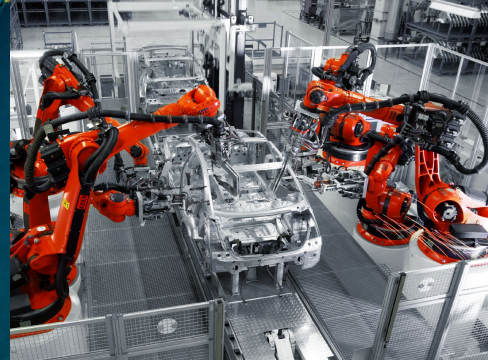


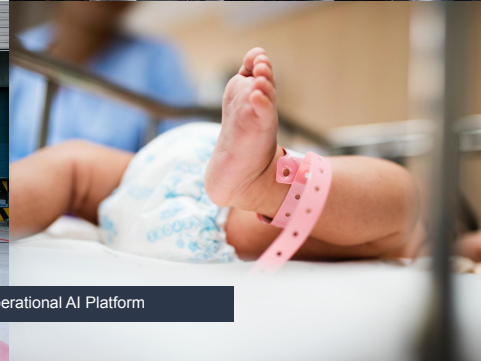
/August 5, 2019

Preparing for an AI-first future

Anders Arpteg, PhD
Principal Data Scientist, Peltarion



AI will impact every facet of life,
just like the industrial revolutions did



01 / Introduction to AI



Technological disruptions



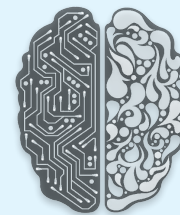
Transistor

Cost of
Arithmetic



Internet

Cost of
Distributing Information



AI

Cost of
Prediction

1950

1960

1970

1980

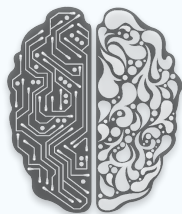
1990

2000

2010

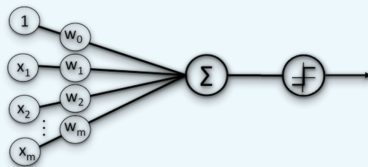


History of Artificial Intelligence



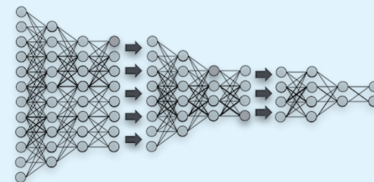
Artificial Intelligence

Science and engineering
of **building intelligent machines**



Machine Learning

Use data to automatically
learn to make predictions



Deep Learning

Learn to both **represent data**
and **make predictions**

1950

1960

1970

1980

1990

2000

2010

2020



— “AI is one of the most important things humanity is working on. It’s more profound than, I don’t know, electricity or fire”

Sundar Pichai / CEO Alphabet Google





...imagine what's possible
when human and machine
work together to solve
society's greatest challenges
like beating disease,
ignorance, and poverty

- Satya Nadella / Microsoft



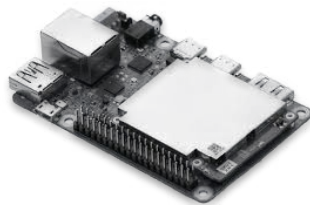


Why Deep Learning revolution now?



Increase of training data

Large datasets of labeled training data like ImageNet



Increase of computing power

Especially GPUs & Distributed Computing

$$-\log\left(\frac{e^{f_{y_i}}}{\sum_j e^{f_j}}\right)$$

Algorithmic improvements

Especially in deep reinforcement learning but also normal DL (ReLU's [Dahl et al., 2013], Dropout [Srivastava et al., 2014], etc.)



