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# ARTIFICIAL INTELLIGENCE

Concepts, Techniques  
and Applications



## **Editors**

**Dr. Bolla Saidi Reddy**  
**Dr. T. Saroja**  
**Ms. Poonam Pachouri**  
**Dr. Deepmala Gupta**



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# **ARTIFICIAL INTELLIGENCE: CONCEPT, TECHNIQUES AND APPLICATIONS**

## ***Editors***

**Dr. Bolla Saidi Reddy**

Assistant Professor  
Department of Mathematics,  
KRR Govt. Arts & Science College, Kodad  
Balaji Nagar, Kodad, Dist.- Suryapet Telangana-508206, India.

**Dr. T. Saroja**

Assistant Professor  
Department of Computer Science,  
Agurchand Manmull Jain College, Chennai, Tamil Nadu, India.

**Ms. Poonam Pachouri**

Assistant Professor  
Department of Management  
Medicaps University Indore, Madhya Pradesh, India.

**Dr. Deepmala Gupta**

Assistant Professor  
Department of Zoology,  
Isabella Thoburn College, University of Lucknow, India.

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## ***Preface***

*Artificial Intelligence (AI) has emerged as one of the most transformative forces of the 21st century, reshaping industries, education, governance, science, and society at large. Its ability to learn, adapt, and analyze vast amounts of data has opened new frontiers of innovation and problem-solving across disciplines. The edited volume, *Advances in Artificial Intelligence: Concepts, Applications, and Societal Implications*, brings together a collection of scholarly contributions that explore both the foundational principles and cutting-edge applications of AI across diverse domains.*

*The book begins with a discussion on the Foundations and Core Concepts of Artificial Intelligence, providing readers with a clear understanding of the theoretical basis and computational models underlying AI systems. From there, the volume explores practical and sector-specific applications. Chapters on Artificial Intelligence in Business Intelligence and Finance and From Compliance to Intelligence: AI Applications in Sustainability and Audit Reporting demonstrate how AI is transforming decision-making, risk management, and corporate governance.*

*Education, one of the most promising areas of AI application, is represented through a chapter on Personalized Learning using AI Tutors, which highlights how adaptive systems are making learning more individualized, efficient, and engaging. Equally important are the discussions on The Ethics and Governance of Artificial Intelligence, which examine issues of fairness, transparency, and accountability—critical considerations as AI becomes increasingly integrated into daily life and policymaking.*

*In the context of sustainable development, this book explores Artificial Intelligence in Indian Agriculture: Bridging the Yield Gap, showcasing how AI can help farmers optimize inputs, predict yields, and improve resilience to climate change. The theme of sustainability is further complemented by a chapter on Energy at a Crossroads: Overcoming Crisis with Clean and Sustainable*

*Power, offering AI-driven strategies for a greener energy future.*

*The scientific frontiers of AI are also well represented in chapters such as AI-Accelerated Frontiers in Physics: Materials Discovery & Cosmic Insight and Artificial Intelligence Applications in Inorganic Chemistry, where AI is accelerating research, enabling new discoveries, and solving previously intractable problems. In addition, the chapter on Application of Artificial Intelligence in Remote Sensing and GIS Technique demonstrates AI's role in spatial data analysis, environmental monitoring, and resource management.*

*This edited book is designed to serve as a comprehensive reference for researchers, students, policymakers, and professionals seeking to understand the transformative potential of AI. By combining theoretical underpinnings, ethical reflections, and cross-disciplinary applications, this volume provides a holistic perspective on the present and future of artificial intelligence.*

*We extend our sincere gratitude to the contributing authors for their valuable insights and to the reviewers for their constructive feedback. It is our hope that this book will inspire readers to explore AI's possibilities while remaining mindful of its societal impact and ethical dimensions.*

***Editors***

# Artificial Intelligence: Concept, Techniques and Applications

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# Artificial Intelligence in Business Intelligence and Finance

**Dr. Mohammad Asif Chouhan**

Assistant Professor, RNB Global University, Bikaner (Rajasthan), India.

