



Artificial Intelligence for Oil and Gas Without the Hype

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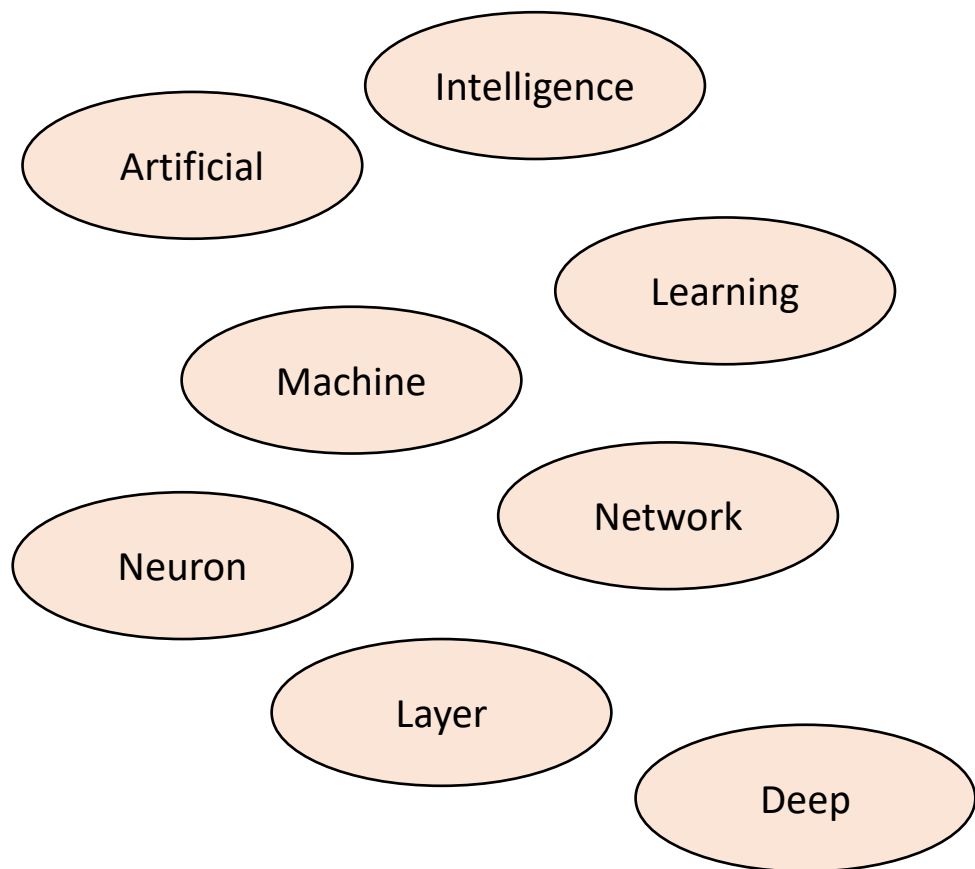
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(Petrobras)

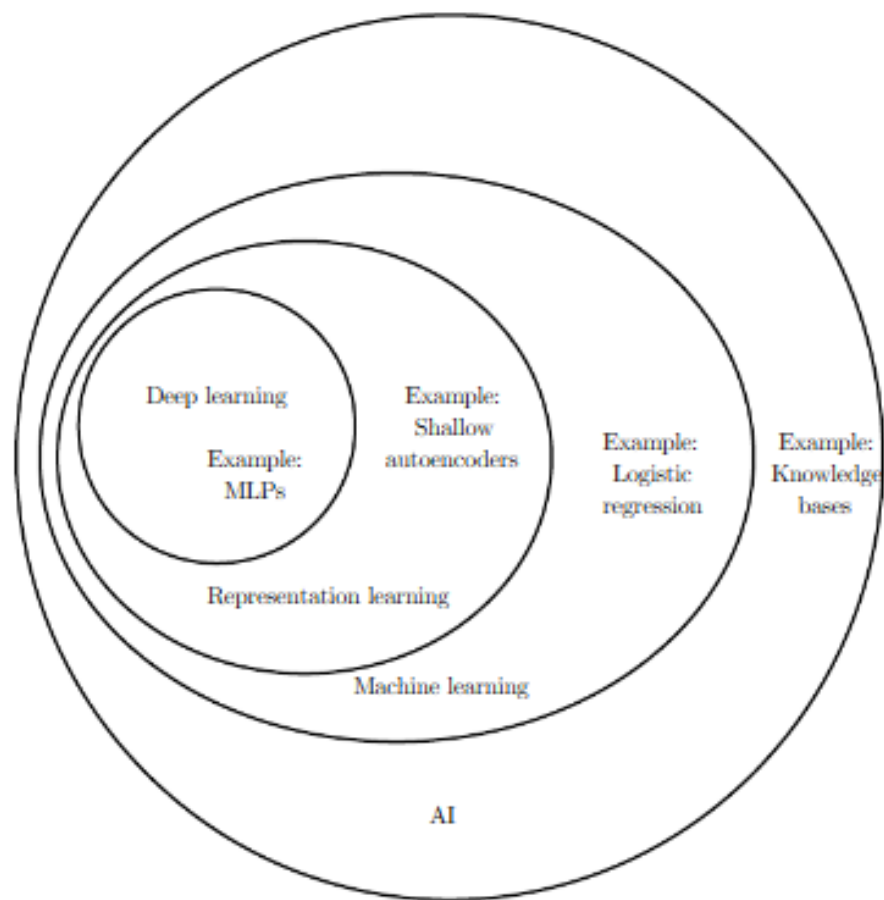
The heart has its reasons which reason knows nothing of
Blaise Pascal, *Pensées*, Section 4, 1669

What are we talking about? An incipient glossary...

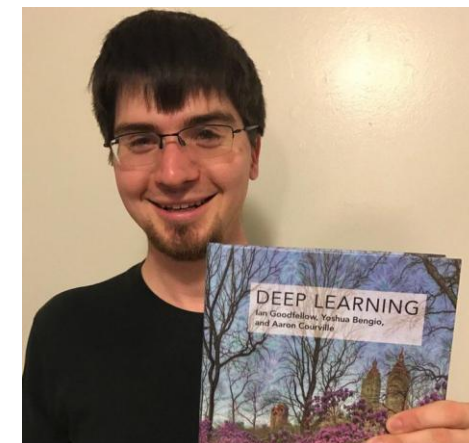
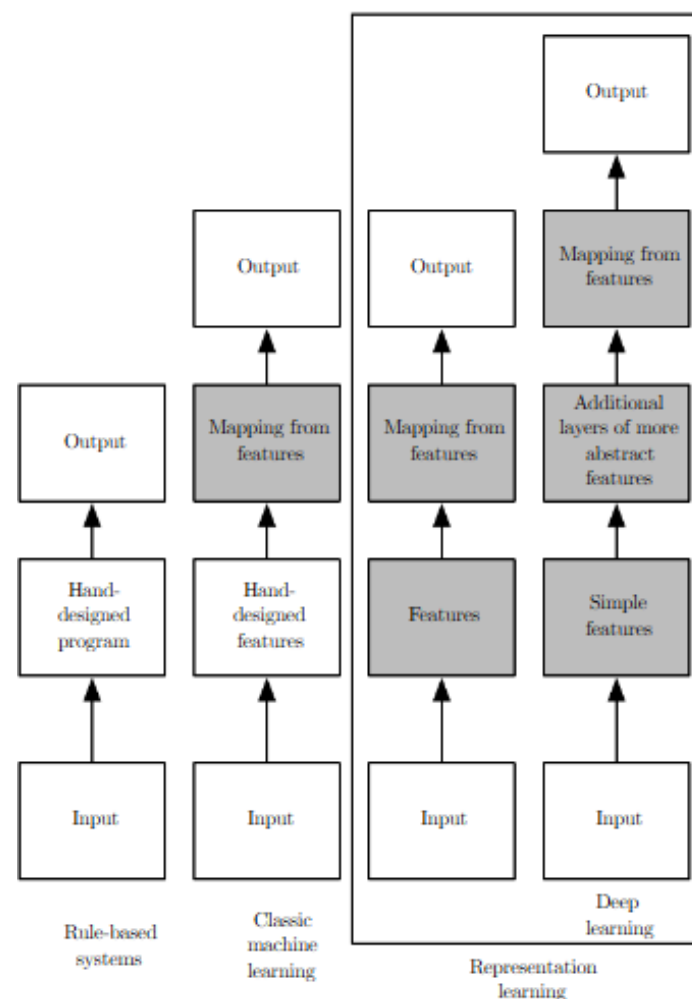


- Artificial intelligence (AI)
 - Hand designed algorithms
- Machine Learning (ML)
 - Linear regression
 - K-means
- Deep learning
 - Multilayer Perceptron

What are we talking about? A taxonomy and its elements...



[Deep Learning](#)



Dartmouth Conference (1956)

1956 Dartmouth Conference: The Founding Fathers of AI



John McCarthy



Marvin Minsky



Claude Shannon



Ray Solomonoff



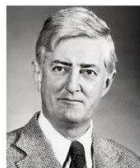
Alan Newell



Herbert Simon



Arthur Samuel



Oliver Selfridge



Nathaniel Rochester



Trenchard More

A Proposal for the DARTMOUTH SUMMER RESEARCH PROJECT ON ARTIFICIAL INTELLIGENCE

June 17 - Aug. 16

We propose that a 2 month, 10 man study of artificial intelligence be carried out during the summer of 1956 at Dartmouth College in Hanover, New Hampshire. The study is to proceed on the basis of the conjecture that **every aspect of learning or any other feature of intelligence can in principle be so precisely described that a machine can be made to simulate it.** An attempt will be made to find how to make machines use language, form abstractions and concepts, solve kinds of problems now reserved for humans, and improve themselves. We think that a significant advance can be made in one or more of these problems if a carefully selected group of scientists work on it together for a summer.