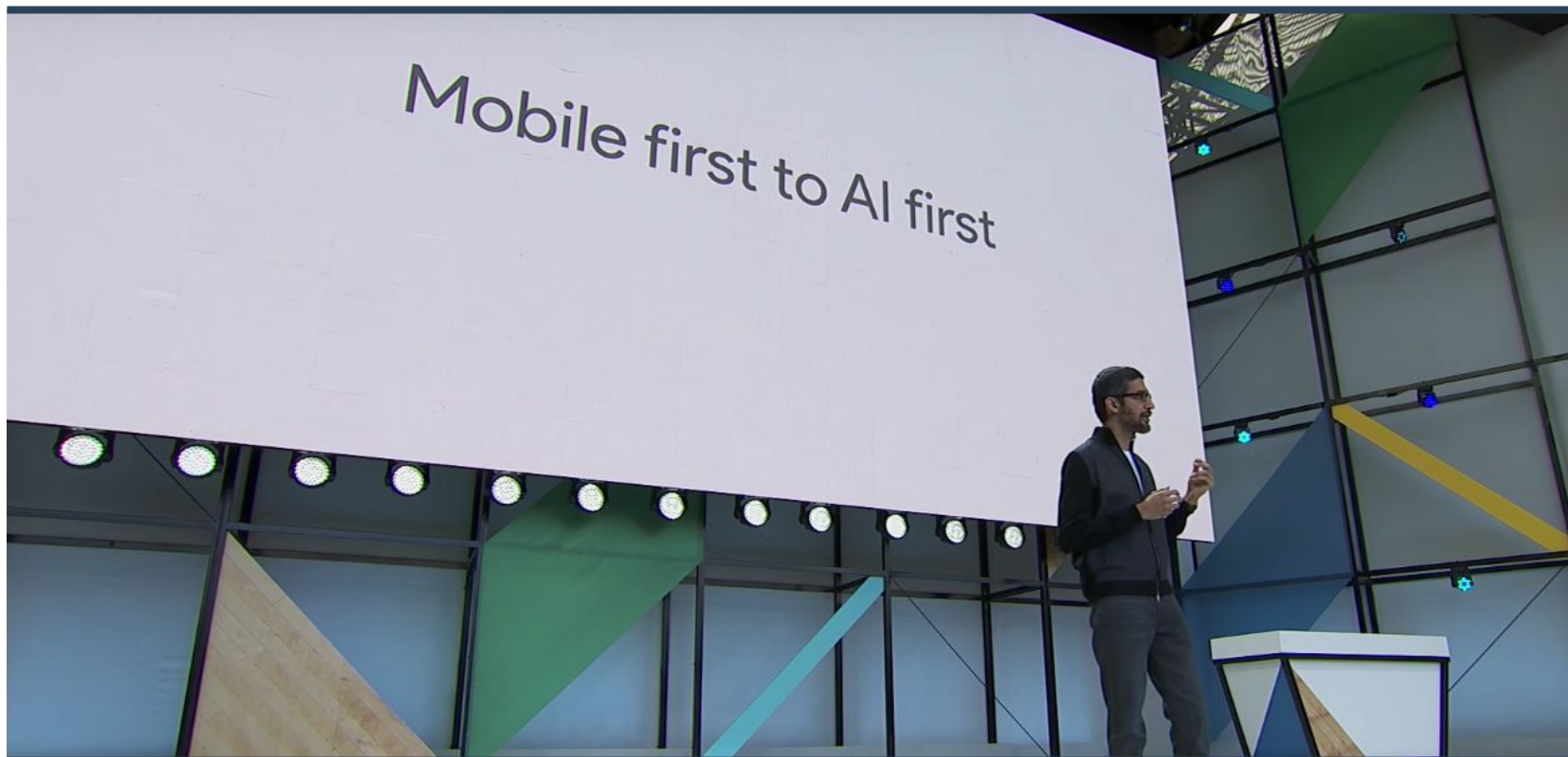
Better tooling

Libraries like TensorFlow and Cloud Services



NVIDIA market cap





Peltarion - the operational AI platform

02 / State of the world

Peltarion

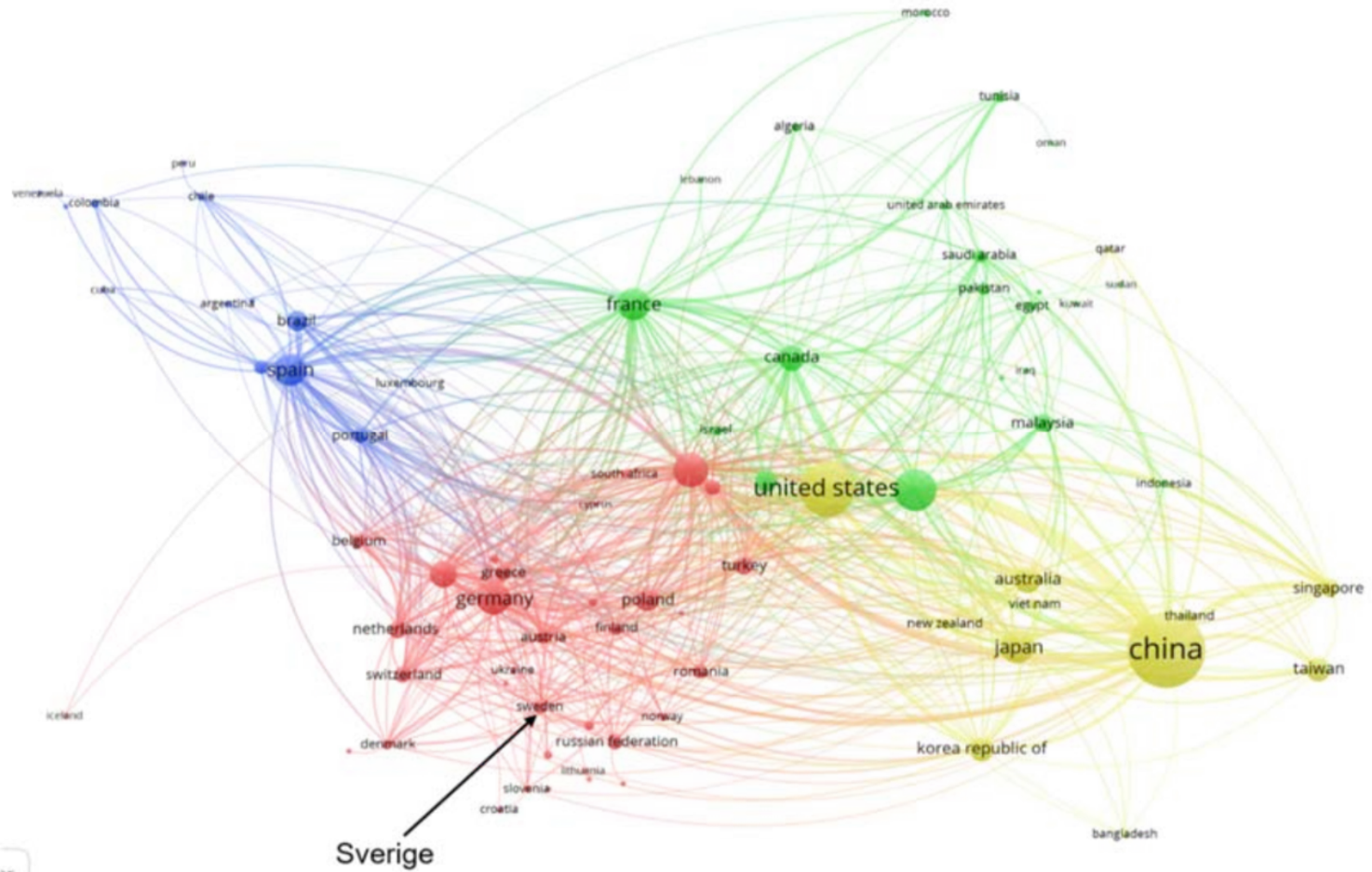
Holländargatan 17
SE-111 60 Stockholm
Sweden



Europe is behind in private investments in AI: €2.4-3.2 billion in 2016, compared to €6.5-9.7 billion in Asia and €12.1-18.6 billion in North America.

Financial Times:

“Europe left playing catch-up in artificial intelligence”



97



Swedish and European AI initiatives

Sweden



AI INNOVATION of Sweden



EU



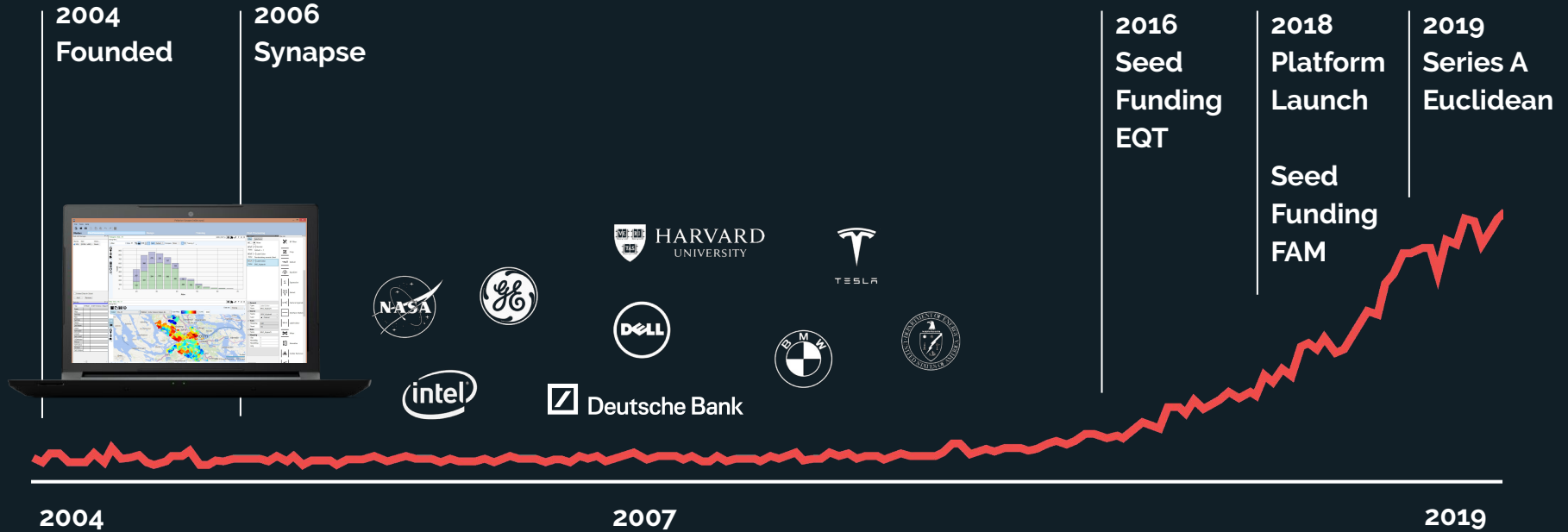
03 / Example AI Projects at Peltarion

Peltarion

Holländargatan 17
SE-111 60 Stockholm
Sweden



Built on **15 years** of AI experience





Leading team & backers

Commercial AI services & enterprise software

\$35M in funding (A-round)

Backed by EQT Ventures, FAM (Wallenberg) and Euclidean Capital (James Simons)

+80 person team with a background from leading tech companies

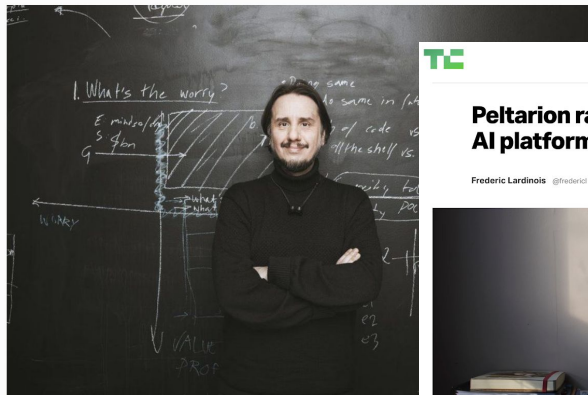


Forbes

Coders From Spotify, Klarna And Candy Crush's King Have Flocked To This AI Startup



Parmy Olson Forbes Staff
AI, robotics and the digital transformation of European business.



