

DATA MINING IS A HIGH ORDER CONCEPT

Creating -generating new ideas

Evaluating - justifying a decision or choice

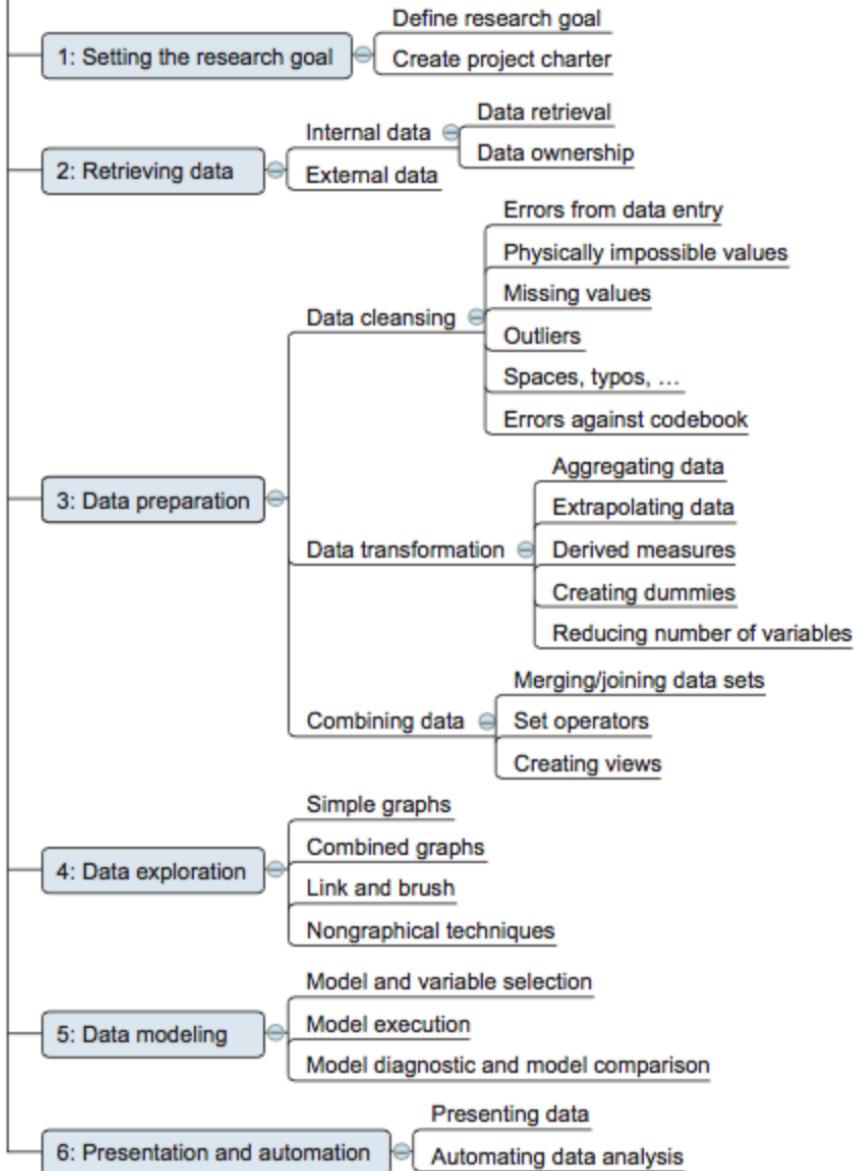
Analyzing - breaking into component parts

