## Supervised learning

In *supervised learning*, the training data you feed to the algorithm includes the desired solutions, called *labels* (Figure 1-5).

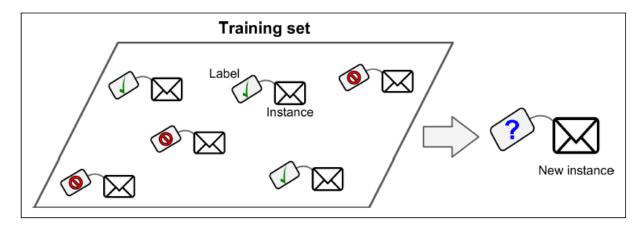


Figure 1-5. A labeled training set for supervised learning (e.g., spam classification)

A typical supervised learning task is *classification*. The spam filter is a good example of this: it is trained with many example emails along with their *class* (spam or ham), and it must learn how to classify new emails.

Another typical task is to predict a *target* numeric value, such as the price of a car, given a set of *features* (mileage, age, brand, etc.) called *predictors*. This sort of task is called *regression* (Figure 1-6).To train the system, you need to give it many examples of cars, including both their predictors and their labels (i.e., their prices).

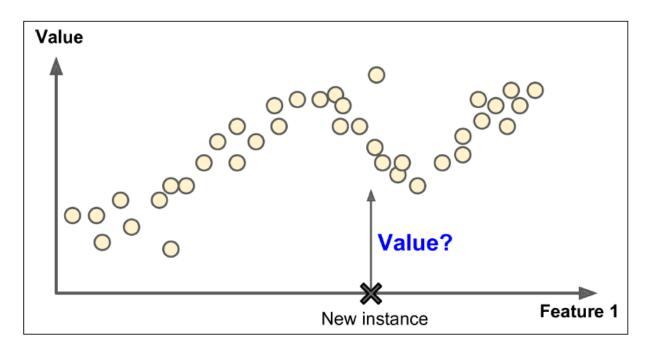


Figure 1-6. Regression

Note that some regression algorithms can be used for classification as well, and vice versa. For example, *Logistic Regression* is commonly used for classification, as it can output a value that corresponds to the probability of belonging to a given class (e.g., 20% chance of being spam).

Here are <u>some</u> of the most important supervised learning algorithms:

- k-Nearest Neighbors
- Linear Regression
- Logistic Regression
- Support Vector Machines (SVMs)
- Decision Trees and Random Forests
- Neural networks

## Examples of supervised machine learning tasks include:

Identifying the zip code from handwritten digits on an envelope

Here the input is a scan of the handwriting, and the desired output is the actual digits in the zip code. To create a dataset for building a machine learning model, you need to collect many envelopes. Then you can read the zip codes yourself and store the digits as your desired outcomes.

• Determining whether a tumor is benign based on a medical image

Here the input is the image, and the output is whether the tumor is benign. To create a dataset for building a model, you need a database of medical images. You also need an expert opinion, so a doctor needs to look at all of the images and decide which tumors are benign and which are not. It might even be necessary to do additional diagnosis beyond the content of the image to determine whether the tumor in the image is cancerous or not.

Detecting fraudulent activity in credit card transactions

Here the input is a record of the credit card transaction, and the output is whether it is likely to be fraudulent or not. Assuming that you are the entity distributing the credit cards, collecting a dataset means storing all transactions and recording if a user reports any transaction as fraudulent.

An interesting thing to note about these examples is that although the inputs and outputs look fairly straightforward, the data collection process for these three tasks is vastly different. While reading envelopes is laborious, it is easy and cheap. Obtaining medical imaging and diagnoses, on the other hand, requires not only expensive machinery but also rare and expensive expert knowledge, not to mention the ethical concerns and privacy issues. In the example of detecting credit card fraud, data collection is much simpler. Your customers will provide you with the desired output, as they will report fraud. All you have to do to obtain the input/output pairs of fraudulent and non fraudulent activity is wait.