

# Building Local LLMs with Low-bit Quantization

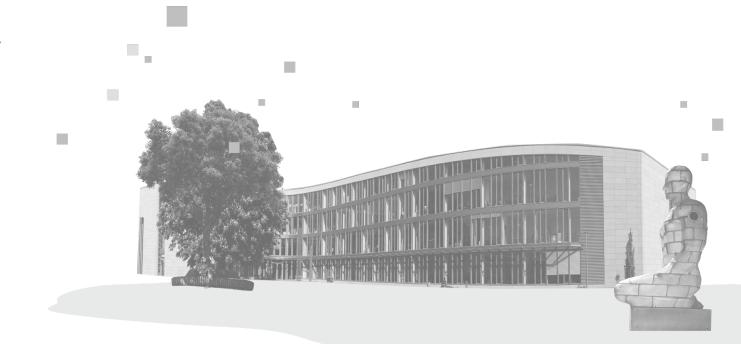
Reducing Model Size Without Sacrificing Performance

PD Dr. Haojin Yang,

Multimedia and Machine Learning Group,

Hasso Plattner Institute

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## Introduction to Low-Bit Quantization

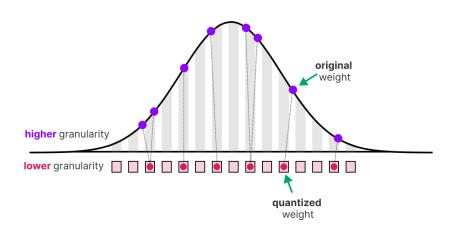


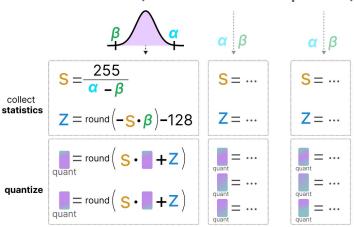
- Low-bit quantization reduces model parameter precision to make LLMs smaller
- Converts 32-bit floating-point numbers to 8-bit, 4-bit, or even lower formats
- Enables running powerful LLMs on consumer hardware with limited resources
- Significantly reduces memory requirements and computational demands
- Trades minimal accuracy loss for substantial efficiency gains
- Essential technique for local deployment of AI models

#### How Quantization Works



- Quantization reduces precision of model weights from 32-bit floating point to lower bit formats (8-bit, 4-bit, etc.)
- Process maps continuous values to a smaller, discrete set of values using scaling factors  $(\alpha, \beta)$
- Post-training quantization (PTQ) applies quantization after model is fully trained
- Quantization-aware training (QAT) incorporates quantization during the training process
- Weight-only quantization focuses on model parameters while preserving activation precision
- Different methods balance trade-offs between model size, inference speed, and accuracy





## Quantization Techniques Compared



- 8-bit quantization: ~2x smaller models with minimal performance loss
- 4-bit quantization: ~8x smaller models with acceptable quality tradeoffs
- 2-bit/3-bit quantization: Experimental with significant quality degradation
- GPTQ vs AWQ: Popular algorithms with different optimization approaches
- INT4 vs NF4: Different number formats with varying performance characteristics
- Mixed-precision: Using different bit-widths for different model components
  - Layer-level mixed bit-width or channel-level mixed bit-width

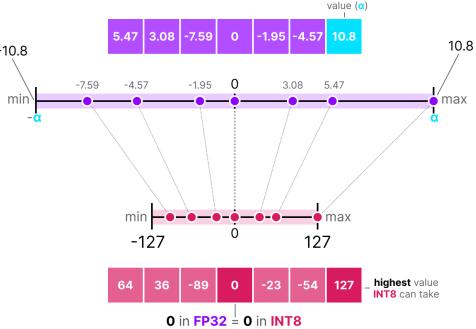
#### Model size estimation of a 70B Model with 70 billion parameters:

64-bit = 
$$64/8 \times 70B \approx 560 \text{ GB}$$
  
32-bit =  $32/8 \times 70B \approx 280 \text{ GB}$   
16-bit =  $16/8 \times 70B \approx 140 \text{ GB}$   
8-bit =  $8/8 \times 70B \approx 70 \text{ GB}$   
4-bit =  $4/8 \times 70B \approx 35 \text{ GB}$   
2-bit =  $2/8 \times 70B \approx 17,7 \text{ GB}$ 

#### Symmetric Quantization



- Maps floating-point values to a symmetric range around zero
- Zero in floating-point space maps exactly to zero in quantized space
- Uses a linear mapping centered around zero
- Scale factor:  $S = \frac{\left(2^{b-1}-1\right)}{\alpha}$  (where a is the maximum absolute value)
- Quantization:  $q(x) = round(s \times x)$
- Dequantization:  $\hat{x} = \frac{q(x)}{s}$



highest absolute

#### Symmetric Quantization Example



- Example with original values: [8.5, 3.08, 3.02, -7.59, 10.8]
- Highest absolute value: 10.8
- Scale factor calculation:  $\mathbf{S} = 127 / 10.8 = 11.76$
- Quantized values: [100, 36, 36, -89, 127]

#### Advantages:

- Simple implementation
- Preserves zero exactly
- No need to store zero-point offset

#### Limitations:

- Less efficient for data not centered around zero
- Similar values may map to same quantized value (loss of precision)

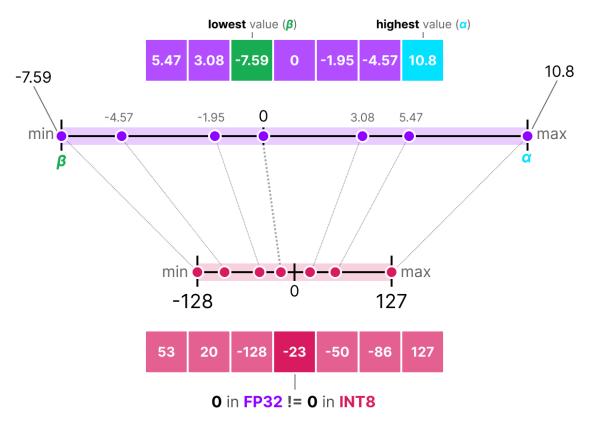
#### Asymmetric Quantization



- Not symmetric around zero
- Maps minimum (β) and maximum (a) values to full quantized range
- Uses zero-point quantization with shifted zero position

• Scale factor: 
$$s = \frac{(2^b - 1)}{(\alpha - \beta)}$$

- Zero point:  $z = round(-\beta \times s)$
- Quantization:  $q = round(x \times s + z)$
- Dequantization:  $x = \frac{(q-z)}{s}$



## Comparing Symmetric vs. Asymmetric Quantization



- Symmetric: Centered around zero, simpler calculations
- Asymmetric: Shifted zero position, better range utilization
- When to use Symmetric:
  - Data naturally centered around zero (like weights in neural networks)
  - When computational simplicity is important
  - When preserving zero exactly is critical
- When to use Asymmetric:
  - Data with skewed distribution (not centered around zero)
  - When maximizing representation accuracy is priority
  - For activations in neural networks (often positive-only)