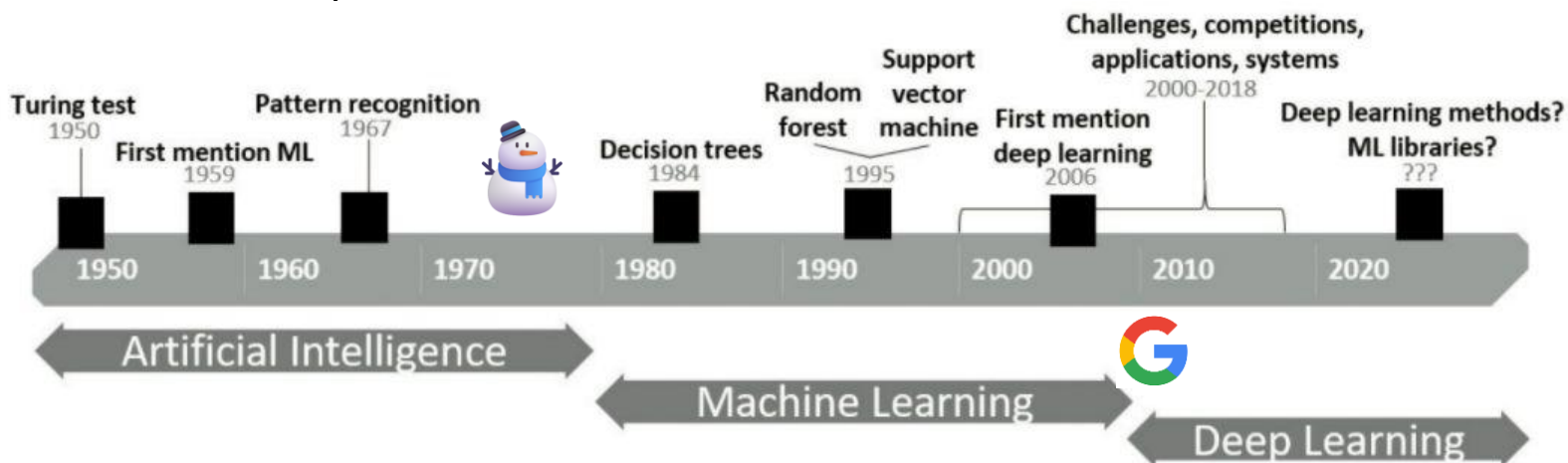


Nathaniel Rochester Marvin L. Minsky John McCarthy
Oliver G. Selfridge Ray Solomonoff Trenchard More Claude E. Shannon

August 1956

Winters and springs...

- Boom in the 60's, big funding and hype (again in the 90's, 2010's, 2020's...)
 - “Machines will be capable, within twenty years, of doing any work a man can do” – Herbert Simon (1965).
 - “Within a generation, (...) the problems of creating ‘artificial intelligence’ will be substantially solved”, Marvin Minsky (1967).
- AI Winter (funding cut in the 70's):
 - General reasons and technical excuses
 - Change in focus: *weak AI* – specific tasks



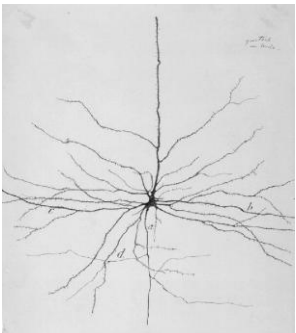
Some “historical facts”

- 1958: Mark I Perceptron (IBM) - Frank Rosenblatt, psychologist at Cornell University
 - Biological/psychological (behaviorism) inspiration: the neuron
 - Capable of learning: “like humans, perceptron will make mistakes at first, but it will grow wiser as it gains experience”

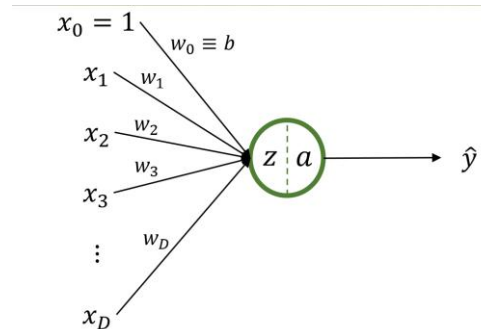
Psychological Review
Vol. 65, No. 6, 1958

THE PERCEPTRON: A PROBABILISTIC MODEL FOR INFORMATION STORAGE AND ORGANIZATION IN THE BRAIN ¹

F. ROSENBLATT
Cornell Aeronautical Laboratory



A neuron

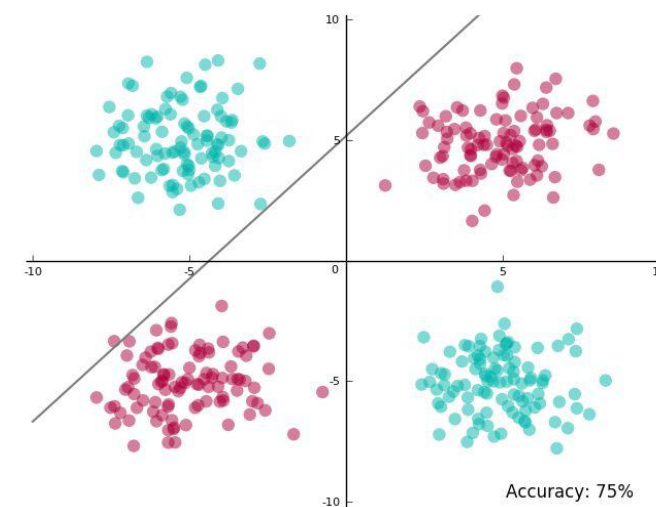
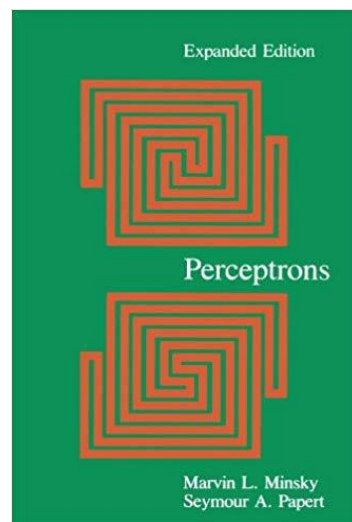


A perceptron



Some more “historical facts”

- Marvin Minsky and Seymour Papert, *Perceptrons*, 1969:
 - Mathematical foundations on the research about perceptron
 - Problems on XOR: perfectly separable but not linearly separable
 - Solved by the stacking of perceptrons – first glance at deep learning – Change in focus: *weak AI* – specific tasks



A little more “historical facts” - epilogue

- The rebirth of neural networks with *weak AI* approach in the 80's
 - John Hopfield, *Neural networks and physical systems with emergent collective computational abilities*, PNAS 79 (8): 2554-2558, 1982.
 - Backpropagation training: David Rumelhart, Geoffrey Hinton e Ronald Williams, *Learning representations by back-propagating errors*, Nature 323, 533-536 (1986).



The Nobel Prize in Physics 2024

The Royal Swedish Academy of Sciences has decided to award the Nobel Prize in Physics 2024 to

John J. Hopfield

Princeton University, NJ, USA

Geoffrey Hinton

University of Toronto, Canada

“for foundational discoveries and inventions that enable machine learning with artificial neural networks”

A theorem: the universal approximator

Neural Networks, Vol. 2, pp. 359–366, 1989
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ORIGINAL CONTRIBUTION

