

WEEK 8 — LLM FINE-TUNING, QUANTISATION & OPTIMISED INFERENCE

(Colab-Friendly | LoRA + QLoRA + GGUF + vLLM + llama.cpp)

WEEK 8 OBJECTIVES

Interns will learn:

- LLM internals & transformer architecture rationale
- Parameter-efficient fine-tuning (LoRA / QLoRA)
- Dataset preparation for instruction tuning
- Quantisation (8-bit, 4-bit, GGUF)
- Inference optimization techniques
- Memory profiling & speed benchmarking
- LLM deployment for production inference

This week produces engineers who can **train and deploy LLMs on minimal resources**.

MODELS (COLAB-FRIENDLY — MANDATORY)

Use ONE of these:

- `Phi-2 / Phi-3 (2.7B – 3.8B)`
- `Mistral 7B Instruct`
- `TinyLlama 1.1B`
- `Qwen 1.5B–4B`



Use:

`transformers + peft + trl + accelerate + bitsandbytes + llama.cpp`

DAY 1 — LLM ARCHITECTURE + DATA PREP FOR FINE-TUNING

♦ Learning Outcomes

LLM anatomy (layers, attention, FFN)
Tokenization & vocab strategy
Instruction tuning vs pretraining
LoRA & PEFT fundamentals

♦ Topics to Learn

- Transformer blocks
- Parameter count vs performance
- What does Fine-tuning actually change?
- Prompt-completion vs chat format
- Instruction dataset design

♦ Exercise

Build your **instruction tuning dataset**:

You must include 3 types:

1. QA
2. Reasoning
3. Extraction

Format (JSONL):

```
{"instruction":"...", "input":"...", "output":"..."}
```

At least:

- ✓ 1,000 samples
- ✓ Clean + curated
- ✓ Domain-based (your choice: Finance, Healthcare, Coding, HR)

Run:

- Token length analysis
- Distribution graphs
- Remove outliers

♦ Deliverables

```
/data/train.jsonl  
/data/val.jsonl  
/utils/data_cleaner.py  
DATASET-ANALYSIS.md
```

DAY 2 — PARAMETER-EFFICIENT FINE-TUNING (LoRA / QLoRA)

♦ Learning Outcomes

Fine-tune LLM on Colab
Use LoRA / QLoRA
Memory-saving tricks
Train with 4-bit / 8-bit

♦ Topics

- PEFT (Parameter Efficient Fine Tuning)
- Rank / Alpha / Dropout
- BitsAndBytes
- Gradient checkpointing
- Mixed precision

♦ Exercise

Fine-tune model using **QLoRA** with:

```
r = 16
lr = 2e-4
batch = 4
epochs = 3
4-bit loading
```

Output:

- ✓ Trainable params only ~1%
- ✓ Loss optimizing
- ✓ Adapter weights saved

♦ **Deliverables**

```
/notebooks/lora_train.ipynb
/adapters/adapter_model.bin
/TRAINING-REPORT.md
```

DAY 3 — QUANTISATION (8-bit → 4-bit → GGUF)

♦ **Learning Outcomes**

Why quantise LLMs

Memory vs accuracy trade-off

GGUF & llama.cpp support

♦ **Topics**

- Post-training quantisation
- Static vs dynamic
- FP16 vs INT8 vs INT4
- llama.cpp conversion

♦ **Exercise**

Convert model to:

- ✓ 8-bit
- ✓ 4-bit
- ✓ GGUF (q4_0 or q8_0)

Measure:

| Format | Size | Speed | Quality |
|--------|------|-------|---------|
| FP16 | | | |
| INT8 | | | |
| INT4 | | | |
| GGUF | | | |

♦ Deliverables

/quantized/model-int8
 /quantized/model-int4
 /quantized/model.gguf
 QUANTISATION-REPORT.md

DAY 4 — INFERENCE OPTIMISATION + BENCHMARKING

♦ Learning Outcomes

Speed up LLM inference
 Batching
 Token streaming
 CPU vs GPU inference
 Context window optimization

♦ Topics

- KV caching
- vLLM
- llama.cpp

- Speculative decoding
- Prompt compression

♦ Exercise

Test inference using:

1. Base model
2. Fine-tuned model
3. Quantised model (gguf + llama.cpp)

Measure:

- ✓ Tokens/sec
- ✓ VRAM usage
- ✓ Latency
- ✓ Accuracy

Add:

- Streaming output mode
- Batch inference
- Multi-prompt test

♦ Deliverables

/benchmarks/results.csv
/inference/test_inference.py
BENCHMARK-REPORT.md

DAY 5 — CAPSTONE: BUILD & DEPLOY LOCAL LLM API

♦ Learning Outcomes

LLM as local microservice

Optimised and deployable
Ready for RAG & agents

♦ **Topics**

- FastAPI / Flask inference server
- Streamed generations
- Prompt templates
- Model caching
- Production thinking

♦ **Exercise (Capstone)**

Build:

POST /generate
POST /chat

Features:

- ✓ Uses quantised model
- ✓ Infinite chat mode
- ✓ System + user prompts
- ✓ Top-k, top-p, temp controls
- ✓ Logs + request id
- ✓ Ready for RAG / Agents

Folder:

/deploy
 app.py
 model_loader.py
 config.py

Optional:

- Dockerfile

- CLI mode
- Streamlit UI

♦ **Deliverables**

/deploy/app.py
/README.md
/DOCKERFILE
FINAL-REPORT.md

WEEK 8 COMPLETION CHECKLIST

| Skill | Requirement |
|---------------|----------------------|
| Dataset | Custom + cleaned |
| Fine-tuning | LoRA / QLoRA |
| Quantisation | 8-bit + 4-bit + GGUF |
| Benchmarking | Speed + Memory |
| Inferences | Optimised |
| Deployment | API running |
| Documentation | Full reports |

EXPECTED OUTCOME

After this week, engineers can:

- ✓ Fine-tune any LLM on Colab
- ✓ Quantise for 4x smaller size
- ✓ Run models on laptop/CPU
- ✓ Achieve 2–5x faster inference

- ✓ Deploy a production-ready LLM
- ✓ Integrate into RAG or agents