

ELEMENT<sup>AI</sup>

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# DeepTech Artificial Intelligence

## Promises and Operationalisation of AI

January 16<sup>th</sup>, 2020

ELEMENT<sup>AI</sup>

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E<sup>AI</sup>



ELEMENT<sup>AI</sup>

# Work smarter, together.

We help enterprises operationalize AI so that people and machines collaborate better.

# ELEMENT<sup>AI</sup> at a glance



**JF Gagné,**  
**CEO**

15 years leading disruptive  
decision and data science-  
based software  
companies



**Yoshua Bengio,**  
**Co-Founder**

Father of Deep Learning,  
full Professor at UdeM and  
Head of Montreal Institute  
for Learning Algorithms



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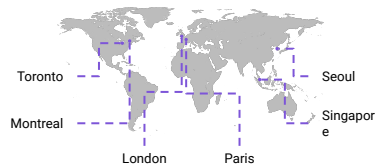
Three years old.  
Founded on  
Oct. 25 2016

450

450 AI  
practitioners  
100+ Ph.D.s

GLOBAL

HQ in Montreal



6

Research Domains:  
Vision, NLP, Time  
Series, XAI,  
Representation  
Learning, Operations  
Research

## OUR CUSTOMERS



## BACKED BY LEADING VC, CORPORATE & INSTITUTIONAL INVESTORS

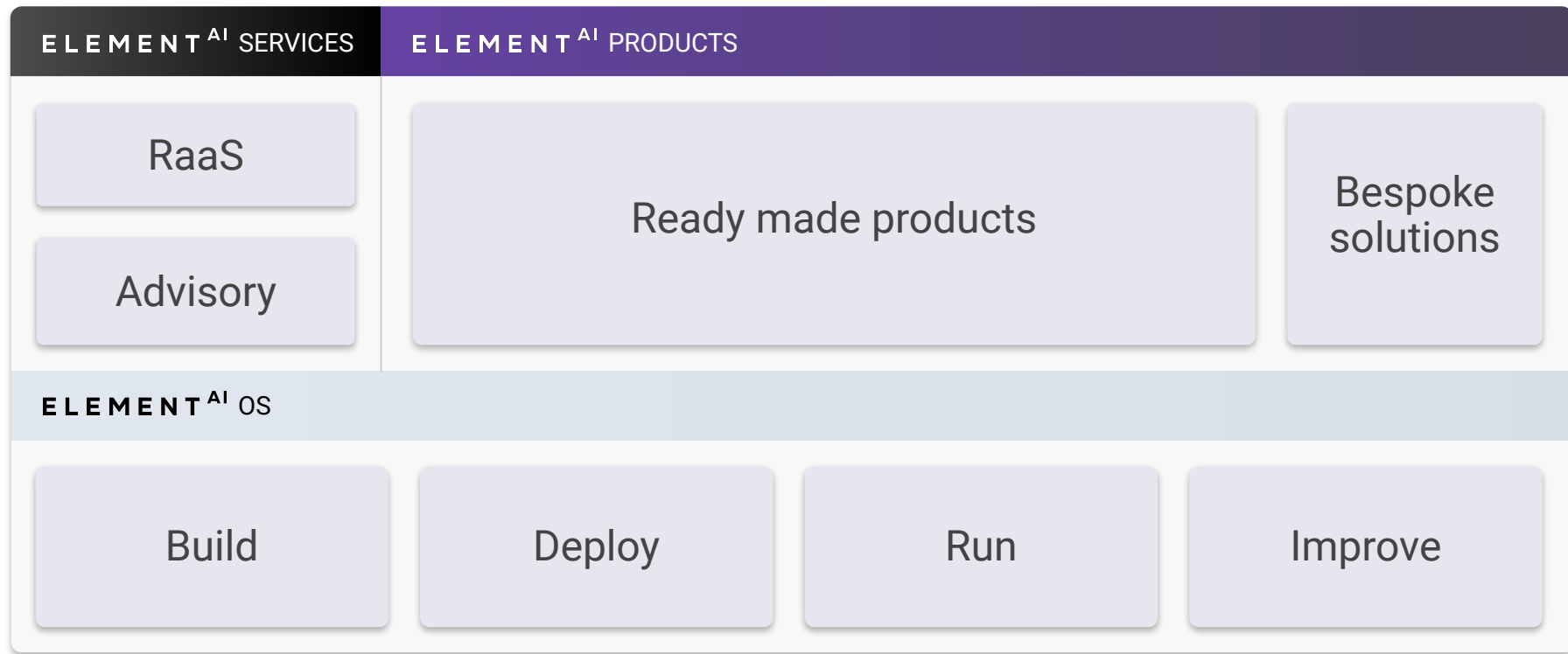


Data Collective



# Generate real impact with AI using end to end solutions **that manage the entire AI lifecycle**

⚠ WHY THIS MATTERS Currently, less than 1 in 10 AI projects make it into production



