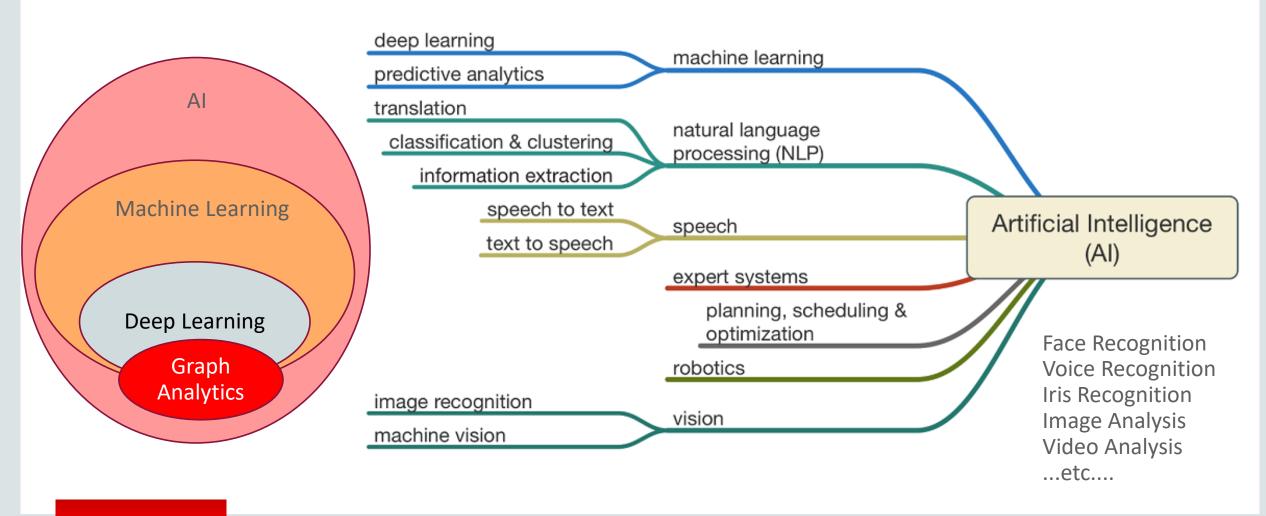
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Safe Harbor Statement

The following is intended to outline our general product direction. It is intended for information purposes only, and may not be incorporated into any contract. It is not a commitment to deliver any material, code, or functionality, and should not be relied upon in making purchasing decisions. The development, release, and timing of any features or functionality described for Oracle's products remains at the sole discretion of Oracle.

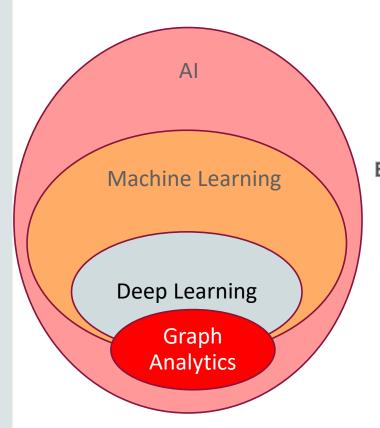


Artificial Intelligence Concepts





Machine Learning Concepts



Analytics models
Predictions Logistic regression
Symbolic Aggregate approximation
Support Vector Machine Random Forest
BAYESIAN NETWORK Correlation Analysis
Decision Tree Linear regression
Grubb's test Kernel Density Estimation



- Neural Network NN (feed)
- Recurrent Neural Networks -(RNN)
- > Recursive Neural Networks
- Convolutional Neural Network -(CNN)
- Long Short Term Memory (LSTM)

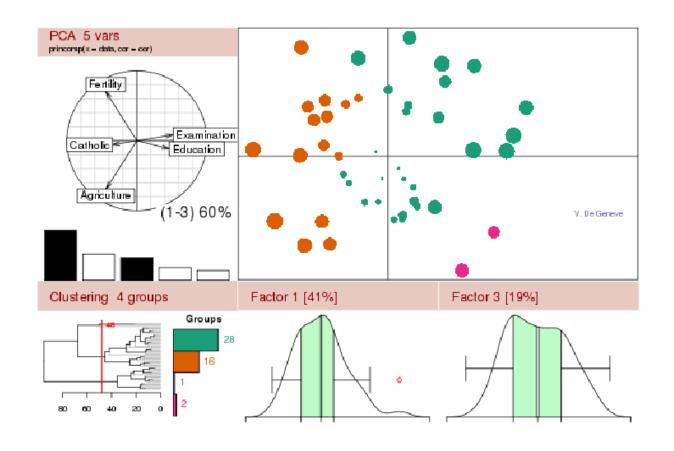
Deep Learning





R Statistical Programming Language





Open source language and environment

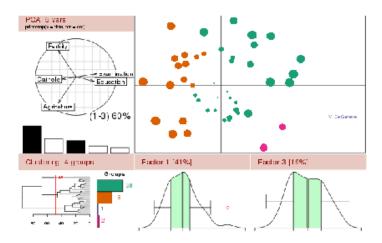
Used for statistical computing and graphics