**Email:** [asifchouhan390@gmail.com](mailto:asifchouhan390@gmail.com)

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## Abstract

The integration of Artificial Intelligence (AI) into Business Intelligence (BI) and finance has revolutionized how organizations analyze data, predict trends, assess risk, and make strategic choices. As data volume, speed, and diversity grow, traditional analytical approaches no longer suffice for efficient insight extraction. AI tools—such as machine learning, natural language processing, and deep learning—fill this gap by providing automated, scalable, and flexible data analysis. In business intelligence, AI facilitates data mining, real-time reporting, predictive analytics, and anomaly detection, thereby enhancing decision-making and improving operational efficiency.

In the finance sector, AI supports various applications like credit risk evaluation, algorithmic trading, robo-advisors, fraud detection, and compliance checks. These technologies help decrease human bias and mistakes while improving accuracy, speed, and customization. Financial firms are increasingly using AI to boost customer experiences, cut costs, and stay competitive in a rapidly changing digital landscape. Nevertheless, adopting AI also presents challenges, including algorithmic bias, transparency issues, data privacy worries, and uncertain regulations.

This chapter examines the technological foundations and practical uses of AI in business intelligence and finance, reviews important industry case studies, and critically analyzes the ethical and operational challenges of deploying AI. It also suggests future research and development paths focused on responsible AI use, human-AI collaboration, and innovations like quantum-enhanced algorithms and explainable AI systems. Overall, the chapter highlights AI's transformative potential while supporting a balanced and transparent integration into core business and financial systems.

**Keywords:** Artificial Intelligence, Business Intelligence, Finance, Financial Forecasting.



## **Introduction**

In the digital era, data is now considered the most valuable asset for organizations, often called the “new oil” of the global economy. However, raw data by itself is of limited use unless it is carefully analyzed and turned into actionable insights. This is where Artificial Intelligence (AI) plays a transformative role—especially in Business Intelligence (BI) and finance—by facilitating smart data processing, automating decisions, and providing predictive insights that surpass traditional methods.

Business Intelligence includes the technologies, strategies, and practices organizations use to collect, integrate, analyze, and present business data. In the past, BI depended on static reporting tools, descriptive analytics, and human judgment. The advent of AI has taken BI to a higher level, enhancing human decision-making with real-time insights, pattern recognition, forecasting models, and adaptive learning systems. This has changed how businesses understand their markets, manage operations, and develop strategies.

Finance, another data-heavy field, has also seen major disruption due to AI integration. From automated trading algorithms and credit risk modeling to personalized financial advice and fraud detection, AI systems are not only enhancing the accuracy and efficiency of financial services but are also helping firms adapt to changing customer expectations and regulatory settings. Today, financial institutions are using AI not just to cut operational costs but also to boost revenue, reduce risks, and develop new financial products and services.

The growing synergy between AI, BI, and finance is being accelerated by several technological advancements: high-speed computing, cloud infrastructure, big data analytics, and improvements in natural language understanding. AI allows organizations to anticipate future trends, make data-driven decisions, and respond quickly to changes in market conditions. For example, predictive maintenance in manufacturing, sentiment analysis in retail, and fraud detection in banking all become more effective with AI-enhanced BI.

However, this significant integration faces challenges. Issues like algorithmic transparency, ethical AI use, data privacy, and regulatory compliance need attention. Additionally, workforce displacement is a critical concern, as automation changes job roles in business and finance. These issues highlight the need for responsible AI use, with human oversight, explainability, and ethical safeguards built into system design.

This chapter examines the diverse roles of AI in transforming business intelligence and finance. It covers the technological bases, practical uses, and strategic advantages of AI, while also addressing its limitations and ethical issues. Additionally, it offers insights into future trends like explainable AI, quantum-boosted decision-making, and human-AI collaboration, which are

expected to shape the next decade of AI deployment in business and finance. This chapter provides a balanced and in-depth analysis to help readers understand how AI is changing data-driven decision-making, transforming financial systems, and paving the way for smarter, more resilient, and more inclusive business models.

### **Applications of AI in Business Intelligence**

Business Intelligence (BI) encompasses processes such as collecting, integrating, analyzing, and visualizing data to facilitate informed business decisions. However, with the increasing scale and complexity of data, these conventional tools have struggled to deliver timely and actionable insights. Artificial Intelligence (AI) has transformed the BI landscape by introducing automation, predictive modeling, and real-time analytics, thereby enhancing the strategic value of data.