Applying - using information in a new setting

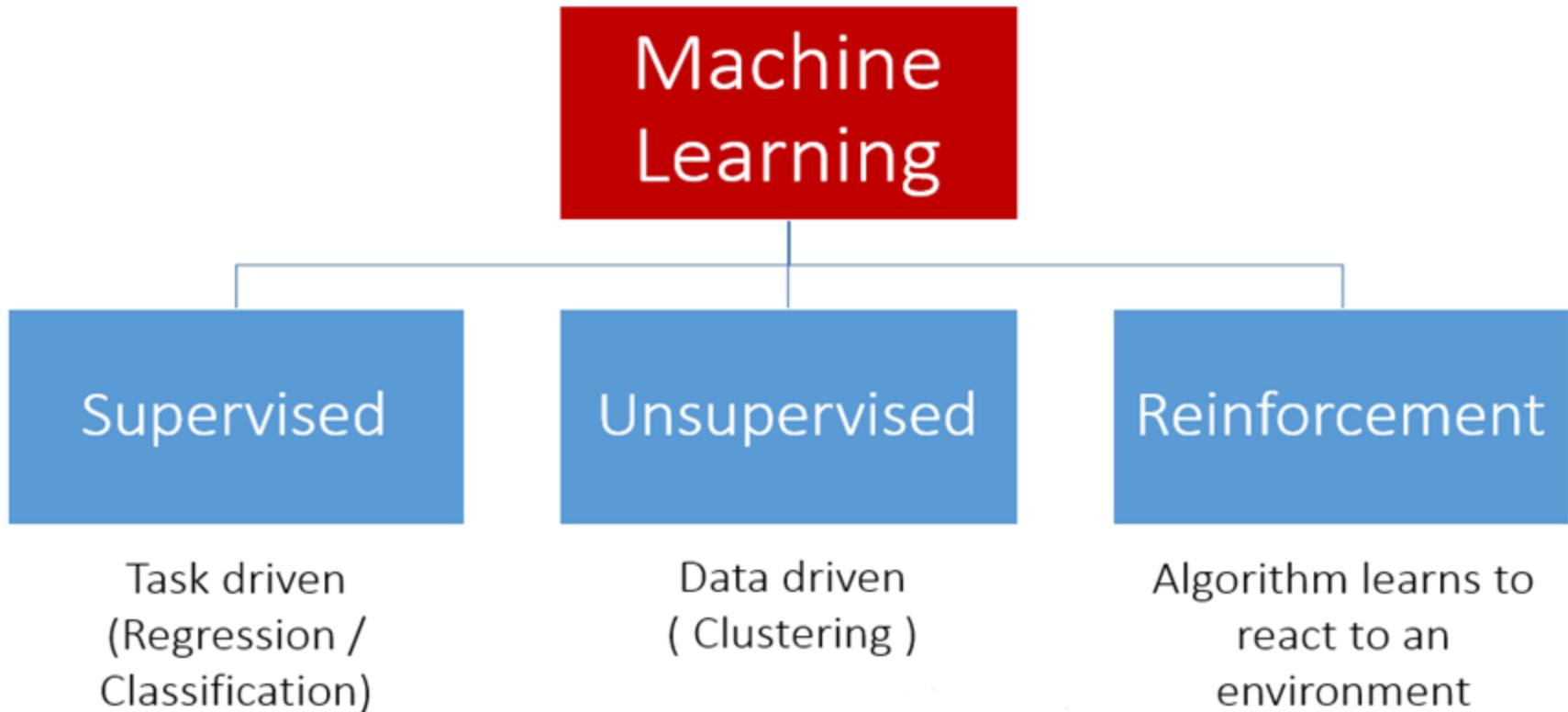
Understanding - explaining idea or concept

