Ghana Space Science & Technology Institute, GAEC

Classification in Deep Learning: A Beginner's Guide

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February 19, 2025

Outline

Introduction

- **Importance of Bankruptcy Prediction:**
  - Accurately evaluating a company's financial health is crucial for stakeholders to mitigate risks and prevent bankruptcy.
  - Effective bankruptcy prediction helps stakeholders make informed decisions and proactively manage financial stability in a rapidly changing business landscape.
- **Overview of the Study's Methodology:**
  - The study presents an innovative approach by integrating Domain Adaptation Learning (DAL) and Genetic Algorithm (GA) techniques.
  - DAL addresses distributional changes in real-world scenarios, while GA excels in feature selection.
  - Six machine learning models are rigorously evaluated against the hybrid model to enhance corporate bankruptcy prediction.

Big Data

The Erra of Big Data I

Facets and Elements of Big Data. *Image credit*: Dzone website

- **Big data** is an amount of data that is enormous in volume and is constantly expanding rapidly.
- No typical data management systems can effectively store or analyze this data because of its magnitude and complexity.
- fundamental characteristics of big data are listed below

Volume

The Erra of Big Data III

- Big Data is a vast *volume* of data generated from many sources daily, such as business processes, machines, social media platforms, networks, human interactions, and many more.
- Industry trends predict a significant increase in data volume over the next few years.
- Usually measured in gigabytes (GB), terabytes (TB), zettabytes (ZB), and yottabytes (YB)
- Nonetheless, Big data generally refers to datasets with a high volume of the order of magnitude of exabytes (10^{18}B $= 10^{9}$GB $= 10^{6}$TB $=$ 1EB) and greater (Jelic *et* al. 2019).

