



DeepLearning.AI

Agentic AI

M4: Practical tips for
building agentic AI



Practical Tips for Building Agentic AI

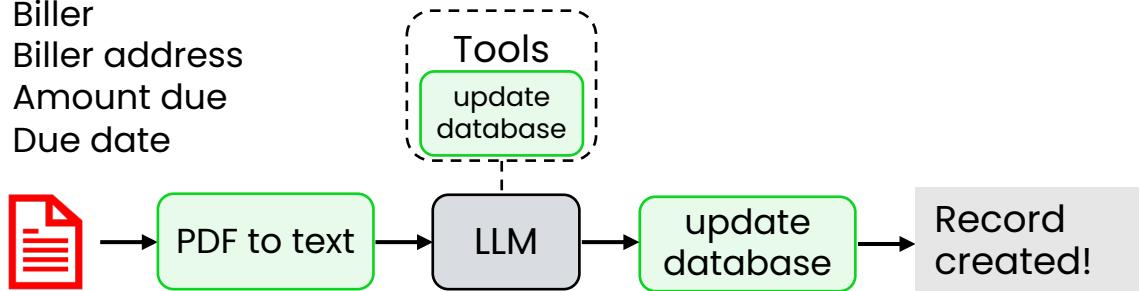
Evaluations (evals)

Example: invoice processing workflow

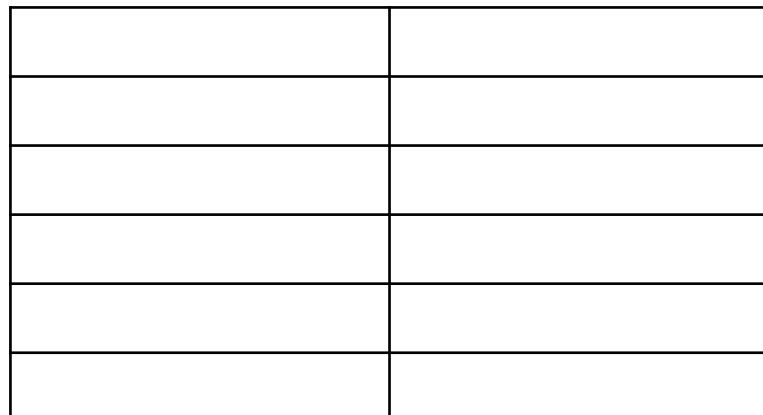
TechFlow Solutions LLC 890 Juniper Drive San Mateo, CA 94401 Phone: (415) 555-7890 Email: billing@techflowsol.com			
Due Date: August 20, 2025		Invoice Date: August 6, 2025	
Description	Qty	Unit Price	Line Total
Consulting - Systems Integration (hrs)	20	\$150.00	\$3,000.00
Total Due:		\$3,000.00	

4 required fields:

Biller
Biller address
Amount due
Due date



10-20 invoices



Create an eval to measure date extraction

1. Manually extract due dates from 10-20 invoices

test invoice 1 per example ground truth



"August 20, 2025" → "2025/08/20"

2. Specify output format of data in prompt

*Format the due date as
YYYY/MM/DD*

3. Extract date from the LLM response using code

```
date_pattern = r'\d{4}/\d{2}/\d{2}'  
extracted_date = re.findall(date_pattern, llm_response)
```

4. Compare LLM result to ground truth

```
if (extracted_date == actual_date):  
    num_correct +=1
```

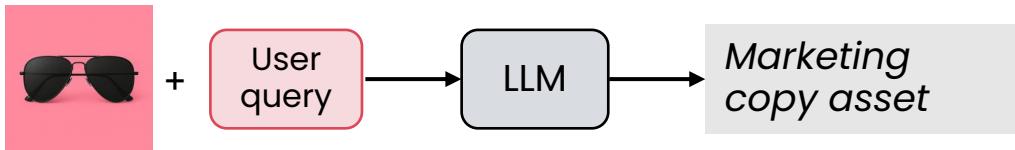
Driving your development process with evals

- Build a system and look at outputs to discover where it is behaving in an unsatisfactory way
 - E.g. incorrect due dates in invoice data extract
- Drive improvement by putting in place a small eval with ~20 examples to help you track progress
- Monitor as you make changes to workflow (e.g. new prompts, new algorithms) and see if the metric improves

Example: marketing copy assistant

Length guidelines:

Instagram caption: 10 words max



	17 words
	Ok
	Ok
	14 words
	11 words

Create an eval to measure text length

1. Create a set of 10-20 test tasks

Image



Example prompt

Create an Instagram post



Create an Instagram post

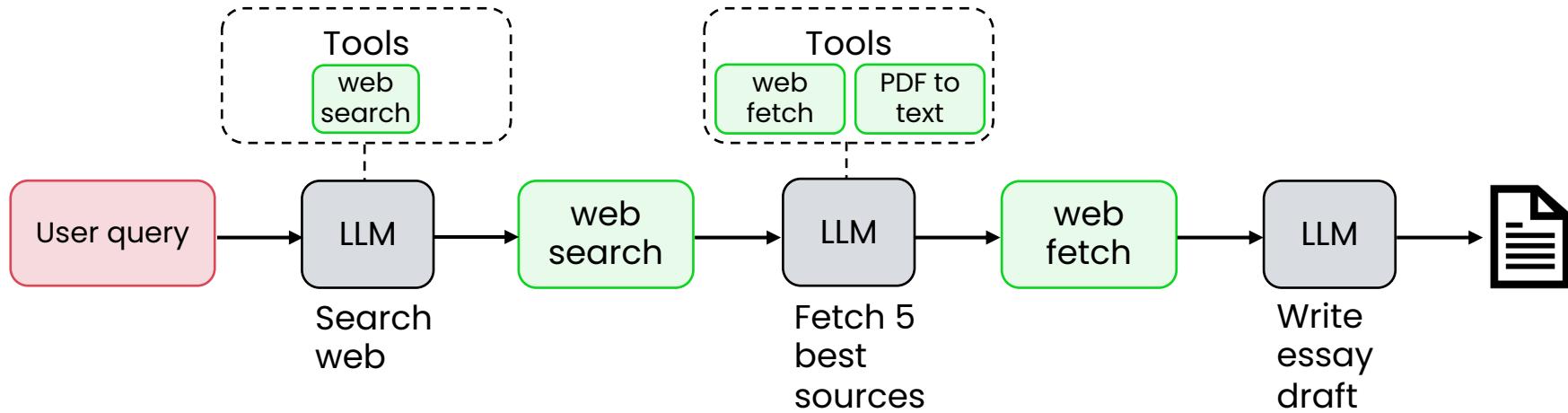
2. Add code to measure word count of the output

```
word_count = len(text.split())
```

3. Compare length of generated text to limit

```
if (word_count <= 10):  
    num_correct +=1
```

Example: research agent



Prompt	Issues
Recent black hole science	Missed high-profile result that had lots of news coverage
Renting vs buying a home in Seattle?	Seems to do a good job
Robotics for harvesting fruit	Didn't mention leading equipment company

Sometimes misses points a human would have made

Create an eval to measure performance

1. Choose 3–5 gold standard discussion points for each topic
2. Use LLM-as-a-judge to count how many topics were mentioned
3. Get score for each prompt in eval set

Example prompt	Gold-standard talking points
Black holes	Event horizon, radio telescope
Robotic harvesting	RoboPick, pinchers

ground truth annotations

Determine how many of the 5 gold-standard talking points are present in the provided essay.

Original Prompt

{original_prompt}

Essay to Evaluate

{essay_text}

Gold Standard Talking Points

{gold_standard_points}

Output Format

Return a json object with two keys: score (a single number between 0 and 5), and explanation (a string that lists the talking points present)

Two “axes” of evaluation

Evaluate with code (objective) LLM-as-judge (subjective)

Per example
ground truth

Checking invoice date
extraction

```
if (extracted_date == actual_date):  
    num_correct += 1
```

Counting gold-standard
talking points

Count the number of
gold standard points in
the following text...

No per example
ground truth

Checking marketing copy length

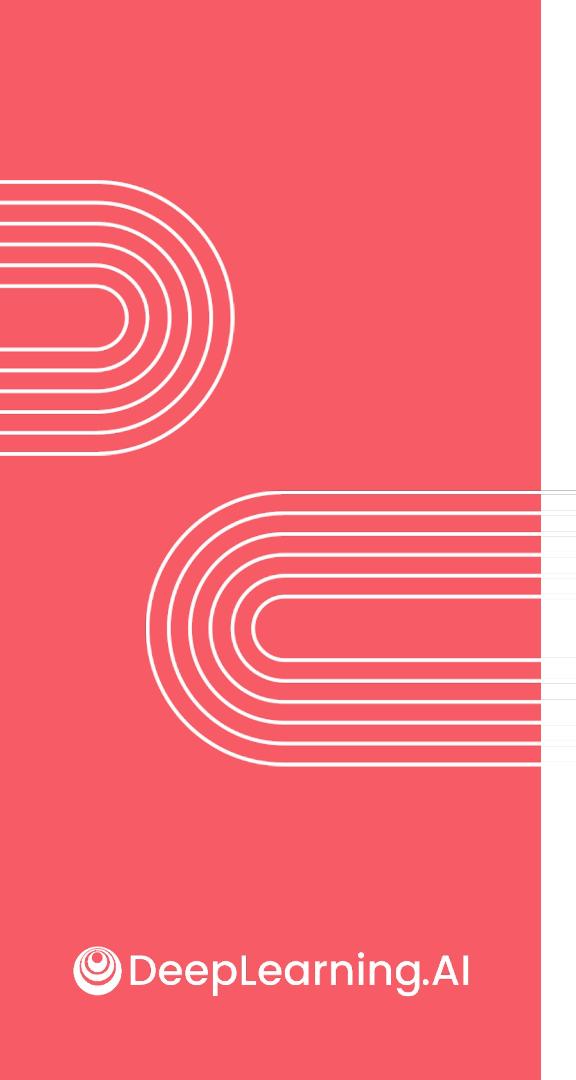
```
if len(text) <= 10:  
    num_correct += 1
```

