

# **Understanding AI: The Basics**

## What Is Artificial Intelligence (AI)?

Artificial Intelligence is the development of computer systems that can perform tasks normally requiring human intelligence, such as learning, reasoning, and problem-solving. Al powers applications from chatbots to recommendation engines, making smart decisions based on data.

### What Is Machine Learning?

Machine Learning (ML) is a core part of AI where systems learn patterns from data, improving their performance without being directly programmed for every scenario. Instead of writing explicit rules, developers give the system lots of examples (data), and the AI figures out the rules on its own. For instance, image recognition software learns to identify cats and dogs from thousands of labeled images.

#### What Are Neural Networks?

Neural Networks are computing systems inspired by the way the human brain works. They process information using layers of interconnected "neurons" (simple software units) which can learn complex features from the data. These networks are especially powerful for identifying patterns in images, audio, language, and other rich data sources.

#### What Is Generative AI?

Generative AI refers to machine learning models that can create new content—like text, images, music, or code—based on patterns learned from existing data. Tools powered by generative AI (such as ChatGPT or DALL-E) can write essays, generate artwork, or help brainstorm ideas. Learning to write good prompts (questions or instructions) is key to using these tools effectively.

### What Is Retrieval-Augmented Generation (R.A.G.)?

RAG systems combine generative AI with information retrieval. Instead of only relying on what the AI model has learned during training, a RAG system retrieves up-to-date information from external sources (such as documents or websites) and uses it to generate more accurate and relevant answers. For example, a RAG-powered chatbot can search company knowledge bases before answering your questions, making its responses more factual.



# **Al Terminology Cheat Sheet**

Here are some essential AI terms you should know when using or researching generative AI tools:

Term	Meaning
Artificial Intelligence (AI)	Machines that mimic human intelligence
Algorithm	Step-by-step instructions for solving problems
Model	The learned patterns from data that make decisions or predictions
Training Data	Data used to teach the model what things look like
Deep Learning	Special kind of machine learning using neural networks
Prompt	Instruction or question given to a generative AI
Big Data	Huge sets of information used to train AI systems
API	Tool that lets different software programs communicate
Inference	When AI makes predictions on new data
NLP	Natural Language Processing, understanding and generating human language
LLM	Large Language Model, a generative AI trained on massive text datasets
Reinforcement Learning	Method where Al learns by trial and error

### **How AI Systems Learn and Improve**

- **Learning from Data:** Al models improve by analyzing more examples and adjusting their internal rules to get better at their tasks.
- Prompt Engineering: Crafting clear, specific prompts helps generative Al produce accurate and creative results.
- **Trial and Error:** Beginners benefit by experimenting, making mistakes, and refining their approach based on results.

## **Getting Started Tips**

- Choose beginner-friendly tools like ChatGPT, DALL-E, or simple image generators.
- Use tutorials and community forums for step-by-step guidance.
- Start small and explore different outputs as part of your learning journey.



# **Summary**

Understanding these core concepts—machine learning, neural networks, generative AI, RAG, and the essential terminology—will help anyone begin using AI tools smartly for class study, creative work, or professional tasks. The AI field is vast but approachable, and a bit of experimentation goes a long way.