The Erra of Big Data IV

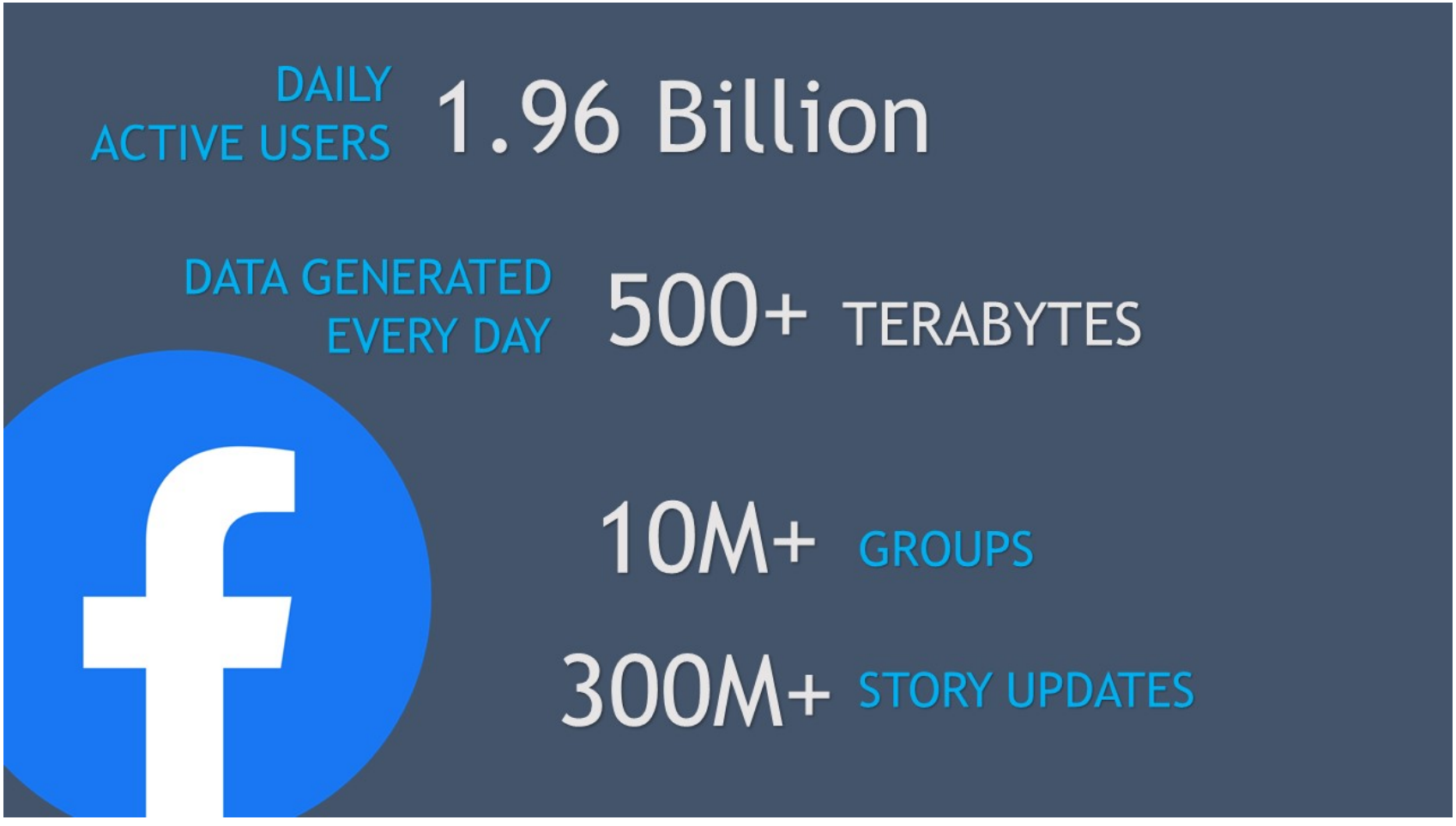


Image credit: Analytics Vidhya

The Erra of Big Data V

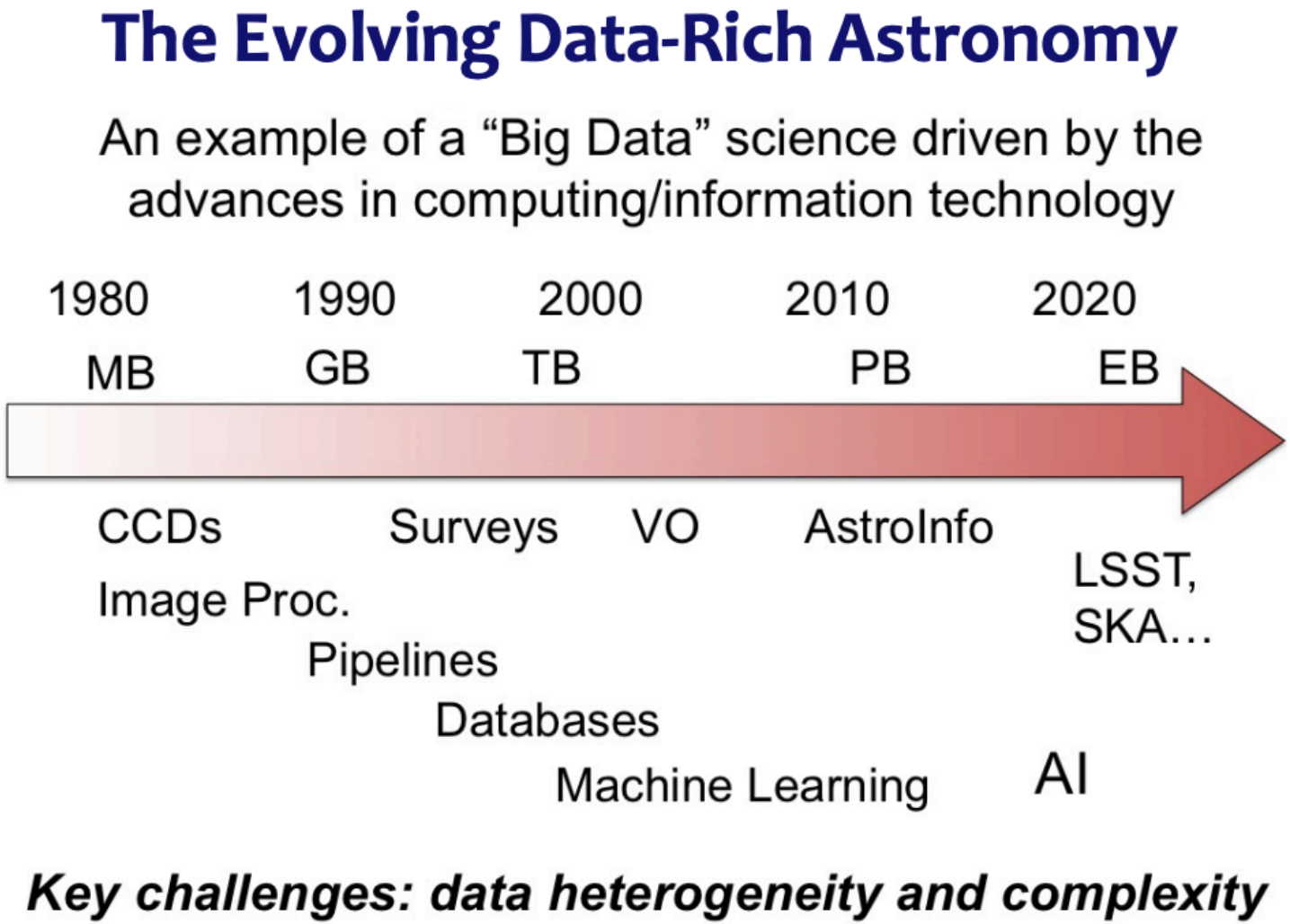


Image credit: Djorgovski, 2019

The Erra of Big Data VI

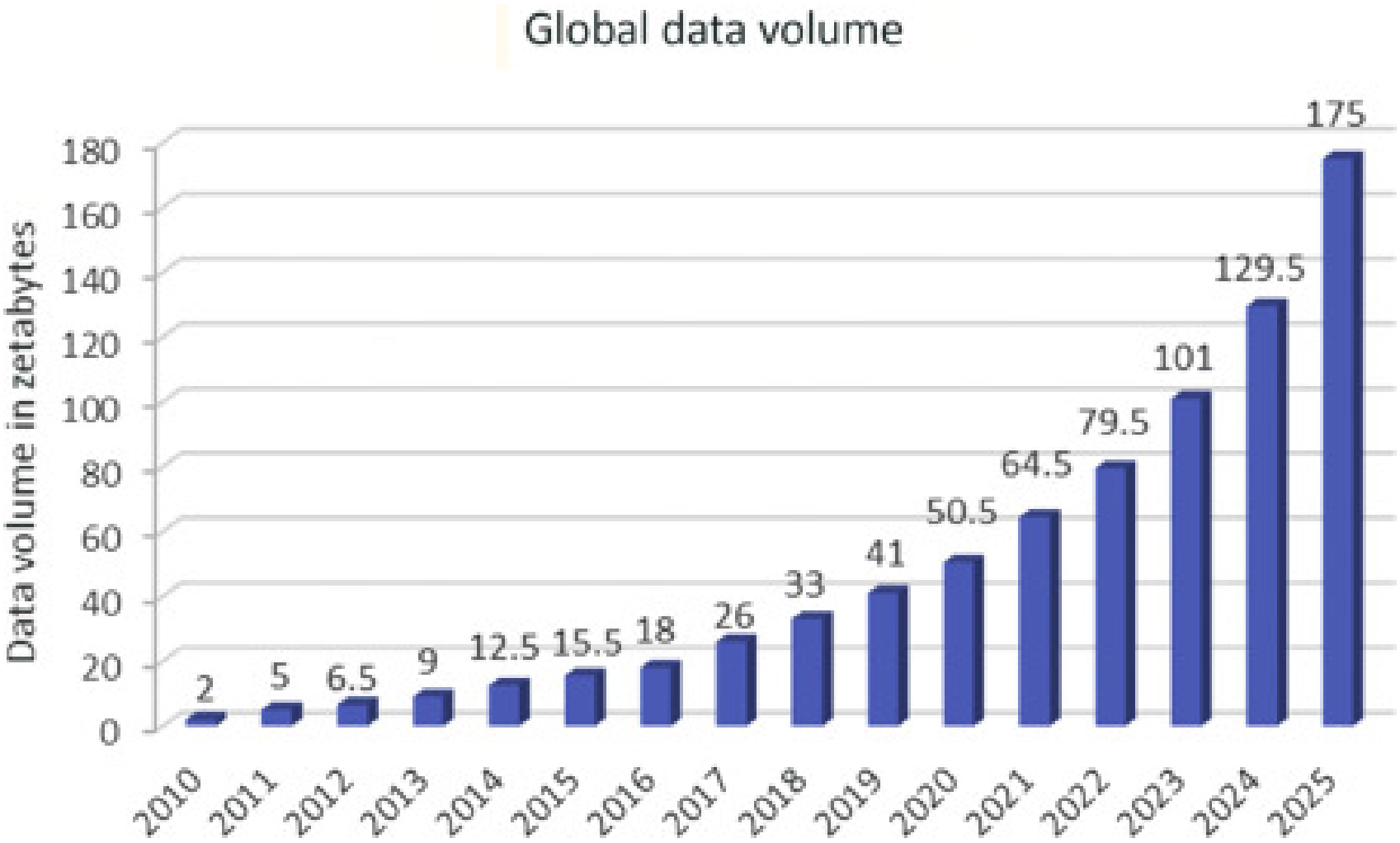


Image credit: Lei & Kong, 2020

Variety

- In the past, data is only collected from **databases** and **sheets**.
- These days the data will come in array forms, that are **PDFs**, **Emails**, **audios**, **SM posts**, **photos**, **videos**, etc.
- Big Data can be **structured**, **unstructured**, and **semi-structured** that are being collected from different sources.
    - **Structured data:** In Structured schema, along with all the required columns. It is in a tabular form. Structured Data is stored in the relational database management system.
    - **Semi-structured:** In Semi-structured, the schema is not appropriately defined, e.g., JSON, XML, CSV, TSV, and email. OLTP (Online Transaction Processing) systems are built to work with semi-structured data. It is stored in relations, i.e., tables.
    - **Unstructured Data:** All the unstructured files, log files, audio files, video files, e-mails, word processing, and image files are included in the unstructured data.

