

Supervised

Goal: make predictions and develop predict models

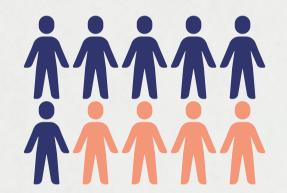
- + known and labeled inputs AND outputs
- human intervention
- + accuracy

Training Set

with many (X,y)

Test Set

Compare actual to determine accuracy



25 20 15 10 5 Nown X1

Machine Learning
Processes

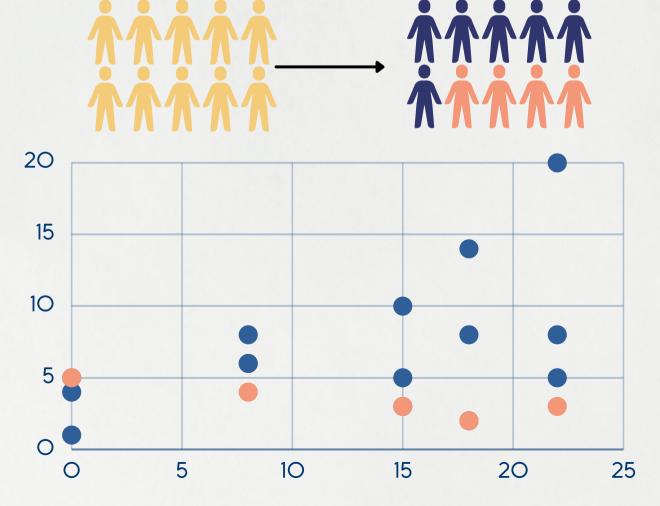
Unsupervised

Goal: pattern and structure recognition

- + Real-time analysis
- + known class numbers
- + qualitative evaluation

Training Set

with many (X)



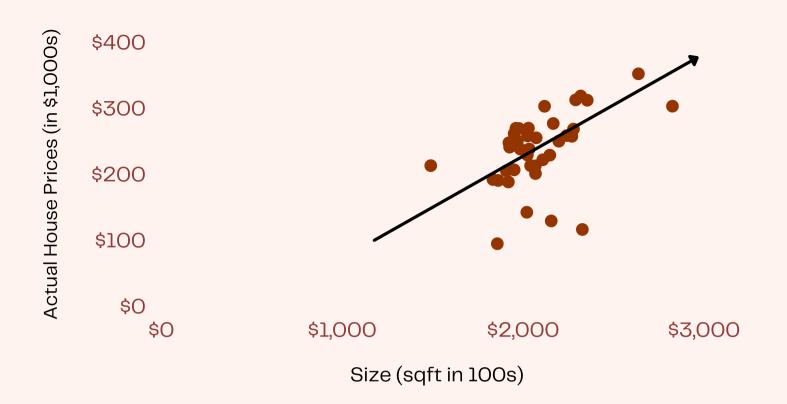
Supervised

Regression

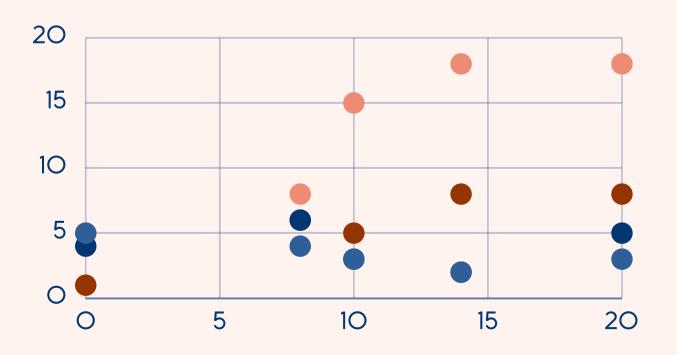
Decision Trees
Linear
Frequency



K - Nearest NeighborImage ClassificationCustomer Retention



NUMERICAL TECHNIQUES & ALGORITHMS



Continuous

Reading: Why Use K-Means for Time Series Data?

Solving Anomaly Detection Problems:

•Measure error between actual and prediction;
threshold around moving average, standard
deviation, IQR

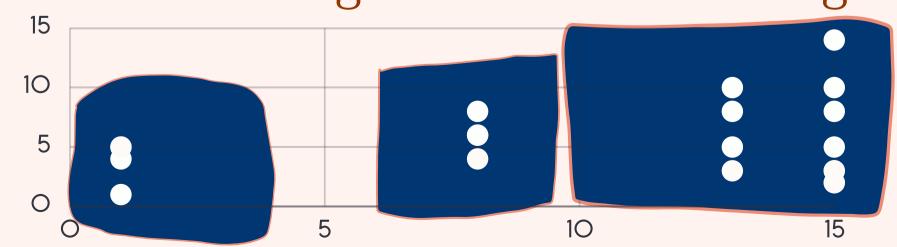
Unsupervised

Association

Dimensionality Reduction

NUMERICAL TECHNIQUES & ALGORITHMS

Simulation: Visualizing K-Means Clustering



Cluster

K-Means

Customer
 Segmentation

Hierarchical

Discrete