



## APPLICATIONS OF NEURAL NETWORK RECOGNIZED AS INTERDISCIPLINARY STREAM BY DATA MINING

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### ABSTRACT

Neural networks have emerged as advanced data mining tools in cases where other techniques may not produce satisfactory predictive models. As the term implies, neural networks have a biologically inspired modeling capability, but are essentially statistical modeling tools. Neural networks represent a brain metaphor for information processing. These models are biologically inspired rather than an exact replica of how the brain actually functions. Neural computing refers to a pattern recognition methodology for machine learning. The resulting model from neural computing is often called an artificial neural network (ANN) or a neural network. Neural networks have been used in many business applications for pattern recognition, forecasting, prediction, and classification. Neural network computing is a key component of any data mining tool kit. Applications of neural networks abound in finance, marketing, manufacturing, operations, information systems, and so on.

### INTRODUCTION

Application of Neural Network Recognized as Interdisciplinary by Data Mining in the field of research and technology. Neural networks have emerged as advanced data mining tools in cases where other techniques may not produce satisfactory predictive models. As the term implies, neural networks have a biologically inspired modeling capability, but are essentially statistical modeling tools. Neural networks represent a brain metaphor for information processing. These models are biologically inspired rather than an exact replica of how the brain actually functions. Neural networks have been shown to be very promising systems in many forecasting applications and business classification applications due to their ability to “learn” from the data, their nonparametric nature (i.e., no rigid assumptions), and their ability to generalize. Neural computing refers to a pattern recognition methodology for machine learning. The resulting model from neural computing is often called an artificial neural network (ANN) or a neural network. Neural networks have been used in many business applications for pattern recognition, forecasting, prediction, and classification. Neural network computing is a key component of any data mining tool kit. Applications of neural networks abound in finance, marketing, manufacturing, operations, information systems, and so on. Therefore, we devote this paper to developing a better understanding of neural network models, methods, and applications in various states, which is enumerated as under.

### DEFINITION AND BACKGROUND

Neural network research can be traced back to a paper by McCulloch and Pitts<sup>3</sup> in 1943. In 1957 Frank Rosenblatt invented the Perceptron<sup>4</sup>. Rosenblatt proved that given linearly separable classes, a perceptron would, in a finite number of training trials, develop a weight vector that will separate the classes (a pattern classification task). He also showed that his proof holds independent of the starting value of the weights. Around the same time Windrow and Hoff<sup>5</sup> developed a similar network called Adeline. Minsky and Papert<sup>6</sup> in a book called "Perceptrons" pointed out that the theorem obviously applies to those problems that the structure is capable of computing. They showed that elementary calculation such as simple "exclusive or" (XOR) problems cannot be solved by single layer perceptrons.

Rosenblatt<sup>4</sup> had also studied structures with more layers and believed that they could overcome the limitations of simple perceptrons. However, there was no learning algorithm known which could determine the weights necessary to implement a given calculation. Minsky and Papert<sup>6</sup> doubted that one could be found and recommended that other approaches to artificial intelligence should be pursued. Following this discussion, most of the computer science community left the neural network paradigm for twenty years<sup>7</sup>. In early 1980s Hopfield was able to revive the neural network research.

### APPLICATIONS OF NEURAL NETWORK IN VARIOUS FIELD

Using Neural Networks to Predict Beer Flavors with Chemical Analysis-

**Problem-**

Today's customer is confronted with variety of options regarding what he or she drinks. A drinker's choice depends on various factors, such as mood, venue, and occasion. The goal of Coors is to ensure that the customer chooses a Coors brand every time. According to Coors, creativity is the key to being successful in the long term. To be the customer's choice brand, Coors needs to be creative and anticipative about the customer's ever-changing moods. An important issue with beers is the flavor; each beer has a distinctive flavor. These flavors are mostly determined through panel tests. However, such tests take time. If Coors could understand the beer flavor based solely on its chemical composition, it would open up new avenues to create beer that would suit customer expectations. The relationship between chemical analysis and beer flavor is not clearly understood yet. Substantial data exists about its chemical composition and sensory analysis. Coors needed a mechanism to link those two together. Neural networks were applied to create the link between chemical composition and sensory analysis.