Multilayer Feedforward Networks are Universal Approximators

KURT HORNIK

Technische Universität Wien

MAXWELL STINCHCOMBE AND HALBERT WHITE

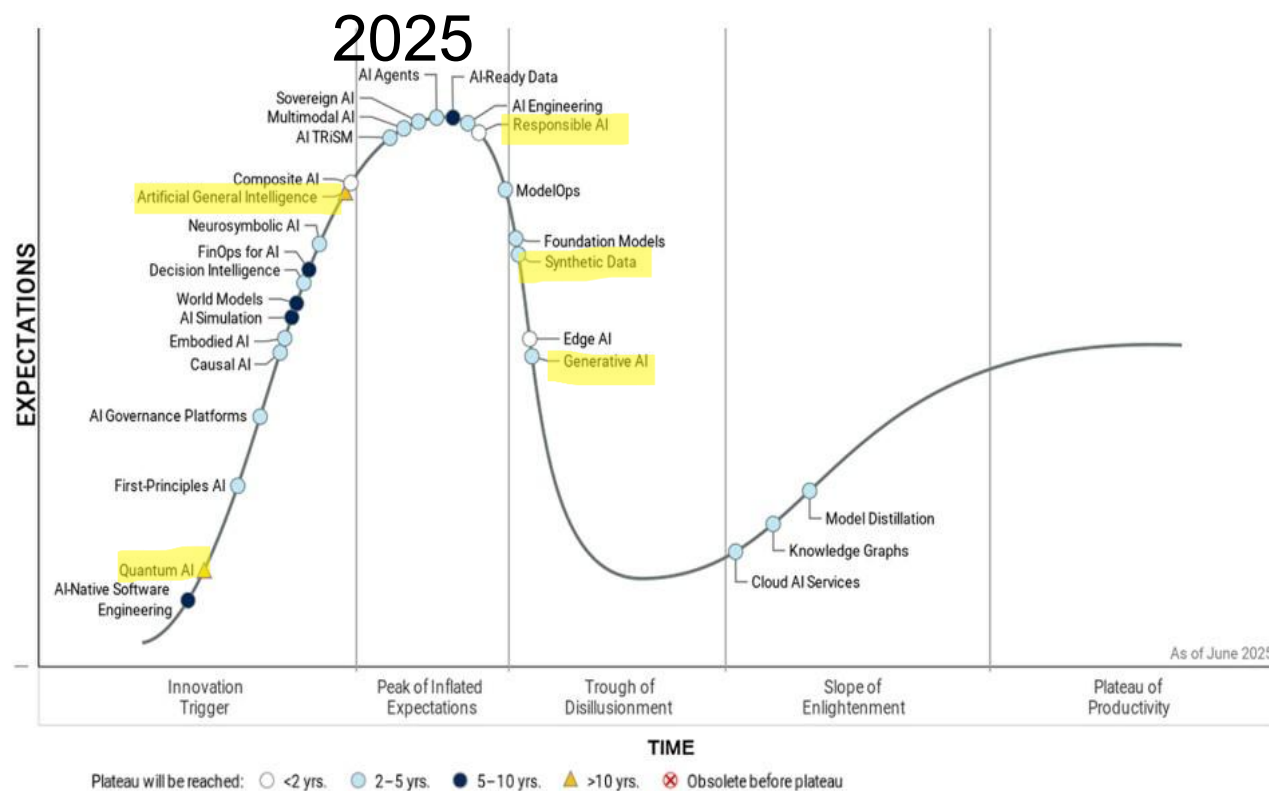
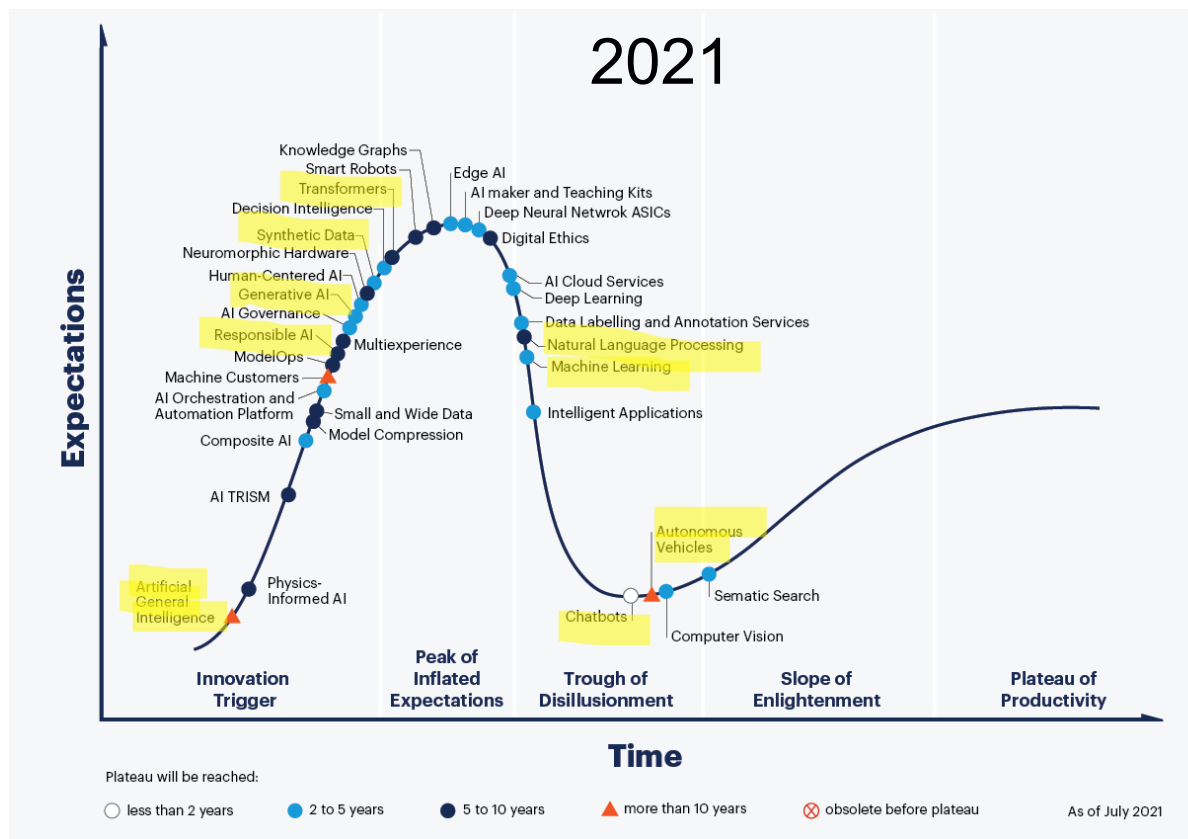
University of California, San Diego

(Received 16 September 1988; revised and accepted 9 March 1989)

Abstract:

This paper rigorously establishes that standard multilayer feedforward networks with as few as one hidden layer using arbitrary squashing functions are capable of approximating any Borel measurable function from one finite dimensional space to another to any desired degree of accuracy, provided sufficiently many hidden units are available. In this sense, multilayer feedforward networks are a class of universal approximators.

Without the hype?

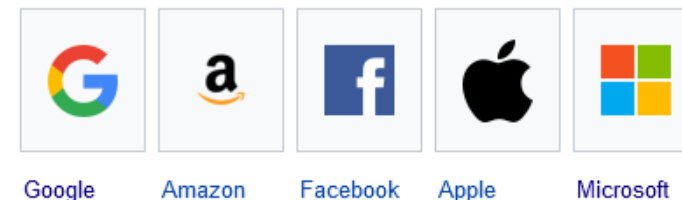


<https://www.gartner.com/en/articles/the-4-trends-that-prevail-on-the-gartner-hype-cycle-for-ai-2021>

[Gartner Hype Cycle Identifies Top AI Innovations in 2025](#)

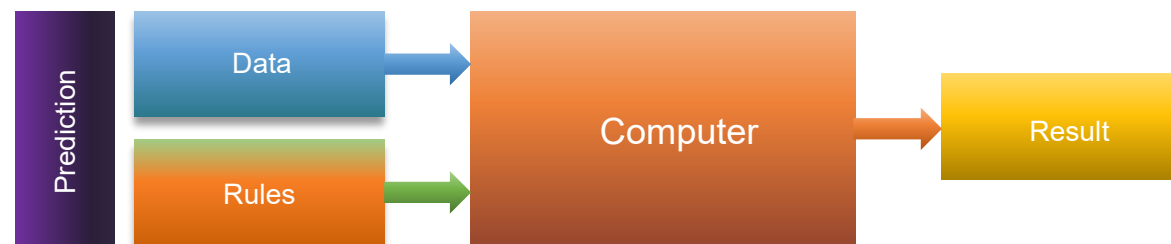
Why “now”? World and geosciences

- “Increasing datasize”
 - Digital surveillance, tracking and data collection, including unstructured data (natural text, images, videos). Huge amounts of publicly available data and data obtained on the internet (GAFAM and other “big tech” companies)
 - Seismic, well log, image and unstructured text data
- “Increasing modelsize”
 - Gigantic data centers with massive use of parallel processing (GPU), in O&G and seismic processing companies as well as in “big tech” companies
- “Increasing Accuracy, Complexity and **Real-World Impact**”
 - Big profits in “real world” data and model transactions, through accuracy, logistic and distribution optimization and living labor savings
 - Big profits for O&G companies?

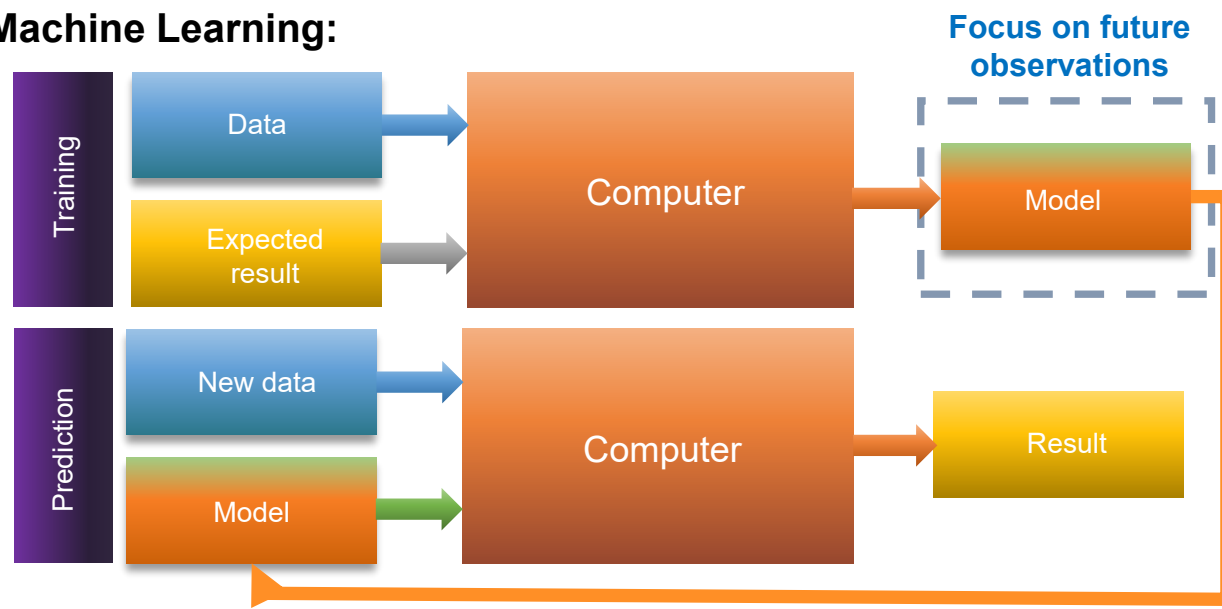


Machine learning strategy

Traditional Modelling:

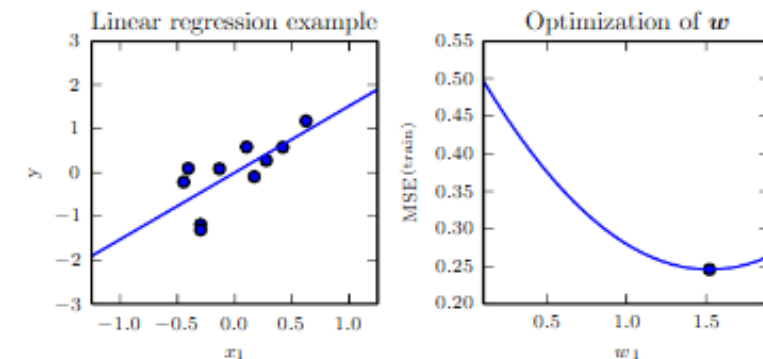


Machine Learning:



Machine learning algorithms: E , T , P

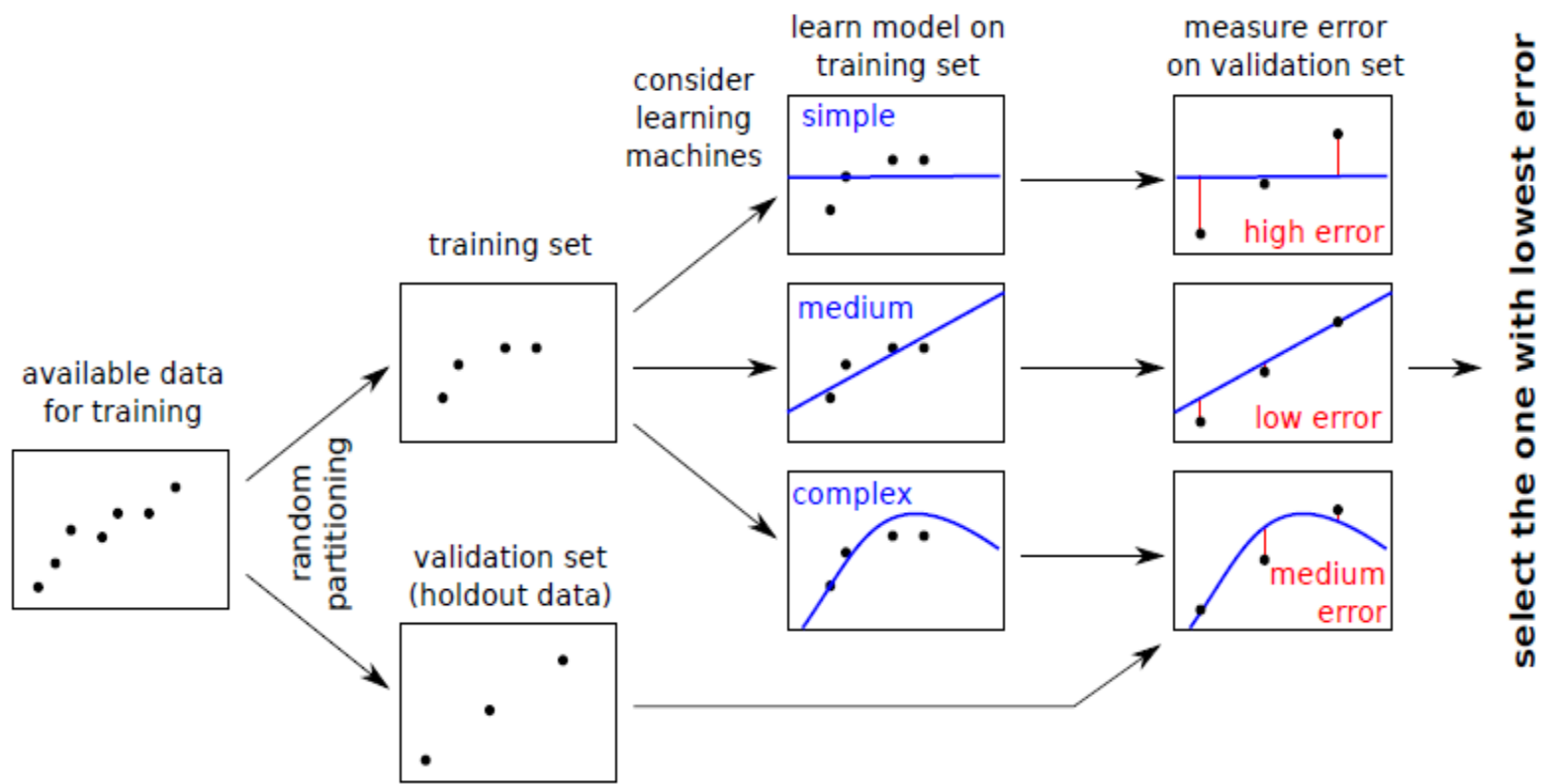
- Learn from data – *data-driven*.
- Mitchell, 1997 (Apud Goodfellow, 2016):
 - “A computer program is said to learn from **experience E**
 - with respect to some **class of tasks T**
 - and **performance measure P** ,
 - if its performance at tasks in T , as measured by P , improves with experience E .”
- Example: linear regression
 - **Experience E** : dataset y_{measured} (x_{measured}) – supervised learning
 - **Task T** : predict y from x (regression)
 - **Performance measure P** : squared error



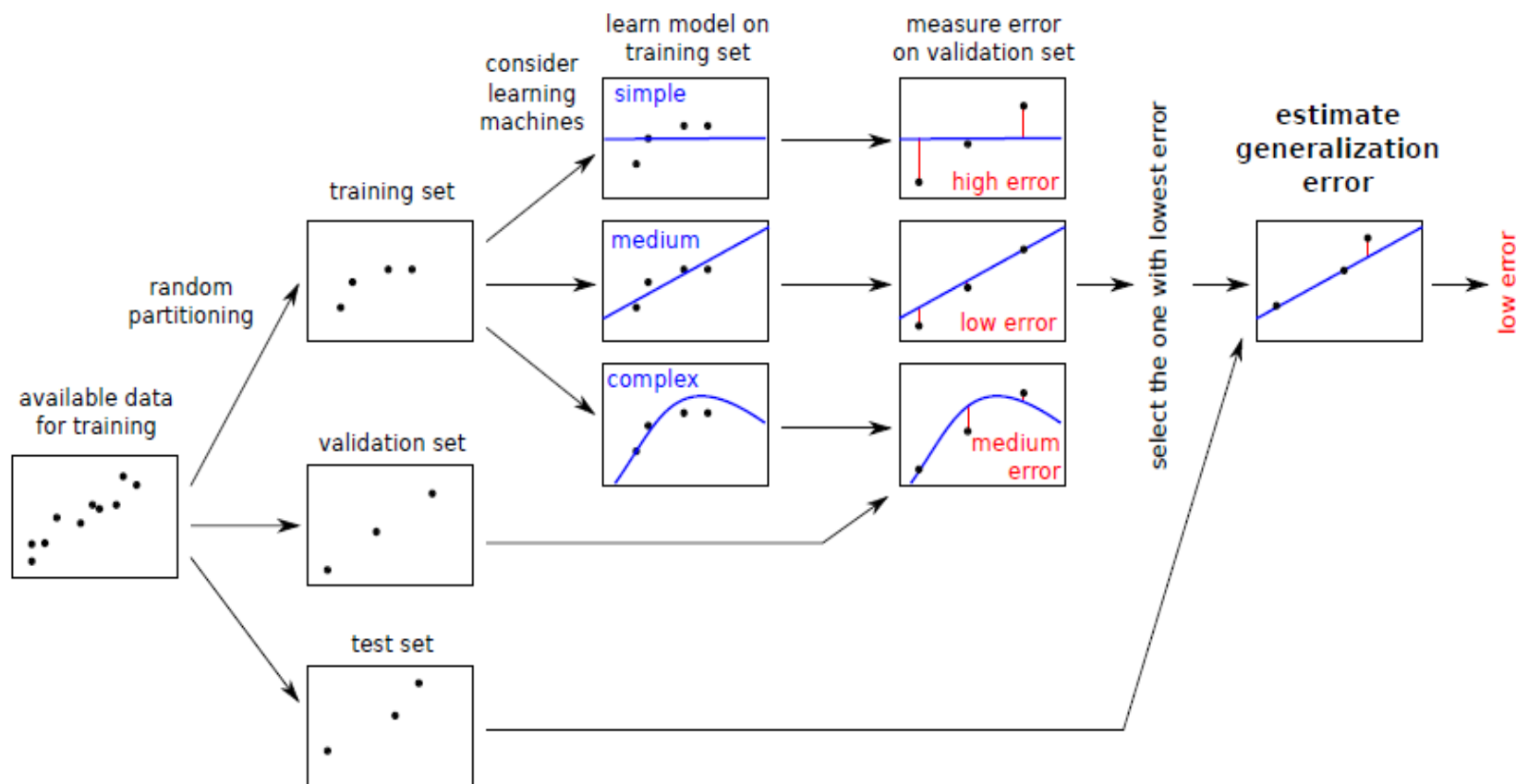
The experience E and the task T

- Supervised learning (**Experience E**)
 - Classification (**Task T**)
 - Regression (**Task T**)
- Unsupervised learning (**Experience E**)
 - Clustering (**Task T**)
 - Dimensionality reduction (**Task T**)
- Reinforcement learning (**Experience E and Task T ?**)
- Semi-supervised learning (**Experience E and Task T ?**)