Grading charts with a rubric

Grade this chart
according to (i) whether
it has clear axes labels,
(ii)

Tips for designing end-to-end evals

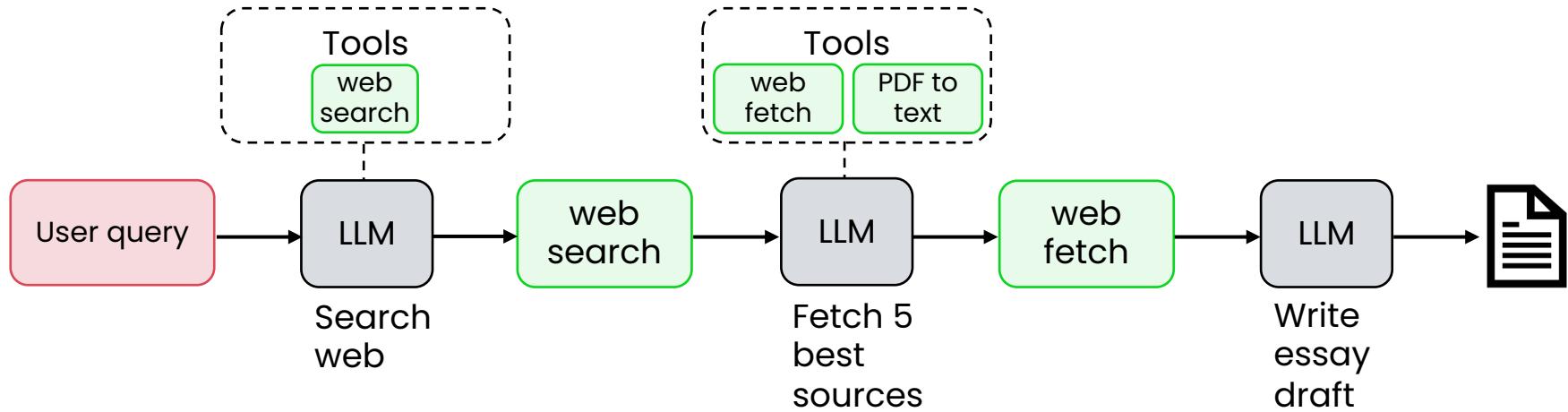
- Quick and dirty is ok to start!
- As you find places where your evals fail to capture human judgement as to what system is better, use that as an opportunity to improve the metric
- Look for places where performance is worse than humans