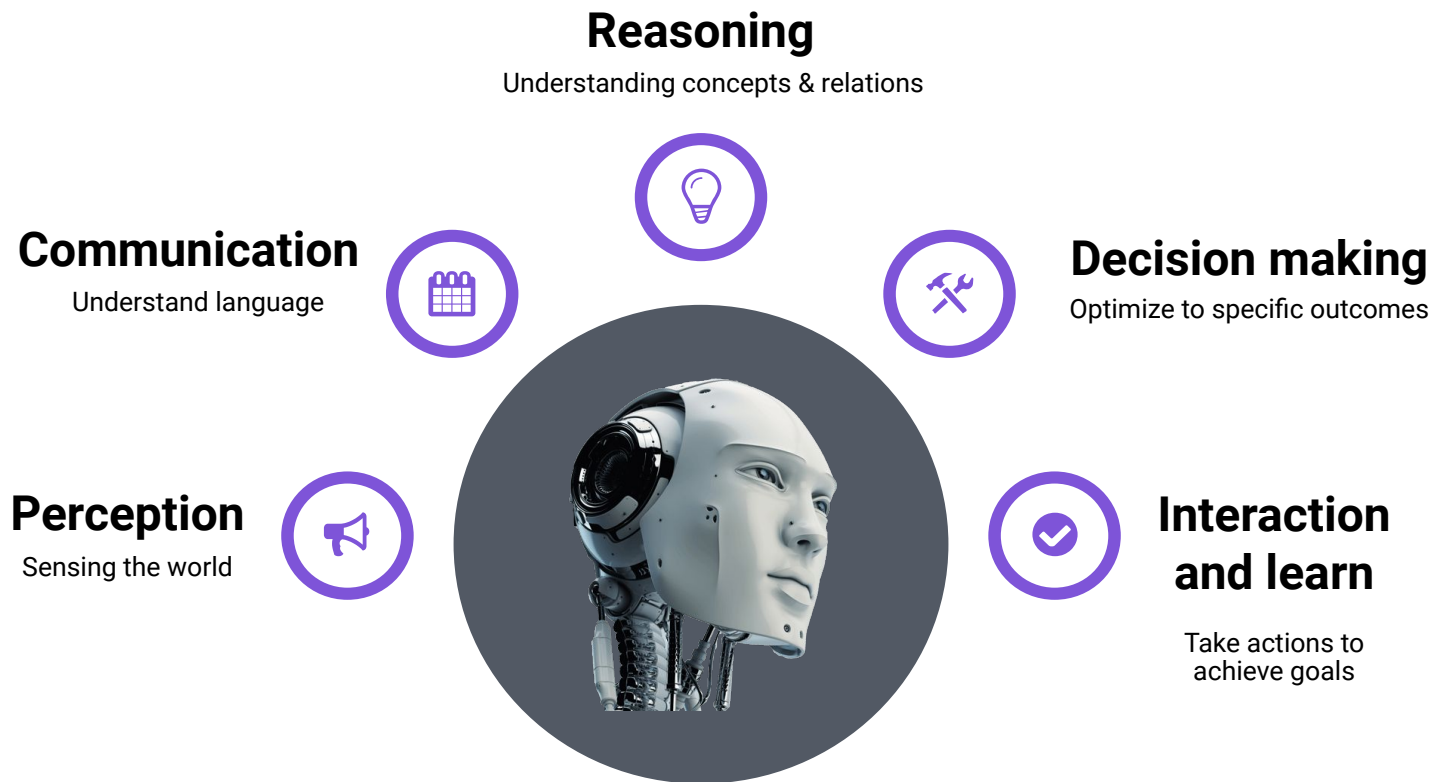




# What is AI?



The ability to solve specific tasks using computer programs that have some of the qualities of the human mind