Performance measure P : Train, test, validation

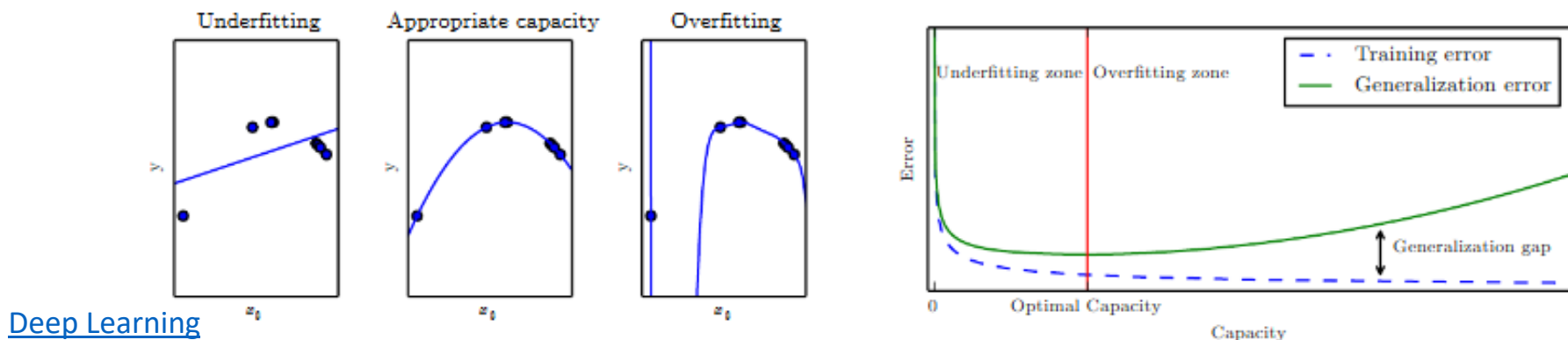


Performance measure P : Train, test, validation



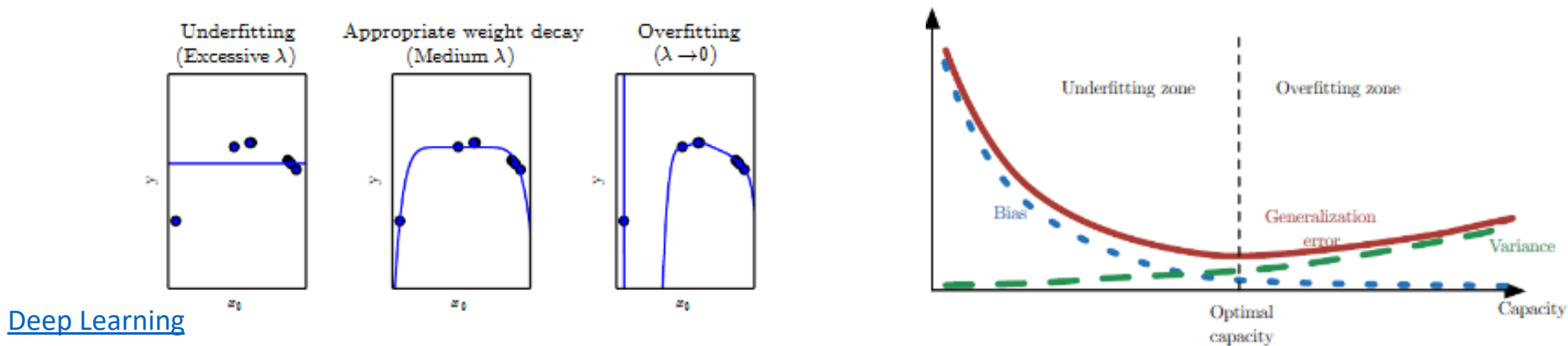
Performance measure P : *capacity, overfitting, underfitting*

- Warning – Goodhart’s law: “When a measure becomes a target, it ceases to be a good measure”. The right task might not be (simply) to improve the performance.
- Train/test, statistics care (representativity), *overfitting, underfitting*.
- Goodfellow: “The central challenge in machine learning is that our algorithm must perform well on [...] previously **unseen inputs** [...]. The ability to perform well on previously **unobserved inputs** is called **generalization**. [...] What separates machine learning from optimization is that we want the **generalization error**, also called the **test error**, to be low as well”.



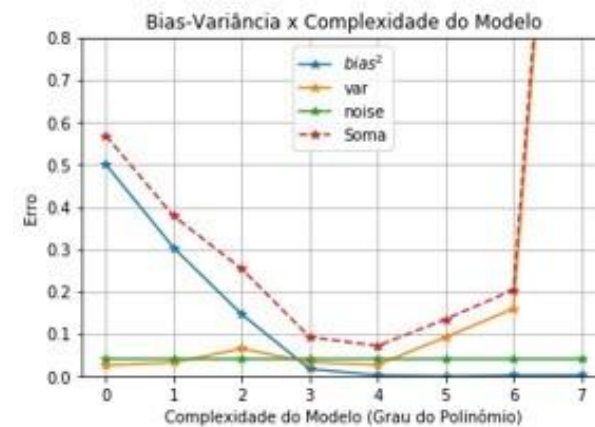
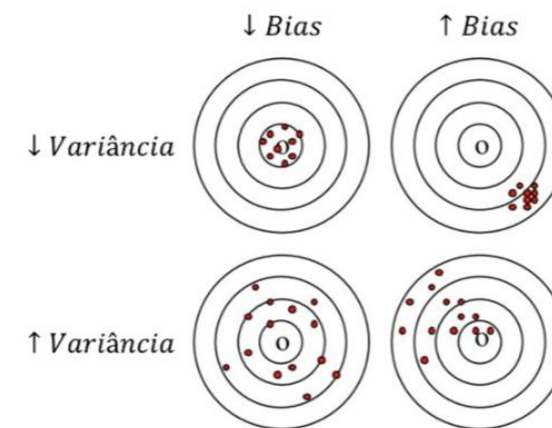
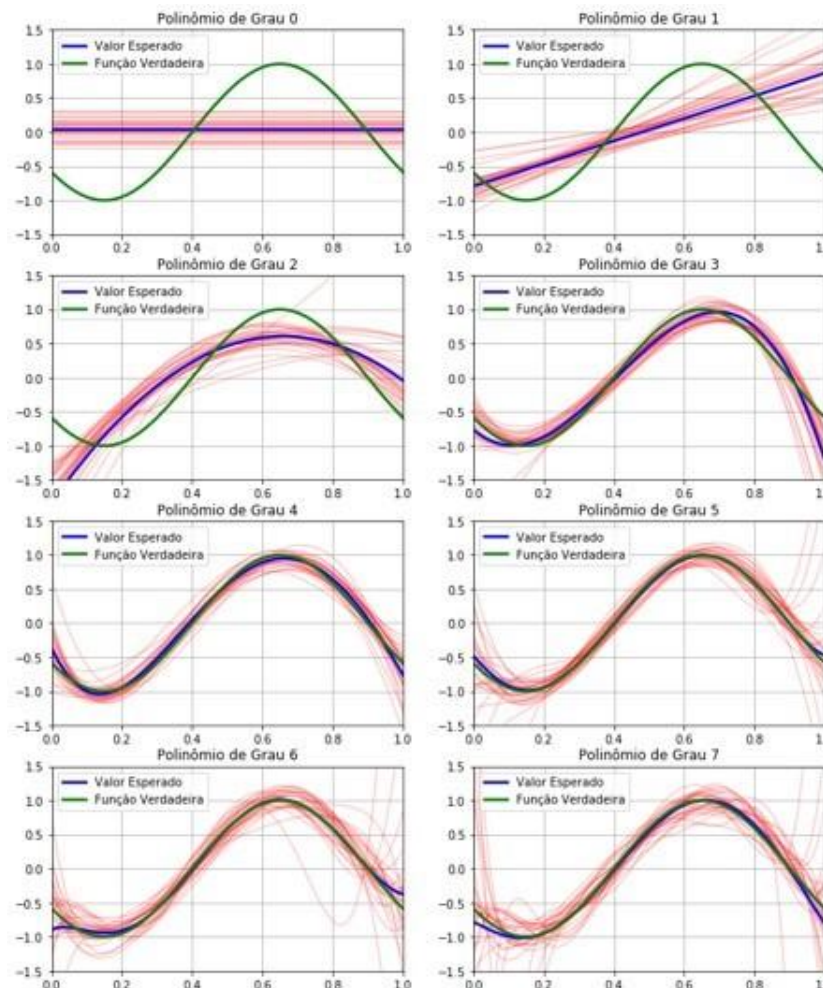
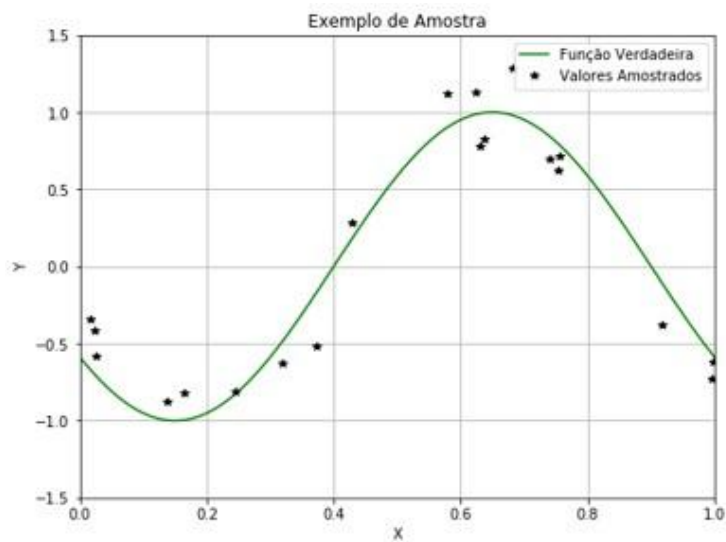
Regularization, validation, *bias-variance trade-off*