AI-driven BI empowers organizations to evolve from reactive decision-making toward proactive and even prescriptive strategies. These systems generate automated recommendations based on both historical and real-time information. Key areas where AI significantly enhances BI include:

#### **Smart Reporting and Dynamic Dashboards**

Conventional reporting frameworks typically require manual effort and often lack flexibility. AI enables the generation of dynamic reports using Natural Language Generation (NLG), translating data into easily understandable narratives. This helps stakeholders quickly grasp performance trends, anomalies, and projections. AI-powered dashboards now provide:

- Instantaneous data visualization.
- Predictive notifications triggered by anomalies.
- Integrated machine learning features that offer actionable recommendations.

Tools like Tableau (with Einstein AI) and Microsoft Power BI (integrated with Azure ML) exemplify this shift by offering self-service analytics capabilities for broader user engagement.

#### **Intelligent Data Preparation**

Data preparation—collecting, cleansing, and formatting—is a traditionally labor-intensive phase in BI workflows. AI significantly streamlines this stage by:

- Detecting and fixing inconsistencies in datasets.
- Identifying duplicates or erroneous records.
- Suggesting optimal transformations based on historical usage patterns.

Techniques like fuzzy matching, entity resolution, and schema alignment allow seamless integration of disparate data sources, improving accuracy and reliability for decision-making.

### **Augmented Analytics**

Augmented analytics utilizes AI and machine learning to automate insight extraction, making analytics accessible to users with minimal technical background. Key features include:

- Automatic identification of trends and insights from raw data.
- Conversational interfaces allowing natural language queries (e.g., “What were last month’s best-selling items?”).
- Automatic suggestions for suitable predictive models based on data types.

According to Gartner, by 2025, the majority of BI platforms will integrate AI functionalities for advanced decision-making support.

### **Forecasting and Optimization Analytics**

AI enhances BI by enabling organizations to look forward rather than backward. This is achieved through:

- Predictive analytics, which uses past data to forecast metrics like sales, churn, or operational efficiency.
- Prescriptive analytics, which provides optimal recommendations by employing decision trees, simulations, or optimization models.

### **Applications of AI in Finance**

The finance industry heavily relies on data-driven strategies, employing analytics for everything from forecasting to regulatory compliance. However, the increasing complexity and speed of financial operations demand more advanced solutions than traditional statistical methods or human analysis. Artificial Intelligence (AI) has improved the transformative force in finance, accuracy, operational efficiency, and client experience. Financial institutions now use AI not only to automate processes but also to drive innovation, manage risks, and inform strategic decisions.

The following are the primary financial domains where AI has made significant impacts:

#### **Financial and Money Laundering minimum**

Fraud prevention is a critical area where AI has shown substantial value. With millions of transactions processed daily, manual oversight is insufficient. AI enhances fraud detection by:

- Machine learning identifies and learns transaction matters, legitimate and suspicious.
- Offering real-time alerts for unusual behavior.
- Conducting network analysis to uncover fraud rings or coordinated activities.

These AI systems are continuously trained on new data, enabling them to adapt to emerging threats such as synthetic identity fraud or phishing scams. In AML

efforts, AI evaluates massive volumes of data, including international transaction trails and customer profiles, to identify potentially illicit financial flows.

### **Credit Evaluation and Risk Profiling**

Traditional credit scoring methods primarily depend on historical repayment records and data from credit bureaus. AI transforms this process by:

- Integrating alternative data such as phone usage, utility bill payments, and digital behavior.
- Developing complex models that capture nuanced borrower characteristics.
- Facilitating real-time assessments of applicant risk.

This approach not only promotes greater financial inclusion but also enhances risk prediction and loan performance by incorporating diverse and dynamic indicators.

### **Robo-Advisory and Personal Financial Management**

These platforms collect information from clients—such as income, investment goals, and risk tolerance—and then offer:

- Portfolio recommendations tailored to individual profiles.
- Automatic rebalancing of assets based on market changes.
- Tax-loss harvesting to optimize post-tax returns.