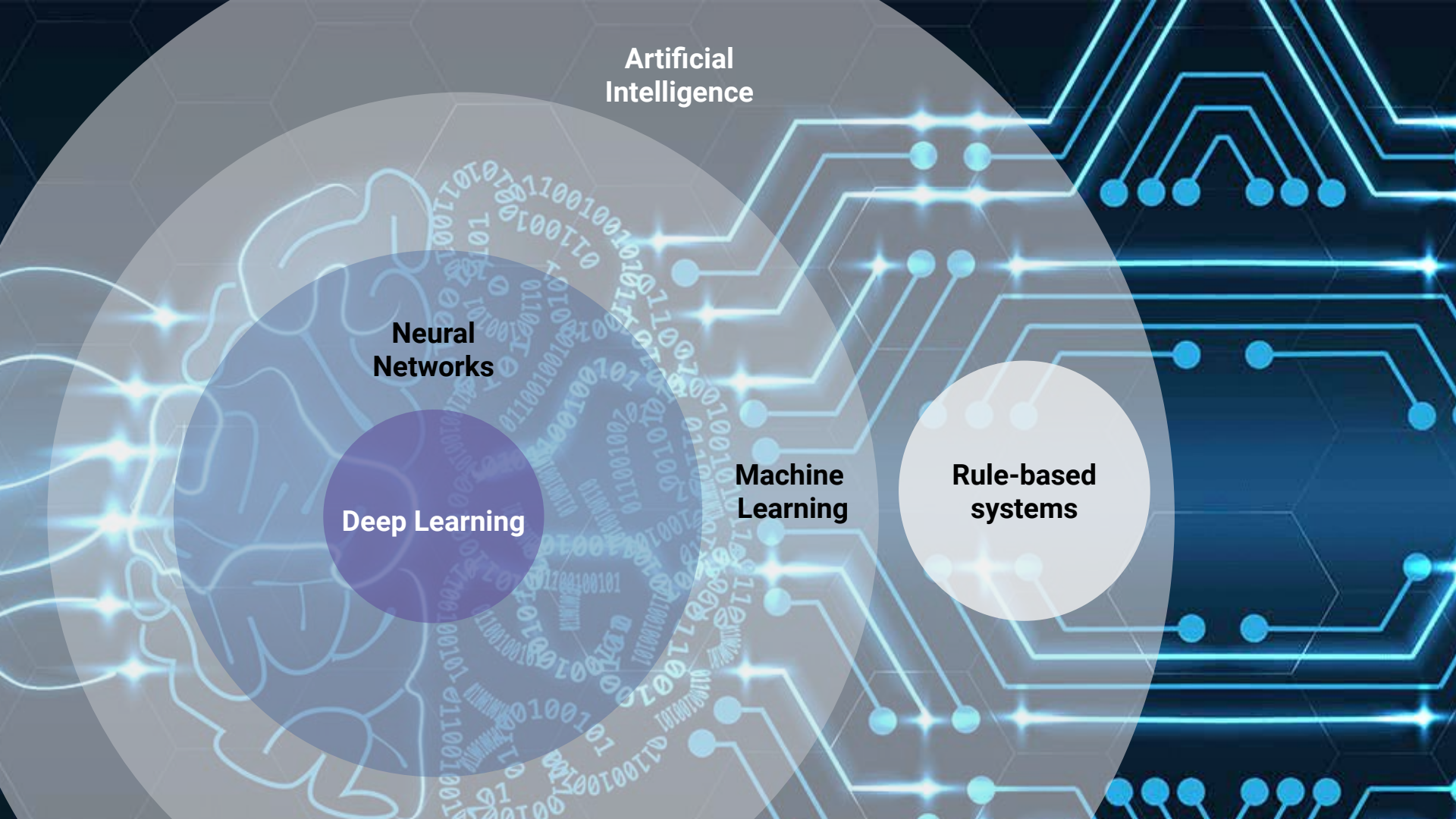
**Artificial  
Intelligence**

**Neural  
Networks**

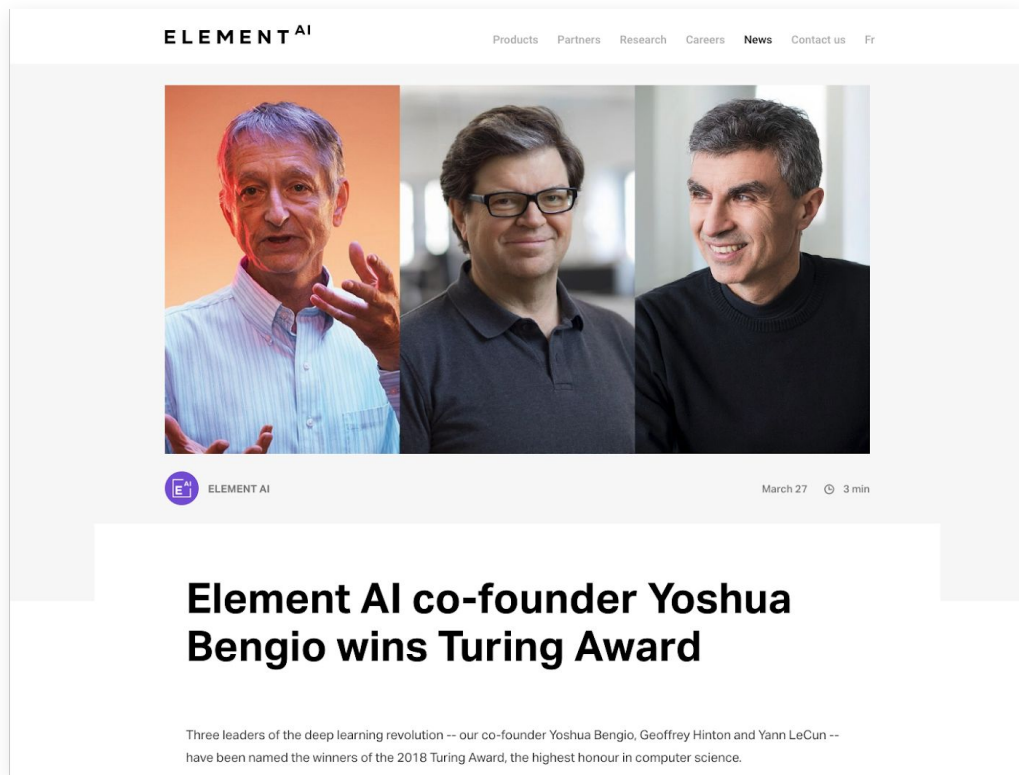
**Deep Learning**

**Machine  
Learning**

**Rule-based  
systems**



# AI: Progress on algorithms and on computing power



Graphical Processor  
(GPU)