Strength in easily producing publication-quality plots

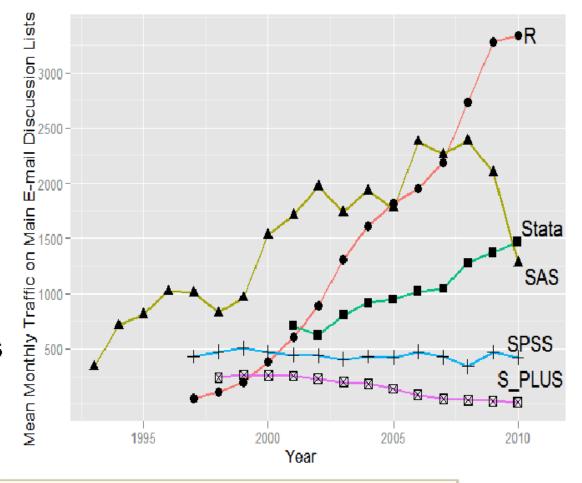
Highly extensible with open source community R packages

Growing Popularity

The R Project for Statistical Computing



- R's rapid adoption over several years has earned its reputation as a new statistical software standard
 - Rival to SAS and SPSS



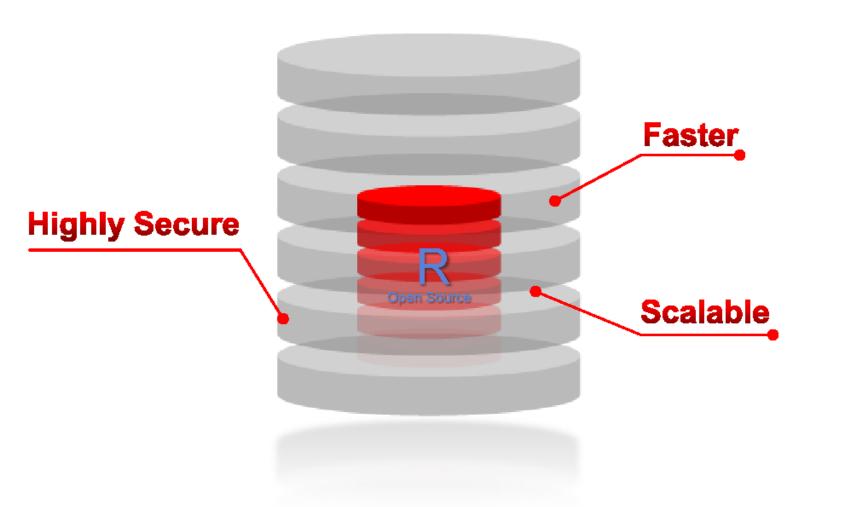
While it is difficult to calculate exactly how many people use R, those most familiar with the software estimate that close to 250,000 people work with it regularly. "Data Analysts Captivated by R's Power", New York Times, Jan 6, 2009

What Are ('s Challenges?



- 1. R is memory constrained
 - R processing is single threaded does not exploit available compute infrastructure
 - R lacks industrial strength for enterprise use cases
- 2. R has lacked mindshare in Enterprise market
 - R is still met with caution by the long established SAS and IBM/SPSS statistical community
 - However, major university (e.g. Yale) Statistics courses now taught in R
 - The FDA has recently shown indications for approval of new drugs for which the submission's data analysis was performed using R

Oracle R Enterprise Approach



Data and statistical analysis are stored and run indatabase

Same R user experience & same R clients

Embed in operational systems

Complements Oracle Data Mining

Vision



- Big Data + Data Science Platform for the Era of Big Data and Cloud
 - Make Big Data + Machine Learning Model Building <u>Simple</u>
 - Make Big Data + Machine Learning Model Deployment <u>Simple</u>
 - Key Differentiators:
 - Fully integrated into Oracle and Hadoop platforms
 - Scalable and Distributed algorithms run where the data is, in-Database or in-Cluster.
 - Easy to use using familiar interfaces like SQL and R.
 - Support for open-source R packages running in the Database Server or in the Cluster
 - Integrated with Oracle solutions like Graph, OBIEE, BDD, IoT, OSA, RTD
 - Easy GUI provided for SQL Developer; Compatible with 3rd party GUIs like RStudio
 - Low TCO, included in Oracle Cloud Services like EXADATA, DBaaS (Extreme and High Performance editions) and BDCS

Predictive Analytics & Data Mining

Typical Use Cases

∠ **'**

- Targeting the right customer with the right offer
- How is a customer likely to respond to an offer?
- Finding the most profitable growth opportunities
- Finding and preventing customer churn
- Maximizing cross-business impact
- Security and suspicious activity detection
- Understanding sentiments in customer conversations
- Reducing medical errors & improving quality of health
- Understanding influencers in social networks



















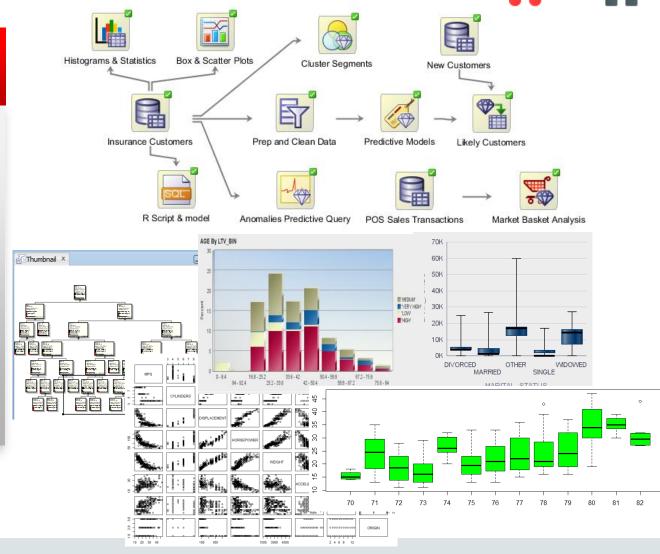
Oracle Advanced Analytics Database Option