**Solution-**

Over the years, Coors Brewers Ltd. has accumulated a significant amount of data related to the final product analysis, which has been supplemented by sensory data provided by the trained in-house testing panel. Some of the analytical inputs and sensory outputs are shown here:

**Table. I**

Analytical Data: Inputs	Sensory Data: Outputs
Alcohol	Alcohol
Color	Estery
Calculated bitterness	Malty
Ethyl acetate	Grainy
Iso butyl acetate	Burnt
Ethyl butyrate	Hoppy
Iso amyl acetate	Toffee
Ethyl hexanoate	Sweet

A single neural network, restricted to a single quality and flavor, was first used to model the relationship between the analytical and sensory data. The neural network was based on a package solution supplied by Neuro Dimension, Inc. (nd.com). The neural network consisted of a multilayer perceptron (MLP) architecture with two hidden layers. Data were normalized within the network, thereby enabling comparison between the results for the various sensory outputs. This technique produced poor results, due to two major factors. First, concentrating on a single product's quality meant that the variation in the data was pretty low. The neural network could not extract useful relationships from the data. Second, it was probable that only one subset of the provided inputs would have an impact on the selected beer flavor. Performance of the neural network was affected by "noise" created by inputs that had no impact on flavor.

A more efficient method of searching for the relevant inputs was required. A genetic algorithm was the solution to the problem. A genetic algorithm was able to manipulate the different input switches in response to the error term from the neural network. The objective of the genetic algorithm was to minimize the network error term. When this minimum was reached, the switch settings would identify the analytical inputs that were most likely to predict the flavor.

**RESULT**

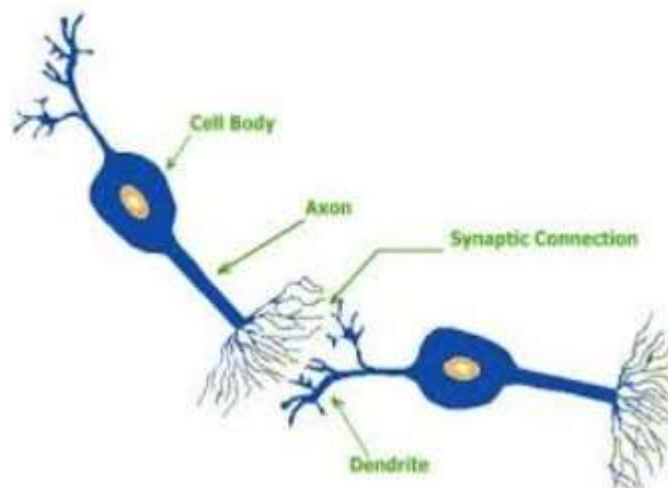
Today, a limited number of flavors are being predicted by using the analytical data. Sensory response is extremely complex, with many potential interactions and hugely variable sensitivity thresholds. Standard instrumental analysis tends to be of gross parameters, and for practical and economical reasons, many flavor-active compounds are simply not measured. The relationship of flavor and analysis can be effectively modeled only if a large number of flavor contributory analytes are considered. What is more, in addition to the obvious flavor-active materials, mouth-feel and physical contributors should also be considered in the overall sensory profile.

Sources: C.I. Wilson and L. Threapleton, "Application of Artificial Intelligence for Predicting Beer Flavors from Chemical Analysis," "Proceedings of the 29th European Brewery Congress, Dublin, May 17–22, 2003, neurosolutions.com/resources/apps/beer.html (accessed April 2006).

#### **Application of Neural Network in Biological Science-**

The human brain is composed of special cells called neurons. These cells do not die when a human is injured (all other cells reproduce to replace themselves and then die). This phenomenon may explain why we retain information. Information storage spans sets of neurons. The estimated number of neurons in a human brain is 50 to 150 billion, of which there are more than 100 different kinds. Neurons are partitioned into groups called networks. Each network contains several thousand highly interconnected neurons. Thus, the brain can be viewed as a collection of neural networks. The ability to learn and react to changes in our environment requires intelligence. The brain and the central nervous system control thinking and intelligent behavior. People who suffer brain damage have difficulty learning and reacting to changing environments. Even so, undamaged parts of the brain can often compensate with new learning.

A portion of a network composed of two cells is shown in Figure 1. The cell itself includes a nucleus (the central processing portion of the neuron). To the left of cell 1, the dendrites provide input signals to the cell. To the right, the axon sends output signals to cell 2 via the axon terminals. These axon terminals merge with the dendrites of cell 2. Signals can be transmitted unchanged, or they can be altered by synapses. A synapse is able to increase or decrease the strength of the connection from neuron to neuron and cause excitation or inhibition of a subsequent neuron. This is where information is stored.