Practical Tips for Building Agentic AI

Error Analysis and
prioritizing next steps

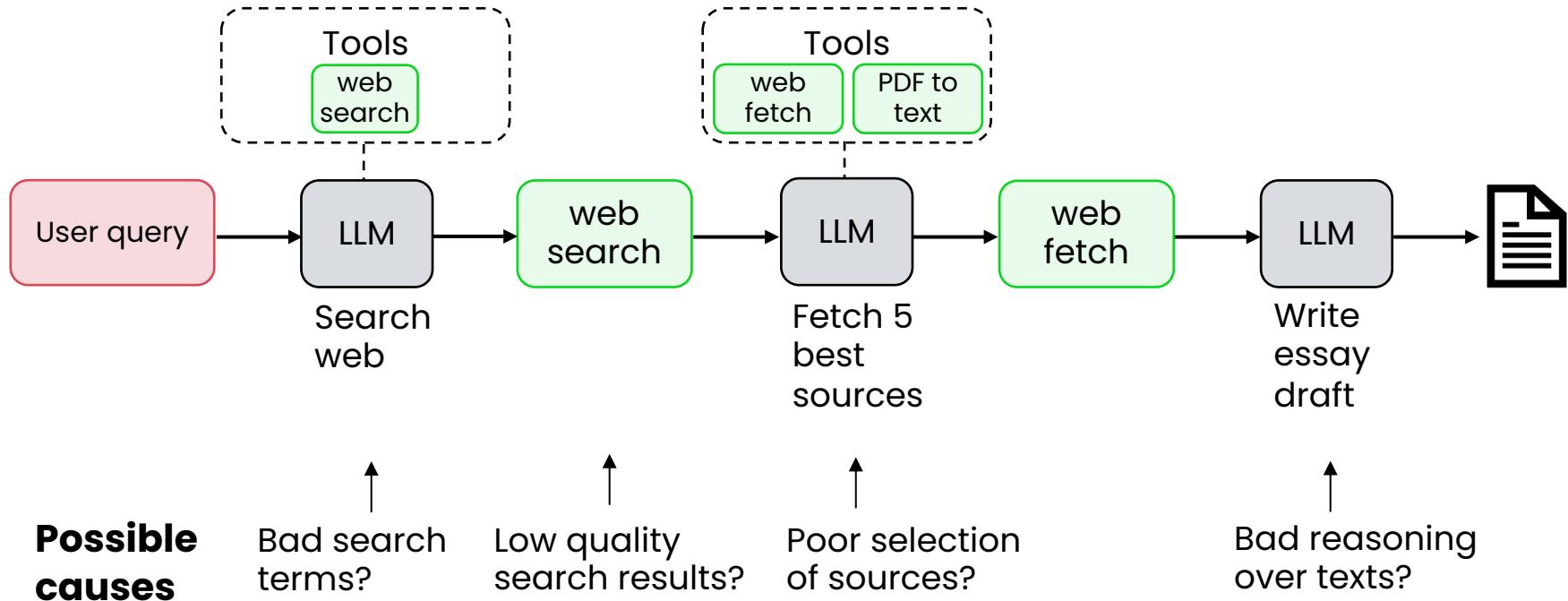
Example: research agent



Prompt	Issues
Recent black hole science	Missed high-profile result that had lots of news coverage
Renting vs buying a home in Seattle?	Seems to do a good job
Robotics for harvesting fruit	Didn't mention leading equipment company

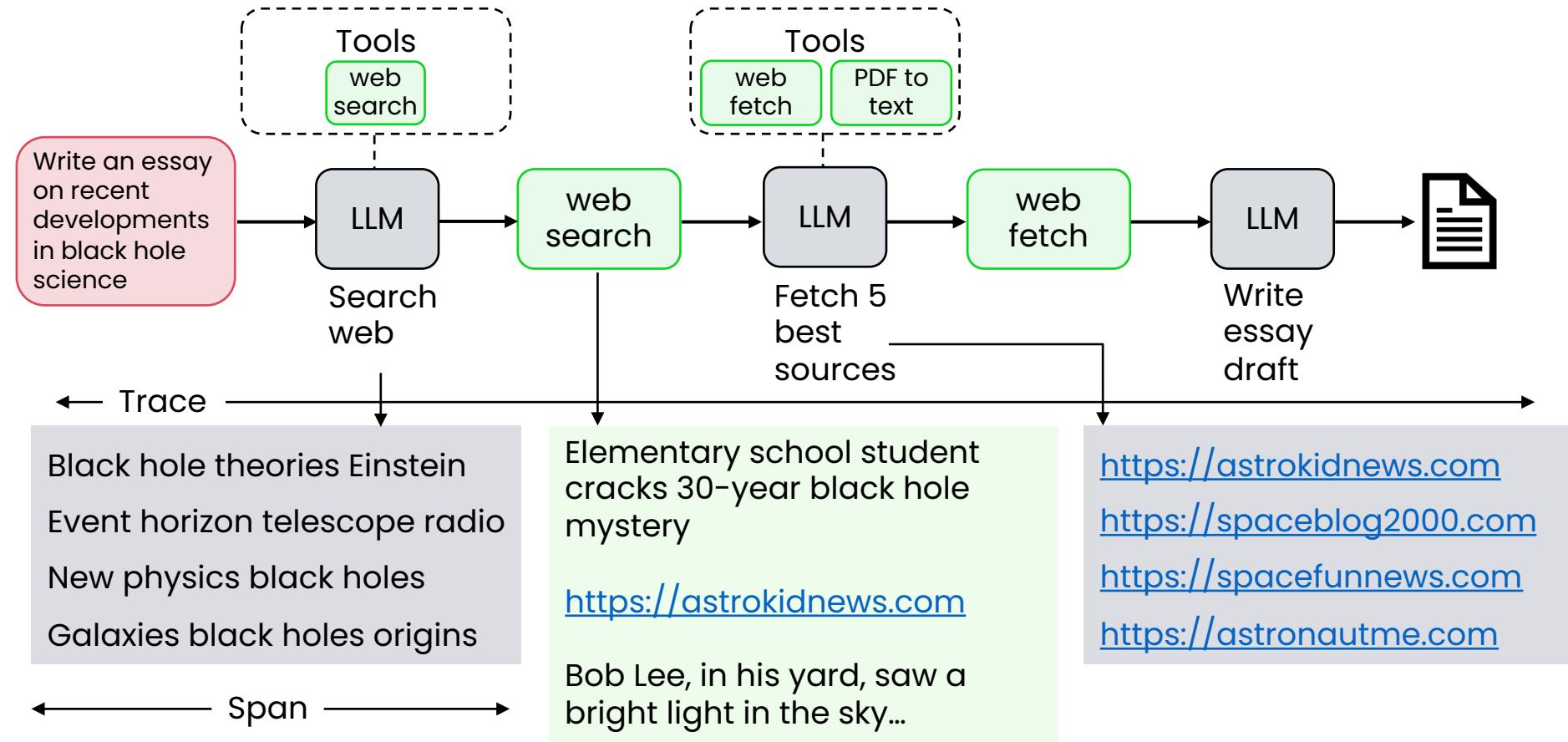
Observed error mode:
Sometimes misses key points a human would make

Example: research agent



Examine traces to better understand each step in the workflow

Looking at traces



Counting up the errors

Prompt	Search terms	Search results	Picking 5 best sources
Recent developments in black hole science		Too many blog posts, not enough papers			
Renting vs buying a home in Seattle			Missed well-known blog		
Robotics for harvesting fruit	Terms too generic	Website for elementary school students			
...		
Batteries for electric vehicles		Only selected US-based companies	Missed magazine		

5%

45%

10%

...