The Erra of Big Data VIII

Veracity

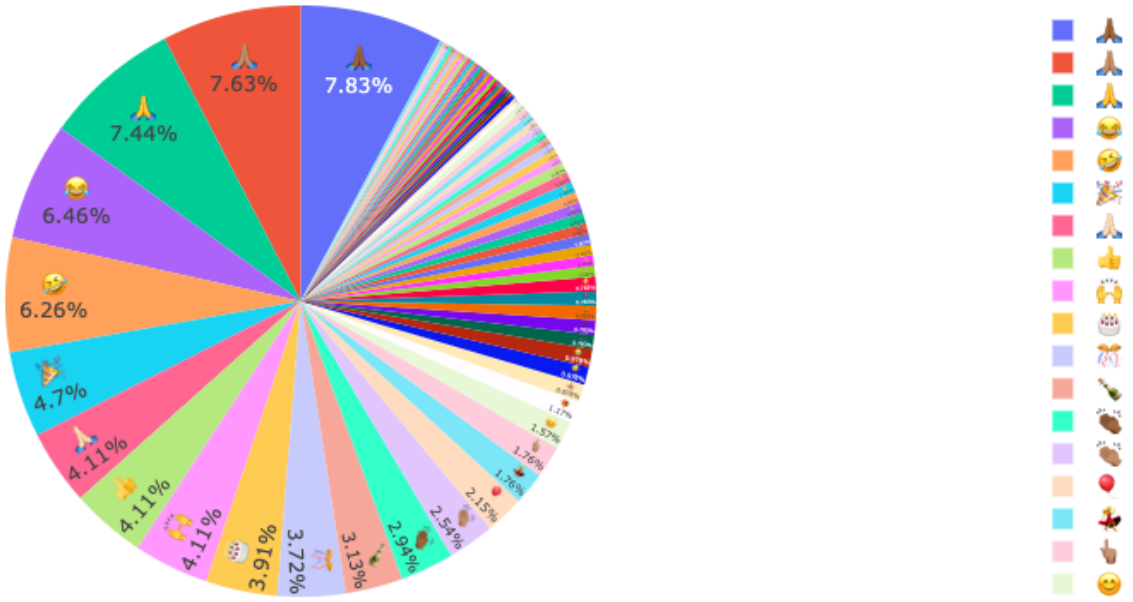
- The accuracy of your findings can be severely harmed by poor data reliability.
- Making it one of the most crucial big data qualities
- There's a need to calibrate your data since most of the data you encounter is unstructured.

The Erra of Big Data IX

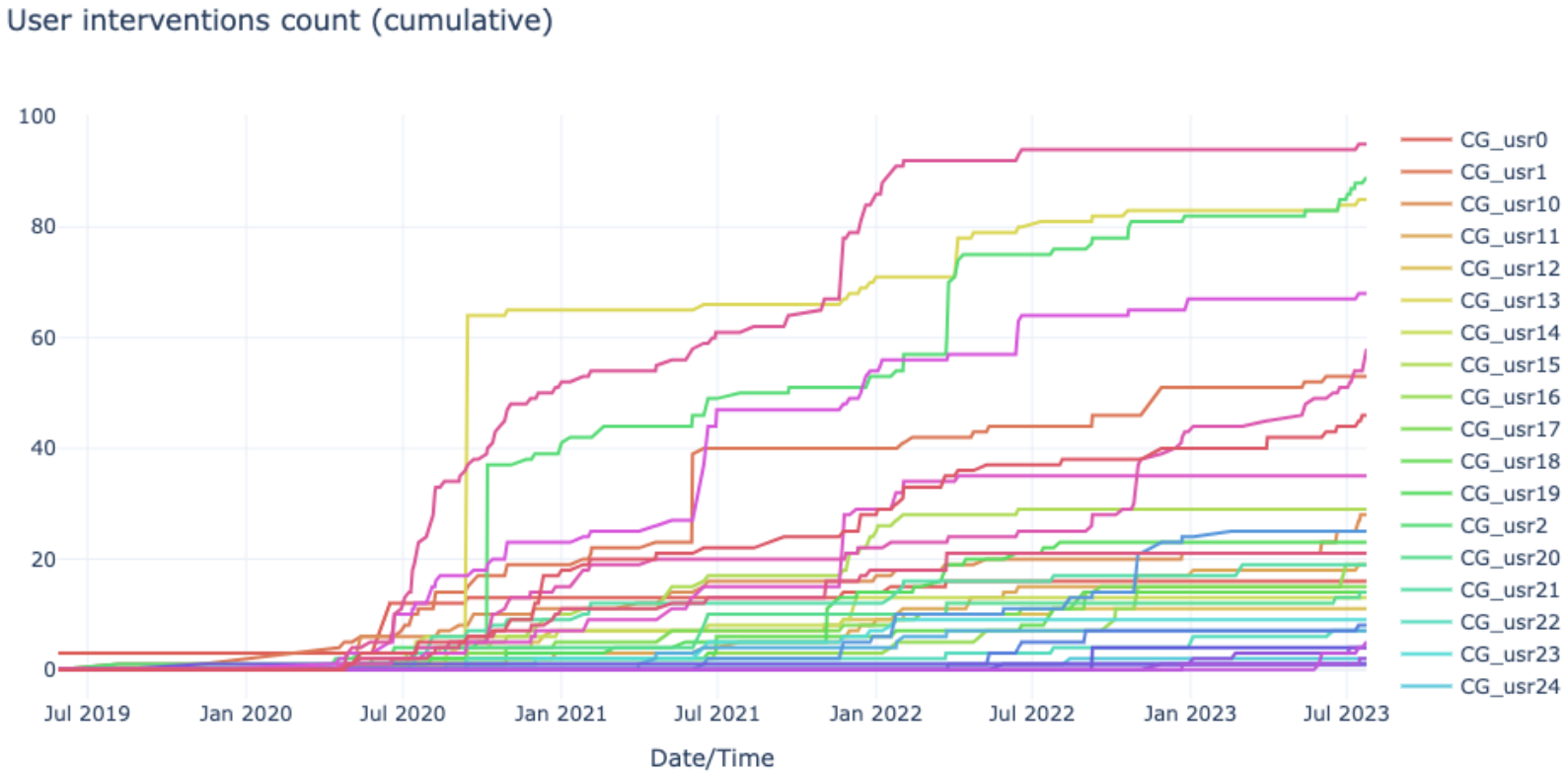
```
In [13]: print('Group wise Stats')
         print("Messages:", total_messages)
         print('Media:', media_messages)
         print('Emojis:', emojis)
         print('Links:', links)
```

```
Group wise Stats
Messages: 845
Media: 182
Emojis: 511
Links: 188
```