Fastest Way to Deliver Scalable Enterprise-wide Predictive Analytics



Key Features

- In-database data mining algorithms and open source R algorithms
- Cuadrilingual component of Oracle Database—
 SQL, SQLDev/ODMr GUI, R, Python
- Scalable, parallel in-database execution
- Workflow GUI and IDEs
- Integrated component of Database
- Enables enterprise analytical applications



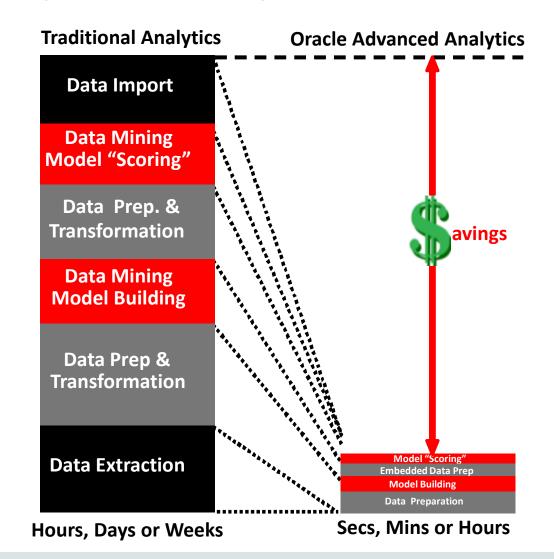
Oracle Advanced Analytics Database Option

Fastest way to deliver enterprise-wide predictive analytics

Key Features

Data remains in the Database

- Scalable, parallel Data Mining algorithms in SQL kernel
- Fast parallelized native SQL data mining functions, SQL data preparation and efficient execution of R open-source packages
- High-performance parallel scoring of SQL data mining functions and R open-source models





Oracle Advanced Analytics Database Option Fastest way to deliver enterprise-wide predictive analytics

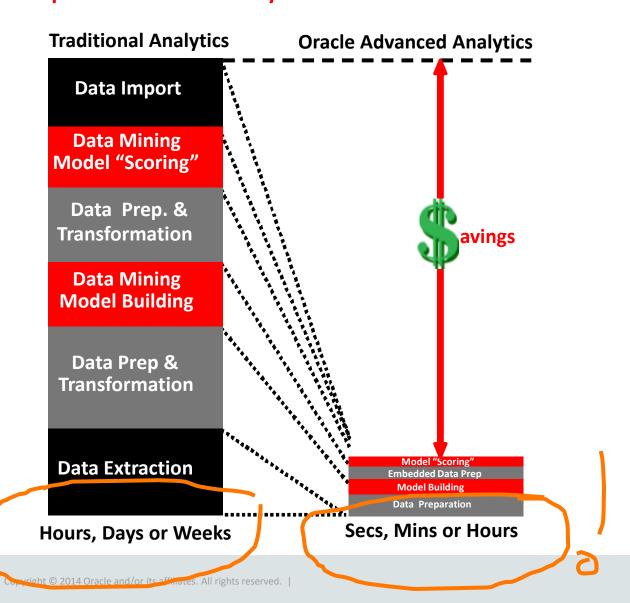
Key Features

Lowest Total Cost of Ownership

- Eliminate data duplication
- Eliminate separate analytical servers
- Leverage investment in Oracle IT

Fastest way to deliver *enterprise-wide* predictive analytics

- Integrated GUI for Predictive Analytics
- Database scoring engine





You Can Think of Oracle Advanced Analytics Like This...

Traditional SQL

- "Human-driven" queries
- Domain expertise
- Any "rules" must be defined and managed

SQL Queries

- SELECT
- DISTINCT
- AGGREGATE
- WHERE
- AND OR
- GROUP BY
- ORDER BY
- RANK



Oracle Advanced Analytics (SQL & R)

- Automated knowledge discovery, model building and deployment
- Domain expertise to assemble the "right" data to mine/analyze

Analytical SQL "Verbs"

- PREDICT
- DETECT
- CLUSTER
- CLASSIFY
- REGRESS
- PROFILE
- IDENTIFY FACTORS
- ASSOCIATE





Oracle Advanced Analytics Database Architecture Trilingual Component of Oracle Database—SQL, SQLDev/ODMr GUI, R

Users

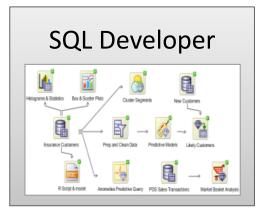
Data & Business Analysts

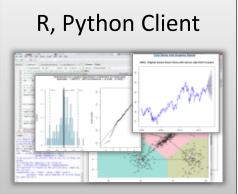


Business Analysts/Mgrs

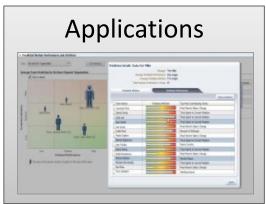












Platform

Oracle Database Enterprise Edition



Oracle Advanced Analytics

Native SQL Data Mining/Analytic Functions + High-performance R & Python Integration for Scalable, Distributed, Parallel Execution



