

Cursor Editor

The AI-Powered Code Editor

Revolutionizing Programming with Human-AI Collaboration

What is Cursor?

- A fork of VS Code with powerful AI features
- Built by team who believed in scaling laws and GPT-4's potential
- Designed for *human-AI collaboration*, not replacement
- Used by hundreds of thousands of programmers

"Fast is fun. Programming should be delightful."

Core Philosophy

Human Intelligence + Artificial Intelligence = Magic

- **Human:** Memory, analysis, architecture, project management
- **AI:** Efficient text/code generation, pattern recognition
- **Together:** Eliminate "zero entropy" keystrokes

Cursor Tab

The all-knowing autocomplete that predicts your next move

- Predicts entire code changes, not just characters
- Jumps to next logical editing location
- Uses fast MOE models with speculative decoding
- Goal: Press Tab → Make progress

"How many Tabs can we make someone press?"

How Next Move Prediction Works

[Fill-in-the-middle](https://github.com/QwenLM/Qwen2.5-Coder): A generalization of code completion

What you see:

```
1 def quicksort(arr):
2     if len(arr) <= 1:
3         return arr
4     pivot = arr[len(arr) // 2]
5     | # ← cursor here
6     middle = [x for x in arr if x == pivot]
7     right = [x for x in arr if x > pivot]
8     return quicksort(left) + middle + quicksort(right)
```

What the AI sees:

```
<lfim_prefix>def quicksort(arr):
    if len(arr) <= 1:
        return arr
    pivot = arr[len(arr) // 2]
    <lfim_suffix>
    middle = [x for x in arr if x == pivot]
    right = [x for x in arr if x > pivot]
    return quicksort(left) + middle + quicksort(right)
<lfim_middle>
```

Model generates: `left = [x for x in arr if x < pivot]`

Smart Context System

What you can add:

- Files & folders
- Code snippets
- Documentation
- Git history
- Terminal output
- Lint errors
- Web pages
- Images

How it works:

- Semantic codebase indexing
- Merkle tree sync for large repos
- Privacy-preserving embeddings

Codebase Indexing Deep Dive

Semantic understanding of your entire codebase without storing your code

How it works:

- **File scanning:** Computes Merkle tree of hashes, respects .gitignore/.cursorignore
- **Incremental sync:** Checks every 10 minutes, uploads only changed files
- **Server processing:** Chunks and embeds files, stores in Turbopuffer vector DB
- **Privacy-preserving storage:** Only embeddings + obfuscated paths stored
- **Smart retrieval:** Nearest neighbor search → local file read → context to AI

[Learn more](#)

Apply: From Sketch to Code

Frontier models create rough sketches → Custom models generate precise diffs

// You write this rough idea:

```
function processUsers() {  
  // TODO: fetch users from API  
  // validate data  
  // transform to our format  
  // save to database  
}
```

// Cursor Apply generates the actual implementation

```
async function processUsers() {  
  const response = await fetch('/api/users');  
  const users = await response.json();  
  
  const validUsers = users.filter(user =>  
    user.email && user.name && typeof user.id === 'number'  
  );  
}
```


Intelligent Diff Interface

- **Multiple diff modes:** Optimized for autocomplete vs. large changes
- **Smart highlighting:** Show important changes, gray out repetitive ones
- **Multi-file support:** Coordinated changes across your codebase
- **Background processing:** Shadow workspace for testing changes

"Code review kind of sucks. We can do much better with language models."



Agent Mode

AI that can use tools and make coordinated changes

- **Web search:** Find documentation and examples
- **Terminal execution:** Run commands and tests
- **File system access:** Create, modify, and organize files
- **MCP tools:** Extensible tool ecosystem
- **Planning mode:** Break down complex tasks

Under the Hood

Model Ensemble:

- **Claude Sonnet:** Best overall coding performance
- **GPT-4/o1:** Complex reasoning tasks
- **Custom models:** Tab completion, Apply diffs

Performance Optimizations:

- Speculative decoding for faster generation
- KV cache optimization
- MOE (Mixture of Experts) models
- Cache warming and preemptive requests

Recommended Workflow

- **Break down tasks:** Decompose features into specific, implementable chunks
- **Add relevant context:** Include related files, docs, and examples
- **Start new chats:** Fresh context for each distinct task
- **Be specific:** Clear prompts get better results
- **Iterate quickly:** Make small changes and build incrementally
- **Review AI output:** You're the architect, AI is the implementer

Real-World Example

Building [mcpbar](#): A CLI package manager for MCP servers

- **90%+ code generated** by Cursor
- Bootstrapped from open source template
- Used context to understand MCP protocol
- Applied best practices for CLI design
- Iterative development with human guidance

"Human as project manager, AI as highly productive developer"

Current Limitations

- **Bug detection:** Models struggle with finding subtle bugs
- **Large diffs:** Reviewing big changes is still challenging
- **Context limits:** Can't include entire large codebases
- **Domain knowledge:** May lack specific business context
- **Latency:** Some operations still take seconds

But these are improving rapidly! 🚀

Why Cursor Succeeded

Key insight: Think one step further, pursue excellence

- **Beyond autocomplete:** GitHub Copilot → Cursor predicts next actions + Tab navigation

Created the "ambient programming" phenomenon on social media

- **Beyond chat diffs:** GitHub Copilot → Cursor built in-editor diff interface

Faster review and application of AI changes

- **Custom models:** Self-developed models optimized for core features
- **Fast iteration:** Early adopter of MCP integration and other innovations

Does Cursor Have a Moat?



Shallow Technical Moat

Code editors have low switching costs - users can easily move to better/cheaper alternatives



Real Moat: Execution Excellence

- **Talent:** Few teams can pursue excellence and iterate at this speed
- **Matthew Effect:** Success breeds more success and resources

"Don't settle for a product that works - build one that users love"

The Future of Programming

"A human-AI programmer that's an order of magnitude more effective"

Human Strengths:

- Intent understanding
- Long-term memory
- Business context
- Architecture decisions

Weakness: Slow at code production

- **Abstraction control:** Move up and down the stack seamlessly
- **Natural language:** Sometimes, but not always
- **Background agents:** Autonomous helpers for routine tasks

AI Strengths:

- Very productive code writing
- Pattern recognition
- Syntax perfection
- Rapid iteration

Weakness: Limited context & memory

Embrace the AGI Revolution

AGI will change almost everything

Everything that can be mapped to structural data can be mastered by AI
and see massive productivity boosts

-  **Code:** [Cursor](#)
-  **Video Generation:** [Kling](#)
-  **Image Editing:** [Adobe](#), [Canva](#)
-  **Presentations:** [Gamma](#)

Don't just watch the revolution — be part of it! ✨



Bonus for Curious Minds

Want to dive deeper into how Cursor works?

- **Peek behind the curtain:** View the [leaked prompt](#) from Cursor's agent mode to understand in-depth how it works

Bonus: You can also view the [markdown version](#) of the prompt.

- **See AI in action:** This slide deck itself was written in Cursor and co-edited by the Cursor agent! Check out the [source code](#) to see how I automate slide creation with AI

"Meta-programming: Using AI to create slides about AI" 🤖✨

Questions?

Let's explore the future of programming together