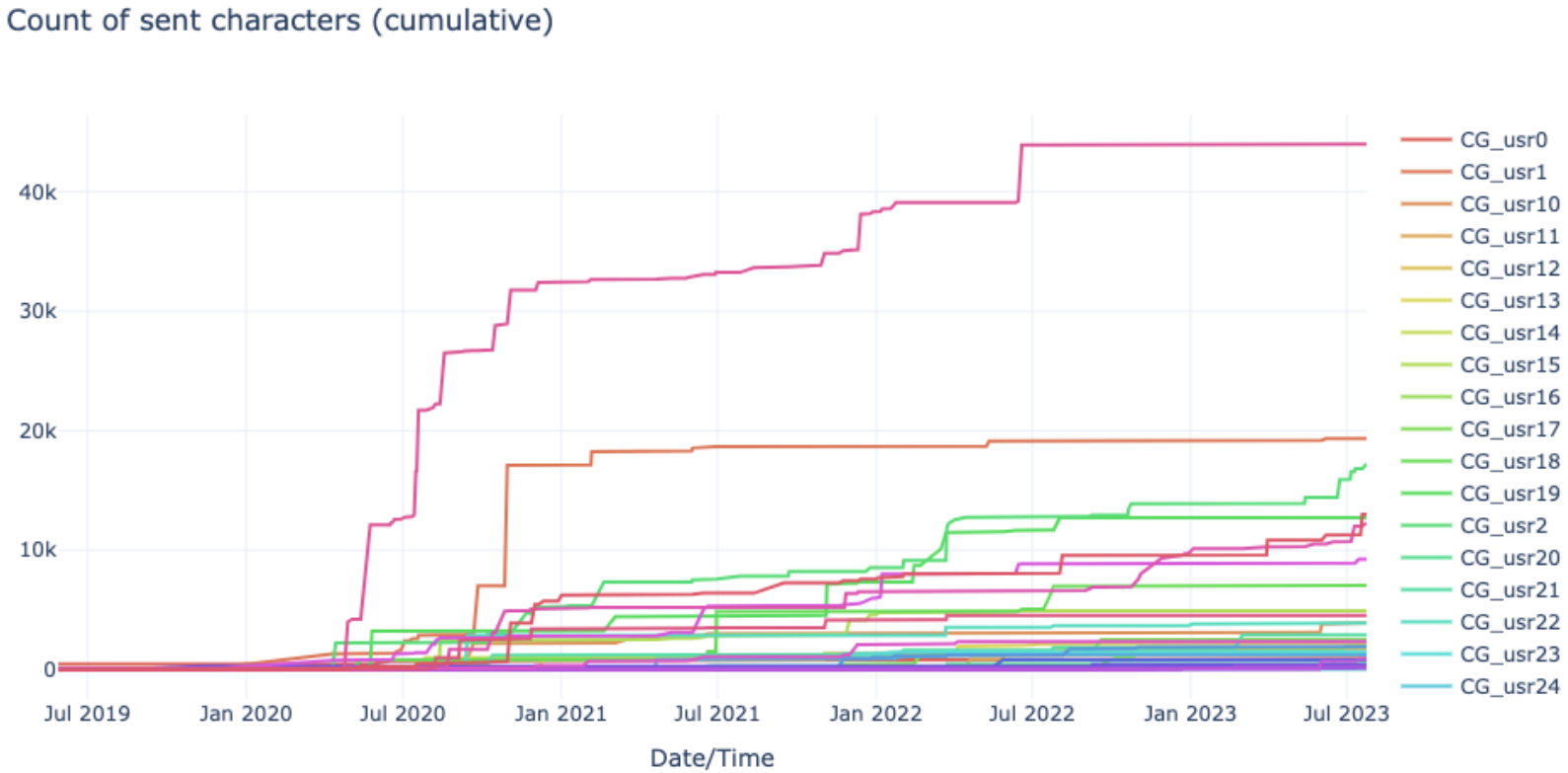
Emoji Distribution



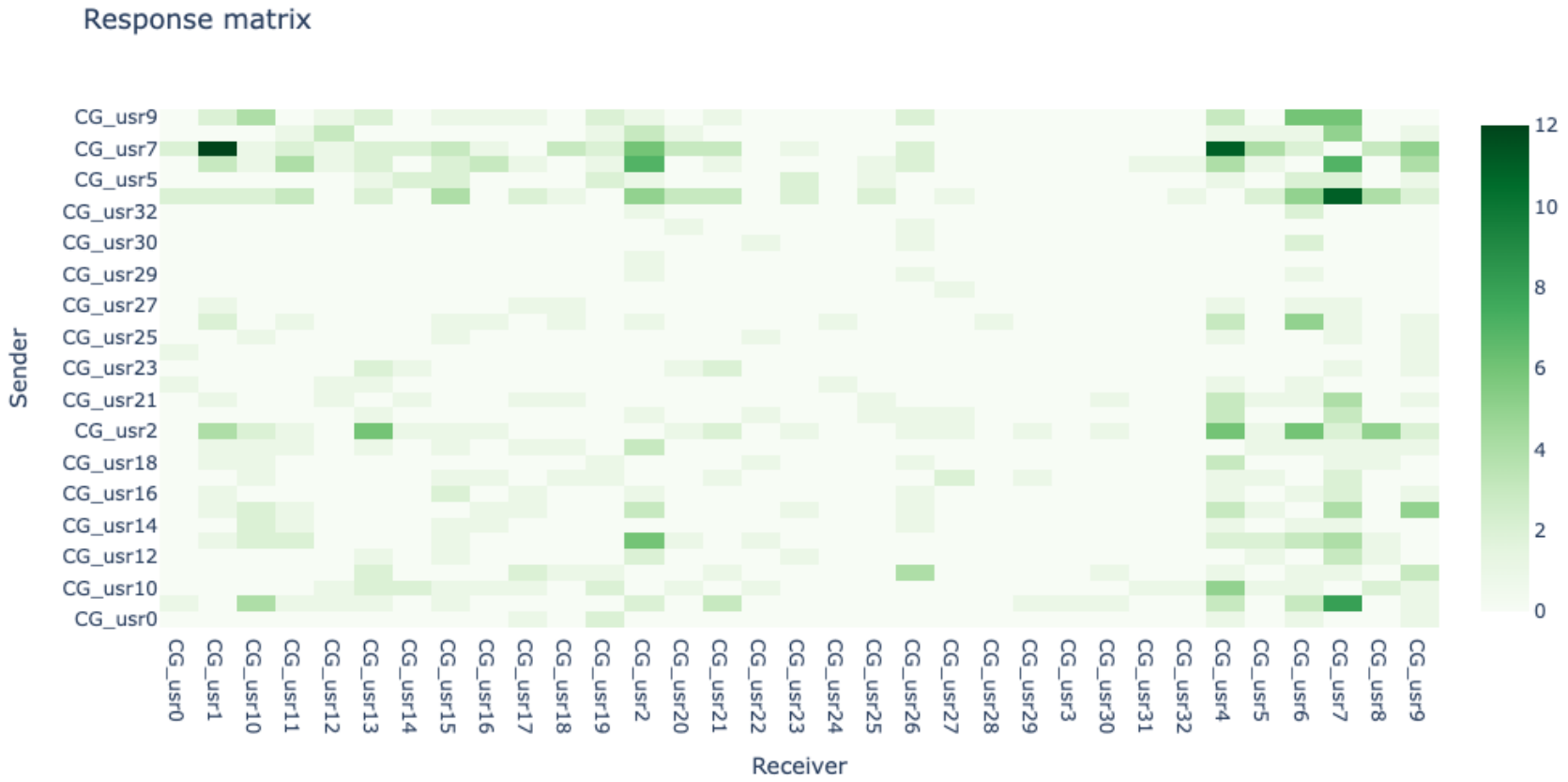
The Erra of Big Data XI



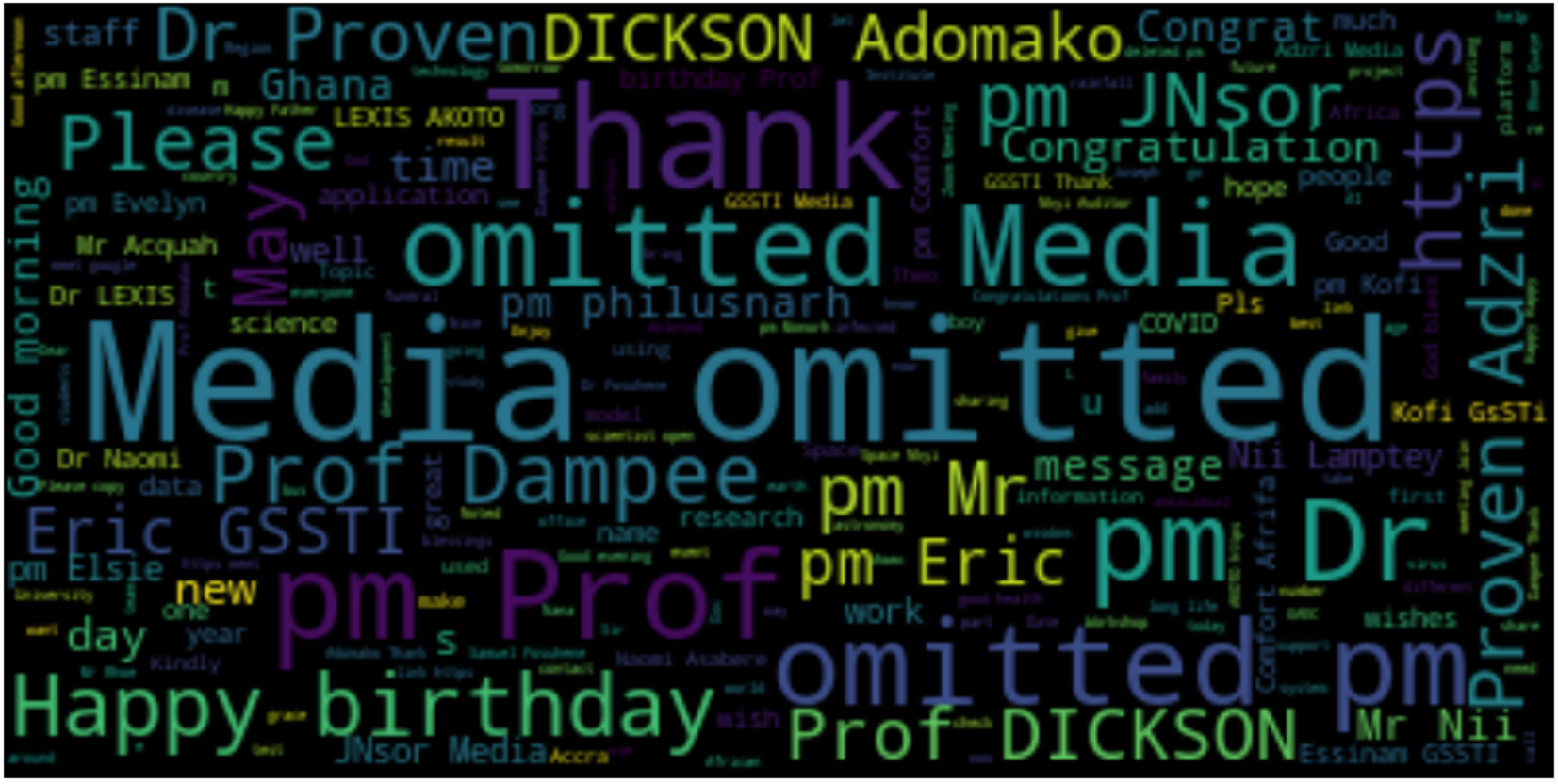
The Erra of Big Data XII



The Erra of Big Data XIII

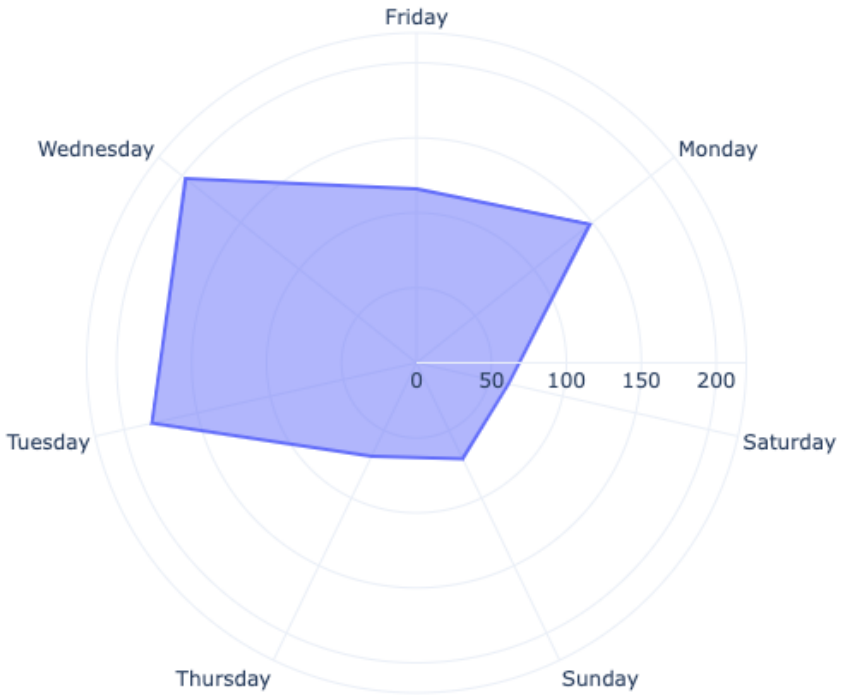


The Erra of Big Data XIV



The Erra of Big Data XV

The Erra of Big Data XVI


Friday
Monday
Saturday
Sunday
Thursday
Tuesday
Wednesday
0
50
100
150
200

Value

- On this data set, analysis and pattern recognition are performed.
- The results of the method may be used to determine the value of the data.
- Making it one of the most crucial big data qualities.