*Fig.1: Portion of a Network: Two Interconnected Biological Cells.*

#### **Application of Neural Network to Reduce the Telecommunication Fraud-**

The Forum of International Irregular Network Access (FIINA) estimates that telecommunications fraud results in a loss of US\$55 billion per year worldwide. South Africa's largest telecom operator was losing over US\$3 million per year to fraud. Subscription fraud in which a customer either provides fraudulent details or gives valid details and then disappears was the company's biggest cause of revenue leakage. By the time the telecom provider is alerted about the fraud, the fraudster has already moved to other target victims. Other types of fraud include phone card manipulation, which involves tampering and cloning of phone cards. In clip-on fraud, a fraudster clips on to customers' telephone lines and then sells calls to overseas destinations for a fraction of normal rates.

Minotaur, developed by Neural Technologies (neuralt.com), was implemented to prevent fraud. Minotaur uses a hybrid mixture of intelligent systems and traditional computing techniques to provide customer subscription and real-time call monitoring fraud detection. It processes data from numerous fields, such as event data records (e.g., switch/CDR, SS#7, IPDRs, PIN/authentication) and customer data (e.g., billing and payment, point of sale, provisioning), using a multi stream analysis capacity. Frauds are detected on several levels, such as on an

individual basis using specific knowledge about the subscriber's usage, and on a global basis, using generic knowledge about subscriber usage and known fraud patterns.

In the first three months of installation of this neural network based software produce following results:

1. The average fraud loss per case was reduced by 40 percent.
2. The detection time was reduced by 83 percent.
3. The average time taken to analyze suspected fraud cases was reduced by 75 percent.
4. The average detection hit rate was improved by 74 percent.

The combination of neural, rule-based, and case-based technologies provides a fraud detection rate superior to that of conventional systems. Furthermore, the multi stream analysis capability makes it extremely accurate.

Sources: Combating Fraud: How a Leading Telecom Company Solved a Growing Problem, [neuralt.com/iqs/dlsfa.list/dlcpti.7/downloads.html](http://neuralt.com/iqs/dlsfa.list/dlcpti.7/downloads.html); A. Shukla, Neural Technologies and Sevis Partner to Eliminate Fraudulent Calls in Fixed and Mobile Networks, February 3, 2006, [news.tmcnet.com/news/-neural-sevis-fraud-mobile/2006/02/03/1340423.htm](http://news.tmcnet.com/news/-neural-sevis-fraud-mobile/2006/02/03/1340423.htm) (accessed April 2006); P.A. Estévez, M.H. Claudio, and C.A. Perez, Prevention in Telecommunications Using Fuzzy Rules and Neural Networks, [cec.uchile.cl/~pestevez/RI0.pdf](http://cec.uchile.cl/~pestevez/RI0.pdf) (accessed April 2006).

## ELEMENTS OF ANN

A neural network is composed of processing elements organized in different ways to form the network's structure. The basic processing unit is the neuron. A number of neurons are organized into a network. There are many ways to organize neurons; they are referred to as topologies. One popular approach, known as the feed forward back propagation paradigm (or simply back propagation), allows all neurons to link the output in one layer to the input of the next layer, but it does not allow any feedback linkage (Haykin, 1999). This is the most commonly used paradigm.

## PROCESSING ELEMENTS

The processing elements (PE) of an ANN are artificial neurons. Each of the neurons receives inputs, processes them, and delivers a single output, as shown in Figure 2. The input can be raw input data or the output of other processing elements. The output can be the final result (e.g., 1 means yes, 0 means no), or it can be inputs to other neurons.

