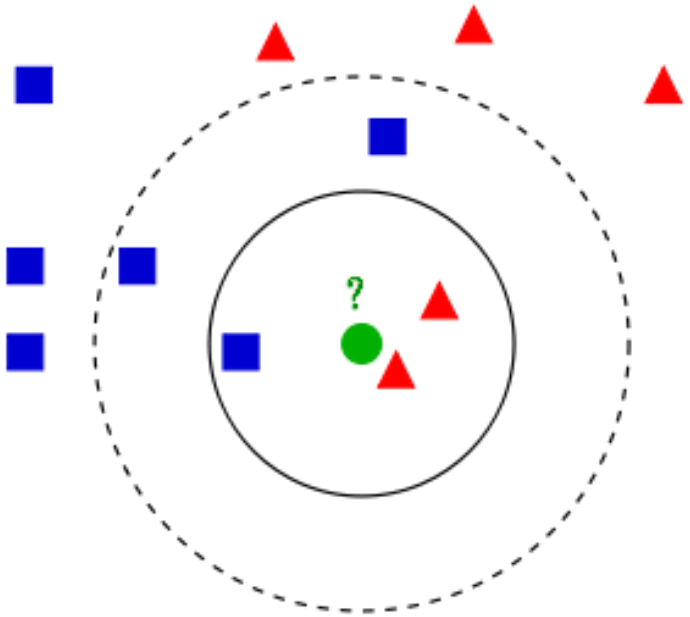


K-Nearest Neighbors

- K-nearest neighbors:

  Classifies the data point with the class of the k nearest neighbors.

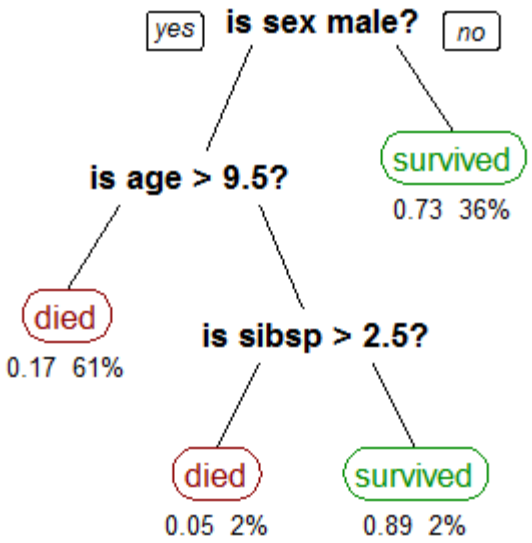
- Value of k decided using cross validation



Decision trees

- Leaves indicate classes.
- Non-terminal nodes – decisions on attribute values

- Algorithms used for decision tree learning
  - C4.5
  - ID3
  - CART.