Oracle Advanced Analytics

In-Database Data Mining Algorithms—SQL & R & GUI Access



Function		Algorithms	Applicability
Classification		Logistic Regression (GLM) Decision Trees Naïve Bayes Support Vector Machines (SVM)	Classical statistical technique Popular / Rules / transparency Embedded app Wide / narrow data / text
Regression		Linear Regression (GLM) Support Vector Machine (SVM)	Classical statistical technique Wide / narrow data / text
Anomaly Detection	X2 _{X1}	One Class SVM	Unknown fraud cases or anomalies
Attribute Importance	A1 A2 A3 A4 A5 A6 A7	Minimum Description Length (MDL) Principal Components Analysis (PCA)	Attribute reduction, Reduce data noise
Association Rules		Apriori	Market basket analysis / Next Best Offer
Clustering		Hierarchical k-Means Hierarchical O-Cluster Expectation-Maximization Clustering (EM)	Product grouping / Text mining Gene and protein analysis
Feature Extraction	F1 F2 F3 F4	Nonnegative Matrix Factorization (NMF) Singular Value Decomposition (SVD)	Text analysis / Feature reduction



Oracle Advanced Analytics In-Database Option Wide Range of In-Database Data Mining and Statistical Functions



Data Understanding & Visualization

- Summary & Descriptive Statistics
- Histograms, scatter plots, box plots, bar charts
- R graphics: 3-D plots, link plots, special R graph types
- Cross tabulations
- Tests for Correlations (t-test, Pearson's, ANOVA)
- Selected Base SAS equivalents

Data Selection, Preparation and Transformations

- Joins, Tables, Views, Data Selection, Data Filter, SQL time windows, Multiple schemas
- Sampling techniques
- Re-coding, Missing values
- Aggregations
- Spatial data
- SQL Patterns
- R to SQL transparency and push down

Classification Models

- Logistic Regression (GLM)
- Naive Bayes
- Decision Trees
- Support Vector Machines (SVM)
- Neural Networks (NNs)

Regression Models

- Multiple Regression (GLM)
- Support Vector Machines

Clustering

- Hierarchical K-means
- Orthogonal Partitioning
- Expectation Maximization

Anomaly Detection

Special case Support Vector Machine (1-Class SVM)

Associations / Market Basket Analysis

A Priori algorithm

Feature Selection and Reduction

- Attribute Importance (Minimum Description Length)
- Principal Components Analysis (PCA)
- Non-negative Matrix Factorization
- Singular Vector Decomposition

Text Mining

 Most OAA algorithms support unstructured data (i.e. customer comments, email, abstracts, etc.)