Luka Crnković-Friis, founder of Peltarion. IMAGE VIA PELTARION

Peltarion raises \$20M for its AI platform

Frederic Lardinis @fredic / 2 weeks ago

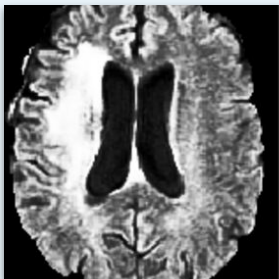
Peltarion, a Swedish startup founded by former execs from companies like Spotify, Skype, King, TrueCaller and Google, today announced that it has raised a \$20 million Series A funding round led by Euclidean Capital, the family office for hedge fund billionaire James Simons. Previous investors FAM and EQT Ventures also participated, and this round brings the company's total funding to \$35 million.



Peltarion example projects

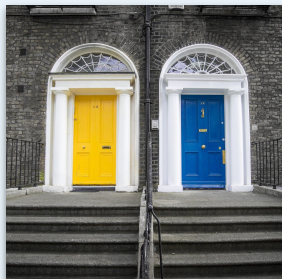
01

Prediction
brain tumors



02

Predicting
house valuation



03

Predicting
wheat rust
in Ethiopia



04

Predicting
semantic text
similarity

Similar Sentences API Doc

DNA tests will be performed to confirm his id

Score	Sentence
1.0000	DNA tests will be performed
0.8728	Police said they will conduct
0.8017	Water samples are being tes
0.7785	Random testing of security p
0.7768	Water samples are being ser
0.7768	Water samples are being ser
0.7653	The Web site said Dr. Aronov

05

Predicting
energy production





Deep weather

Problem

Predict wind turbine energy production

Cost in Sweden due to poor prediction is about 4 bn SEK/year

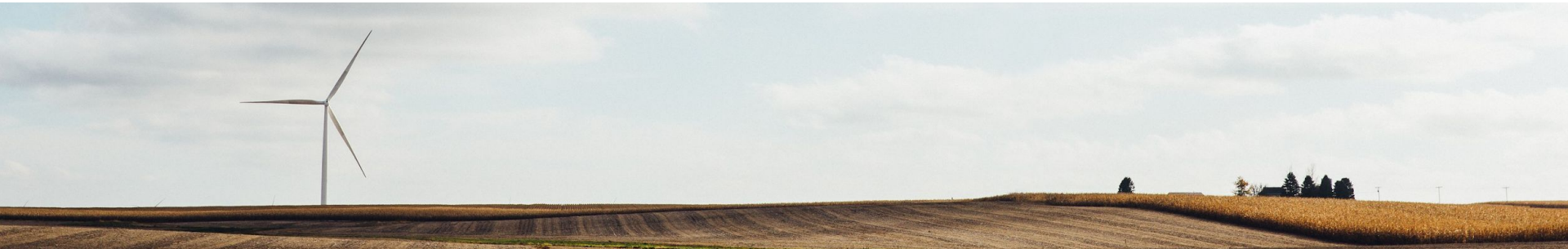
Current solution

Finite element model for weather

Finite element model for wind turbine generator

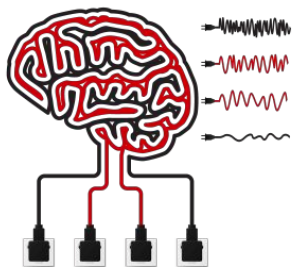
Weather model + WTG model + statistical correction -> prediction

