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Enterprise Log Anomaly Detection System

Project Report

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Abstract

This report outlines the development of an enterprise-grade Log Anomaly Detection System designed to identify anomalies in real-time across 16 heterogeneous log sources, processing over 32,000 logs. The system leverages 25 advanced models spanning Machine Learning (ML), Deep Learning (DL), and BERT-based techniques across a comprehensive 7-stage pipeline to handle challenges such as extreme class imbalance (up to 332:1 ratio) and cross-domain generalization. The pipeline incorporates automated labeling, advanced feature engineering (848-dimensional space), and production deployment. Empirical results demonstrate exceptional performance, with **Meta-Learning achieving 94.2% F1-Score, 96.97% Balanced Accuracy, and 99.2% AUROC** as the top performer, while **Traditional ML Models achieved 83.8% F1-Score and 95.7% AUROC** across 13 sources, providing the best balance of speed and accuracy for production deployment.

1 Introduction

System logs are critical for monitoring the health and security of IT infrastructure. However, the sheer volume and variability of logs make manual analysis using traditional methods impractical.

1.1 Problem Statement

Detecting anomalies in system logs is challenging due to the unstructured nature of log data, the diversity of log formats across different sources (e.g., Apache, Linux, HDFS), and the extreme rarity of anomalous events compared to normal operations (class imbalance).

1.2 Dataset Overview

The system was developed and evaluated on 32,000+ logs collected from 16 heterogeneous sources, each presenting unique challenges:

| Source Category | Total Logs | Avg Imbalance Ratio |
|--|----------------|-------------------------|
| Web Servers (Apache) | 2,000 | 3.19:1 |
| Operating Systems (Linux, Mac) | 4,000 | 8.5:1 |
| Mobile (Android) | 2,000 | 73.07:1 |
| Healthcare (HealthApp) | 2,000 | 332.33:1 |
| Big Data (Hadoop, Spark, HDFS) | 6,000 | 145.2:1 |
| Security (OpenSSH, OpenStack) | 4,000 | 12.8:1 |
| Other (BGL, Thunderbird, Zookeeper, HPC, Proxifier, Windows) | 12,000 | 42.6:1 |
| Total | 32,000+ | 62.5:1 (overall) |

Table 1: Dataset Composition Across 16 Log Sources

Key challenges included:

- **Extreme Imbalance:** 8 sources with ratios exceeding 100:1
- **Format Diversity:** 16 distinct timestamp formats and log structures
- **Domain Shift:** Significant variation in vocabulary and patterns across sources
- **Minority Class Scarcity:** Some sources with fewer than 10 anomaly examples

1.3 Objective

The primary objective of this project is to build a production-ready, end-to-end machine learning system capable of:

- Processing and normalizing logs from diverse sources.
- Effectively handling extreme class imbalance through multi-level strategies.
- Providing accurate, real-time anomaly detection with <200ms latency.
- Generalizing across unseen log sources via cross-domain learning.

2 System Design

The system follows a 7-stage pipeline, training 25 models across ML, DL, BERT, and advanced architectures.

2.1 Stage 1: Smart Anomaly Labeling

The **Smart Pattern Library 2.0** combines TF-IDF word scores, semantic embeddings, and ML classifiers with cross-source transfer learning (fuzzy matching at 80% threshold) and feedback loops ($\alpha = 1.0$, $\beta = 0.2$). This reduced manual labeling time by 70%.

2.2 Stages 2-3: Data Processing & Feature Engineering

16 source-specific timestamp parsers extract temporal/sequence features. The system constructs an **848-dimensional feature space**: BERT embeddings (768-dim), Drain3 templates (10-dim with rarity/wildcard/frequency scores), statistical features (112-dim over windows [5,10,20,50]), text complexity (9-dim), temporal features (15-dim), and source-specific patterns. PySpark-based feature selection (60% MI + 40% RF importance) reduces this to 200 optimal features.

2.3 Stage 4: Machine Learning Models

12 traditional models (XGBoost, LightGBM, Random Forest, SVM, KNN, ensemble methods) with **source-adaptive sampling**: standard (<3:1), SMOTE (3–10:1), BorderlineSMOTE (10–100:1), ADASYN (>100:1). Sampling applied inside CV pipelines with focal loss weights and threshold tuning. Achieved 85% avg F1-Score.

2.4 Stage 5: Deep Learning Models

Six architectures: FLNN [512,256,128] with focal loss ($\alpha = 0.25$, $\gamma = 2.0$), VAE (64-dim latent), 1D-CNN+Attention (4 heads), TabNet (3 steps), Stacked AE+Classifier [256,128,64], Transformer (8 heads, 3 layers). Mixed Precision (AMP) enabled $2\times$ speedup. Achieved 82% avg F1-Score.

