



## Agenda

1. What is RAG, why do LLMs need RAG?
2. (Recap) What is embedding? and how does RAG use it?
3. How to implement RAG and use it for ... retrieving data.

① Create the tools scheme

② Provide this to model

③ Create the tools

④ Hit model  $\rightarrow$  tools it wants to use

⑤ Backend: Execute tools  $\rightarrow$  Return response to model

⑥ No tools  $\rightarrow$  Model gives output

## Why do we need RAG?

my AI when I ask for a source



CUSTOMER SERVICE

5000 pdf, doc ; query : "How do I  
point on transparent  
pixels"

"Content Window" → 27

Models

**GPT-5.2** Default

The best model for coding and agentic tasks across industries

Compare Try in Playground

REASONING	SPEED	PRICE	INPUT	OUTPUT
Highest	Medium	\$1.75 · \$14 Input · Output	Text, image	Text

GPT-5.2 is our flagship model for coding and agentic tasks across industries. Learn more in our [latest model guide](#). Reasoning effort supports: none (default), low, medium, high and xhigh.

- 400,000 context window
- 128,000 max output tokens
- Aug 31, 2025 knowledge cutoff
- Reasoning token support

$$\begin{array}{r} 5012 \\ 4 \overline{) 2012} \end{array}$$

→

$$\begin{array}{r} S1 \\ 80 - \end{array}$$

;

$S1 \gg S2$

Satisfaction score.

$$\begin{array}{r} 32124 \\ 4 \overline{) 12848} \end{array}$$

→

$$\begin{array}{r} S2 \\ 65 \end{array}$$

Query  $\rightarrow$  GPT  $\rightarrow$  words

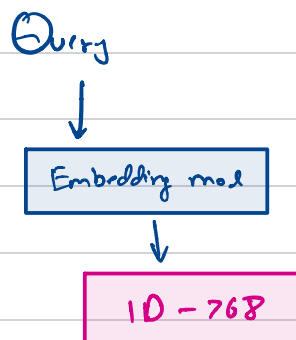
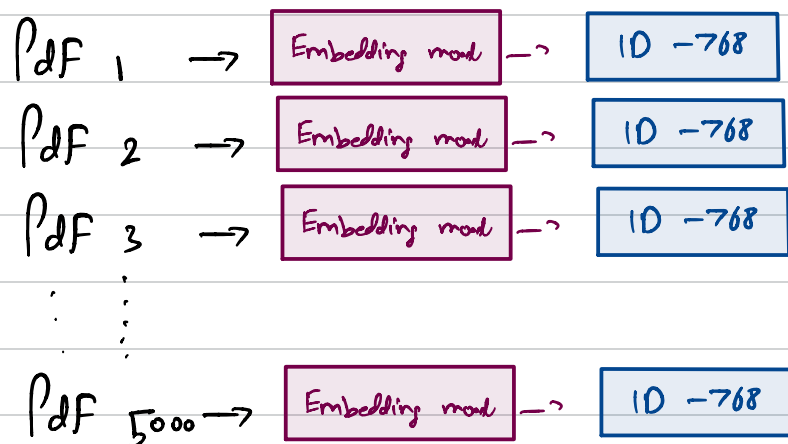
Query  $\rightarrow$  Embedding model  $\rightarrow$  Embedding.

embedding - genome  $\rightarrow$  768  
1D vectors.

5000 PDF

STEP-1

STEP-2



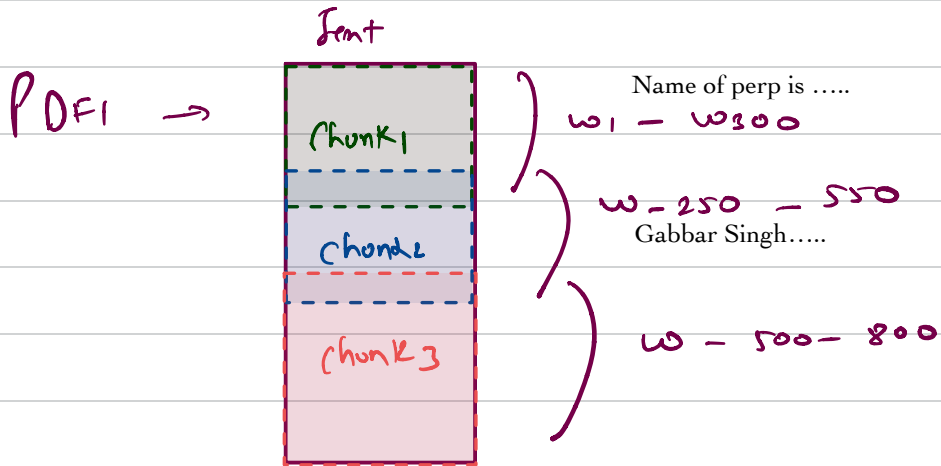
STEP-3

FAISS INDEX

Cosine-Sim (PDF-Vector, Query)

PDF3  $\rightarrow$  highest sim Sion

LLM as Content + Query  $\rightarrow$  Answer.



Relevance Score.

```
# Margin heuristic to decide how many *base* hits to expand
```

```
top1 = float(D[0][0])
```

```
top2 = float(D[0][1]) if len(D[0]) > 1 else 0.0
```

```
margin = top1 - top2
```

```
init_topk = 1 if (top1 >= 0.35 and margin >= 0.05) else min(3, topk)
```

Relevance Score for  
2nd document

0.95  
top1

0.5  
top2

; Margin: top1 - top2  
= 0.45