# Computer Vision

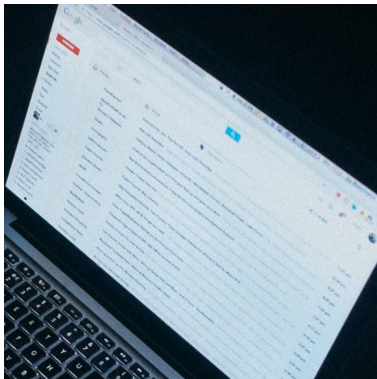


# Speech Recognition and Natural Language Processing

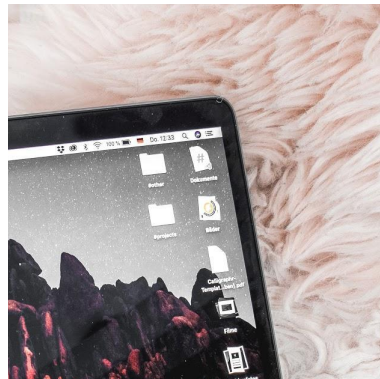




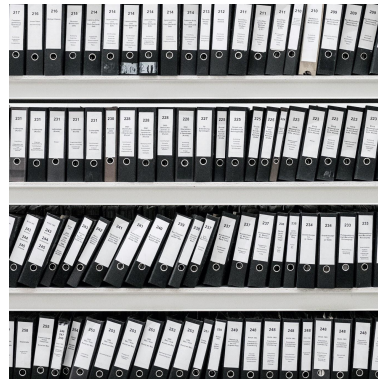
## Emails



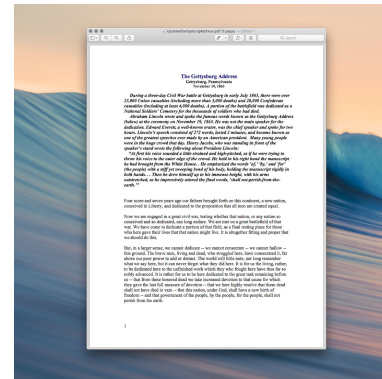
## Files



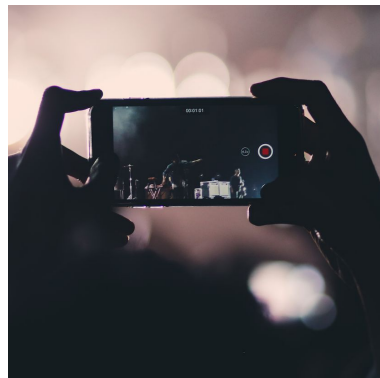
## Documents



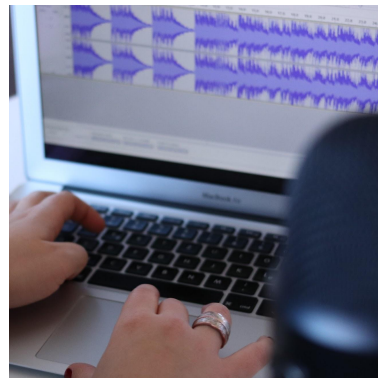
## PDFs



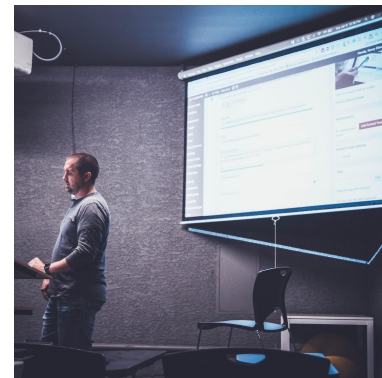
## Videos



## Audio



## Presentations



# Data Processing



# Where is AI today?

AI has made remarkable achievements in gaming...



CHESS - KASPAROV



GO - LEE SEDOL



TEXAS HOLD'EM POKER



STARCRAFT 2

...made in-ways into the world of art...





A low-angle, upward-looking perspective of several tall, modern skyscrapers with glass facades, converging towards the top of the frame against a clear blue sky. The perspective creates a sense of height and scale. The text is overlaid in the upper left quadrant.

...and is beginning to impact the world of business.