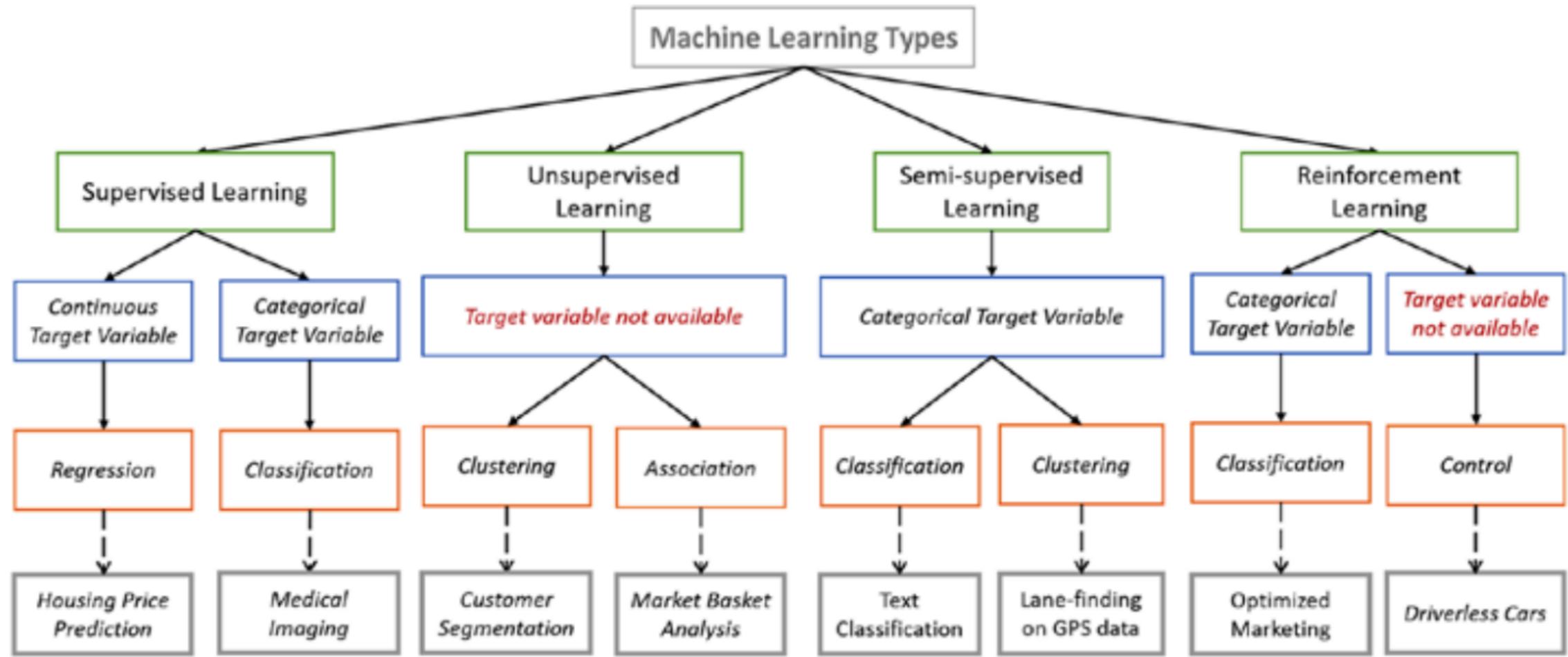
Remembering - recalling information

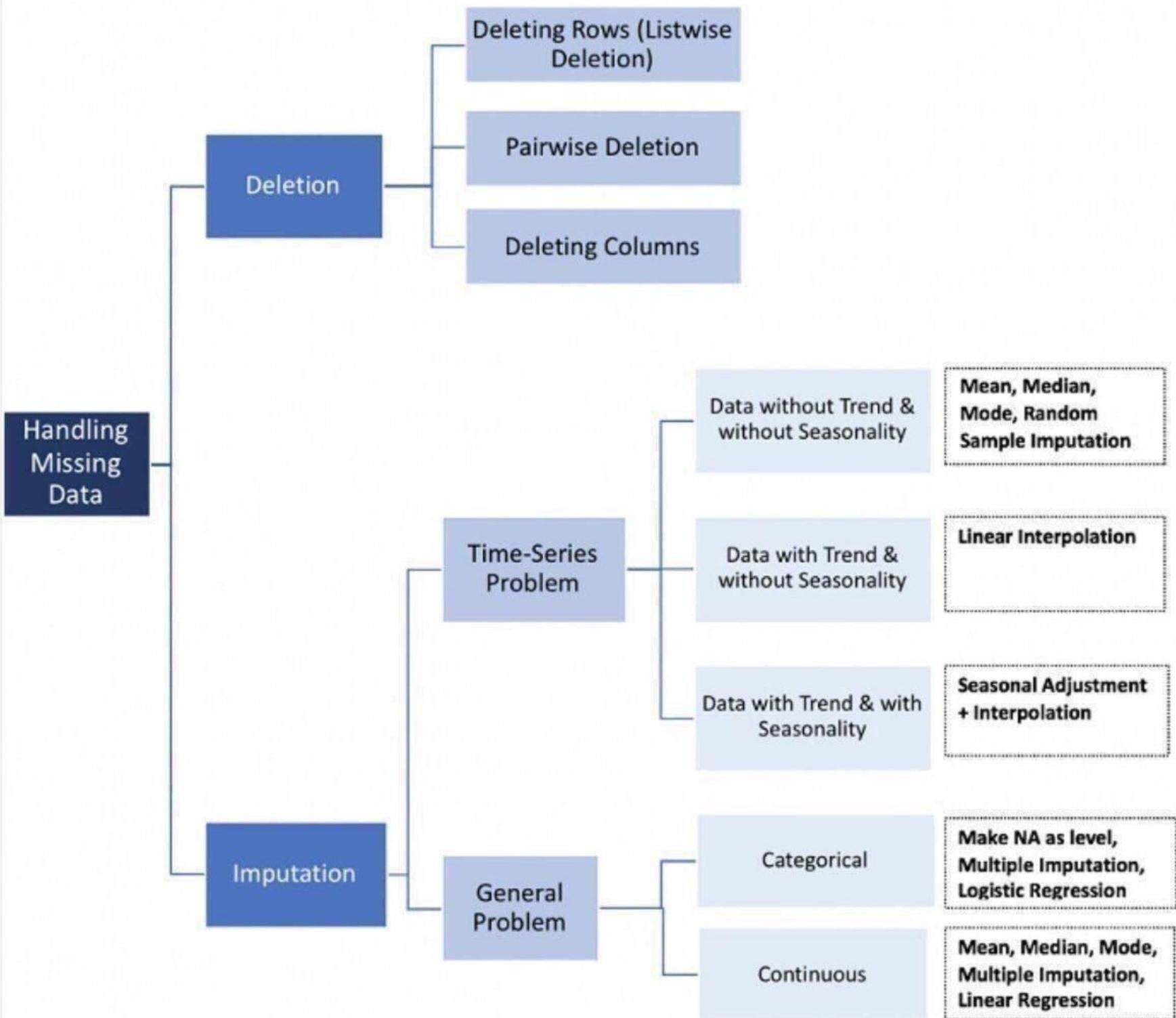
Data science process

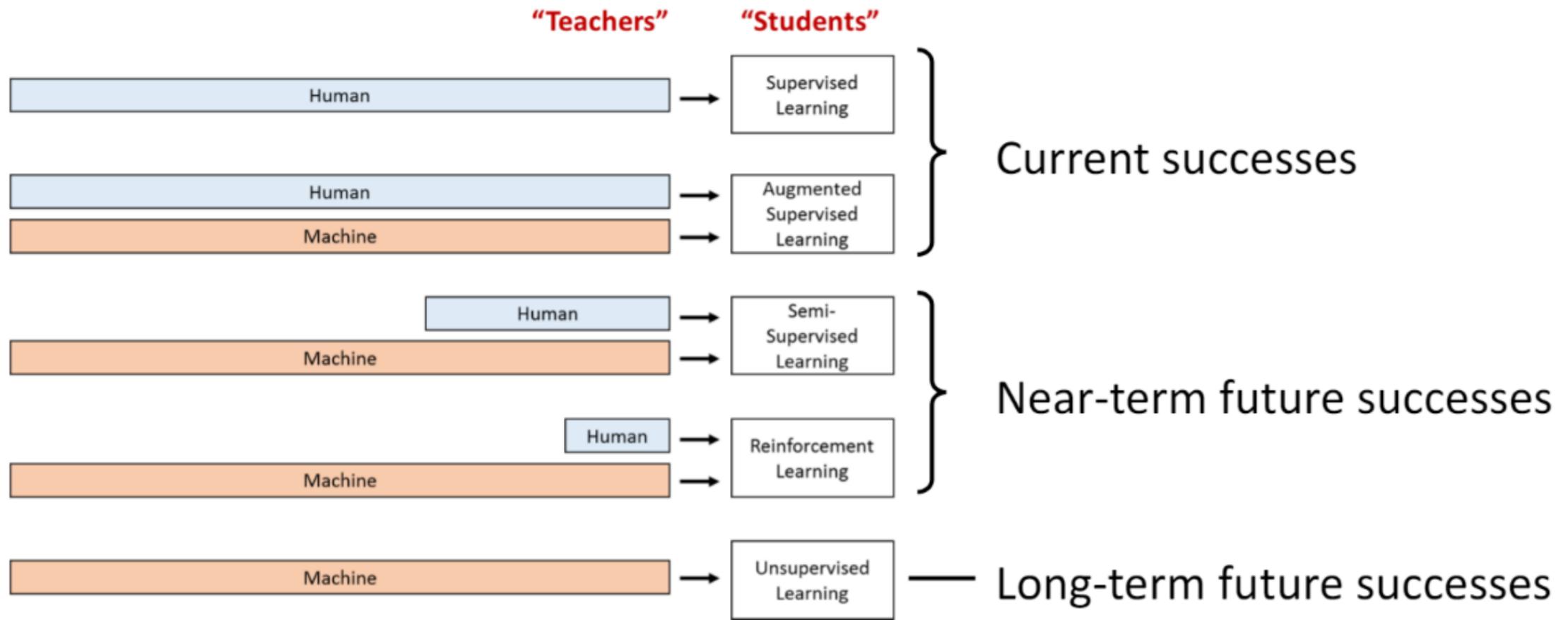


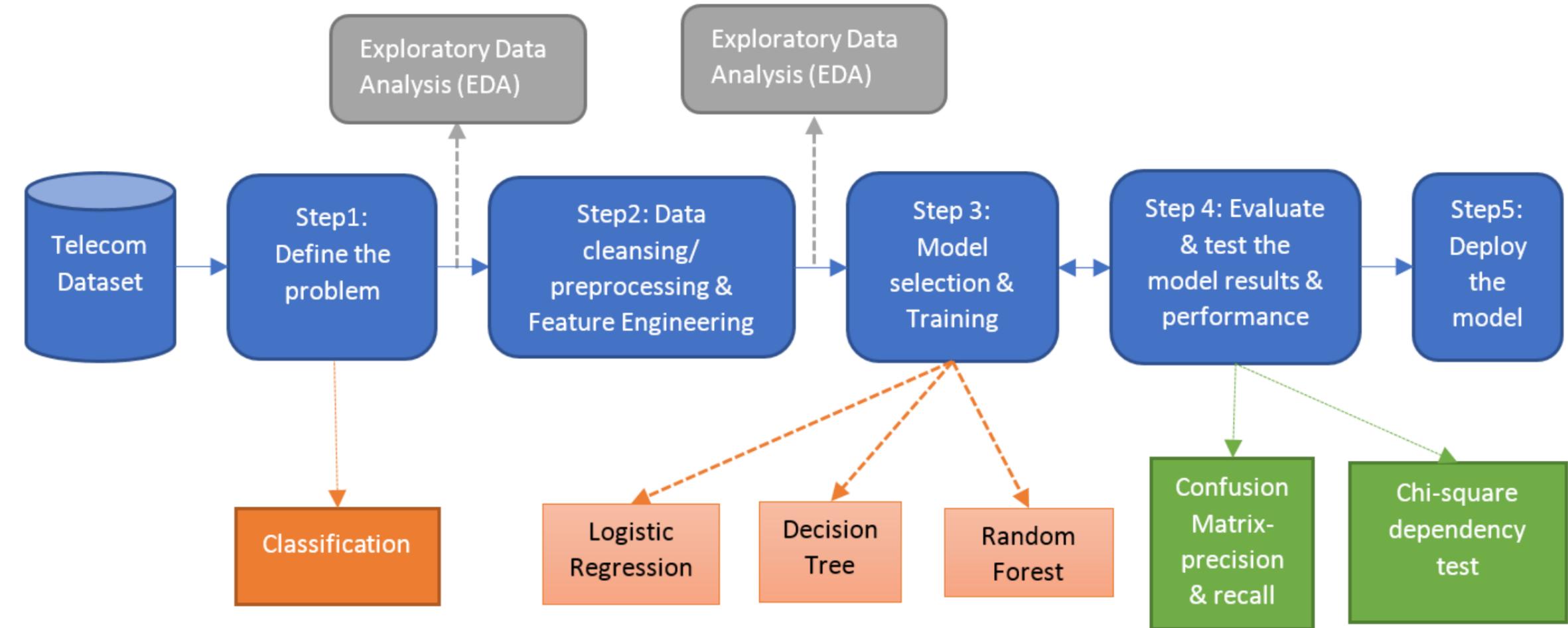