- Regularization: reducing the possibilities of weight choices to reduce the generalization error.
- Weighting the regularization – choice, and not optimization, of hyperparameter.
- Introduce *bias*, reduce *variance*.
- *Bias-variance trade-off* (“*big boy math (statistics)*” – C.H.).
- Cross-validation strategy



Bias-variance trade-off

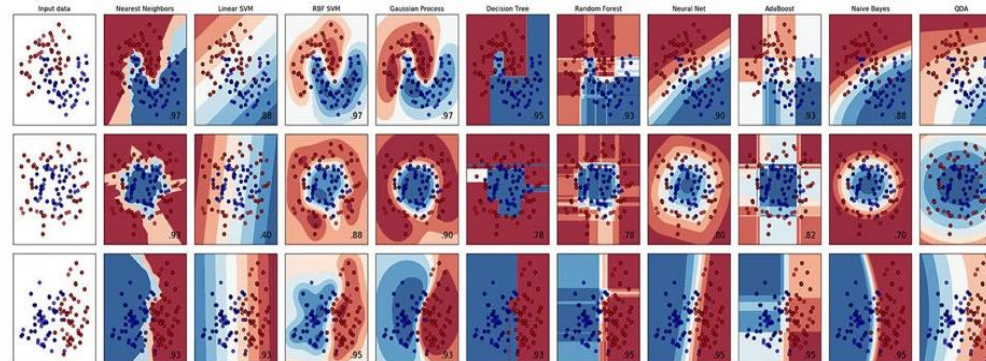
Example of over and underfitting with polynomial regression. What is the best degree of the polynomial regression in this case?



Machine learning – some further concepts

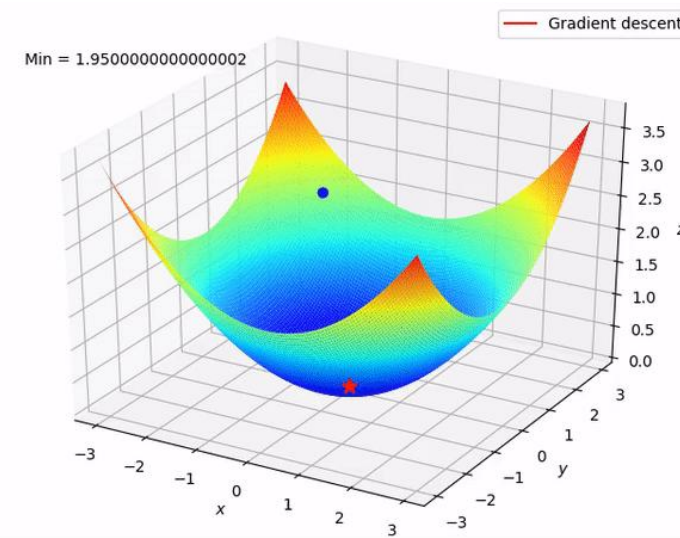
- **Representation:** re-organizing knowledge

- Imitation (Aquino);
- Manifestation of knowledge (Kant);
- A way of placing knowledge in the model



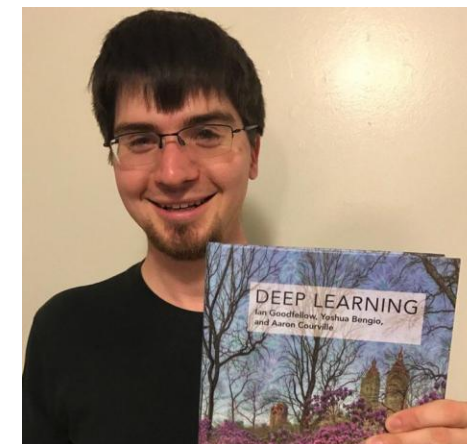
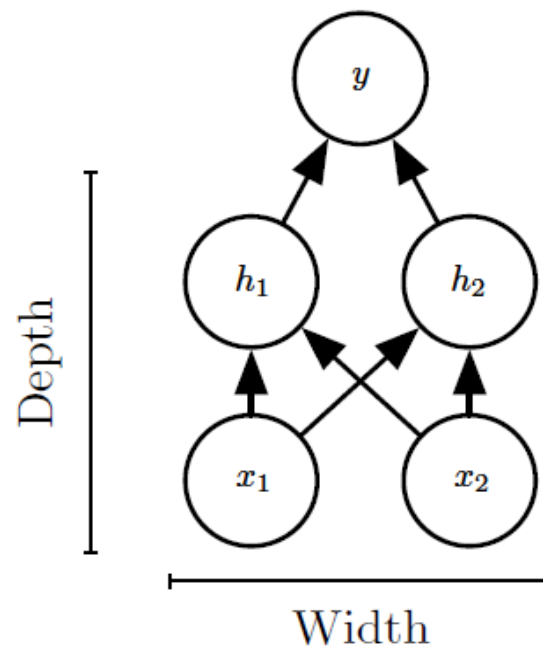
- **Optimization:** method to obtain the optimal of a function (in the case, the *loss function*)

- In the optimization stage the learning *effectively* happens
- Example: Using the gradient descent method to optimize a non-linear least squares loss function through back-propagation calculations

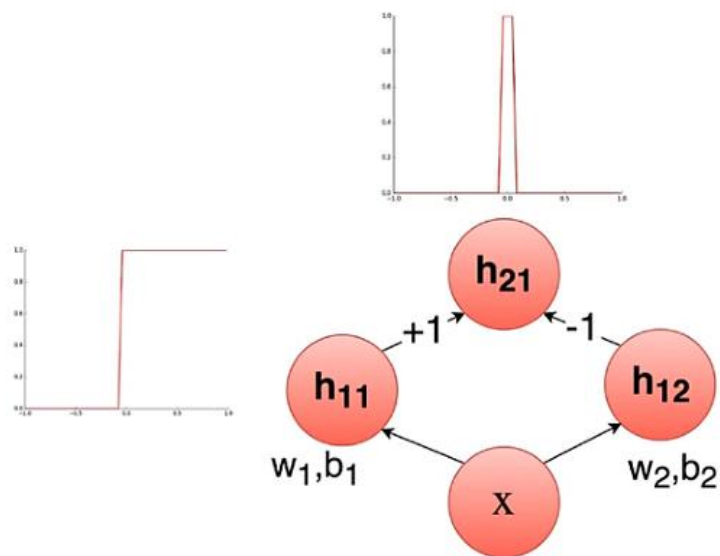


Back to the universal approximator theorem

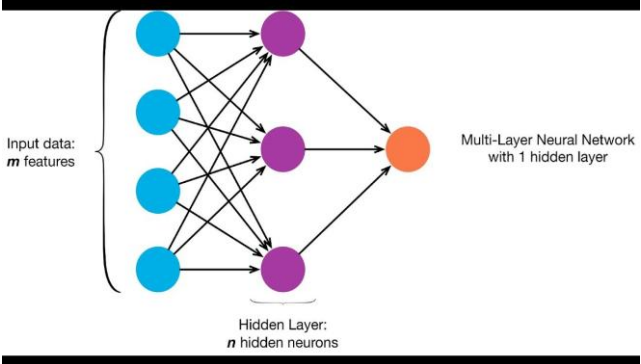
- One hidden layer is enough to *represent* (not *learn*) an approximation of any function to an arbitrary degree of accuracy
- So why deeper?
 - Shallow net may need (exponentially) more width
 - Shallow net may overfit more



The universal approximator



“As few as *one hidden layer*”