Machine Learning

Machine Learning I

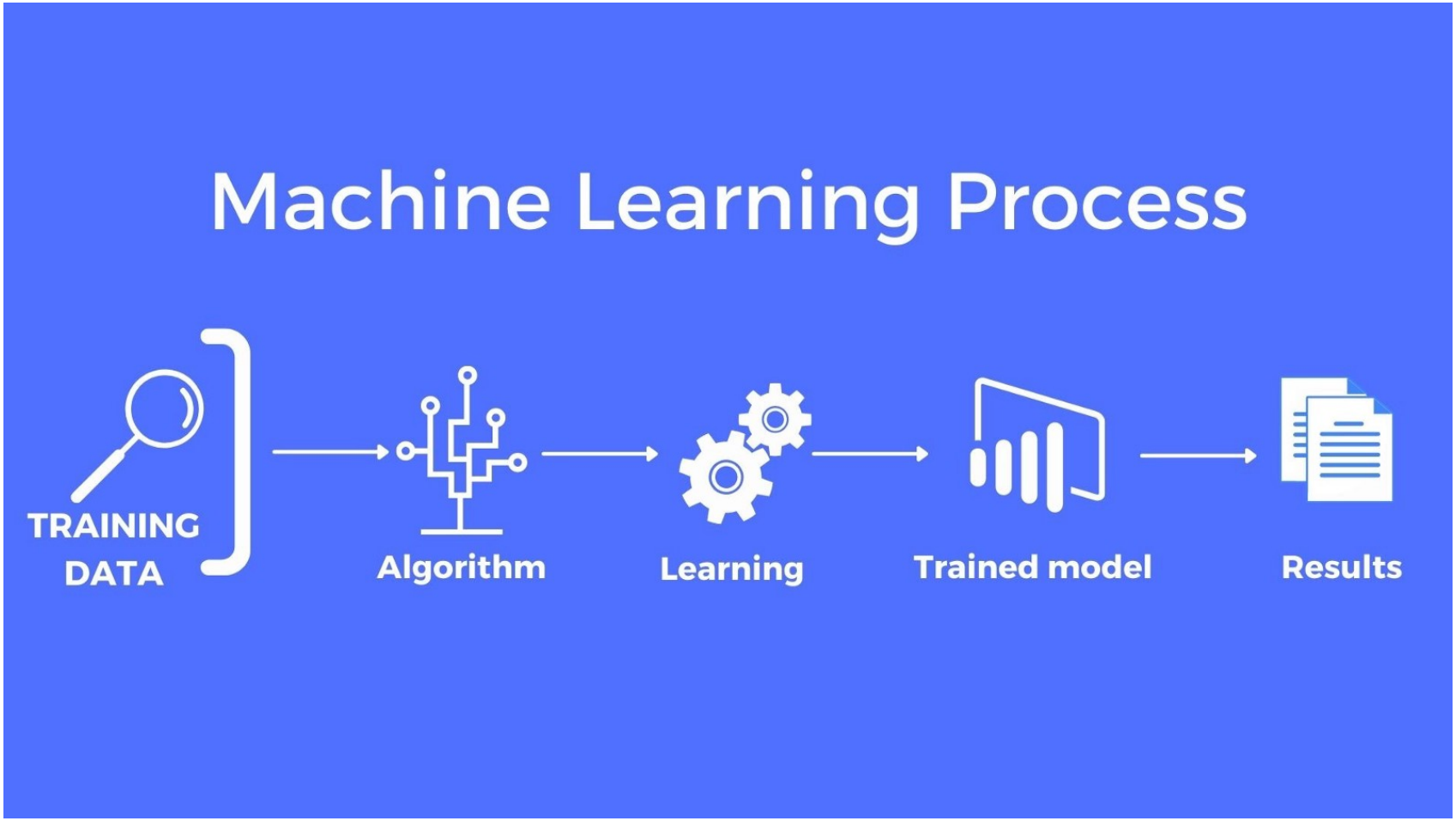


Image credit: mapendo site

Machine Learning II

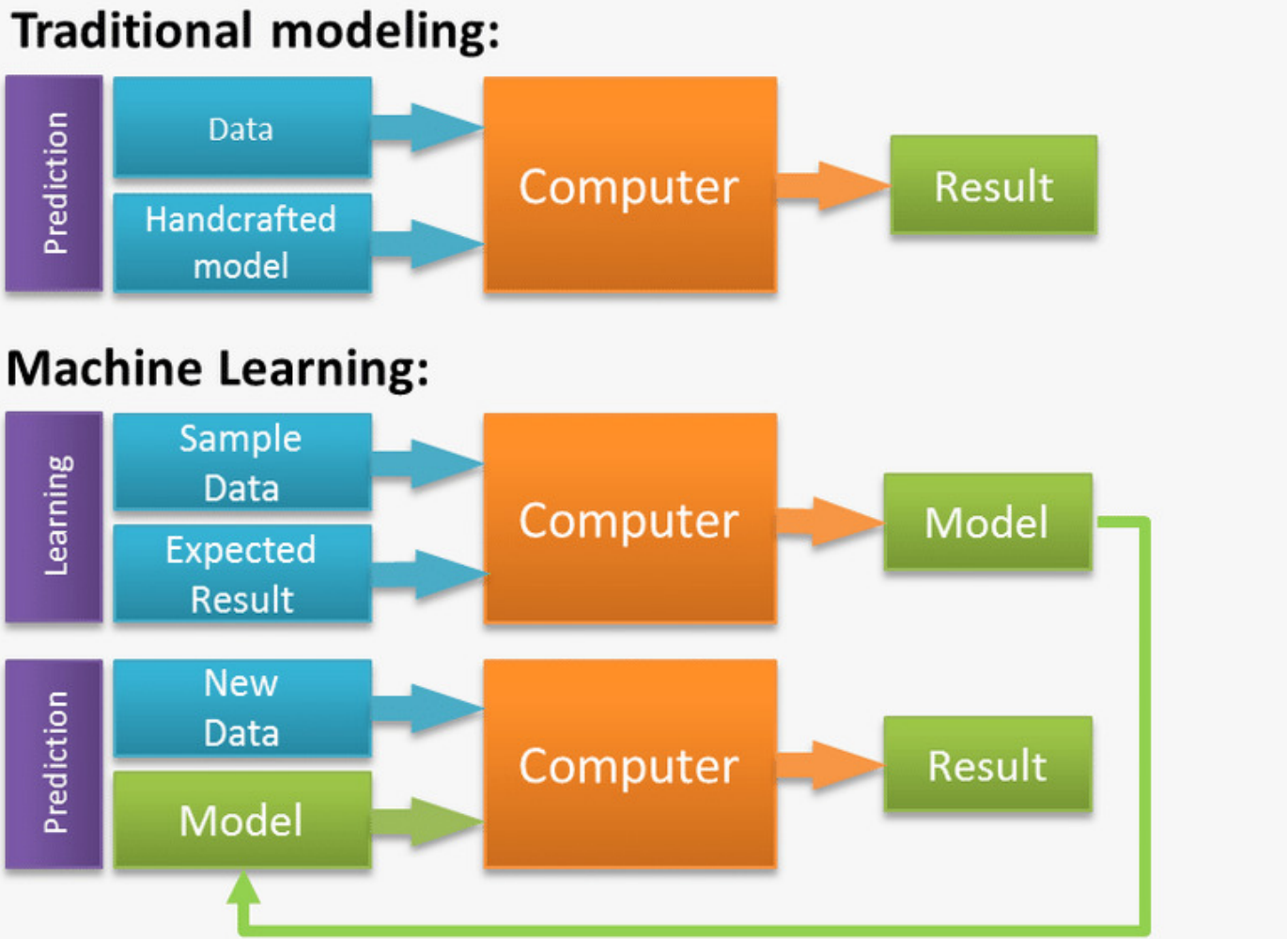


Image credit: Mehra & Hasanuzzaman, (2020)