# Retail, CPG/Manufacturing & Supply Chain Use Cases

## RETAIL USE CASES



**Data  
Extraction**

**User  
Feedback**



**Contract  
Compliance**



**Invoice  
Insights**



**Intelligent  
Prioritization**

## CPG/MFG & SUPPLY CHAIN USE CASES



**Manual to  
Digital**

**Moving  
Faster**



**Ever Increasing  
Accuracy**

# Insurance Use Cases

## INSURANCE USE CASES



**Submissions**

**Risk  
Assessment**



**Risk Appetite**



**Coverage  
Recommendations**

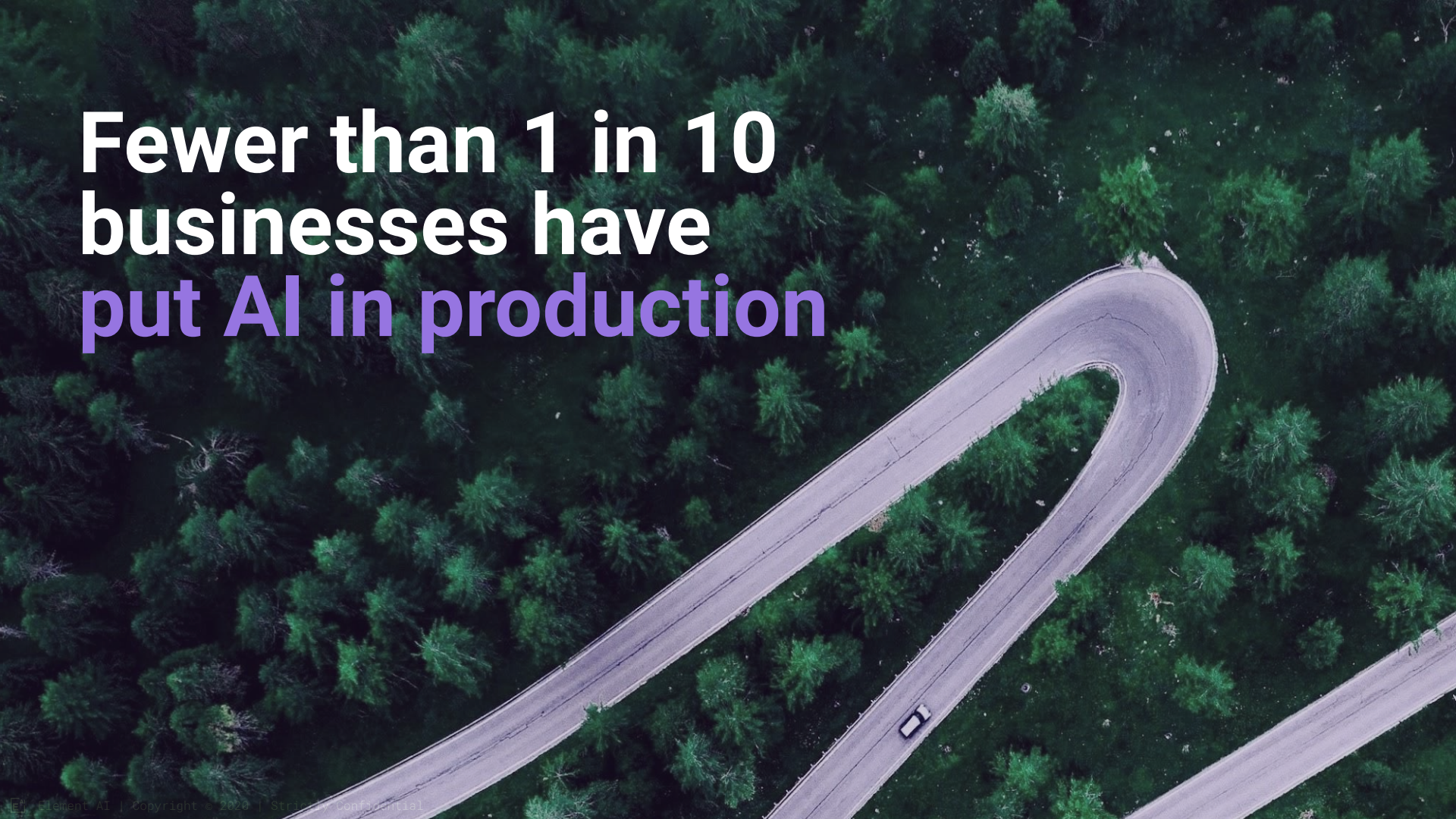


**Assignment**

**Message  
Authority**





An aerial photograph of a two-lane asphalt road that winds through a dense, green forest. The road curves sharply to the right and then back to the left, forming a large loop. A single white car is visible on the road, traveling towards the right. The text "Fewer than 1 in 10 businesses have put AI in production" is overlaid on the top left of the image. The words "Fewer than 1 in 10" and "businesses have" are in white, while "put AI in production" is in purple.