Predictions are slow and expensive





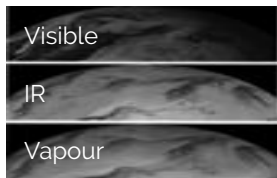
Deep weather: the AI approach



Energy production



Satellite



Weather stations



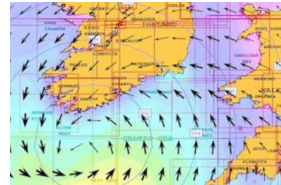
Wind parks



Topology

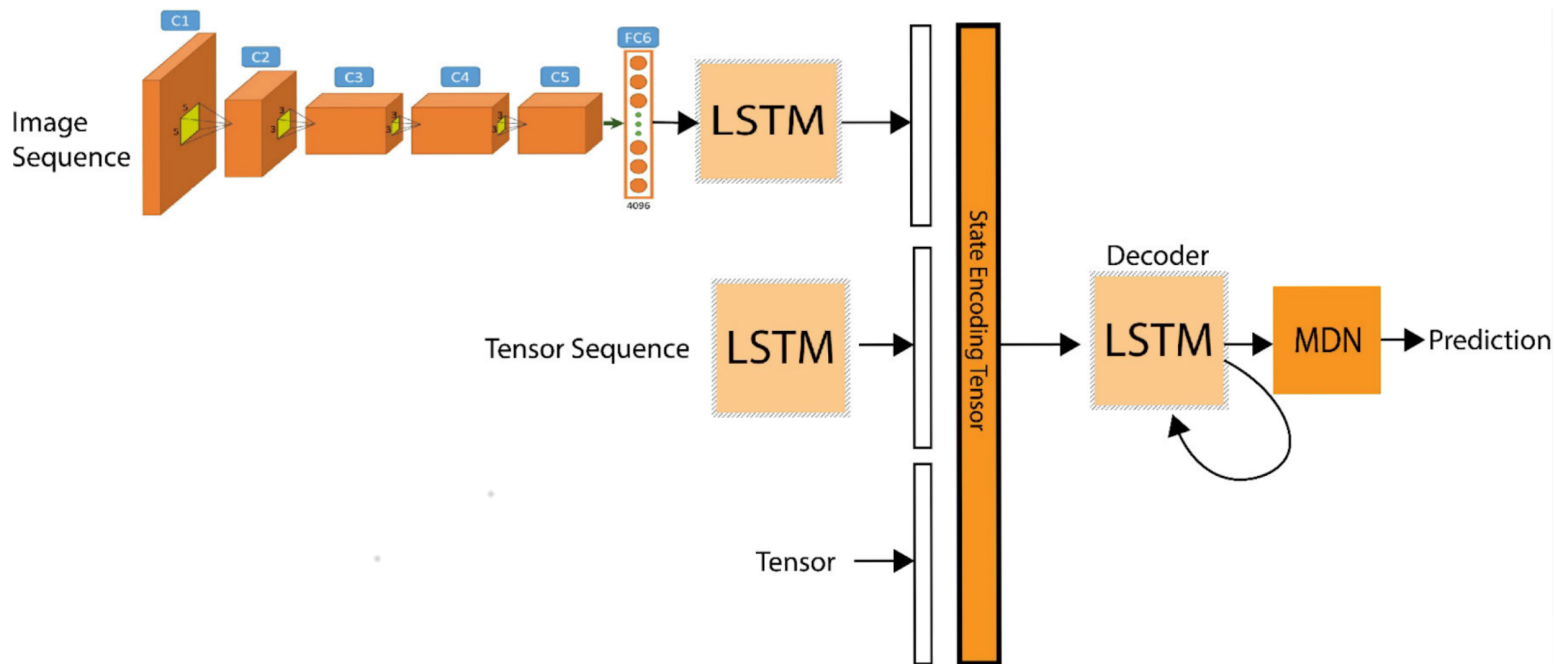


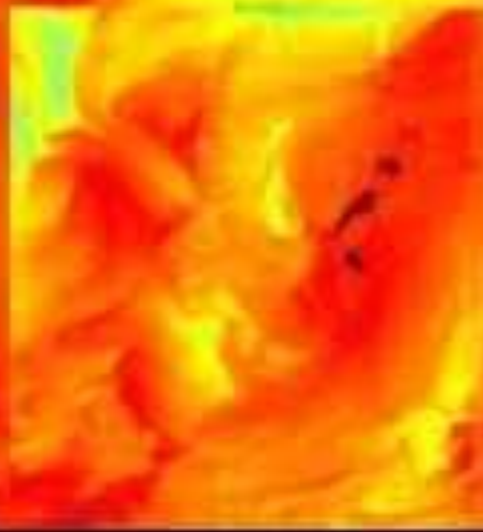
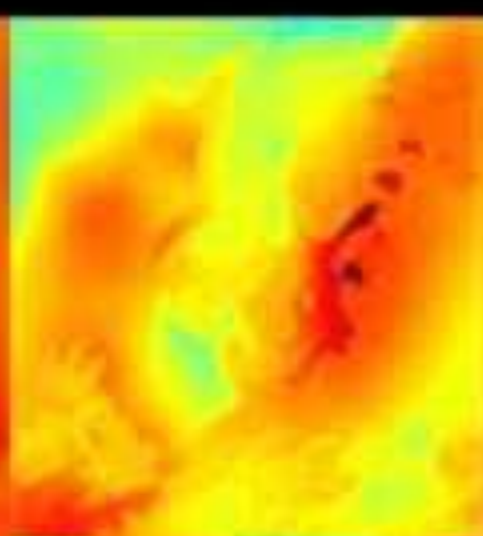
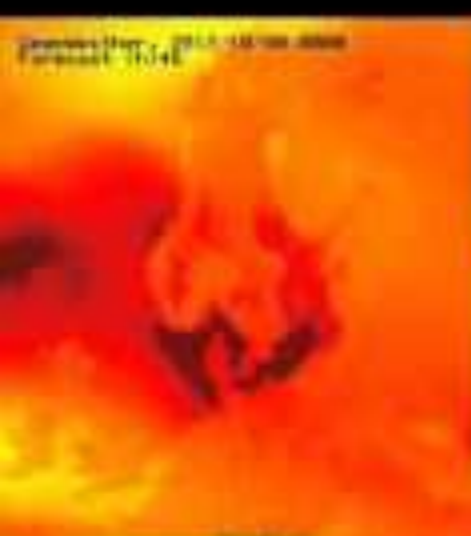
Weather forecast





Deep weather: the model







Semantic Text Similarity

Home / Similarity Datasets Modeling Evaluation Deployment

Search and filter deployments...

New deployment

BERT embeddings
2019-02-26 21:06

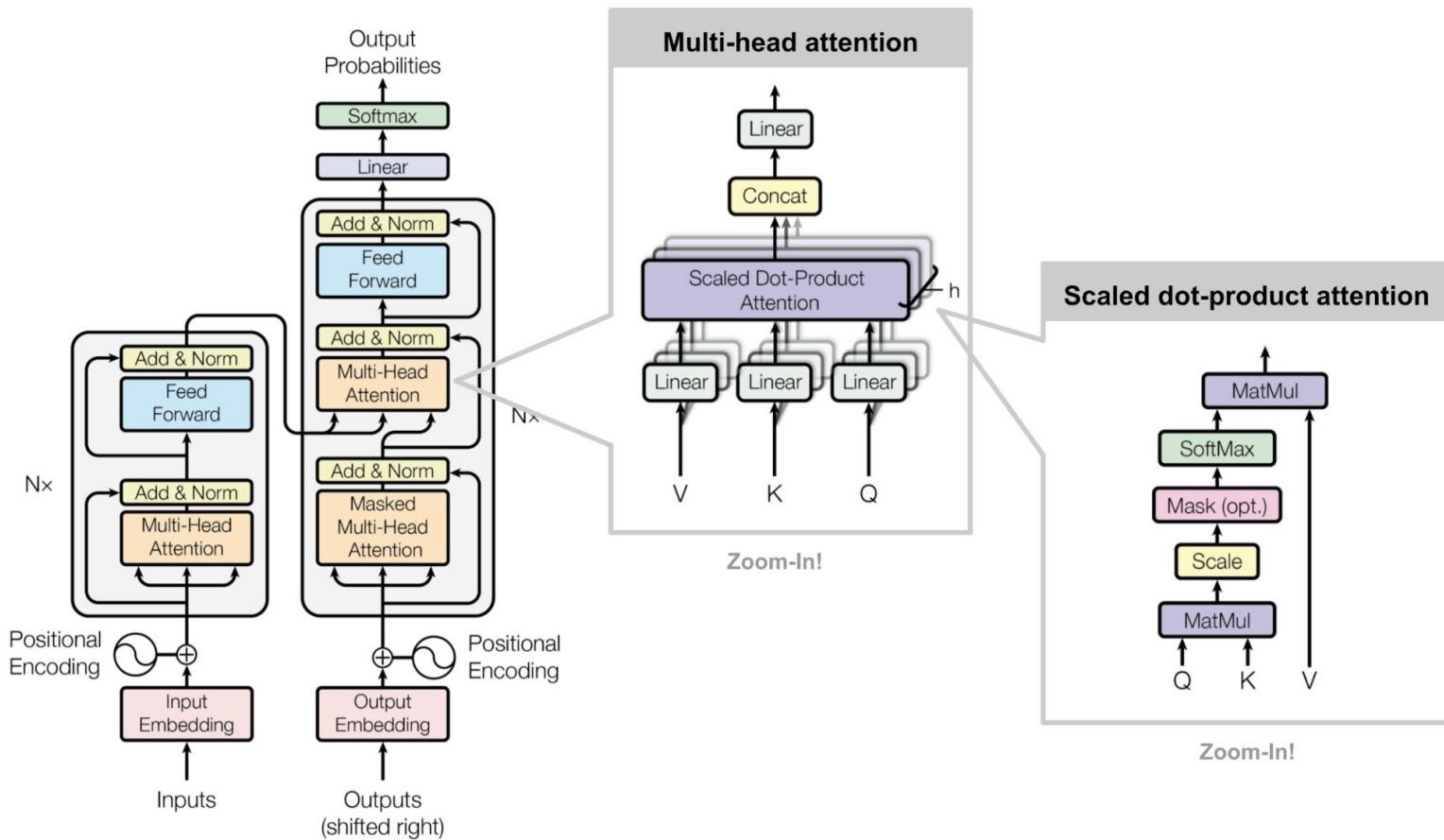
Similar Questions [API Documentation](#)

What is your primary bank?

