



DSAI SET 7



EURON

1. Scenario: Fraud Detection in Banking

Question: You are working for a bank that wants to build a fraud detection system. You have imbalanced data (99% non-fraud, 1% fraud). How would you handle this and build a robust model?

Dealing with imbalanced data in fraud detection is a common challenge. Since the majority class dominates, a model trained directly on such data would tend to predict non-fraud most of the time, leading to poor recall for fraud cases. Here's a structured approach:

1. **Data Resampling Techniques**
 - **Oversampling Minority Class:** Use **SMOTE (Synthetic Minority Over-sampling Technique)** to synthetically generate fraud cases.
 - **Undersampling Majority Class:** Reduce the number of non-fraud cases to balance the dataset.
 - **Hybrid Sampling:** A combination of oversampling and undersampling.
2. **Use Anomaly Detection Methods**
 - Fraud cases are rare, making it suitable for anomaly detection algorithms like **Isolation Forests, One-Class SVM, or Autoencoders**.
3. **Adjust Model's Loss Function**
 - Use **weighted loss function** in models like Random Forest, XGBoost, or Neural Networks to penalize misclassification of fraud cases more.
4. **Evaluation Metrics**
 - Use **Precision-Recall Curve, F1-score, and AUC-ROC** rather than accuracy, as accuracy would be misleading in imbalanced settings.
5. **Feature Engineering**
 - Aggregate transaction history, frequency of high-value transactions, and customer behavior features for better fraud identification.

2. Scenario: Predicting House Prices with Limited Data

Question: A real estate company wants to predict house prices but only has 500 samples. How would you build an effective model?

With limited data, the risk of overfitting is high. Here's a strategic approach:

1. **Data Augmentation**
 - **Generate Synthetic Data:** Use techniques like **bootstrapping** or synthetic data generation via GANs.
2. **Feature Engineering**
 - Use domain knowledge to create better features, such as **price per square foot, distance to major roads, crime rates, etc.**
3. **Use Simpler Models**
 - Instead of complex models, opt for **Regularized Regression (Ridge/Lasso)** or **Decision Trees with Pruning**.
4. **Leverage Pre-trained Models**

- If open-source datasets exist, fine-tune a pre-trained model instead of training from scratch.
5. **Cross-validation**
- Use **K-Fold cross-validation** to maximize model performance with limited data.
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3. Scenario: Preventing Overfitting in a CNN Model

Question: You are training a CNN for image classification, but your training accuracy is 99% while test accuracy is only 75%. What would you do?

This is a classic case of **overfitting**. Solutions include:

1. **Data Augmentation**
 - Use **rotation, flipping, scaling, cropping, color jittering** to generate more training samples.
 2. **Regularization Techniques**
 - **Dropout Layers:** Randomly drop neurons to prevent reliance on specific features.
 - **L2 Regularization (Weight Decay):** Adds a penalty to large weights to reduce overfitting.
 3. **Batch Normalization**
 - Helps in stabilizing learning and reducing overfitting.
 4. **Early Stopping**
 - Monitor validation loss and stop training when it starts increasing.
 5. **Use Transfer Learning**
 - If the dataset is small, fine-tune a **pre-trained model** (like ResNet, EfficientNet) instead of training from scratch.
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4. Scenario: Face Recognition in Low Light Conditions

Question: You are building a facial recognition system, but images taken in low light have poor performance. How do you improve it?

1. **Enhancing Image Quality**
 - Use **histogram equalization** or **CLAHE (Contrast Limited Adaptive Histogram Equalization)** to improve contrast.
 - Apply **GANs (Pix2Pix, CycleGAN)** to generate clearer versions of low-light images.
2. **Data Augmentation**
 - Train on images with artificial **brightness variations** to improve generalization.

3. Use Robust Features

- Extract **Edge-based Features (SIFT, ORB, HOG)** instead of pixel intensities.

4. Use IR/Depth Data

- Combine **Infrared (IR) and Depth cameras** to detect facial structures even in darkness.
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5. Scenario: Sentiment Analysis with Sarcasm Detection

Question: Your sentiment analysis model misclassifies sarcastic tweets. How would you fix it?

1. Use Context-Aware Embeddings

- Word2Vec and TF-IDF fail for sarcasm. Use **BERT, RoBERTa, or GPT-based models**.