Types of Machine Learning



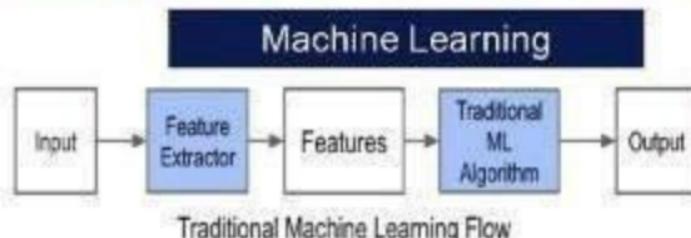








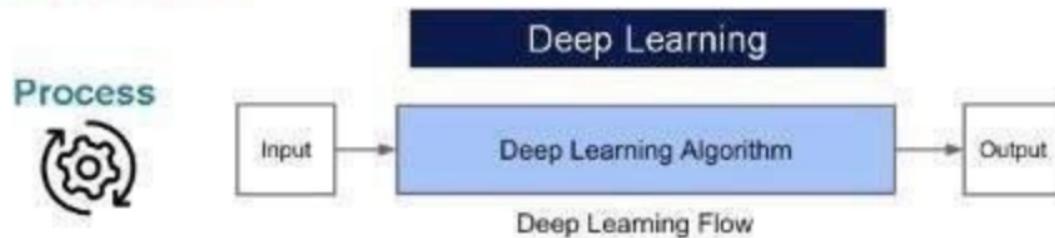
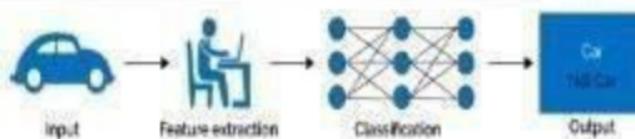
Machine Learning vs Deep Learning