Score	Question	SIDs / Hash
0.9452	Is this your primary bank? Responses: , Yes, No	SIDs: S16007953 Hash: 26ed8f384c4a3bc092f
0.9088	And which of these is your main bank or financial institution? Responses: <img src='https://cdn.ipsosinteractive.com/projects/{#I	SIDs: S18008482 Hash: df5c14644b44dd6dc71
0.9035	What is your current life insurance company? Responses: Farmer's, Farm Bureau, American Family, Minnesota I	SIDs: S15008395 Hash: 2f5e58bc49e80f073f94
0.9024	Are you satisfied with your primary bank? Responses: , No, Yes	SIDs: S16013523 Hash: b62a44cfc37a864a8f6
0.9008	And which ONE of these banks is your secondary bank? Responses: Bank Rakyat, Hong Leong Bank, Alliance Bank, AmBe	SIDs: S17020997 Hash: df0ae66db7d4d8cc2b7
0.8986	And what is your main channel of purchase? Responses: Independent Optical Shop, {#Q43_97}, , Doctor's clin	SIDs: S18012106 Hash: d11981557e44a39b41
0.8974	What is your main internet connection? Responses: Dial-up, Fiber to the Home (FTTH), Mobile (Phone, Sr	SIDs: S1008013 Hash: 8a9e10d943c98eab81
0.8970	And which ONE of these banks is your main bank? Responses: Affin Bank, CIMB Bank, Alliance Bank, Kuwait Financ	SIDs: S17020997 Hash: a645c7cf877147125c2
0.8954	What is your current health insurance company?	SIDs: S15005874 S1500277



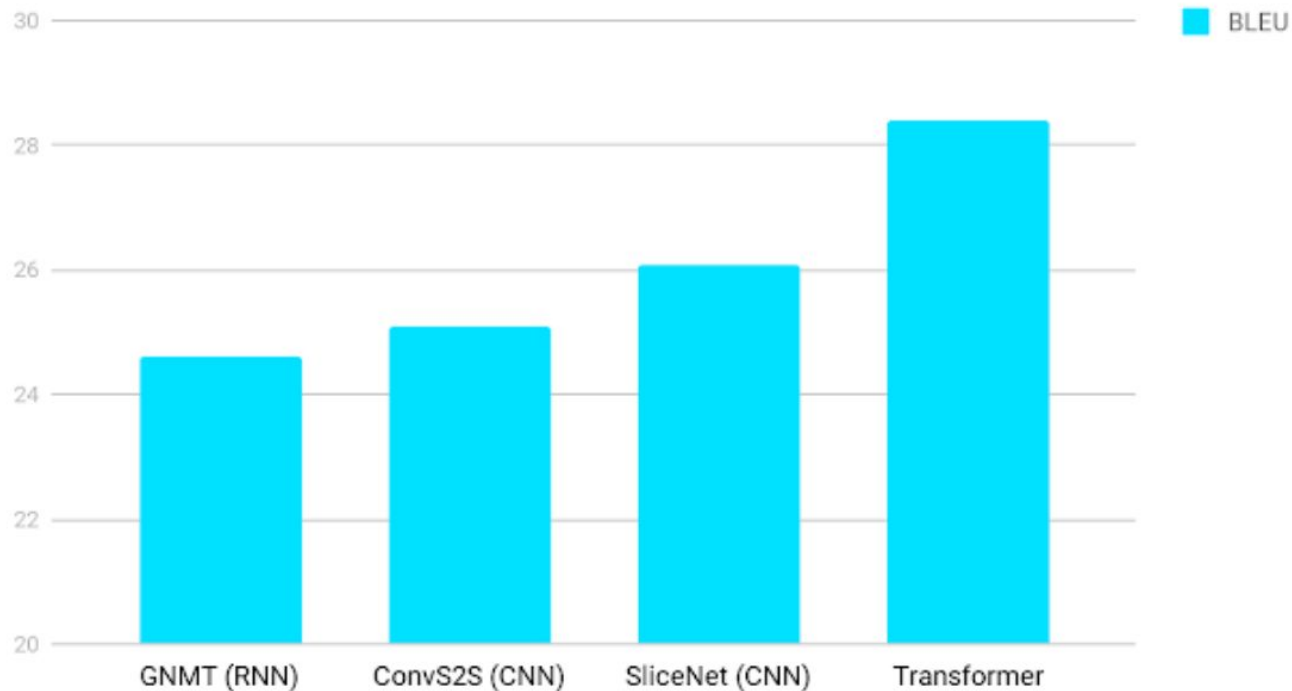
Transformer self attention





Transformer SOTA step-change

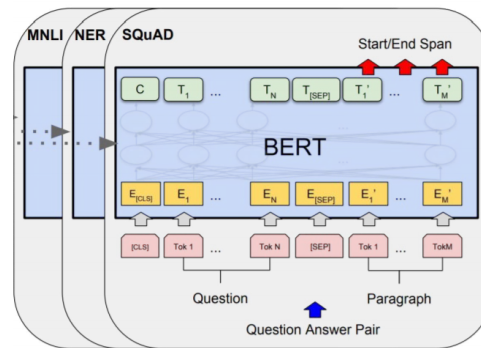
English German Translation quality





BERT overview

- Bidirectional Encoder Representations from Transformers
 - State-of-the-art model from Google (late 2018)
 - Bidirectional encoder part of the Transformer (2017)
 - Self-attention mechanism, avoid slow recurrent networks
 - Can attend to the whole sentence at once
 - Contextual relationships between words (or sub-words)
 - Learns semantic embedding, the meaning of words
 - Self-supervised learning without labelled data

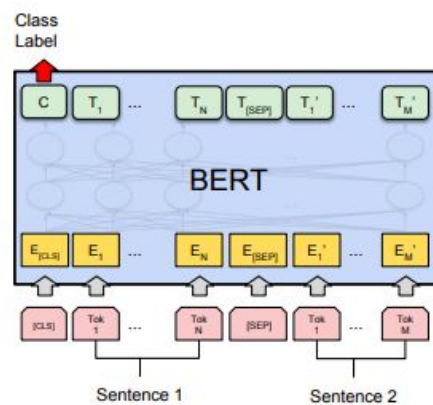


System	MNLI-(m/mm) 392k	QQP 363k	QNLI 108k	SST-2 67k	CoLA 8.5k	STS-B 5.7k	MRPC 3.5k	RTE 2.5k	Average
Pre-OpenAI SOTA	80.6/80.1	66.1	82.3	93.2	35.0	81.0	86.0	61.7	74.0
BiLSTM+ELMo+Attn	76.4/76.1	64.8	79.9	90.4	36.0	73.3	84.9	56.8	71.0
OpenAI GPT	82.1/81.4	70.3	88.1	91.3	45.4	80.0	82.3	56.0	75.2
BERT _{BASE}	84.6/83.4	71.2	90.1	93.5	52.1	85.8	88.9	66.4	79.6
BERT _{LARGE}	86.7/85.9	72.1	91.1	94.9	60.5	86.5	89.3	70.1	81.9

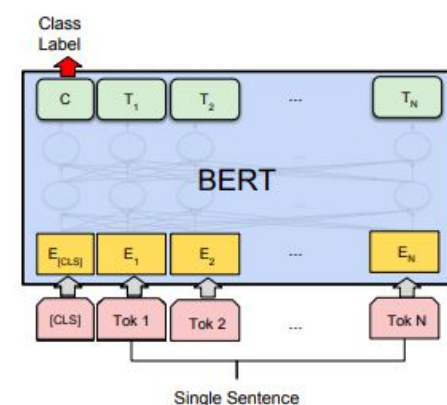


BERT NLP tasks

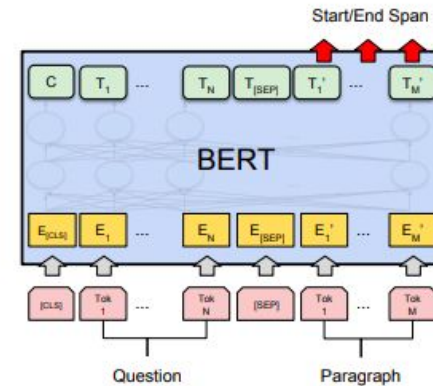
- Language understanding
- Linguistic acceptability
- **Sentence embedding**
- Sentiment analysis
- Named entity recognition
- **Semantic textual similarity**
- Question answering
- Textual entailment
- Automated summarization
- Machine Translation
- and many more