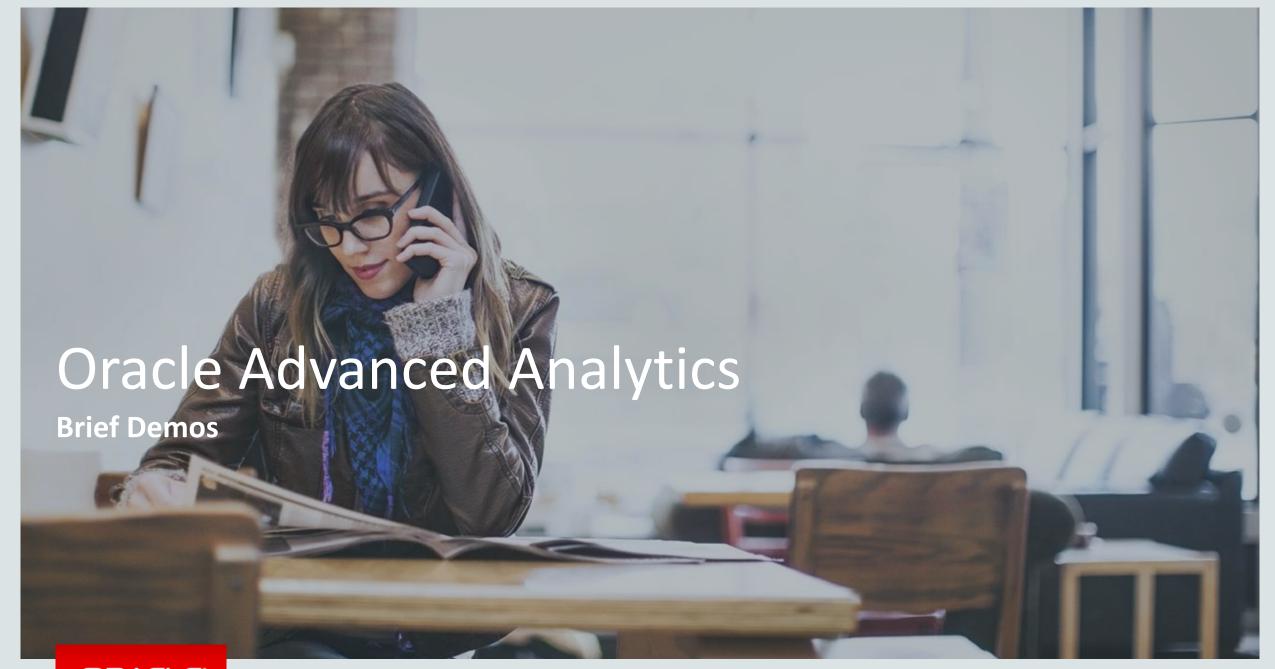
Transactional & Spatial Data

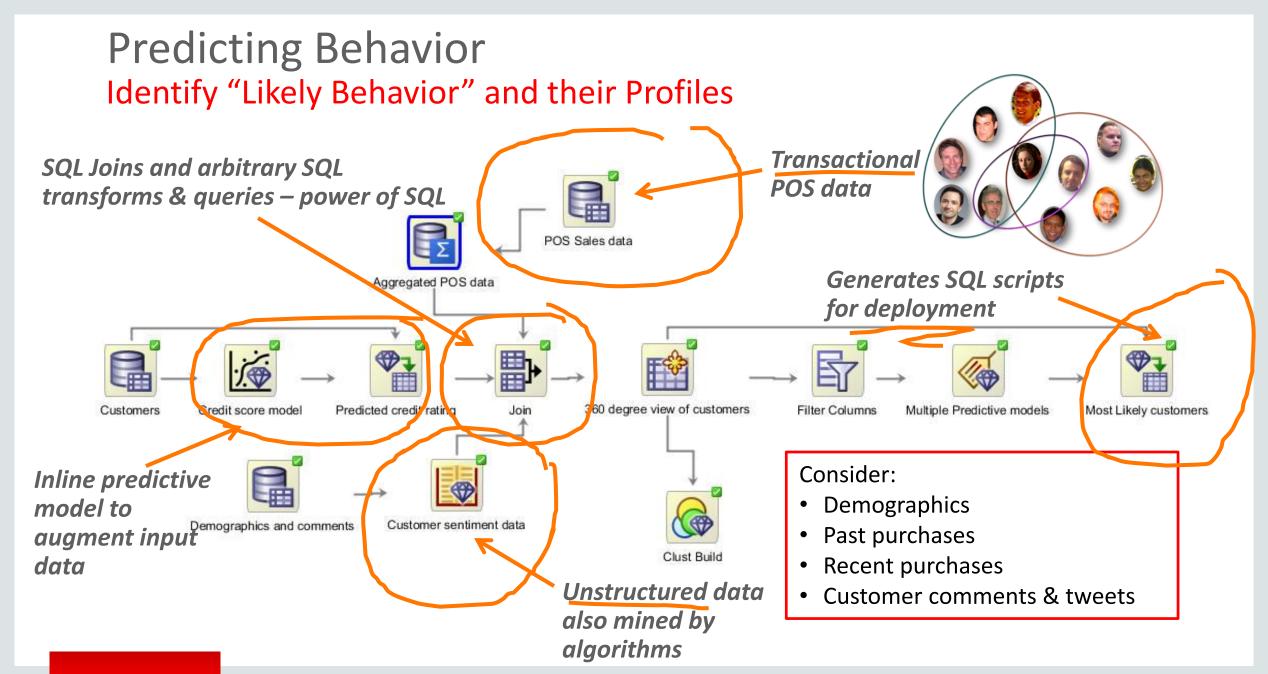
 All OAA algorithms support transactional data (i.e. purchase transactions, repeated measures over time, distances from location, time spent in area A, B, C, etc.)

R packages—ability to run open source

 Broad range of R CRAN packages can be run as part of database process via R to SQL transparency and/or via Embedded R mode







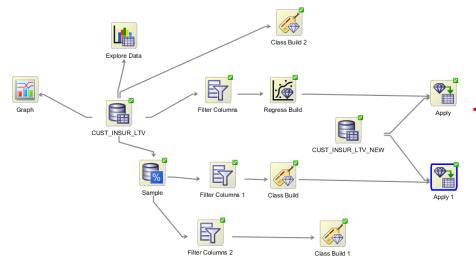
SQL Developer/Oracle Data Miner 4.0

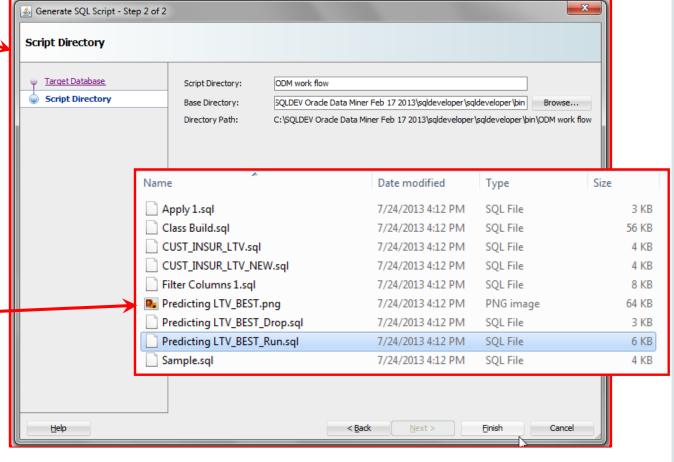
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New Features

SQL Script Generation

- Deploy entire methodology as a SQL script
- Immediate deployment of data analyst's methodologies