Deep Learning

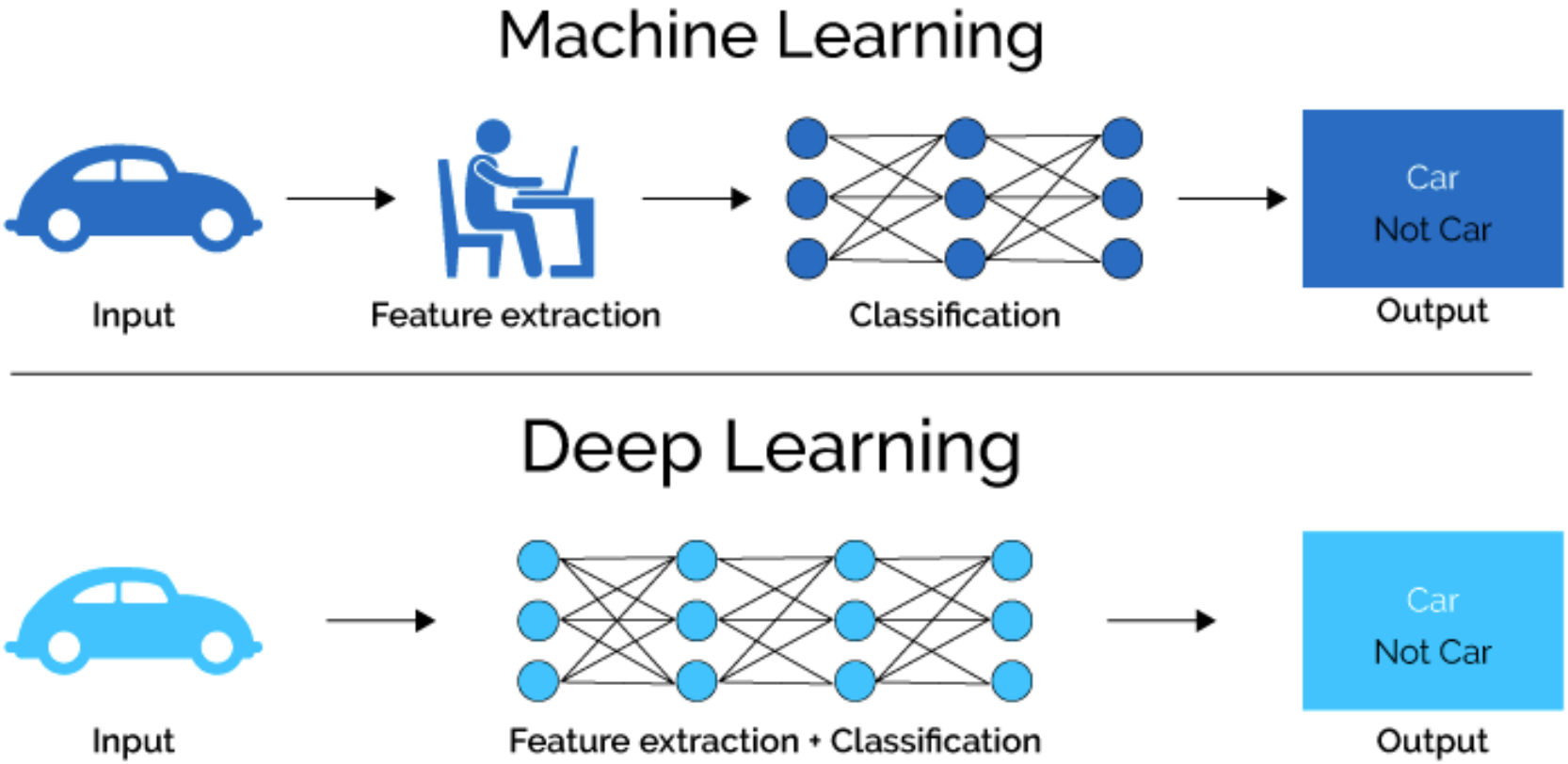
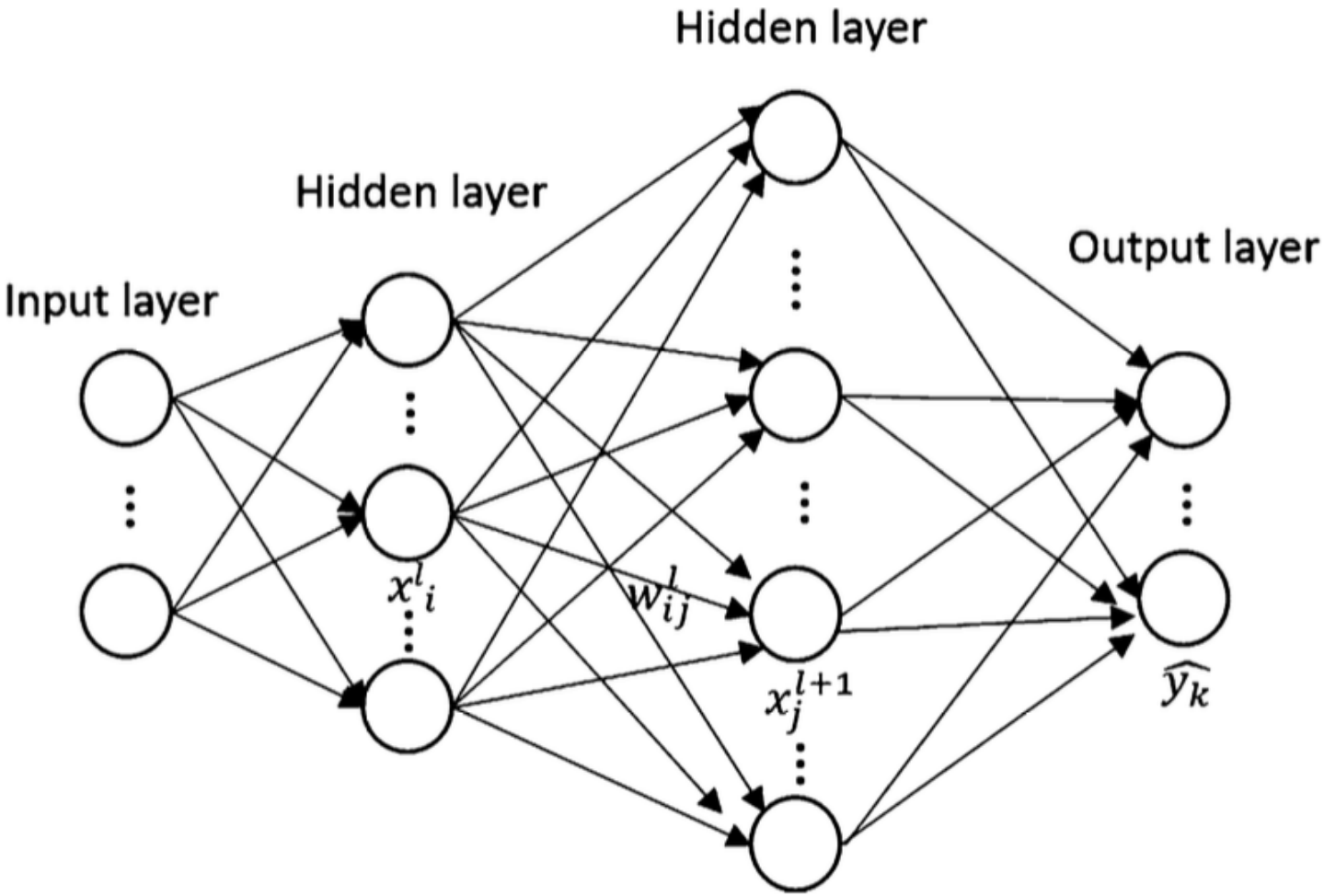


Image credit: Odi & Nguyen, (2018)