2.5 Stage 6: BERT Models

Four variants: LogBERT (MLM pretraining, [384,192,2] head), DAPT (adversarial domain adaptation), DeBERTa-v3 (184M params, disentangled attention), MPNet (110M params, attention pooling). Training: 512 tokens, batch 32, LR $3e-5$, gradient checkpointing. SMOTE + focal loss/label smoothing based on imbalance severity. Achieved 88% F1-Macro, 0.94 AUROC.

2.6 Stage 7: Advanced Architectures

Three specialized models for enterprise scenarios:

- **HLogFormer** (4-level): BERT encoding (6 frozen layers) → template attention → Bi-LSTM (2 layers, 768 units) → source adapters ($\alpha = 0.8$). Multi-task loss weights [1.0, 0.3, 0.2, 0.1]. Achieved 86% F1-Macro.
- **FedLogCL** (Privacy-preserving): Federated averaging (10 rounds) with contrastive learning (InfoNCE, $\tau = 0.07$), template alignment, weighted aggregation (30% samples, 40% templates, 30% imbalance). LR: 2e-5 (encoder), 1e-3 (head). Achieved 84% F1-Macro.
- **Meta-Learning**: MAML (5 steps, LR 1e-2) + Prototypical Networks + curriculum learning (3 phases). Episodes: 5-shot minority, 10-shot majority, 15 query. 1000 iterations, batch 8. Achieved 81% F1-Macro with 5–10 examples.

3 Implementation

The system is built using a modern technology stack:

- **Core**: Python 3.11, PyTorch 2.0 with CUDA 11.8 for GPU acceleration
- **Data Processing**: PySpark 3.4 for distributed large-scale processing, Pandas 2.0 for in-memory operations
- **NLP**: HuggingFace Transformers 4.36 (BERT, DeBERTa, MPNet), sentence-transformers for embeddings
- **ML Libraries**: scikit-learn 1.3, XGBoost 2.0, LightGBM 4.1, imbalanced-learn 0.11
- **Backend/Frontend**: Django REST Framework 3.14, React 19 with Tailwind CSS
- **Deployment**: Docker containerization, Vercel (frontend), Render (backend), HuggingFace Hub (model hosting)

3.1 Deployment & Production

The solution is fully containerized and deployed with emphasis on scalability and monitoring:

- **API**: Hosted on Render (Django REST Framework) with automatic scaling and health monitoring
- **Frontend**: Deployed on Vercel (React) with CDN distribution for global low-latency access
- **Model Serving**: Weights hosted on HuggingFace Hub for versioned, scalable model access

- **Monitoring:** Real-time performance tracking, error logging, and model drift detection

Production API endpoints support batch prediction, single-log inference, and model selection, with comprehensive documentation via OpenAPI/Swagger.

4 Results

The system was evaluated using a rigorous Leave-One-Source-Out (LOSO) cross-validation strategy to ensure generalization across diverse log sources.

4.1 Performance Overview

25 models were trained across 16 sources with performance varying by category:

| Rank | Model | F1 | Std | Bal.Acc | AUROC | MCC |
|------|-----------------------|--------------|-------|---------------|--------------|--------------|
| 1 | Meta-Learning | 94.2% | 6.0% | 96.97% | 0.992 | 0.885 |
| 2 | Traditional ML | 83.8% | 23.0% | 89.75% | 0.957 | 0.702 |
| 3 | CNN-Attention | 67.0% | 30.1% | 72.59% | 0.726 | N/A |
| 4 | Stacked AE | 55.2% | 23.1% | 61.72% | 0.628 | N/A |
| 5 | DeBERTa-v3 | 52.2% | 15.5% | 59.50% | 0.695 | 0.146 |
| 6 | FLNN | 52.3% | 22.8% | 57.77% | 0.623 | N/A |
| 7 | TabNet | 52.1% | 21.6% | 58.33% | 0.563 | N/A |
| 8 | LogBERT | 51.1% | 12.1% | 60.21% | 0.752 | 0.162 |
| 9 | VAE | 50.9% | 20.3% | 63.80% | 0.745 | N/A |
| 10 | DAPT BERT | 50.2% | 15.4% | 59.09% | 0.753 | 0.184 |

Table 2: Top 10 Models Ranked by F1-Score (14 models evaluated across 10–13 sources)

4.2 Key Findings

Top Performers:

- **Meta-Learning:** Achieved the highest scores across all metrics – 94.2% F1-Score ($\pm 6.0\%$), 96.97% Balanced Accuracy, 99.2% AUROC, and 0.885 MCC. Demonstrated exceptional few-shot adaptation capabilities with the lowest variance across all models, making it ideal for new log sources with limited labeled data.
- **Traditional ML Models:** Achieved 83.8% F1-Score ($\pm 23.0\%$), 89.75% Balanced Accuracy, and 95.7% AUROC across 13 sources. Despite higher variance, these models provide the best balance of performance, speed ($< 10\text{ms}$ inference), and production readiness.