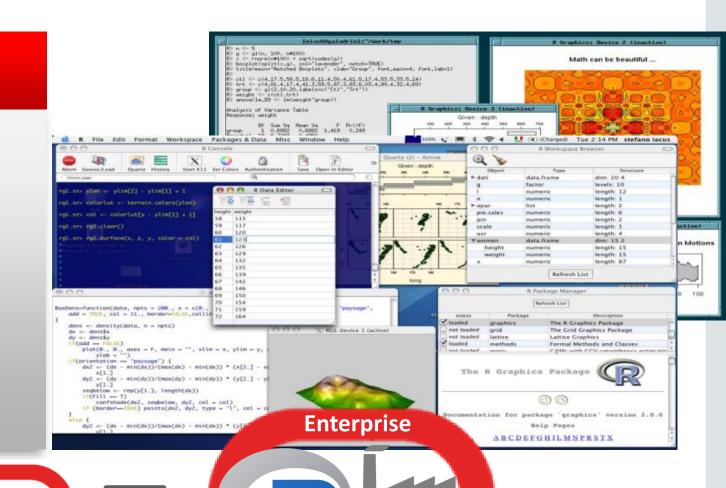


R—Widely Popular

R is a statistics language similar to Base SAS or SPSS statistics

R environment

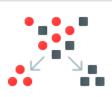
- Strengths
 - Powerful & Extensible
 - Graphical & Extensive statistics
 - Free—open source (CRAN + 9000 components)
 - Standard for Data Scientist
- Challenges
 - Memory constrained
 - Single threaded
 - Outer loop—slows down process
 - Not Enterprise Oriente

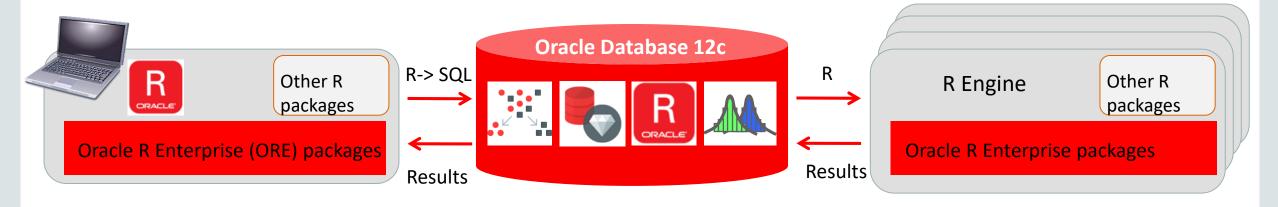




Oracle Advanced Analytics How Oracle R Enterprise Compute Engines Work







- R-> SQL Transparency "Push-Down"
- R language for interaction with the database
- R-SQL Transparency Framework overloads R functions for scalable in-database execution
- Function overload for data selection, manipulation and transforms
- Interactive display of graphical results and flow control as in standard R
- Submit user-defined R functions for execution at database server under control of Oracle Database

- In-Database Adv Analytical SQL Functions
- 15+ Powerful data mining algorithms (regression, clustering, AR, DT, etc._
- Run Oracle Data Mining SQL data mining functioning (ORE.odmSVM, ORE.odmDT, etc.)
- Speak "R" but executes as proprietary indatabase SQL functions—machine learning algorithms and statistical functions
- Leverage database strengths: SQL parallelism, scale to large datasets, security
- Access big data in Database and Hadoop via SQL, R, and Big Data SQL

- 3 Embedded R Package Callouts
- R Engine(s) spawned by Oracle DB for database-managed parallelism
- ore.groupApply high performance scoring
- Efficient data transfer to spawned R engines
- Emulate map-reduce style algorithms and applications
- Enables production deployment and automated execution of R scripts



08. Advanced Analytics

8.0 Oracle BI EE 12c Advanced Analytics

8.00 Advanced Analytics:

Overview, Binning, Trendline, Forecast, Outlier, Cluster, Regression

8.01 Visualizing using R:

Interactive Boxplot, Interactive 3D Scatter, Bubble Chart Grid, Variable Width Bar, Random Dots

8.02 Functional Examples (Evaluate Script):

Text Sentiment, Text Term Frequency, Timeseries Decomposition, Market Basket Analysis, Collaborative Filtering, Delay Prediction (Precomputed Model)

8.1 Descriptive Analytics

8.10 Binning and Tiling:

Comparative Dist, Distr. II, Distribution, Large Data, Ntiling, Percentiles, Width Bucket

8.11 Comparative Analysis:

Age Pyramid, Benchmark, Index To Avg, Indexing, Lift, Tiering, TopN, TopN History

8.12 Descriptive Stats:

8020, Control Chart, Correlation, Data Density, Deviants, Scatter, See Also, StdDev, Variability

8.13 History and Trend:

History, Seasonality, Trend Lines, Trending

8.2 Oracle Database Analytics

8.20 Text Analytics:

Cost Analysis per Token, Cost Per Token Frequency, Text Aggregation, Text Classes, Text Classification, Text Filtering, Words Distribution

8.21 Temporal and Time:

Months Between, Temporal Query (12c Session), Temporal Query (12c), TimeZone with DST, Timezone Conversion

8.22 Analytic Clauses:

Frequent Itemset, Model Projection, Pattern Detection (12c), Projection Interactive

8.23 Other DB Analytics:

CLOB Datatype, Column Statistics, DB Web Services, Text Aggregation, JSON Parsing, Approximate Count Distinct

8.3 Oracle Data Mining

8.30 ODM Classification:

Classification Tree, Geo LTV Prediction, LTV Details, LTV Prediction, LTV Probabilities, LTV What If Scoring, Dynamic Classification (12c)

8.31 ODM Regression:

Regression, Regression Variance, Variance Heatmap, Dyn Predictive Regression (12c)

