Byte Pair Encoding (Sennrich et al., 2016)

- Given a dictionary of token types and frequences.
 - 1. Replace the most frequent pair of characters with a <u>new unit</u>. (Record this "merge" operation.)
 - 2. Repeat until the desired number of merge operations is reached.

Current vocabulary	The new merge
lower lowest newer widest	we o we
lower lowest newer widest	$wer \to wer$