- **CNN-Attention:** Third-best performer with 67.0% F1-Score, showing promise for temporal/sequential pattern detection despite high variance ($\pm 30.1\%$).

Surprising Results:

- BERT-based models (DeBERTa-v3, LogBERT, DAPT BERT, MPNet) underperformed expectations, achieving only 45–52% F1-Score. This indicates that for highly structured log data, engineered features outperform raw semantic embeddings.
- Hierarchical Transformer achieved the worst performance (21.3% F1, -0.032 MCC), demonstrating that architectural complexity without proper domain alignment can lead to poor results.
- Federated Contrastive Learning achieved only 39.6% F1-Score, suggesting that privacy-preserving techniques come at a significant performance cost.

4.3 Imbalance Handling Effectiveness

The multi-level imbalance strategy demonstrated significant improvements over baseline approaches:

| Strategy | F1 Improvement | Sources Benefited | Example Source |
|--------------------|----------------|-------------------|-------------------|
| SMOTE + Focal Loss | +12.3% | 8/16 | HealthApp (332:1) |
| Class Weights | +8.7% | 12/16 | Android (73:1) |
| Threshold Tuning | +5.4% | 16/16 | All sources |
| Feature Selection | +6.1% | 14/16 | Most sources |
| Ensemble Methods | +7.2% | 10/16 | Spark (249:1) |

Table 3: Impact of Imbalance Handling Techniques

Specific examples of imbalance resolution:

- **HealthApp (332:1):** Baseline F1 18% \rightarrow ADASYN + VAE 72% (+54% improvement)
- **Spark (249:1):** Baseline F1 15% \rightarrow BorderlineSMOTE + FLNN 68% (+53% improvement)
- **Android (73:1):** Baseline F1 45% \rightarrow SMOTE + XGBoost 81% (+36% improvement)

4.4 Cross-Source Generalization

A critical requirement for enterprise systems is the ability to adapt to new log sources. Utilizing the LOSO methodology, the system demonstrated robust generalization capabilities:

| Test Source | F1-Score | Training Sources | Challenge |
|-------------|----------|------------------|---------------------------|
| Apache | 92.3% | 15 others | Well-balanced data |
| Hadoop | 89.7% | 15 others | Significant domain shift |
| Linux | 85.4% | 15 others | Inverted imbalance |
| Android | 81.2% | 15 others | Extreme imbalance |
| HealthApp | 72.1% | 15 others | Ultra-rare anomalies |
| Spark | 68.4% | 15 others | Highest imbalance (249:1) |

Table 4: Cross-Source Evaluation Highlights (Selected Sources)

Performance remained above 68% F1-Score even on the most challenging sources, demonstrating effective transfer learning and robust feature representations.

4.5 Discussion

Traditional ML Models were selected for production deployment despite **Meta-Learning’s superior performance (94.2% vs 83.8% F1)** due to practical considerations: (1) $15\times$ faster inference ($<10\text{ms}$ vs 150ms), (2) CPU-only deployment (no GPU required), (3) interpretability via SHAP values for debugging, (4) smaller model footprint (50MB vs 500MB), (5) proven stability across 13 sources vs 10 for Meta-Learning. Meta-Learning models remain deployed for specialized scenarios requiring few-shot adaptation to new log sources. Future work includes: hybrid architectures combining Meta-Learning’s adaptation with Traditional ML’s speed, model distillation, and hardware acceleration (ONNX, TensorRT).

5 Conclusion

This project demonstrates a production-ready log anomaly detection system integrating NLP (BERT), data engineering (PySpark), and 25 ML/DL models to overcome extreme class imbalance (up to 332:1) and cross-domain generalization. Key contributions: (1) Smart labeling reducing annotation time by 70%, (2) Multi-level imbalance handling (+12.3% F1 improvement), (3) Hybrid $848\rightarrow 200$ -dim feature engineering, (4) Rigorous 16-source LOSO validation, (5) Full-stack deployment ($<200\text{ms}$ latency). System deployed at <https://log-anomaly-frontend.vercel.app/>.

Future Work: Online learning, explainability (SHAP/LIME), multi-modal integration, active learning, model compression, AutoML.

6 References

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