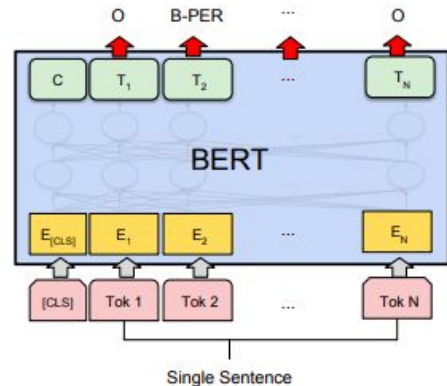
(a) Sentence Pair Classification Tasks:
MNLI, QQP, QNLI, STS-B, MRPC,
RTE, SWAG



(b) Single Sentence Classification Tasks:
SST-2, CoLA



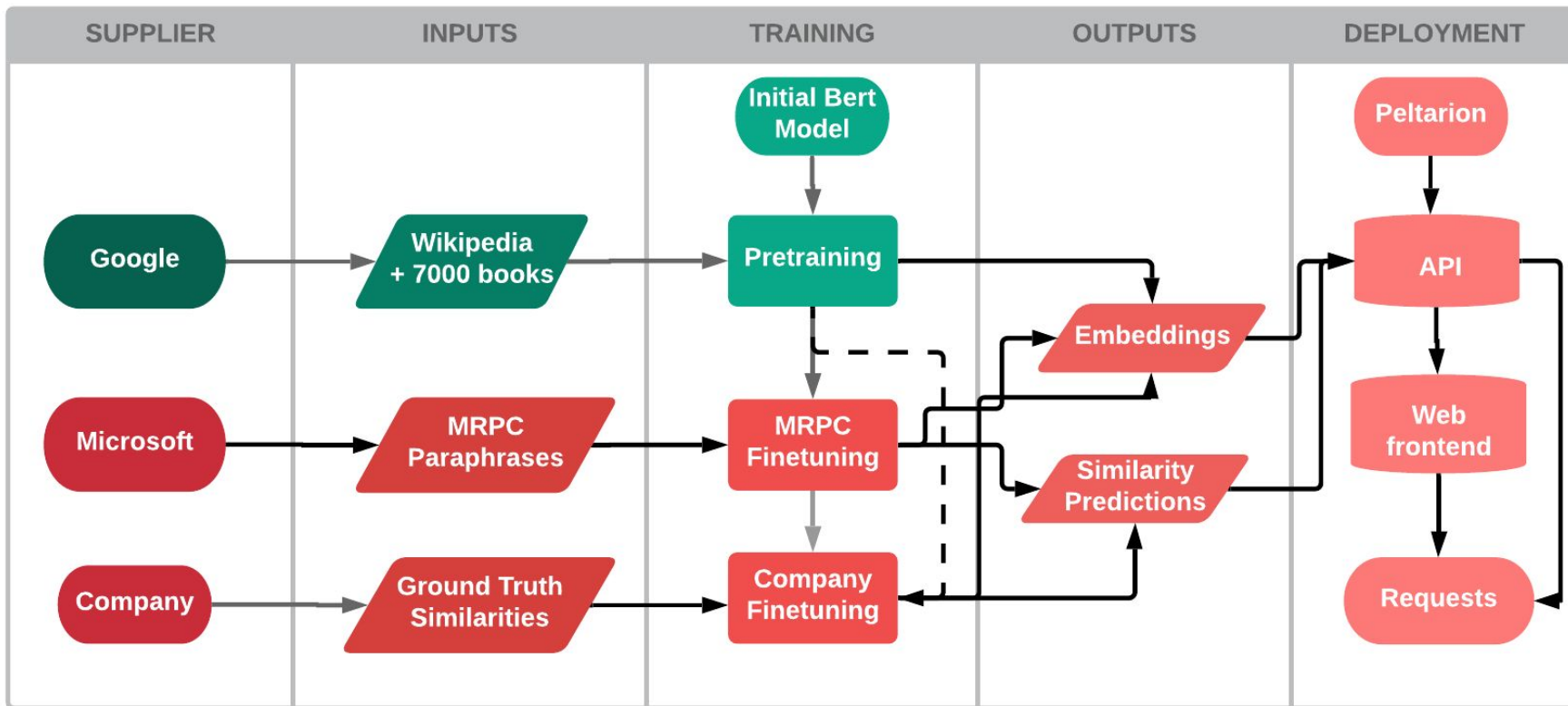
(c) Question Answering Tasks:
SQuAD v1.1



(d) Single Sentence Tagging Tasks:
CoNLL-2003 NER



Text similarity training process





DEMO

Search and filter deployments...

New deployment

BERT embeddings
2019-02-26 21:06

Similar Sentences [API Documentation](#)

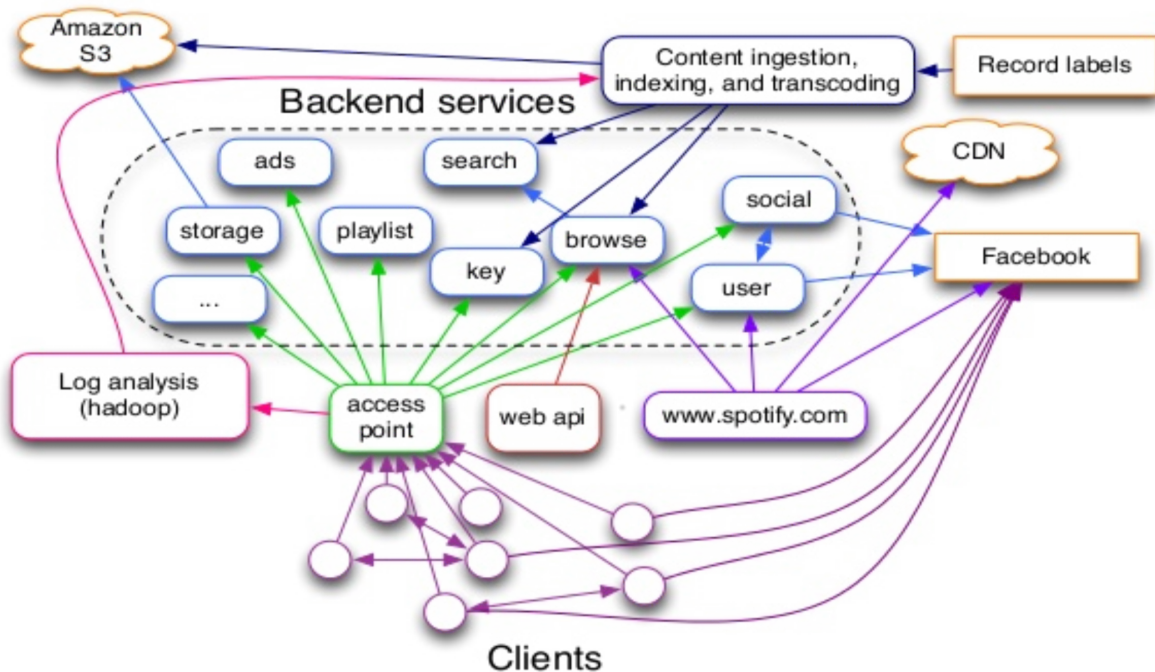
DNA tests will be performed to confirm his identity.