Tips for error analysis

- Develop a habit of looking at traces
- Carry out error analysis to figure out what component performed poorly, leading to a poor final output
- Use error analysis output to decide where to focus efforts



Practical Tips for Building Agentic AI

More error analysis
examples

Example: Invoice processing workflow

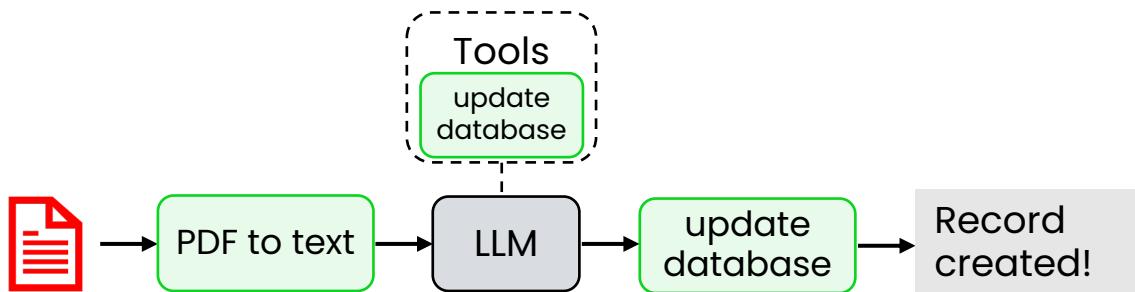
TechFlow Solutions LLC				
890 Juniper Drive San Mateo, CA 94401 Phone: (415) 555-7890 Email: billing@techflowsol.com				
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Consulting - Systems Integration (hrs)	20	\$150.00	\$3,000.00	
Total Due:		\$3,000.00		

4 required fields:

Biller
Biller address
Amount due
Due date

Steps:

1. Identify required fields
2. Record in database



To carry out error analysis, focus on examples where performance is subpar

Counting up the errors

- Select 10-100 invoices for which the agentic workflow extracted the wrong due date

Input	PDF-to-text	LLM data extraction
Invoice 1	Errors in extraction	
Invoice 2		Wrong date selected
Invoice 3		Wrong date selected
...
Invoice 20	Errors in extraction	Wrong date selected

15%

87%

Example: Responding to customer email

From: Susan Jones

Subject: Wrong item
shipped

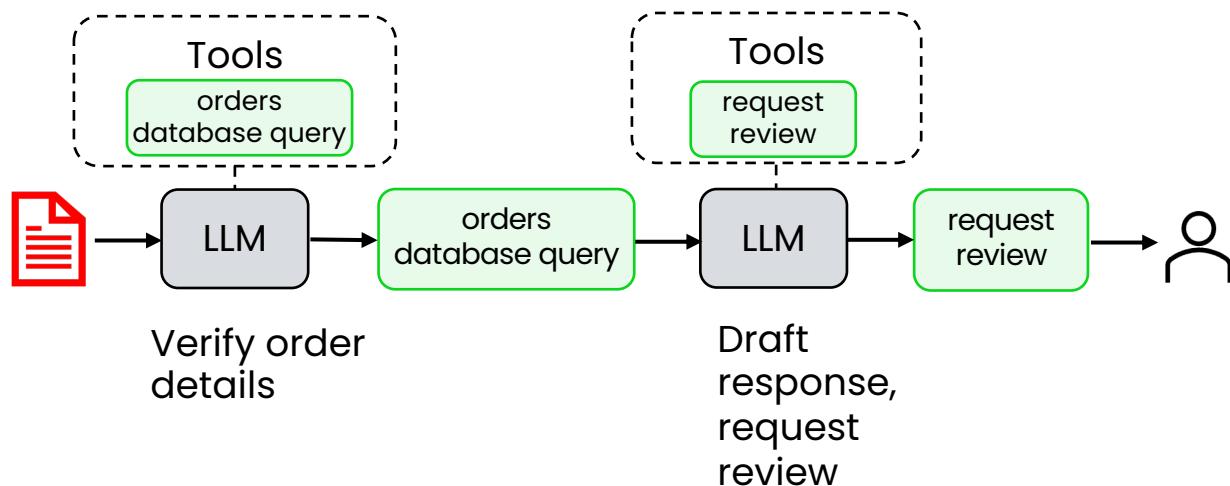
I ordered a blue KitchenPro
blender (Order #8847) but
received a red toaster
instead.

I need the blender for my
daughter's birthday party
this weekend. Can you
help?