Can work with commodity hardware (including consumer laptop)

Feature extraction with business context/domain has to be done

Relatively less training time



Needs High end machines with GPU



Feature Extraction



Development time



Schematic Example



Automatically learns features layer by layer

Long training time as DL learns all the diverse set of parameters

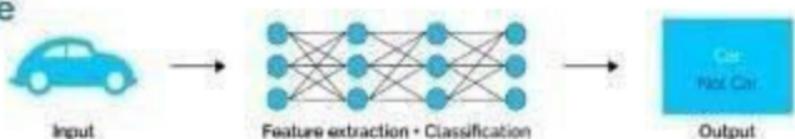
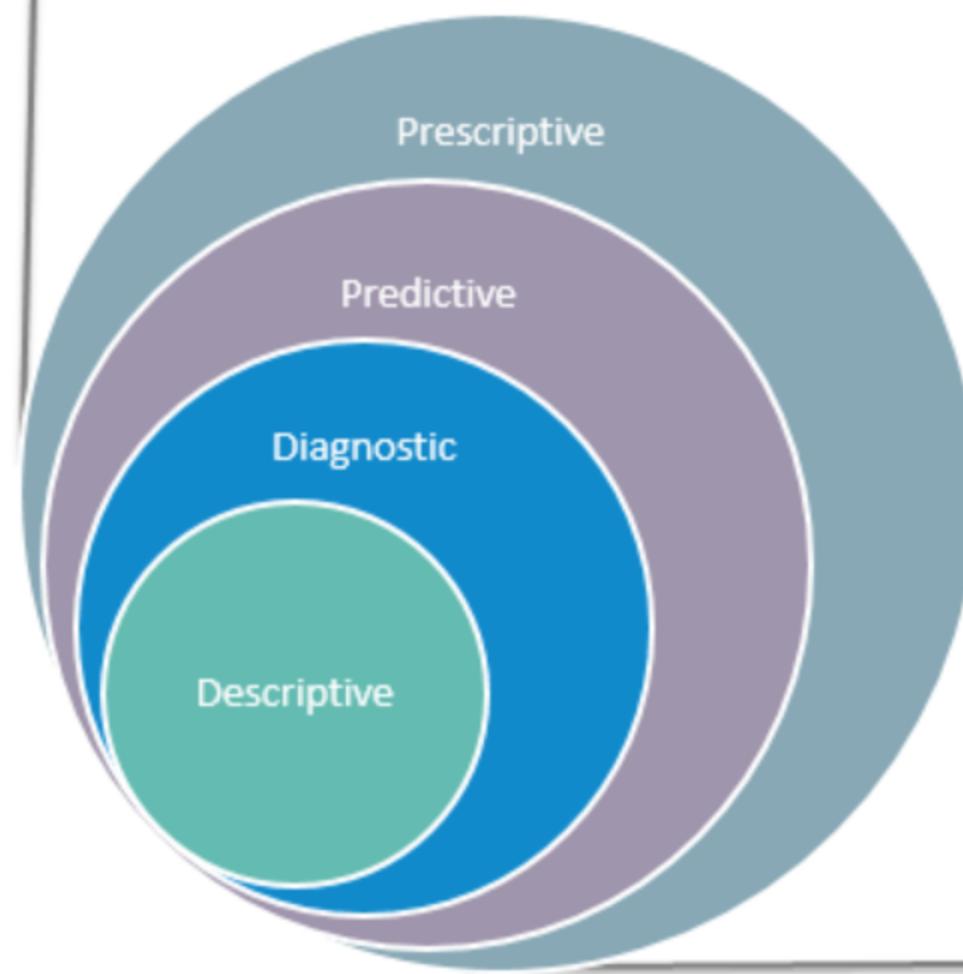