8.32 ODM Clustering, Association and Attribute Importance:

Clustering, Market Basket Analysis, Attribute Importance

8.33 ODM Mining On-the-fly:

Anomaly Influencers (12c), Dyn Anomaly Detection (12c), Dyn Predictive Regression (12c), Dynamic Classification (12c), Dyn Prediction Delay Grp (12c In-mem), Dyn Anomaly Analysis (12c In-mem)

8.34 ODM Data Miner Workflows:

List of Examples, Overview

8.4 Oracle R Enterprise

8.40 ORE Integration:

R Integration, R End-User Interaction, R Workbench, R Results Object in RPD, BIP Sourcing from R, Quality Control Chart (BIP)

8.41 ORE Time Series:

T. Series Decomposition, T. Series Forecasting, T. Series Moving Average, T. Series Auto ARIMA, T. Series Holt, T. Series SES, T. Series ACF PACF

8.42 ORE Datamining:

Multivariate Adaptive Regression Splines, Support Vector Machines, Association Rules, Variable Importance, Clustering with k-Means++, In-Database Associations, ORE GroupApply, ORE IndexApply

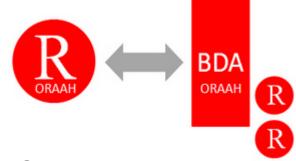
8.43 ORE Visualizations:

Quality Control Chart, Boxplot, Cond. Histogram, Corr. Matrix Circles, Corr. Matrix Ellipses, Heatmap, Multipanel Geo Lattice, Volcano, sinc Perspective





Oracle R Advanced Analytics for Hadoop



- ORAAH = Oracle R Advanced Analytics for Hadoop, part of Big Data Software Connectors Suite (Oracle Big Data Appliance Option)
- ORAAH transparency layer enables certain overloaded R functions to operate on Hive tables using R syntax and behavior (transparently translating R to HiveQL)
- R interface for manipulating HDFS data and writing mapper and reducer functions in R – where you can leverage open source CRAN packages – and invoke those Hadoop jobs from R
- Provides a range of predictive algorithms that execute on the Hadoop cluster with data in HDFS in a parallel/distributed manner.



Oracle R Advanced Analytics for Hadoop:

Using Hadoop and HIVE, plus R Engine and Open-Source R Packages





R



with Oracle R Advanced Analytics for Hadoop

HQL Basic Statistics, Data
Prep, Joins and View creation



HDFS Access, Store, Load, Data Prep and Transform.



- ORAAH Spark algorithms: Deep Neural, GLM, LM
- Spark MLlib algorithms: LM, GLM, LASSO, Ridge Regression, Decision Trees, Random Forests, SVM, k-Means, PCA
- Open-source R packages distributed via Map-Red function in R





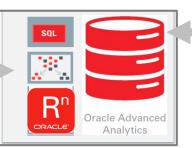


R Analytics Oracle R Advanced Analytics for Hadoop

R Client



with Advanced Analytics option



SQL Client

SQL Developer Other SQL Apps



Oracle's Advanced Analytics Multiple interfaces across platforms — SQL, R, GUI, Dashboards, Apps

Information Producers

R programmers

Data & Business Analysts

Information Consumers

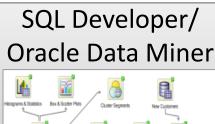
Business Analysts/Mgrs

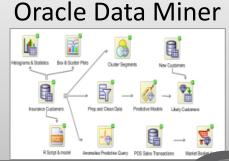
Domain End Users

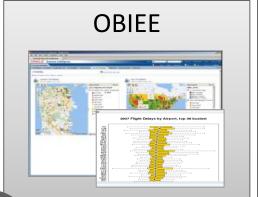














Platform





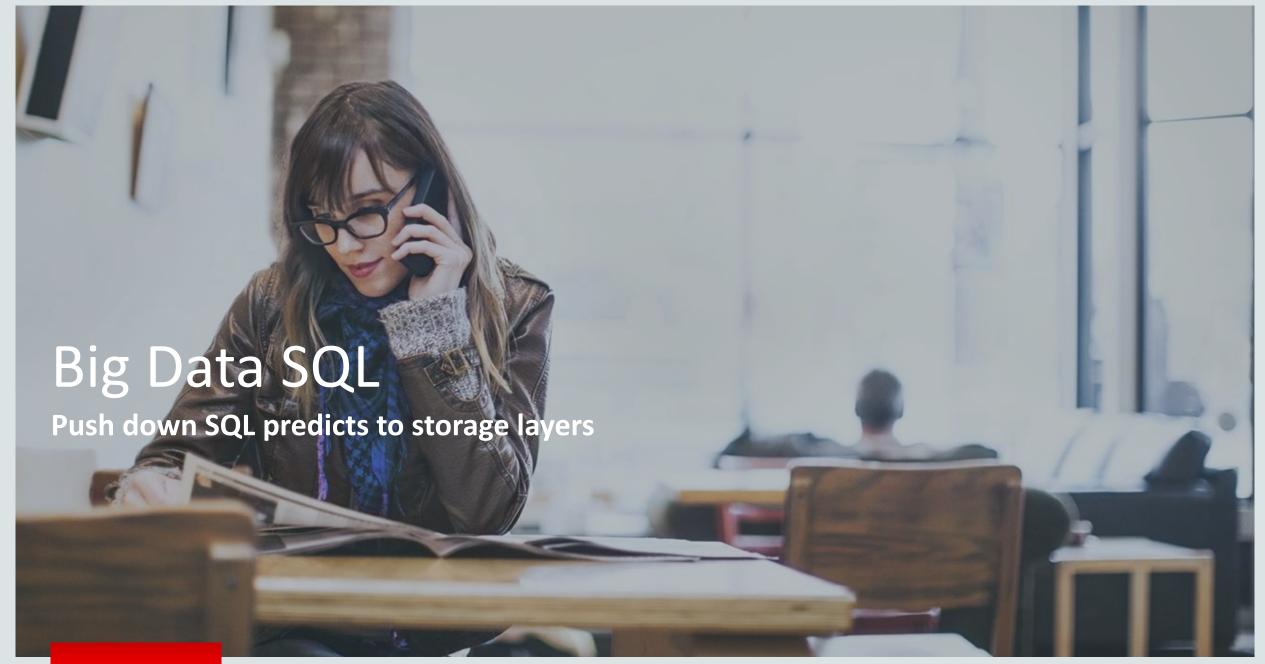
Oracle R Advanced Analytics for Hadoop Parallel, distributed algorithms