Deep Learning II



Deep Learning III

Schematic of a feed-forward neural network

Deep Learning IV

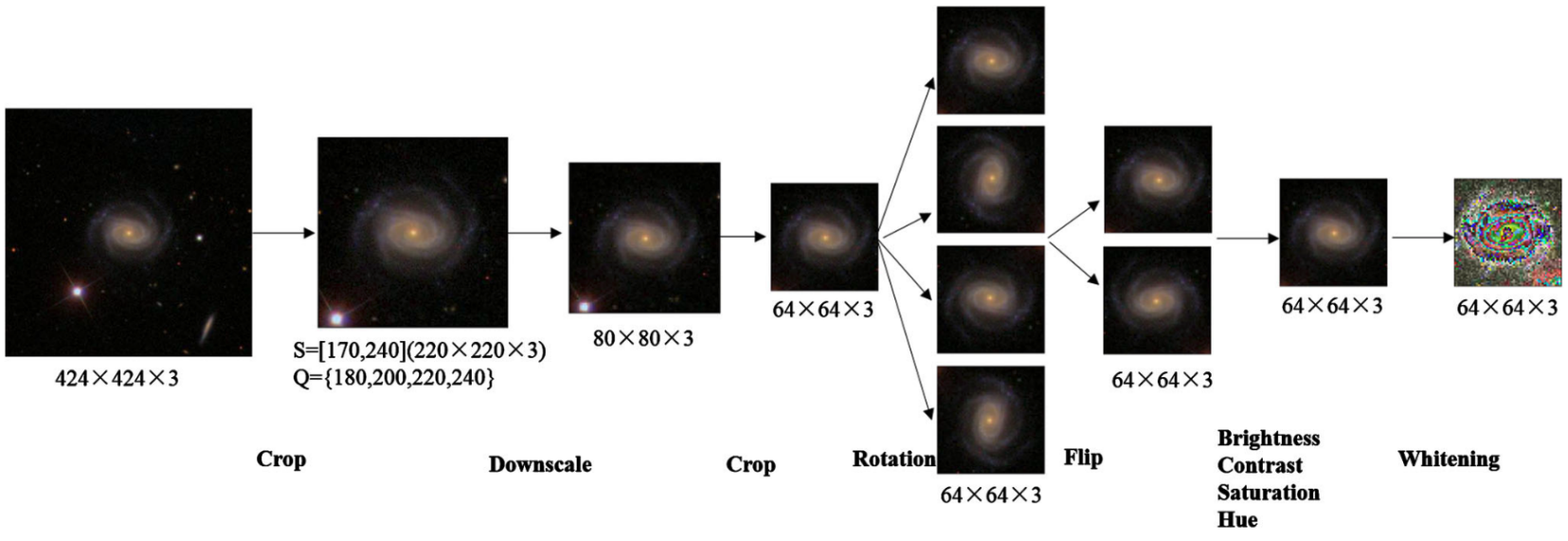


Image credit: Zhu *et* al , (2019)

1	1	1	0	0
0	1	1	1	0
0	0	$1_{\times 1}$	$1_{\times 0}$	$1_{\times 1}$
0	0	$1_{\times 0}$	$1_{\times 1}$	$0_{\times 0}$
0	1	$1_{\times 1}$	$0_{\times 0}$	$0_{\times 1}$

Image

4	3	4
2	4	3
2	3	4

Convolved Feature

Image credit: Medium

Input

Performance Metrics

Performance Metrics Classification I

	Predicted 0	Predicted 1
Actual 0	TN	FP
Actual 1	FN	TP

Performance Metrics Classification II

	Predicted 0	Predicted 1
Actual 0	TN	FP
Actual 1	FN	TP

Performance Metrics Classification III

Metric	Formula	Evaluation focus
Accuracy	$\mathrm{ACC} = \frac{\mathrm{TP} + \mathrm{TN}}{\mathrm{TP} + \mathrm{TN} + \mathrm{FP} + \mathrm{FN}}$	Overall effectiveness of a classifier
Precision	$\mathrm{PRC} = \frac{\mathrm{TP}}{\mathrm{TP} + \mathrm{FP}}$	Class agreement of the data labels with the positive labels given by the classifier
Sensitivity	$\mathrm{SNS} = \frac{\mathrm{TP}}{\mathrm{TP} + \mathrm{FN}}$	Effectiveness of a classifier to identify positive labels. Also called true positive rate (TPR)
Specificity	$\mathrm{SPC} = \frac{\mathrm{TN}}{\mathrm{TN} + \mathrm{FP}}$	How effectively a classifier identifies negative labels. Also called true negative rate (TNR)
F_1 score	$F_1 = 2\frac{\mathrm{PRC} \cdot \mathrm{SNS}}{\mathrm{PRC} + \mathrm{SNS}}$	Combination of precision (PRC) and sensitivity (SNS) in a single metric
Geometric mean	$\mathrm{GM} = \sqrt{\mathrm{SNS} \cdot \mathrm{SPC}}$	Combination of sensitivity (SNS) and specificity (SPC) in a single metric
Area under (ROC) curve	$\mathrm{AUC} = \int_0^1 \mathrm{SNS} \cdot \mathrm{dSPC}$	Combined metric based on the receiver operating characteristic (ROC) space (*Powers, 2011*)

DEMO

Remarks

Workflow of ML

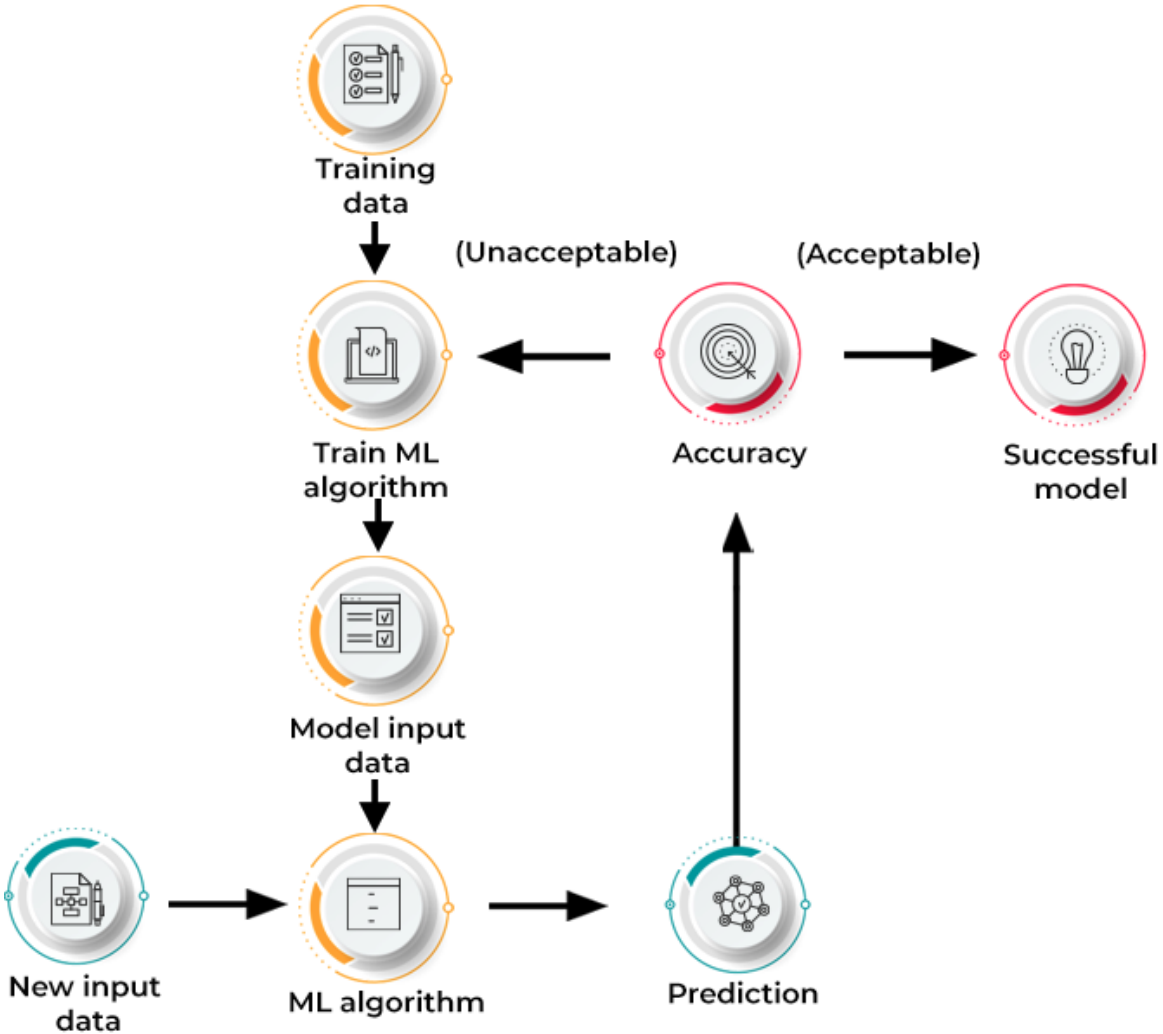


Image credit: spiceworks site

That's All Folks