Score	Sentence
1.0000	DNA tests will be performed to confirm his identity.
0.8728	Police said they will conduct DNA tests to confirm the man's identity.
0.8017	Water samples are being tested in a state lab to determine what caused the reaction.
0.7785	Random testing of security procedures should also take place.
0.7768	Water samples are being sent to the state health department for analysis.
0.7768	Water samples are being sent to the state health department for analysis.
0.7653	The Web site said Dr. Aronov had passed two lie detector tests, one administered by the police.
0.7648	The bomb exploded while authorities waited for a bomb squad to arrive.
0.7645	Investigators conducted DNA tests on the stains and ran the results through a national database last month.
0.7601	He added that prosecutors will seek the death penalty.
0.7593	The proceedings were taken up with prosecutors outlining their case against Amrozi, reading 33 pages of docu
0.7568	Investigators conducted DNA tests on the stains and ran the results through a national DNA data base in August
0.7563	Illinois State Police accident reconstruction experts were investigating the cause.
0.7553	He added: "Let the process be put in place that will ensure a smooth transition from war to peace.
0.7548	At his request, he will be reassigned within the district.
0.7532	He said the ferry's crew will be interviewed and tested for drugs and alcohol.
0.7476	About 120 potential jurors were being asked to complete a lengthy questionnaire.
0.7457	Authorities had no evidence to suggest the two incidents were connected.

04 / Example AI Projects at Spotify



Spotify architecture






File Edit View Playback Help

< > 🔍

UPGRADE 3 Mostafa El Sayed Xander

Dubstep Dangles Dirty
Hip Hop Club Bangers
Folk Rock Chill
Get Turnt
Black History Salute
Amazing Lost
Chill Hits
New Music Friday
Discover Weekly • by ...

+ New Playlist



Discover Weekly

PLAYLIST

Discover Weekly

Your weekly mixtape of fresh music. Enjoy new discoveries and deep cuts chosen just for you. Updated every Monday, so save your favourites!

Created by: Spotify • 30 songs, 1 hr 59 min

PLAY FOLLOWING ... FOLLOWER 1

Filter Download

SONG	ARTIST	ALBUM	
+ Space	Amber Mark	Space	6 days ago
+ Overdose	The Good Fortune	Overdose	6 days ago
+ Memories	Follin	Follin	6 days ago
+ What You Didn't Say	Anna Ash	Floodlights	6 days ago
+ Cavalier	Sniffle Party	Peach Dream	6 days ago
+ So Much	Jinja Safari	Crescent Moon	6 days ago

Tennessee | Allan Rayman

Friend activity

Amir Mohamed 55 m
Kol Haga Betaady
Cairokee
Cairokee

Ahmed Yossry Mo... 3 h
Down - feat. Jfdr
Sin Fang
Discover Weekly

Saied Hosni 8 h
100000 Malion Meel
El Morabba3
El Morabba3 - Ta...

More Friends

11143704036

⏮ ⏪ ⏩ ⏭ 🔊



Collaborative filtering

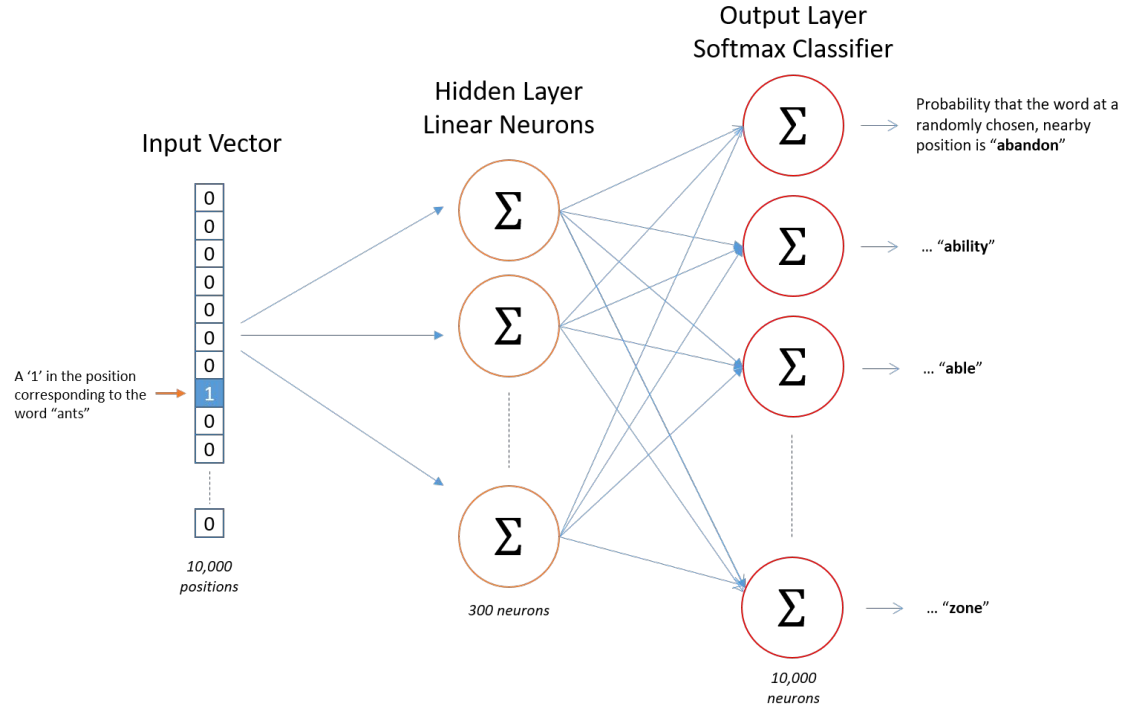
$$P = \begin{pmatrix} 0 & 0 & 0 & 1 \\ 0 & 1 & 1 & 0 \\ 0 & 0 & 1 & 0 \\ 1 & 0 & 0 & 1 \end{pmatrix} \approx \begin{pmatrix} X & Y^T \end{pmatrix}$$

Y is all item vectors, X is all user vectors

$$\sum_{u,i} c_{ui} (p_{ui} - x_u^T y_i)^2 + \lambda \left(\sum_u \|x_u\|^2 + \sum_i \|y_i\|^2 \right)$$