**Fewer than 1 in 10  
businesses have  
put AI in production**



# Barriers to the operationalization of AI



STRATEGY  
AND  
LEADERSHIP



DATA



TECHNICAL  
FOUNDATION

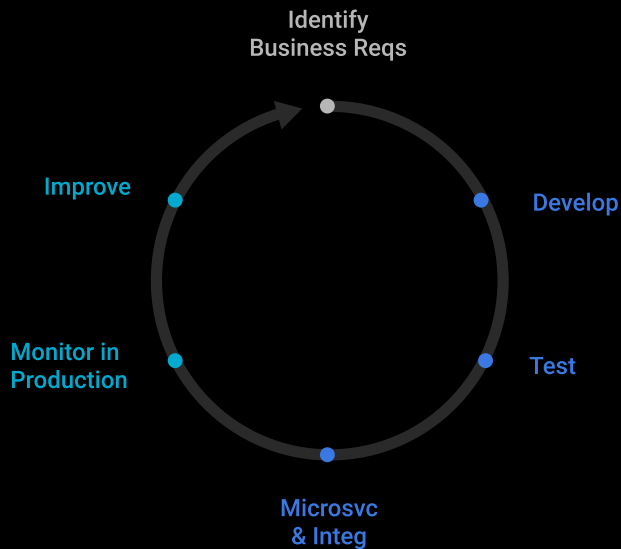


ORGANIZATION



ETHICS  
AND  
GOVERNANCE

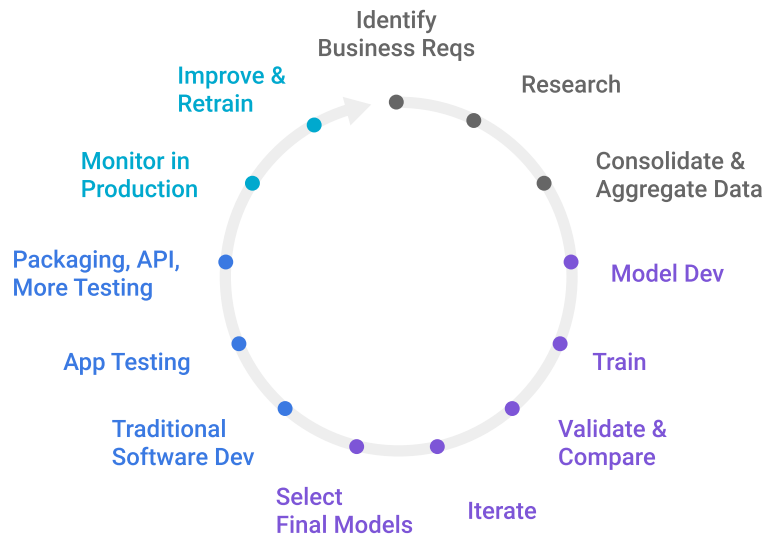
# Operationalising AI is much harder than deploying software



## Traditional Software DevOps

Business Analyst, Software Developer,  
Application Architect

VS



## AI Model Lifecycle

Business Analyst, AI Scientist, AI Developer, AI  
Architect, Software Developer, Application Architect

To ensure that the AI adopted is ethical, there are **7 key requirements** for AI practitioners



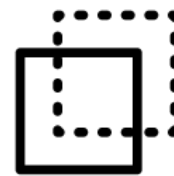
**Human Agency  
and Oversight**



**Technical Robustness  
and Safety**



**Privacy and  
Data Governance**



**Transparency**



**Accountability**



**Diversity,  
Non-Discrimination  
and Fairness**



**Societal and  
Environmental  
Well-Being**

**Source:** [EU Ethics Guidelines for Trustworthy AI](#)

Sound **regulation can be an important catalyst** for ensuring ethical, trustworthy AI



**An often overlooked challenge focuses on building AI as part of a bigger system, where system boundaries are identified properly and AI is deployed based on the design of how the system is changed.**



## Physical common sense





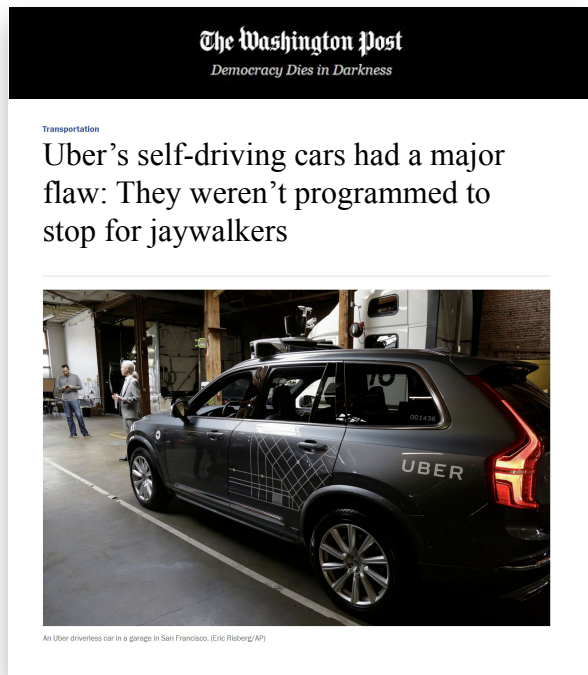
To effectively operationalise AI you need to think about the full lifecycle of an AI model

**80% of model lifetime is in post-deployment, yet 95% of the tools and effort address only pre-deployment**

**Current tools are unable to model the much larger system models are deployed into, which involves many stakeholders and varied interests**