Table 1: The three components of learning algorithms.

Representation	Evaluation	Optimization
Instances	Accuracy/Error rate Precision and recall Squared error Likelihood Posterior probability Information gain K-L divergence Cost/Utility Margin	Combinatorial optimization Greedy search Beam search Branch-and-bound Continuous optimization Unconstrained Gradient descent Conjugate gradient Quasi-Newton methods
Hyperplanes		Constrained Linear programming Quadratic programming
Naive Bayes		
Logistic regression		
Decision trees		
Sets of rules		
Propositional rules		
Logic programs		
Neural networks		
Graphical models		
Bayesian networks		
Conditional random fields		

4 types of Data Analytics

Value



What is the data telling you?

Descriptive: *What's happening in my business?*

- Comprehensive, accurate and live data
- Effective visualisation

Diagnostic: *Why is it happening?*

- Ability to drill down to the root-cause
- Ability to isolate all confounding information

Predictive: *What's likely to happen?*

- Business strategies have remained fairly consistent over time
- Historical patterns being used to predict specific outcomes using algorithms
- Decisions are automated using algorithms and technology

Prescriptive: *What do I need to do?*

- Recommended actions and strategies based on champion / challenger testing strategy outcomes
- Applying advanced analytical techniques to make specific recommendations

Complexity

6 Steps Approach to #DataScience for #businesses & practitioners

1. Set Research Goal - what are you going to research, how does it benefit the business, define a problem statement, what kind of data & resources are needed, a timeline of deliverables.
2. Data Collection - how to retrieve the data, check the quality & accessibility, data comes from many sources and formats, can be **#Excel** spreadsheets, **#MySQL** or other databases, **#Bigdata**
3. Prepare the Data - most crucial step in Data Science and **#MachineLearning** because data collection is prone to errors, it needs enhancement.
 - a) Data Cleansing - remove inconsistencies
 - b) Data Integration - enrich your data by combining sources
 - c) Data Transformation - ensure data is suitable for the model
4. Data Exploration - how variables interact, how data is distributed, identify outliers, gain insights. Use **#statistics**, **#DataVisualization**
5. Data Modeling - build a model, use domain expertise, use insights to answer research questions. Use stats, ML or Operation Research. Re-iterate to find a model that fits the best.
6. Presentation & Automation - share end results as an **#analysis**, report or an automated model that can be applied to other business problems.

#Analytics #ArtificialIntelligence #Automation #IoT

Data science process

Define research goal