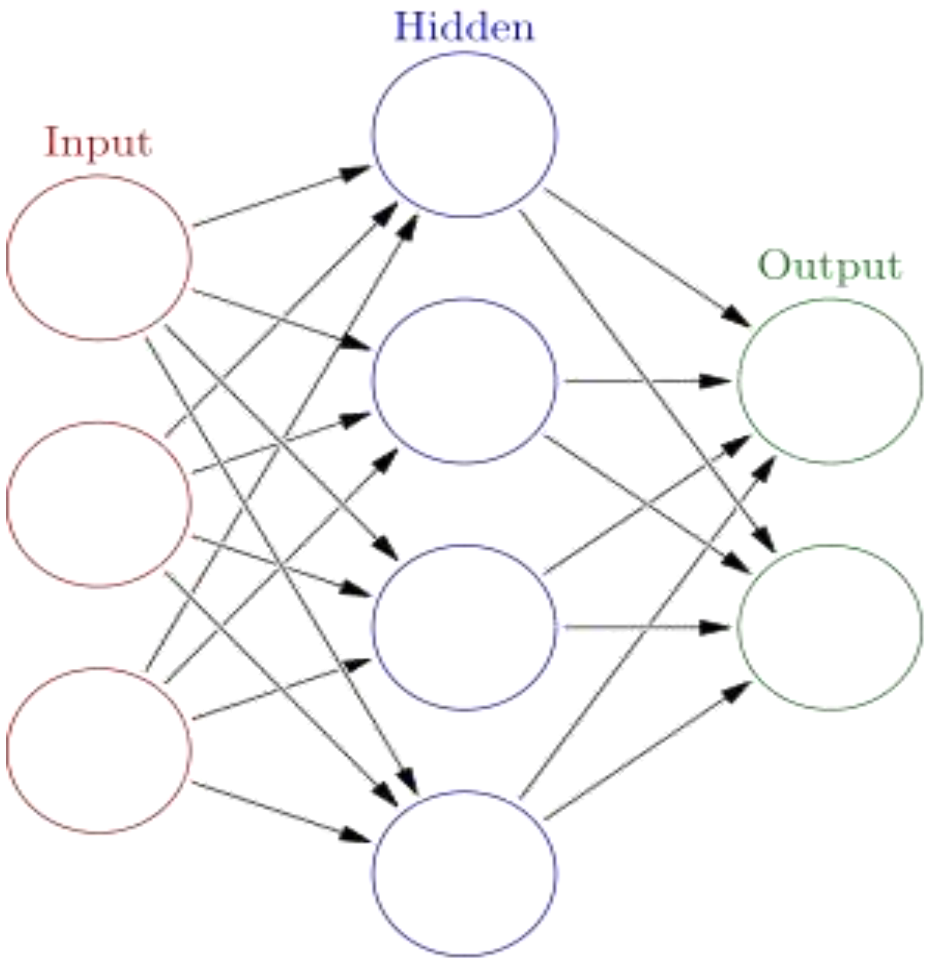


Neural Networks

- Artificial Neural Networks
  Modeled after the human brain

- Consists of an input layer, many hidden layers, and an output layer.

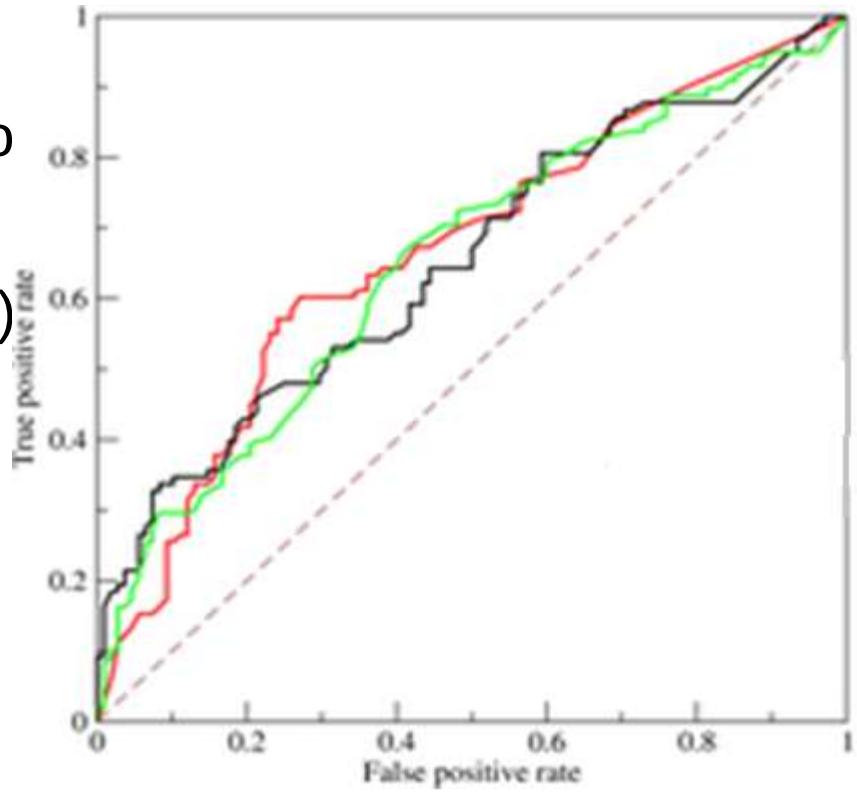
- Multi-Layer Perceptrons, Radial Basis Functions, Kohonen Networks etc.



Evaluation of Machine Learning Methods

❖Validation methods

- ❑ Cross validation techniques
  - ➢K-fold cross validation
  - ➢Leave one out Cross Validatio
- ❑ ROC curve (for binary classifier)
- ❑ Confusion Matrix



Real life applications

Some real life applications of machine learning:

- Recommender systems – suggesting similar people on Facebook/LinkedIn, similar movies/ books etc. on Amazon,
- Business applications – Customer segmentation, Customer retention, Targeted Marketing etc.
- Medical applications – Disease diagnosis,
- Banking – Credit card issue, fraud detection etc.
- Language translation, text to speech or vice versa.

Breast Cancer Dataset and k-NN

Wisconsin Breast Cancer dataset:

- Instances : 569
- Features : 32
- Class variable : malignant, or benign.
- Steps to classify using k-NN
  - Load data into R
  - Data normalization
  - Split into training and test datasets
  - Train model
  - Evaluate model performance

Thank you!