Susan

Steps:

1. Extract key information
2. Find relevant customer records
3. Draft response for human review



Counting up the errors

Input	LLM-drafted query	Orders database query	LLM-drafted email
Email 1	Wrong table		
Email 2		Error in database entry	Didn't address details of order
Email 3	Incorrect math		
...
Email 50			Defensive tone

75%

4%

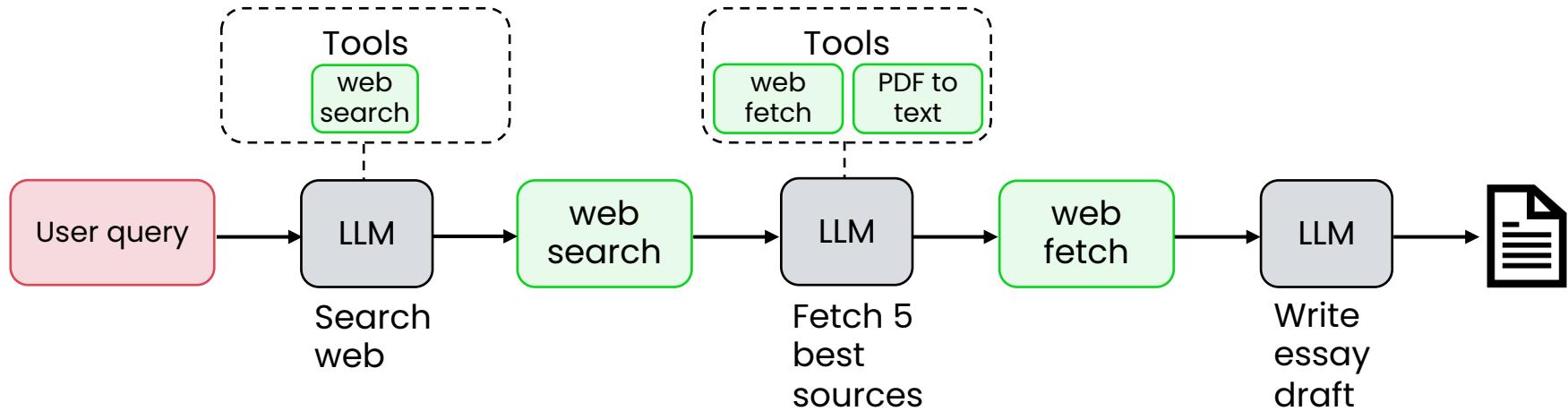
30%



Practical Tips for Building Agentic AI

Component-level
evaluations

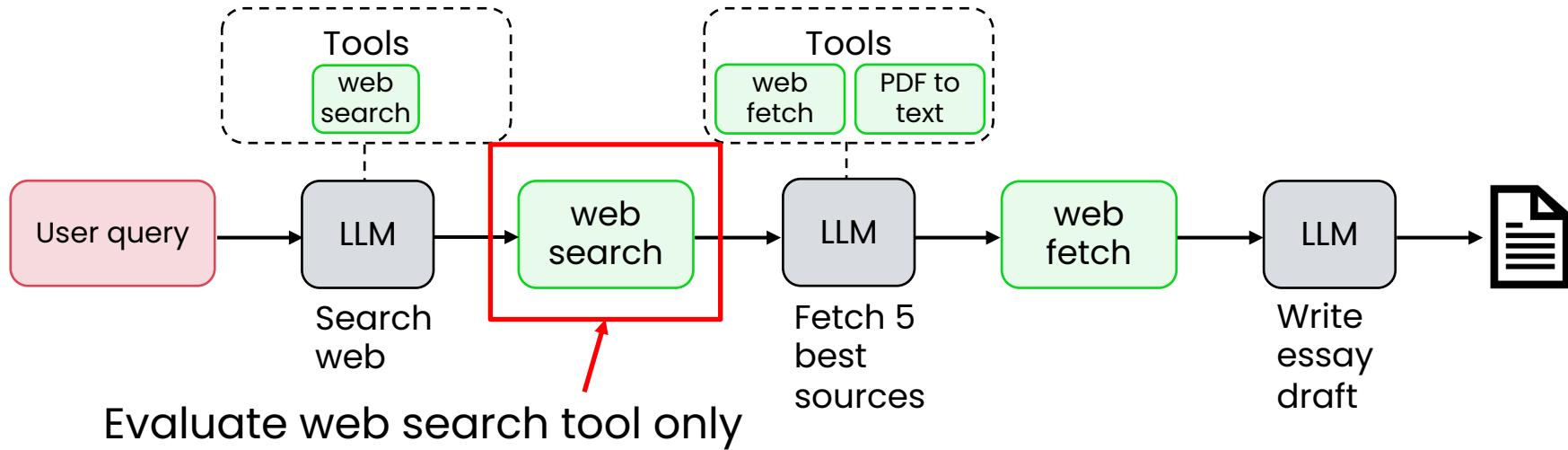
Example: research agent



Prompt	Issues
Recent black hole science	Missed high-profile result that had lots of news coverage
Renting vs buying a home in Seattle?	Seems to do a good job
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End-to-end eval is expensive!

Example: research agent



- Create a list of gold standard web resources
 - Write code that calculates how many results correspond to gold standard websites e.g. F1-score
 - Track as you vary hyperparameters: e.g., search engine, number of results, dates

Benefits of component-level evaluations

- Can provide clearer signal for specific errors
 - Avoid the noise in end-to-end system
- More efficient for focused team to optimize
 - Work on smaller, more targeted problems faster



Practical Tips for Building Agentic AI

How to address
problems you identify

Improving non-LLM component performance

E.g. web search, text retrieval for RAG, code execution, trained ML model (for speech recognition, people detection, etc.)