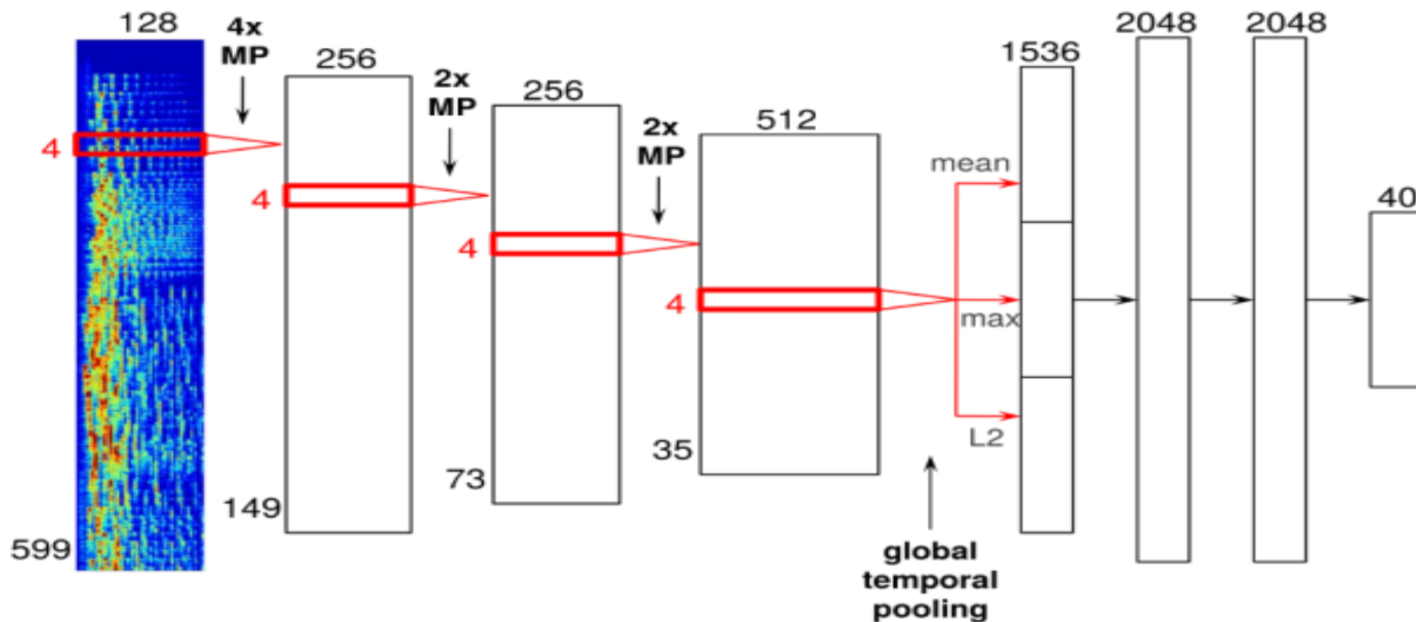


Word2vec with Playlists





Raw audio recommendations with deep learning



05 / Example AI Projects

Generic (in)famous



Image caption generation

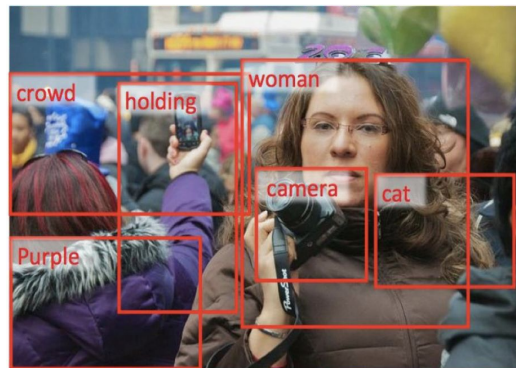


a man sitting on a couch with a dog
a man sitting on a chair with a dog in his lap



dog (1.00)

man (0.93)



1. detect words

woman, crowd, cat, camera, holding, purple

2. generate sentences

A purple camera with a woman.
A woman holding a camera in a crowd.
...
A woman holding a cat.

3. re-rank sentences

#1 A woman holding a camera in a crowd.



Machine translation





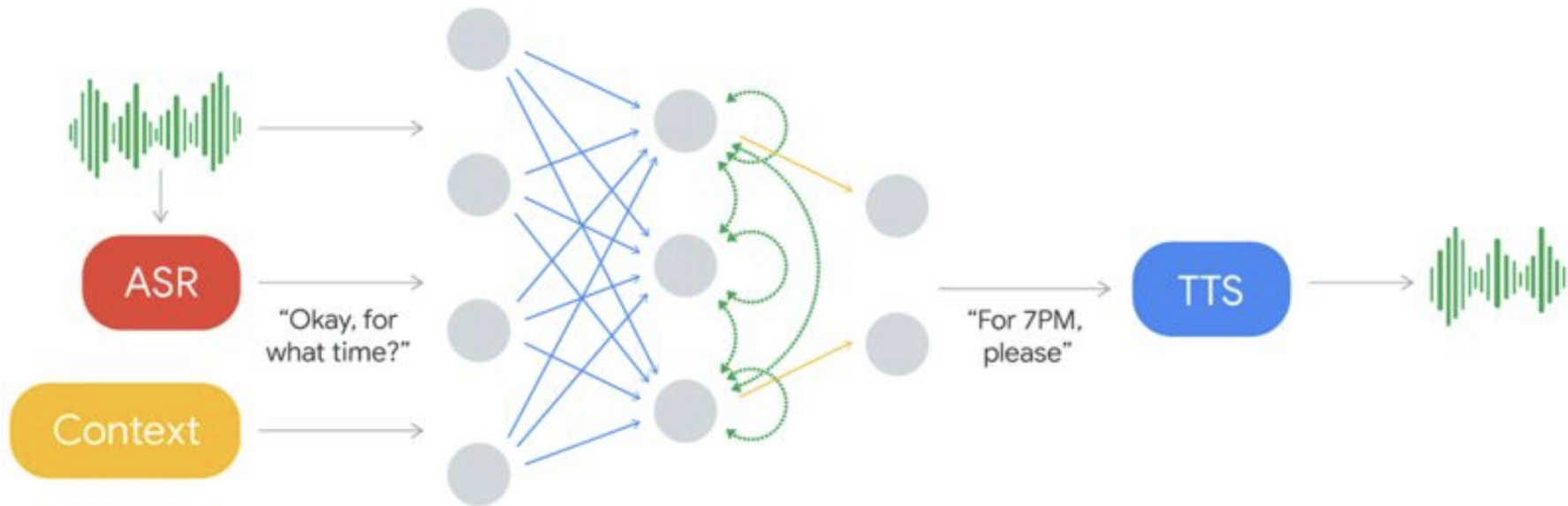
Amazon, 100k robots, 300k humans







Google duplex





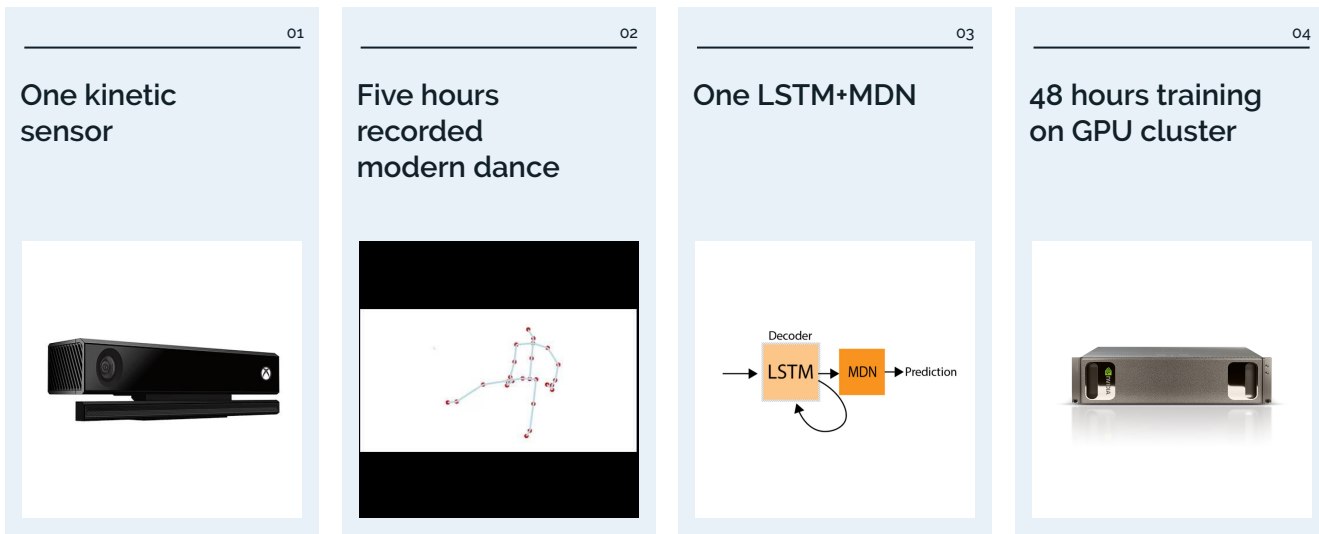
06 / Ending notes

Peltarion

Holländargatan 17
SE-111 60 Stockholm
Sweden



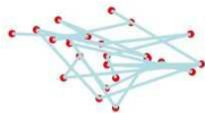
Generative choreography



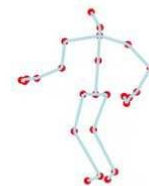


Generative choreography

After 10 min



After 48 hours





**You must be brave, and make
AI part of your core business.
It will make your business
10x better.**

**Do not dismiss it to a niche
business area or as R&D.**

Oscar Höglund / CEO Epidemic Sound

/August 5, 2019

Thanks

Anders Arpteg, PhD
Principal Data Scientist, Peltarion