2. Add Contextual Features

- Extract **emoji usage, sentence polarity shifts, and user intent** for better detection.

3. Multi-Task Learning

- Train sentiment analysis along with sarcasm detection using **multi-head models**.
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6. Scenario: Hallucination in a LLM Chatbot

Question: Your chatbot generates false but confident-sounding responses. How do you prevent this?

1. Reinforcement Learning with Human Feedback (RLHF)

- Fine-tune responses based on **human feedback**.

2. Fact-Checking Mechanisms

- Integrate a **retrieval-augmented generation (RAG)** pipeline with external databases.

3. Reduce Temperature in Sampling

- Lowering **temperature** during inference reduces randomness.
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7. Scenario: Bias in a Generative AI Model

Question: Your text generation model exhibits racial or gender bias. What would you do?

1. **Bias Detection & Debiasing Techniques**
 - Use **SHAP**, **LIME** for interpretability.
 - Train on **fair and diverse datasets**.
 2. **Fairness-Aware Training**
 - Use adversarial debiasing models like **FairGAN**.
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8. Scenario: Real-time Object Detection

Question: Your self-driving car needs real-time pedestrian detection. Which model and techniques would you use?

1. **Use Lightweight Models**
 - YOLOv8, MobileNet SSD for fast inference.
 2. **Edge Computing**
 - Deploy on **Nvidia Jetson** or **Coral Edge TPU**.
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9. Scenario: Zero-shot Learning for Image Classification

Question: How would you classify images of unseen categories?

1. **Use CLIP (Contrastive Language-Image Pretraining)**
 - Maps images and text into a shared latent space.
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10. Scenario: Personalizing Recommendations using Gen AI

Question: How would you build a recommendation system using Gen AI?

1. **Fine-tune Transformer Models**
 - Use **LLMs like GPT-4** to generate personalized responses.
2. **Use Reinforcement Learning**
 - **Multi-armed bandit algorithms** optimize recommendations.

11. ML Scenario: Loan Approval System (Overfitting & Regularization)

Scenario:

You are building a **loan approval system** using machine learning. After training, your model performs **extremely well on training data (98% accuracy)** but drops to **75% on test data**. What is happening, and how can you fix it?

Your model is likely **overfitting**, meaning it has memorized the training data instead of learning **generalizable patterns**. To fix this:

1. **Regularization (L1/L2)**: Apply **L2 regularization (Ridge regression)** to prevent large weight values.
 2. **Reduce Complexity**: Use feature selection, PCA, or a simpler model (e.g., logistic regression instead of deep networks).
 3. **Increase Training Data**: Collect more diverse data to help the model generalize better.
 4. **Cross-validation**: Implement **k-fold cross-validation** to ensure consistent performance.
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12. DL Scenario: Self-Driving Cars (Vanishing Gradient Problem)

Scenario:

You are developing a **deep learning model for a self-driving car** that uses a CNN-based architecture to recognize road signs. During training, deeper layers of the network **fail to update their weights** properly. What could be the issue?

This sounds like the **vanishing gradient problem**, where gradients become **too small** as they propagate backward, preventing effective weight updates.

Solutions:

1. **Use ReLU instead of Sigmoid/Tanh**: ReLU prevents gradient shrinkage by keeping non-zero gradients.
 2. **Batch Normalization**: Normalizes activations to ensure stable gradients.
 3. **Residual Connections (ResNets)**: Helps gradients flow smoothly across deep layers.
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13. CV Scenario: Detecting Fake Images (GANs & Deepfakes)

Scenario:

You work in cybersecurity, and your task is to build a system that detects **AI-generated fake images (deepfakes)**. How would you approach this?

1. **Train a Discriminator Network:** Use a pre-trained CNN (ResNet or EfficientNet) to classify real vs. fake images.
 2. **Analyze Artifacts:** AI-generated images often have inconsistencies in lighting, unnatural textures, or blurry edges.
 3. **Use Frequency Analysis:** GANs struggle to generate fine-grained high-frequency details. A Fourier Transform can detect these discrepancies.
 4. **Train on GAN-Generated Data:** Expose the model to various GAN-generated images to improve robustness.
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14. NLP Scenario: Sentiment Analysis (Imbalanced Data Issue)

Scenario:

You are working on a **customer review sentiment analysis** model. Your dataset is **highly imbalanced** (95% positive, 5% negative reviews). How do you handle this?