- Tune hyperparameters of component
- Replace the component

Web search: Number of results, date range
RAG: Change similarity threshold, chunk size
ML models: Detection threshold

Try a different web search engine, RAG provider, etc.

Improving LLM component performance

- Improve your prompts
 - Add more explicit instructions.
 - Add one or more concrete example to the prompt (few-shot prompting)
- Try a new model
 - Try multiple LLMs and use evals to pick the best
- Split up the step
 - Decompose the task into smaller steps
- Fine-tune a model
 - Fine tune on your internal data to improve performance

Instruction following

Summary of customer call:

On July 14, 2023, Jessica Alvarez (SSN: 555-44-3333) of 1024 Maple Ridge Lane, Boulder, CO 80301, submitted a support ticket....

Prompt

Identify all cases of personally identifiable information (PII) in the text below.

Then return a list of the identified PII classified by type, and then redact all the identified PII with "*****".

Separate the list and the redacted text with "REDACTED: ".
{text}

Instruction following results (Llama 3.1 8B)

The identified personally identifiable information (PII) classified by type is:

- Social Security Number (SSN): 524-18-7629
- Address: 1024 Maple Ridge Lane, Boulder, CO 80301

Didn't follow the instructions properly

Missed some PII

Redacted text with "*****" replacing the identified PII:

On July 14, 2023, ***** (SSN: *****), residing at *****,
Boulder, CO 80301, submitted a support ticket...

List of identified PII classified by type

- SSN: 524-18-7629
- Address: 1024 Maple Ridge Lane, Boulder, CO 80301

Instruction following results (GPT-5)

Identified PII (type → value):

1. Full Name → Jessica T. Alvarez
2. Social Security Number → 524-18-7629
3. Physical Address → 1024 Maple Ridge Lane, Boulder, CO 80301

Followed formatting instruction

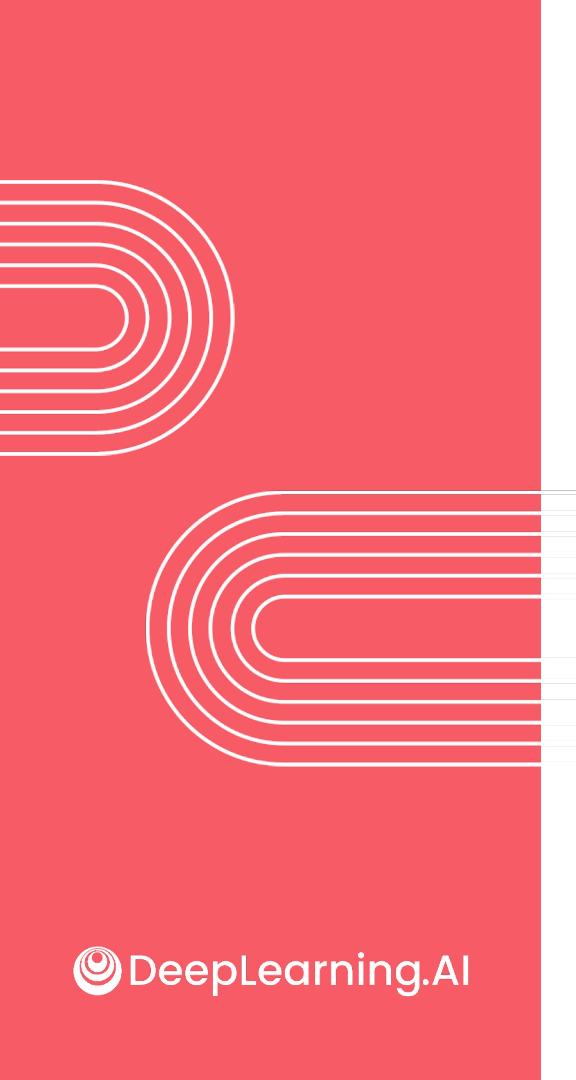
Identified all PII

REDACTED:

On July 14, 2023, ***** (SSN: *****), residing at *****,
submitted a support ticket...