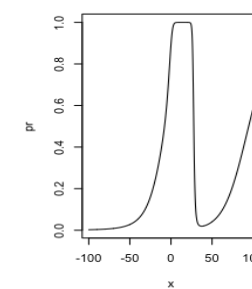
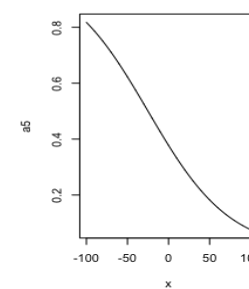
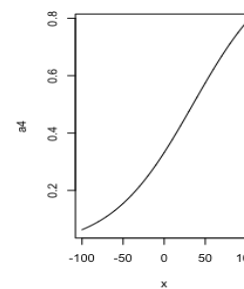
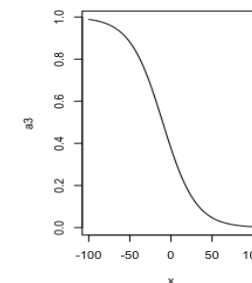
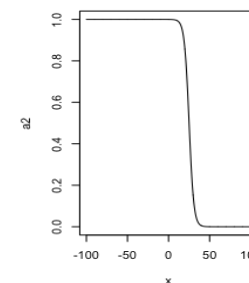
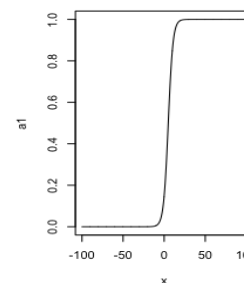
$$a_1(x) = \frac{1}{1 + e^{-(1.75 + 0.35x)}}$$

$$a_2(x) = \frac{1}{1 + e^{-(8.75 - 0.35x)}}$$

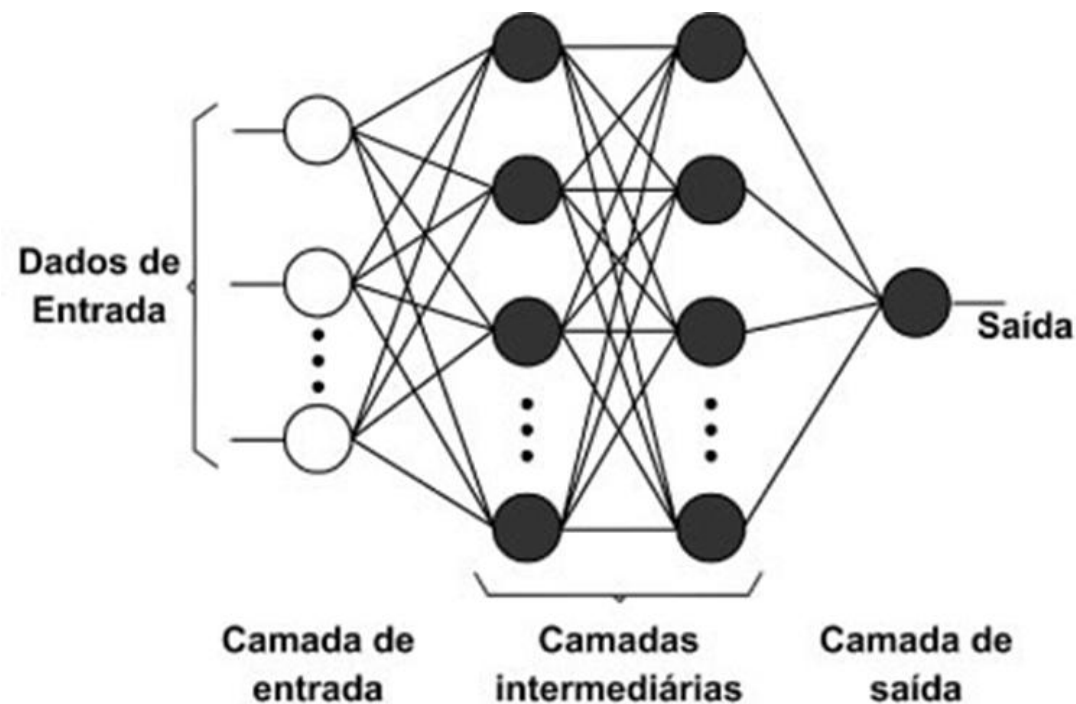
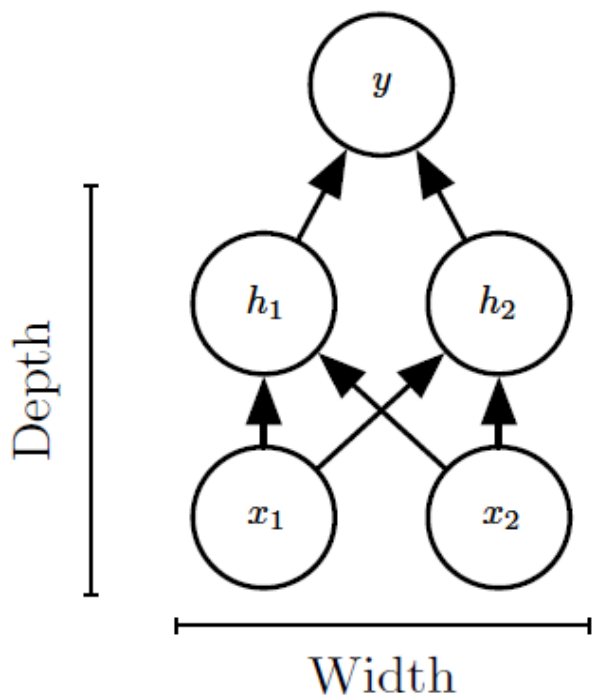
$$a_3(x) = \frac{1}{1 + e^{-(0.5 - 0.05x)}}$$

$$a_4(x) = \frac{1}{1 + e^{-(0.7 + 0.02x)}}$$

$$a_5(x) = \frac{1}{1 + e^{-(0.5 - 0.02x)}}$$



Feedforward neural network, multilayer perceptron (MLP) or fully connected network

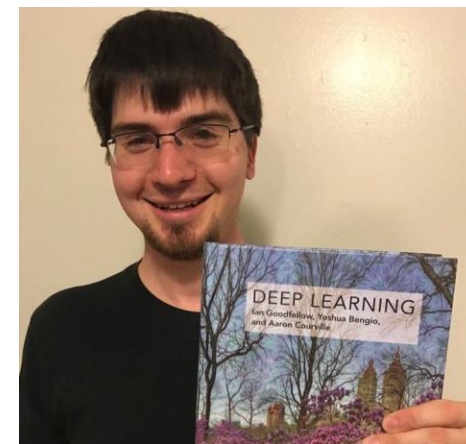
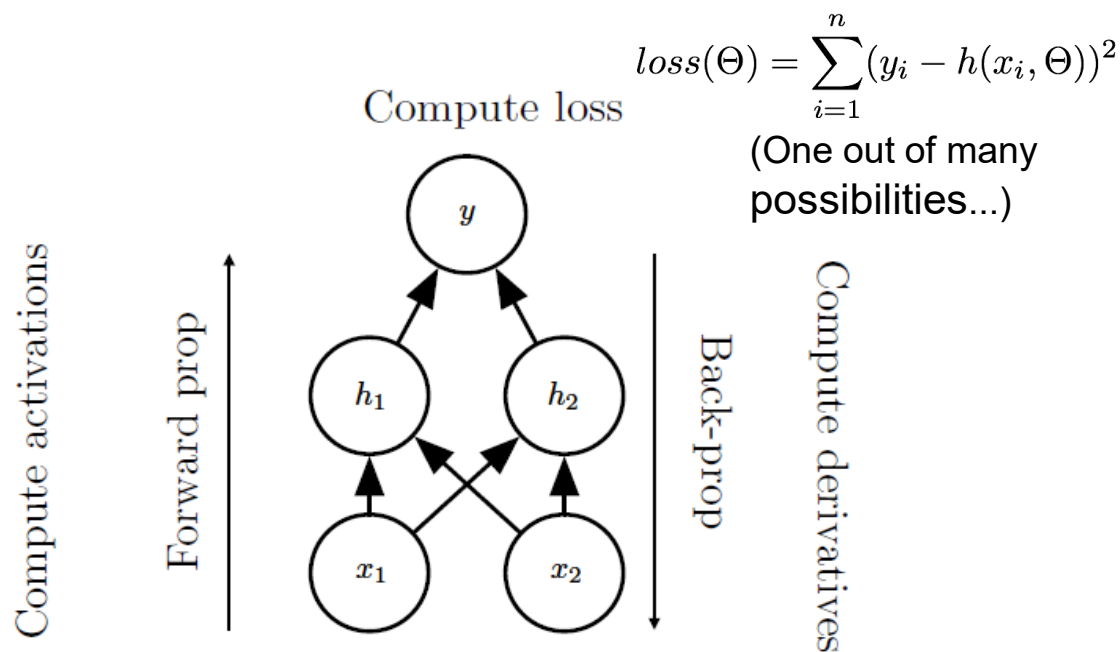


Back-propagation

Back-Propagation

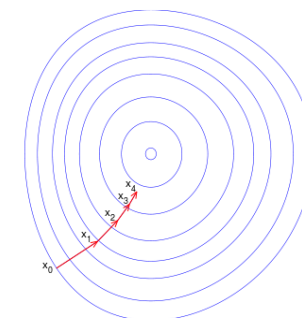
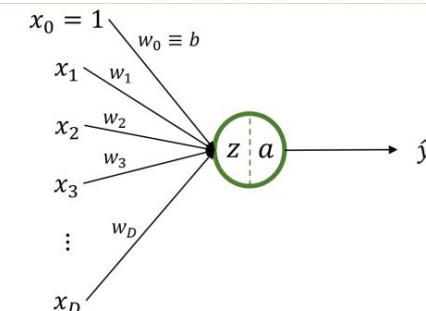
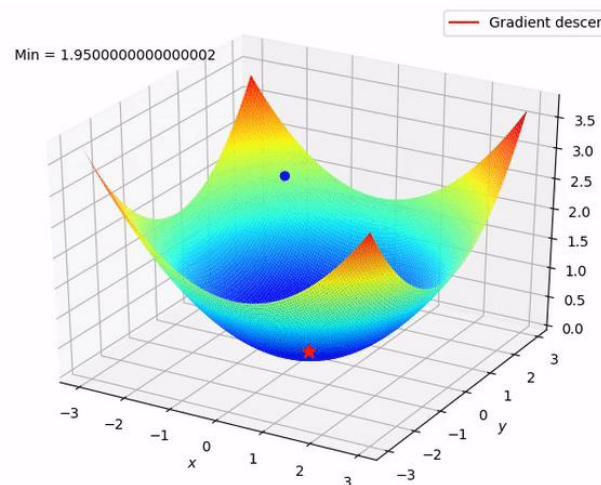
- Back-propagation is “just the chain rule” of calculus
- But it’s a particular implementation of the chain rule
 - Uses dynamic programming (table filling)
 - Avoids recomputing repeated subexpressions
 - Speed vs memory tradeoff

$$\frac{\partial error}{\partial w1} = \frac{\partial error}{\partial output} * \frac{\partial output}{\partial hidden2} * \frac{\partial hidden2}{\partial hidden1} * \frac{\partial hidden1}{\partial w1}$$

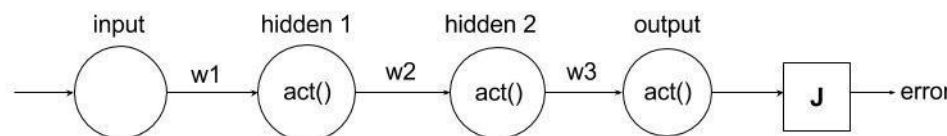


Determining the machine parameters

- How to know the correct weights and bias?
- The machine *learns* from data!
- Search for values that result the lowest classification error
- Optimization: gradient descent method
- Back-propagation used to calculate the derivatives with relation to each weight and bias – successive (and tedious) chain rule applications!