## Example 1: Self Driving Car Accident



Source: [Washington Post](#)

System design is hard even for highly sophisticated AI teams

System boundaries excluded pedestrians except at intersections and crossings

System boundaries were much larger than the AI was designed to address

## Example 2: Apple Card / Goldman Sachs



+



Apple and Goldman Sachs launched a joint credit card which determines credit limits for a user based on an algorithm

Algorithm provided different credit limits to individuals in similar financial situations but of different sexes (i.e husband and wife)

Root cause not publicly known but likely due to not considering the producers of historical training data as part of system

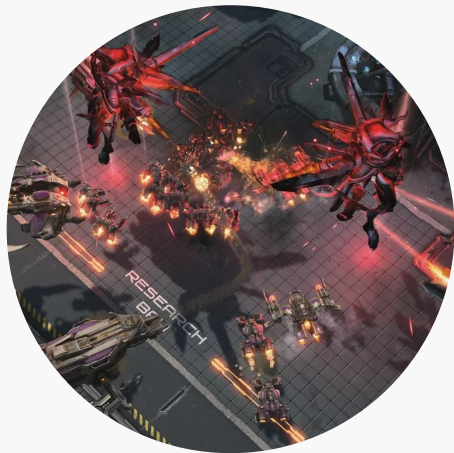
Source: New York Times

## Ambivalence: Fascination vs. Fear





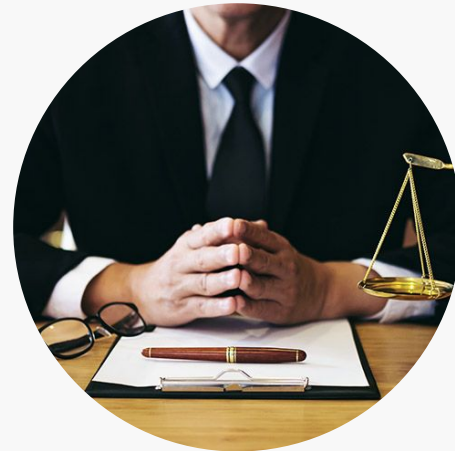
## Summary



*AI technology has  
advanced significantly*



*Companies struggle to  
move AI past the PoC stage  
into operations*



*While AI is nascent, we need  
to proactively ensure  
responsible adoption and  
better system understanding*

# Announcement of Joint Research Initiative LG E & Element AI - “Levels of AIX” - CES 2020



## Level 1

### Efficiency

AI **facilitates** specific functions with systems and devices, making user interactions more efficient and effective



## Level 2

### Personalization

AI uses **pattern learning** to recognize, optimize and personalize functions in order to improve & simplify interactions for users



## Level 3

### Reasoning

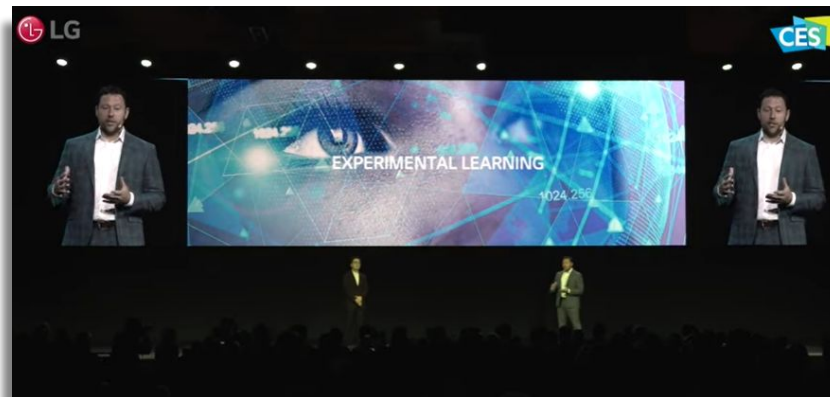
AI uses **causality learning** to understand the cause of certain patterns and behaviours, this information is used to predict and promote positive outcomes for users



## Level 4

### Exploration

AI uses **experimental learning** to continuously test, learn and improve, seamlessly adding value to users' lives by uncovering new inferences & enabling a deeper union



# Levels of AIX: The Future of AI and the Human Experience

## Overview

Artificial Intelligence (AI) is impacting the world we live in. It can already be found across the systems, services and devices that we use every day. And while there's been exciting advancements in AI's applications, the AI community lacks a common framework and language for discussing advancements across the variety of domains, such as on the road, at home, at work, and in public spaces.

This is why LG and Element AI have partnered to research and develop this framework, proposing a shared definition for advancements in AI. Grounded in the imaginative work of foresight and research into the cutting edge of applied AI science and engineering, the framework consists of four clear levels. Each level represents a step-change in capability that will allow AI-powered products and services to provide new benefits to users and society. We believe the future of AI should focus on human-centric design, and so have coined the term AIX - Artificial Intelligence Experience, which we hope will sharpen the public discourse around this important topic.

To make clear what these different levels might mean in practice, we have included four underlying dimensions and considered how AI must remain safe and trustworthy at every stage.