Developing intuition for model intelligence

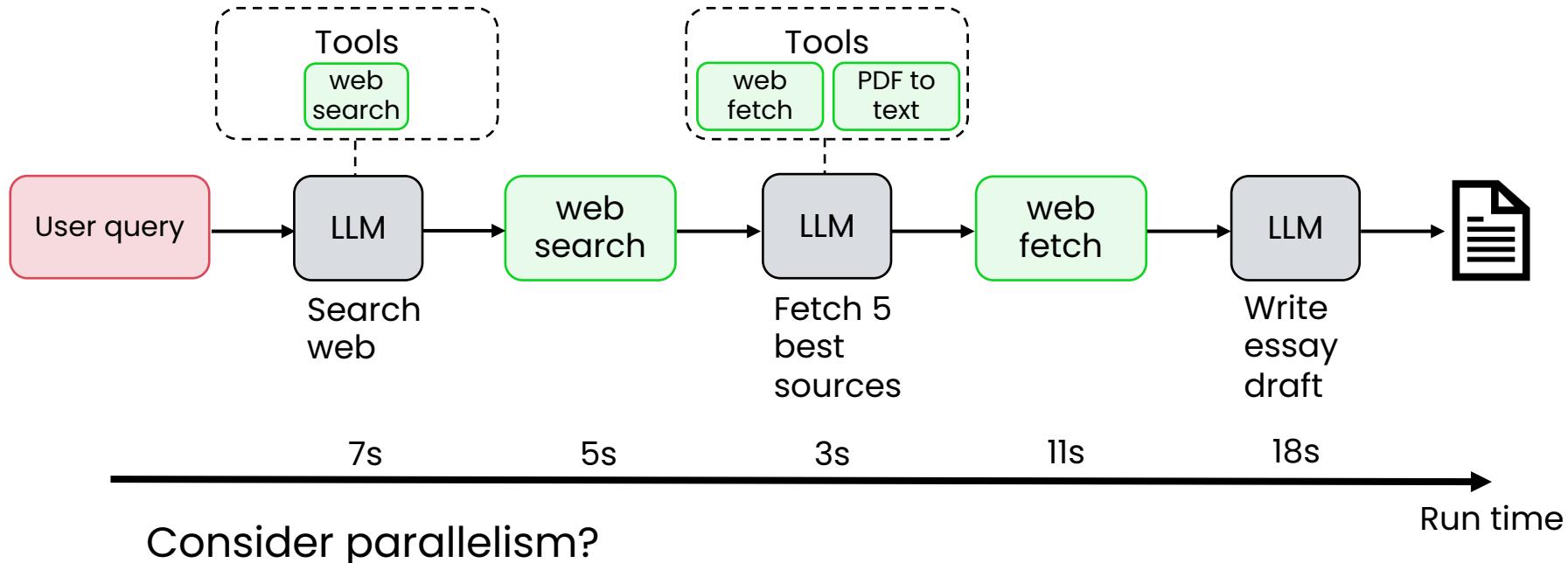
- Play with models often
 - Having a personal set of evals might be helpful
 - Read other people's prompts for ideas of how to best use models
- Use different models in your agentic workflows
 - Which models work for which types of tasks?
 - aisuite makes it easy to quickly swap out models



Practical Tips for Building Agentic AI

Latency, cost optimization

Example: research agent



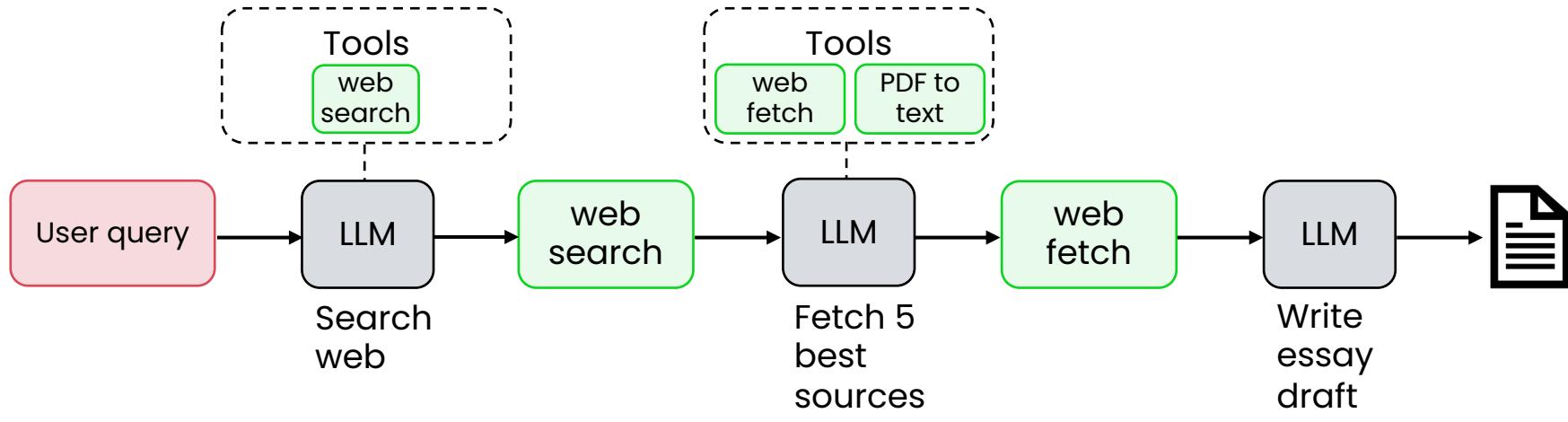
LLM steps too long?

- Try smaller/less intelligent model, or faster LLM provider

Costing your workflow

- LLM steps (pay per token)
- Any API-calling tools (pay per API call)
- Compute steps (based on server capacity/cost)

Example: research agent



Tokens:
\$0.0004

API call:
\$0.016

Tokens:
\$0.0004

API call:
\$0.002

Tokens:
\$0.009

PDF-to-text:
\$0.03



Practical Tips for Building Agentic AI

Development process summary

Development process summary

Build

Build end-to-end system

Improve individual component



Analyze

Examine outputs; traces

Build evals; compute metrics

Error analysis

Component-level evals



End of M4