Oracle Database Enterprise Edition

Oracle R enterprise in Database

SQL Data Mining & Analytic Functions + R Integration for Scalable, Distributed, Parallel in-Database ML **Execution**

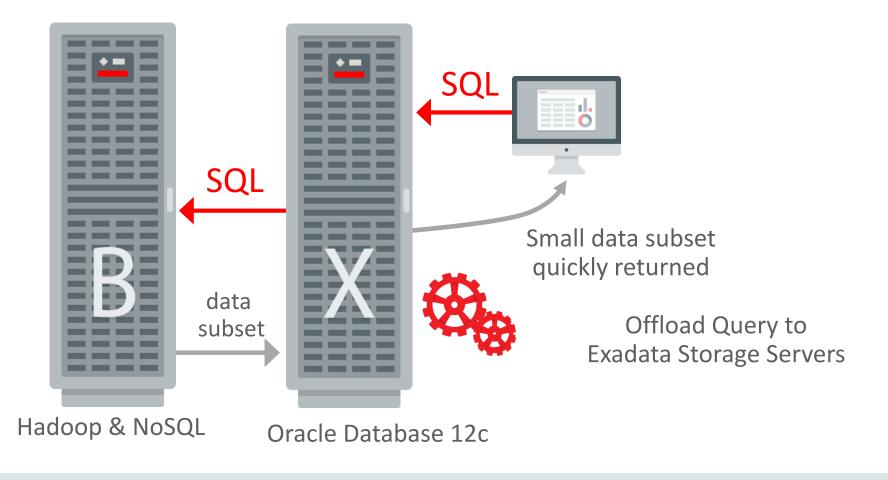




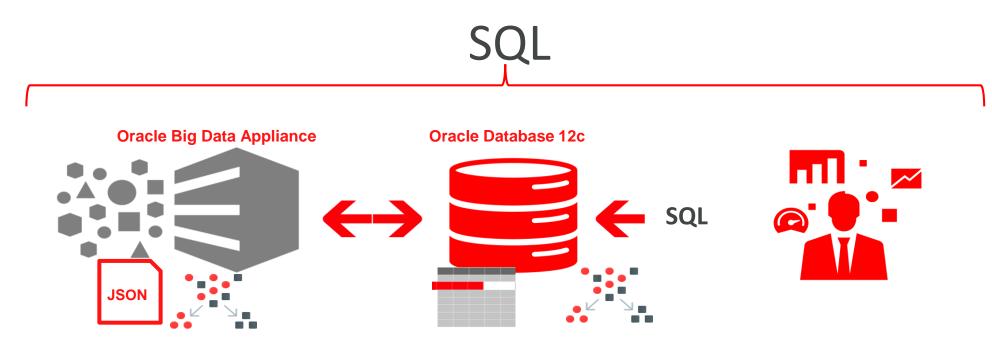
Introducing Oracle Big Data SQL

Massively Parallel SQL Query across Oracle, Hadoop and NoSQL

Offload Query to Data Nodes



Manage and Analyze All Data—SQL & Oracle Big Data SQL



Store JSON data unconverted in Hadoop

Store business-critical data in Oracle

Data analyzed via SQL or R



32





Enabling "Predictive" Enterprise Applications

Oracle Applications Using Oracle Advanced Analytics—Partial List

Oracle HCM Fusion

 Employee turnover and performance prediction and "What if?" analysis



 Prediction of sales opportunities, what to sell, amount, timing, etc.

Oracle Industry Data Models

- Communications Data Model churn prediction, segmentation, profiling, etc.
- Retail Data Model loyalty and market basket analysis
- Airline Data Model analysis frequent flyers, loyalty, etc.
- Utilities Data Model customer churn, cross-sell, loyalty, etc.









Oracle Retail Customer Analytics

– "Shopping cart analysis" and next best offers

Oracle Customer Support

Predictive Incident Monitoring (PIM)

Oracle Spend Classification

 Real-time and batch flagging of noncompliance and anomalies in expense submissions



Oracle FinServ Analytic Applications

 Customer Insight, Enterprise Risk Management, Enterprise Performance, Financial Crime and Compliance

Oracle Adaptive Access Manager

Real-time security and fraud analytics





Hardware and Software Engineered to Work Together

ORACLE®