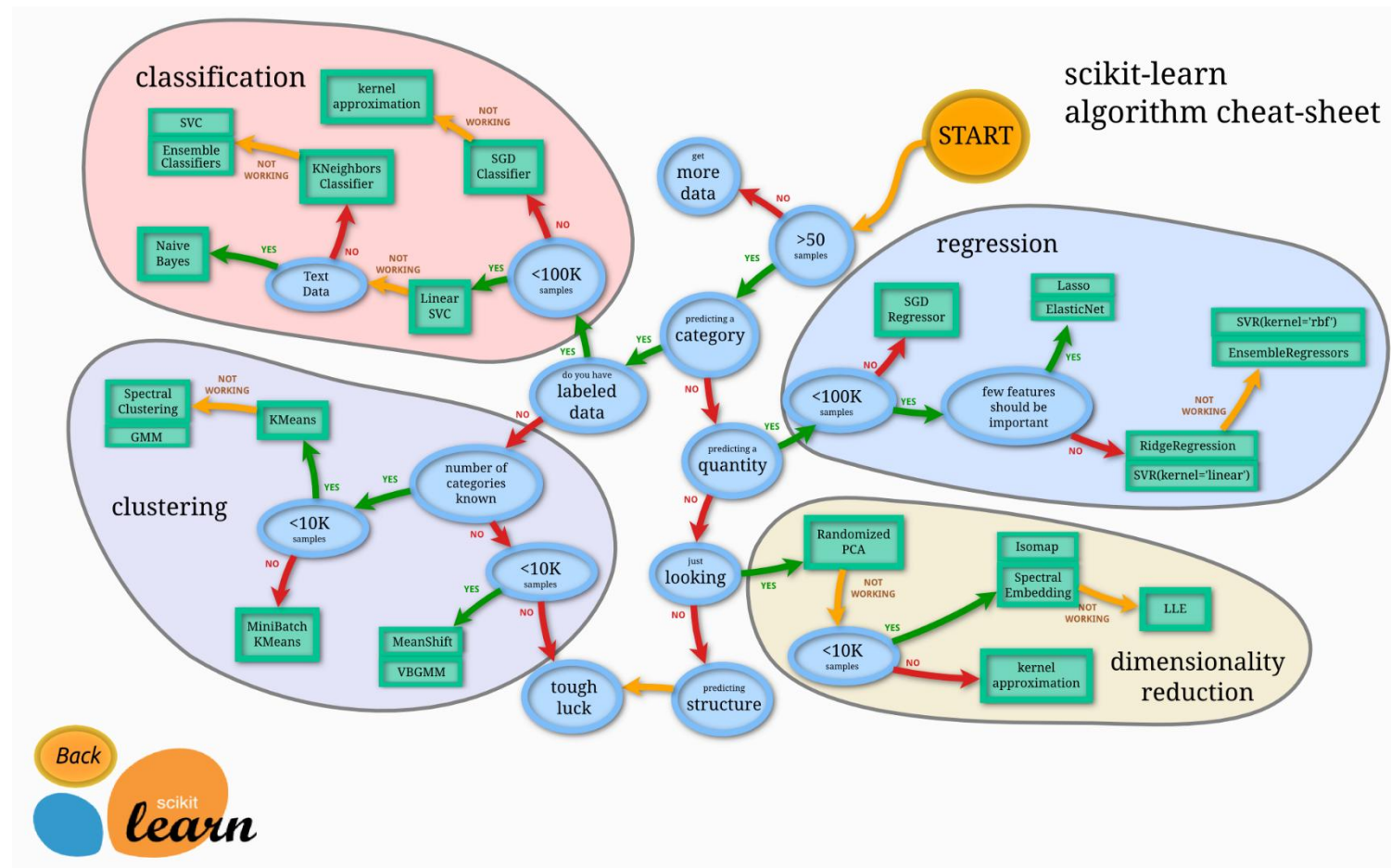


$$\text{Grad } f = \nabla f = \left(\frac{\partial f}{\partial w_0}, \frac{\partial f}{\partial w_1}, \dots, \frac{\partial f}{\partial w_n} \right)$$

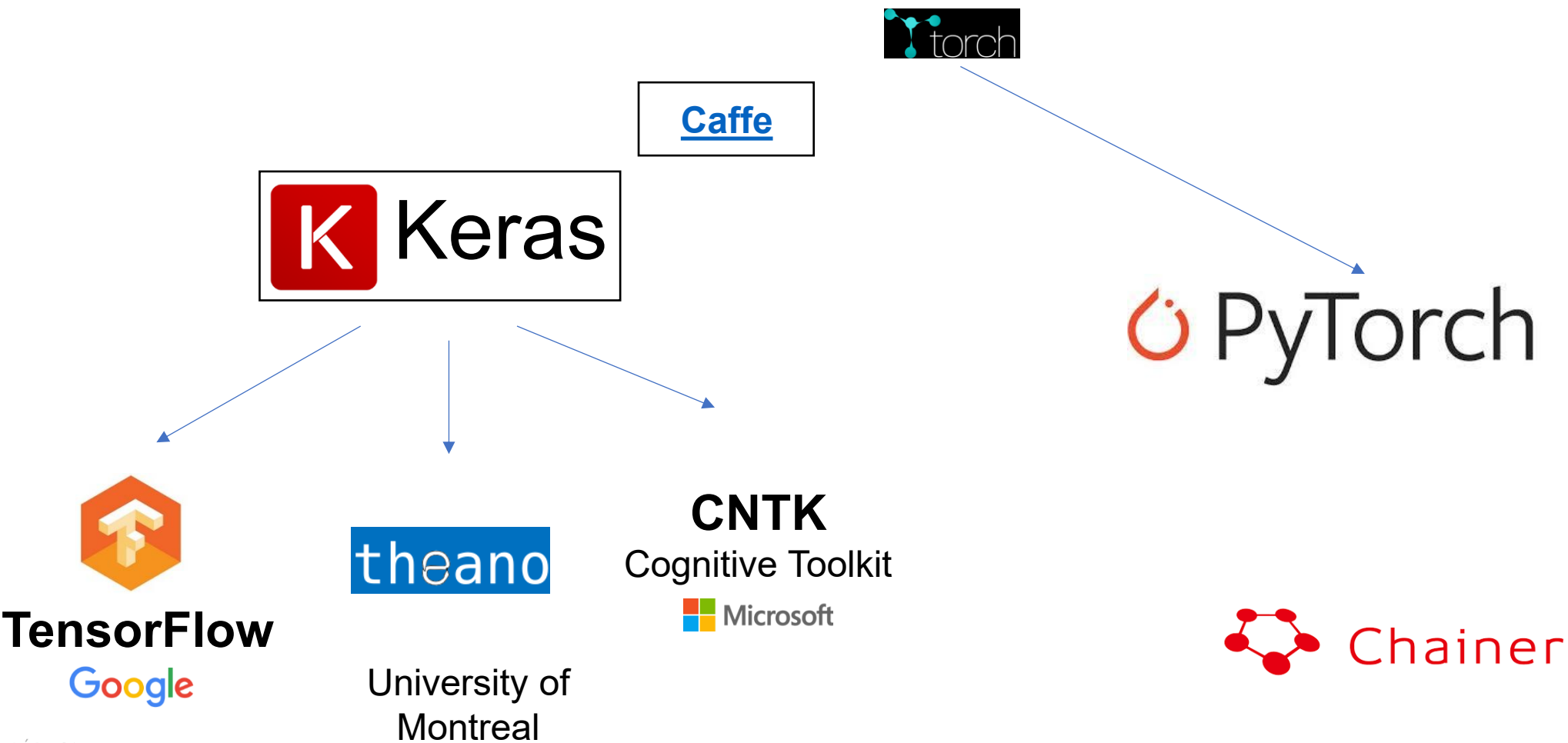


$$\frac{\partial \text{error}}{\partial w_1} = \frac{\partial \text{error}}{\partial \text{output}} * \frac{\partial \text{output}}{\partial \text{hidden2}} * \frac{\partial \text{hidden2}}{\partial \text{hidden1}} * \frac{\partial \text{hidden1}}{\partial w_1}$$

A toolkit for *classic* machine learning: Scikit-Learn



More tools for the kit: deep learning *frameworks*



Obrigado!