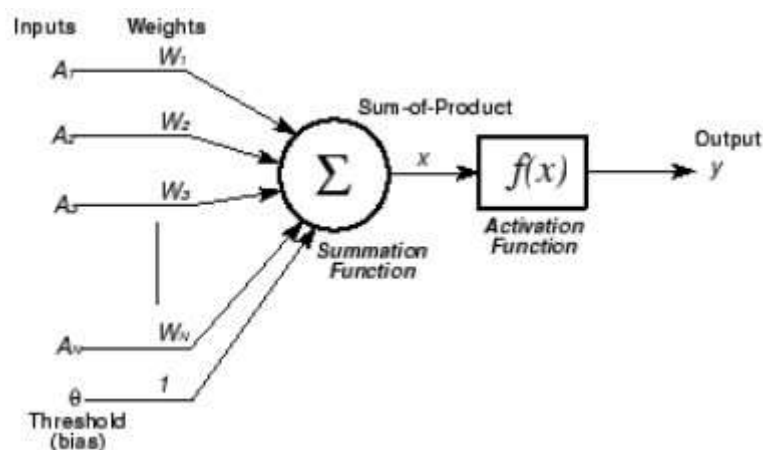
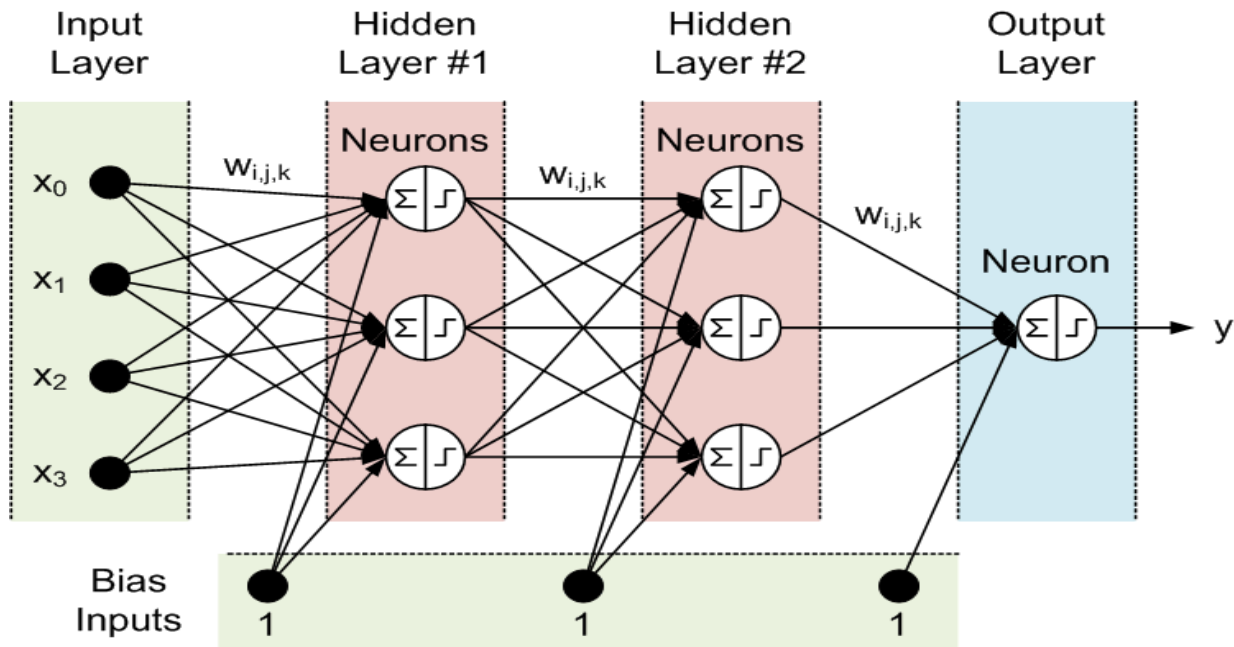


Fig2: Processing Information in an Artificial Neuron.

## NETWORK STRUCTURE

Each ANN is composed of a collection of neurons, grouped in layers. A typical structure is shown in Figure 3. Note the three layers: input, intermediate (called the hidden layer), and output. A hidden layer is a layer of neurons that takes input from the previous layer and converts those inputs into outputs for further processing. Several

hidden layers can be placed between the input and output layers, although it is quite common to use only one hidden layer. In that case, the hidden layer simply converts inputs into a nonlinear combination and passes the transformed inputs to the output layer.



*Fig.3: Neural Network with One Hidden Layer.*

### Application of Neural Networks for Breast Cancer Diagnosis

Breast cancer is the second cause of death among women. Early detection followed by appropriate cancer treatment can reduce the deadly risk. Medical professionals can make mistakes while identifying a disease. The help of technology such as data mining and machine learning can substantially improve the diagnosis accuracy. Artificial Neural Networks (ANN) has been widely used in intelligent breast cancer diagnosis. However, the standard Gradient-Based Back Propagation Artificial Neural Networks (BP ANN) has some limitations. There are parameters to be set in the beginning, long time for training process, and possibility to be trapped in local minima. In this research, we implemented ANN with extreme learning techniques for diagnosing breast cancer based on Breast Cancer Wisconsin Dataset. Results showed that Extreme Learning Machine Neural Networks (ELM ANN) has better generalization classifier model than BP ANN. The development of this technique is promising as intelligent component in medical decision support systems.

Sources: R. W. Brause, "Medical Analysis and Diagnosis by Neural Networks," in Proceeding ISMDA '01 Proceedings of the Second International Symposium on Medical Data Analysis, 2001.

### CONCLUSION AND FUTURE RESEARCH WORK

This research paper recognize the various application of neural network in various field. This paper includes Business applications of neural networks, finance, firm failure prediction, time series forecasting. Neural computing involves a set of methods that emulate the way the human brain works. The basic processing unit is a neuron. Multiple neurons are grouped into layers and linked together. In a neural network, the knowledge is stored in the weight associated with each connection between two neurons. New applications of neural networks are emerging in health care, security, and so on.

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