1. **Data Augmentation:** Generate synthetic negative reviews using back-translation (translating to another language and back).
 2. **Resampling:** Use **oversampling (SMOTE)** for minority class or **undersampling** the majority class.
 3. **Weighted Loss Function:** Penalize misclassifications of negative reviews more heavily.
 4. **F1-Score Over Accuracy:** Since accuracy is misleading in imbalanced datasets, use **F1-score, precision-recall curves**.
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15. GenAI Scenario: AI Art Generation (Bias in AI Models)

Scenario:

You built a **DALL·E-like image generation model**, but users report that the model generates **stereotypical or biased outputs** when given prompts about people. How do you address this?

1. **Dataset Curation:** Remove biased data and ensure diverse representation.
2. **Fairness Constraints:** Implement fairness-aware training by adjusting loss functions to balance different demographics.

3. **Human-in-the-Loop (HITL) Moderation:** Add user feedback mechanisms to detect and correct biases.
 4. **Post-Processing Filtering:** Apply **content moderation** to filter biased outputs.
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16. ML Scenario: Fraud Detection System (Class Imbalance & Cost-Sensitive Learning)

Scenario:

You are designing a **fraud detection model for a bank**, but fraud cases are **extremely rare (0.1%)**. How would you ensure the model detects fraud effectively?

1. **Anomaly Detection:** Use **Isolation Forests or Autoencoders** to detect outliers.
 2. **Cost-Sensitive Learning:** Assign higher penalties to misclassified fraud cases.
 3. **Hybrid Models:** Combine supervised learning with **unsupervised anomaly detection**.
 4. **Resampling Techniques:** Use **SMOTE** to generate synthetic fraud cases.
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17. DL Scenario: Training Chatbots (Seq2Seq & Attention Mechanisms)

Scenario:

You are building a **customer support chatbot**, but it often forgets the conversation context. What improvements can you make?

1. **Use Transformers (BERT/GPT):** Unlike RNNs, transformers maintain long-range dependencies.
 2. **Implement Attention Mechanism:** Ensures the model focuses on relevant parts of the conversation.
 3. **Fine-tune on Context-Rich Data:** Train on real conversations where user context persists.
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18. CV Scenario: Medical Image Diagnosis (Explainability & AI Bias)

Scenario:

Your AI model predicts lung cancer from CT scans, but doctors **distrust the model's decision-making process**. How do you improve explainability?

1. **Use SHAP/LIME:** Visualize which pixels influenced predictions.
 2. **Grad-CAM:** Highlights important image regions the model focused on.
 3. **Model Transparency:** Use ensemble models with interpretable architectures.
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19. NLP Scenario: Document Summarization (Extractive vs. Abstractive Summarization)

Scenario:

You are tasked with **automatically summarizing news articles**. Should you use an **extractive** or **abstractive** approach?

- **Extractive Summarization** selects key sentences verbatim (e.g., TextRank).
 - **Abstractive Summarization** generates new text (e.g., BART, T5).
 - **Best Choice:** Abstractive is ideal for human-like summaries but needs large training data.
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20. GenAI Scenario: Music Generation AI (Evaluating AI Creativity)

Scenario:

Your team developed an AI that generates music. How do you evaluate the **quality of generated music**?

1. **Human Evaluations:** Conduct listening tests.
 2. **Quantitative Metrics:** Use **tonal stability**, **rhythm coherence**, and **chord progression validity**.
 3. **Diversity & Novelty Metrics:** Ensure it doesn't just copy training data.
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21-15: Quick Scenarios & Answers

11. **ML – Recommender Systems:** How do you handle the **cold start problem** in a new recommendation system?
 - Use **content-based filtering** for new users & items.
12. **DL – Autonomous Drones:** Why does your **drone navigation model fail in foggy conditions**?

- It was trained on clear-weather data only → **use data augmentation**.

13. **CV – Object Detection Failures:** Your self-driving car model misclassifies **pedestrians at night**. Why?

- Model lacks night-time training data → **collect more diverse datasets**.

14. **NLP – Spam Detection:** Your spam filter incorrectly flags business emails as spam. How do you fix it?

- Train on **more diverse email samples** & use **context-aware embeddings**.

15. **GenAI – AI Story Writing:** How do you prevent a **text generator** from producing **repetitive outputs**?

- Use **top-k sampling & temperature scaling** to ensure diverse responses.