# **Project Introduction: First Principles Problem Solving App**

Kann ... / Algorithmus x / exakt ... / (Kunden)-Problem ... berechnen oder lösen? The developed Streamlit app leverages generative AI (OpenAI's GPT models) as a flexible "algorithm" to provide structured, stepwise analysis of complex, open-ended problems. The app helps users to break down challenges, identify assumptions, and generate new solution pathways using first principles thinking—a reasoning process often not supported by "classic" algorithms.

#### **Data Science Core Statement (Kernaussage):**

This project demonstrates how AI-guided workflows can systematize creative, analytical problem solving for users, from initial problem definition through to actionable, evidence-based solutions using first principles reasoning.

#### (P) Problem:

#### [Which question is of greatest importance to the usert?]:

How can a user (or client) turn a vague, complex, or "stuck" challenge into a set of clearly structured assumptions, facts, and innovative solution concepts in a reproducible, guided fashion—without specialist training?

### (I) Intervention:

#### [What main computation/library/algorithm do I favor?]:

- Library: OpenAI Python package (openai.openai), Streamlit for interactive UI.
- **Algorithm/Model:** GPT-3.5-turbo LLM for natural language reasoning and creative ideation; prompt engineering as the main "algorithmic" approach.
- Workflow: User interacts stepwise via forms; LLM offers original analysis and feedback at each stage.

### (K) Kontrollintervention:

#### [What is the alternative approach?]:

- Use deterministic rules, classical decision trees, or domain-specific expert systems (e.g., scikit-learn classifiers/regressors for financial data).
- Develop a manual set of logic-based rules or deploy a static problem-solving template—without AI-driven adaptation/creativity.

## (E) Ergebnismaß (Evidence/Target):

#### [What does the user/client aim to achieve?]:

- Obtain a structured session report:
  - o AI-generated analysis of the core problem
  - o Hidden assumptions surfaced and challenged
  - User-curated facts/elements
  - Multiple creative solution alternatives
- A reproducible, automatically saved step-by-step session (as a .txt file), enabling both personal reflection and organizational knowledge retention.

## **Notes (Anmerkungen):**

- This approach is especially valuable when classic data modeling is impossible due to ill-defined variables, limited labeled data, or creative/analytical goal orientation.
- The app is intentionally "algorithm-agnostic" at its core, using AI reasoning where other algorithms cannot meaningfully operate.

## References (Literaturhinweise):

- Musk, E., & Vance, A. (2015). First Principles Thinking.
- Goodfellow, I., Bengio, Y., & Courville, A. (2016). Deep Learning. MIT Press.
- OpenAI documentation: <a href="https://platform.openai.com/docs">https://platform.openai.com/docs</a>
- Ravindranath, K.K. (2023). "How to Apply First Principles Thinking to Solve Any Problem." *Towards Data Science*.