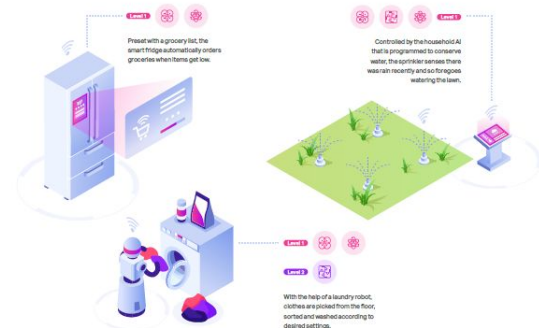
Unlike previous waves of automation that reshaped human spaces and workflows to integrate machines, we believe the transformative potential of modern AI is to reverse this trend. By creating devices, systems, spaces, and infrastructure that adapt to people and their needs, increasingly sophisticated AI can help unlock a new wave of growth in productivity and well-being.

This is a lofty vision, and we recognize that building human-centric commercial AI solutions will require expertise and effort from the entire AI ecosystem. We believe the collaboration between Element AI and LG that produced this framework represents a model for fruitful partnerships, and hope others take up this AIX framework to drive research and development of the next generation of AI-powered products and services.

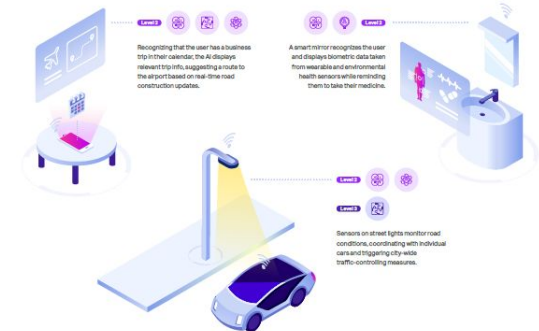
## Here are the four generations and their defining traits:

	Level 1	Level 2	Level 3	Level 4
<b>Names</b>	<b>Efficiency</b>	<b>Personalization</b>	<b>Reasoning</b>	<b>Exploration</b>
<b>Definitions</b>	AI facilitates specific functions with systems and devices, making user interactions more efficient and effective	AI uses pattern learning to recognize, optimize and personalize functions in order to improve & simplify interactions for users	AI uses causality learning to understand the cause of certain patterns and behaviours, this information is used to predict and promote positive outcomes for users	AI uses experimental learning to continuously test, learn and improve, seamlessly adding value to users' lives by uncovering new differences & enabling a deeper union
<b>Pervasiveness in Our Lives</b>	<b>Familiar</b> Systems & devices that utilize AI are appearing in user's everyday lives	<b>Common</b> All optimizing most devices at the edge and most systems through the cloud	<b>Universal</b> AI is everywhere and interconnected for the benefit of all devices and systems	<b>Foundational</b> AI forms a core component of the infrastructure for all devices and systems in society which share and learn collectively
<b>Environmental Awareness</b>	<b>Perceives</b> Perceives specific, pre-defined information and acts on it accordingly to increase its efficiency	<b>Recognizes</b> Recognizes patterns and uses them to make better predictions to increase relevance for users	<b>Understands</b> Understands the patterns and principles across systems in order to meet predefined missions. Uses reasoning to expand to new situations by applying unique approaches	<b>Explores</b> Seeks to test and validate the underlying conditions of a situation by analyzing data. Formulates a set of external sources to inform its inferences
<b>Collaboration</b>	<b>Independent</b> Works alone or relays commands from one system to another	<b>Connects</b> Connects with other devices within a user-controlled system so that the user can use one device to control others	<b>Coordinates</b> Understands the larger interconnected system and the function of different devices and shares learning outcomes to achieve a broader mission	<b>Orchestrates</b> Identifies gaps in data and user understanding then orchestrates across internal and external systems to find and apply new knowledge as it synthesizes and optimizes its hypotheses
<b>User Understanding</b>	<b>Agent</b> Perceives user inputs and logs past inputs	<b>Assistant</b> Recognizes and distinguishes users and their unique behaviours and preferences	<b>Companion</b> Interprets the user's mood from contextual understanding of multiple data points and reasons about social relations to predict and support how users will interact	<b>Sage</b> Knows how to influence users - enabling them to trust new information and approaches by providing evidence, nudging behaviours in service of a broader purpose
<b>Autonomy</b>	<b>Task-oriented</b> One-off actions Can execute specific commands within specific parameters to achieve a specific task	<b>Goal-oriented</b> Multiple actions Works out various options for achieving a given goal and presents them to the user for selection or pre-programmed to efficiently meet the desired goal	<b>Mission-focused</b> Long-term actions Understands users and its environment in order to predict, recommend and execute solutions to assigned missions	<b>Purpose-driven</b> Exploratory actions Using local context and external sources of knowledge, it balances users' competing needs and interests and is able to take creative approaches to influence user behaviours, whilst in service of the user's ultimate purpose

## Level 1



## Level 2





Thank you.

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