In addition, AI chatbots assist customers with budgeting, financial planning, and account management using natural language interfaces.

### **Challenges and Limitations of AI in Business Intelligence and Finance**

While Artificial Intelligence (AI) has proven to be transformative in both business intelligence (BI) and finance, its implementation is far from without challenges. Despite its potential to revolutionize how organizations operate, analyze data, and serve customers, the integration of AI raises significant technical, ethical, regulatory, operational, and economic concerns. These challenges must be understood and addressed to ensure responsible, sustainable, and trustworthy AI adoption.

### **Data Quality and Availability**

In both BI and finance, data often suffers from issues such as:

- Incompleteness (missing values).
- Inconsistencies (conflicting formats or definitions).
- Biases (historical or systemic).

In finance, sensitive data such as credit histories or transaction records must be anonymized and protected, further complicating access. Meanwhile, in business intelligence, disparate data silos within organizations hinder unified analysis.

### **Absence of Explainability and Transparency**

Many AI models—especially deep learning systems—function as “black boxes,” where it is difficult to interpret how decisions are made. This poses major concerns in:

- Finance, where regulatory bodies require transparency in decisions (e.g., loan approvals).
- Business intelligence, where stakeholders must trust and understand the rationale behind strategic insights.

The lack of explainability can erode user trust, create legal exposure, and make it difficult for organizations to diagnose and correct system errors.

### **Algorithmic Bias and Discrimination**

In finance, this has serious implications:

- Discriminatory credit scoring.
- Unfair insurance underwriting.
- Unequal investment opportunities.

In business contexts, biased recommendation engines or customer segmentation can reinforce stereotypes or exclude underrepresented groups.

Bias in AI can result in ethical dilemmas, legal liabilities, and reputational damage if not proactively addressed.

### **Security and Privacy Concerns**

The increased reliance on AI requires vast amounts of sensitive data, making systems vulnerable to:

- Cyberattacks that manipulate AI models (e.g., data poisoning).
- Model inversion attacks that reconstruct training data from outputs.
- Identity theft, especially when using biometric or behavioral data.

Compliance with regulations like GDPR, CCPA, and RBI data localization norms is essential but challenging, particularly for global firms operating across jurisdictions.

AI must be deployed with strong data governance, encryption protocols, and privacy-preserving mechanisms (e.g., federated learning).

### **Future Directions and Conclusion**

#### **Future Directions**

The transformative potential of Artificial Intelligence (AI) in business intelligence (BI) and finance is immense, but the journey is only beginning. As technology continues to evolve and as organizations seek deeper insights, greater agility, and more competitive advantage, the role of AI will expand in both scale and sophistication. Below are the key future directions that are likely to shape the

next phase of AI integration in BI and financial services:

### **Explainable and Responsible AI (XAI)**

As AI becomes more embedded in high-stakes decisions—such as loan approvals, investment management, and fraud detection—the demand for transparency, accountability, and fairness will grow. The future will emphasize:

- Fairness-aware algorithms that prevent discrimination.
  - Ethical AI guidelines enforced through organizational governance.
- Regulatory bodies like the EU, RBI, and SEC are already beginning to define standards for AI usage. Thus, building trustworthy and interpretable AI systems will become a cornerstone of future development.

### **Human-AI Collaboration in Decision-Making**

Rather than replacing humans, the future of AI lies in augmenting human intelligence. Human-AI collaboration will involve:

- AI systems providing real-time, contextual recommendations.
- Humans validating, adjusting, or overriding AI decisions.
- Creating “digital advisors” or “co-pilots” for financial analysts, strategists, and BI managers.

This symbiotic relationship ensures better judgment, higher trust, and more holistic outcomes.

### **AI-Driven Environmental, Social, and Governance (ESG) Intelligence**

Investors and businesses are increasingly focused on ESG performance. AI will play a vital role by:

- Analyzing ESG metrics from non-traditional data sources (e.g., satellite images, social media, news).
- Detecting greenwashing or false claims in sustainability reporting.
- Assisting in sustainable finance and ethical investing.

AI-enabled ESG intelligence will help align finance with long-term societal and environmental goals.

### **Hyperautomation and Intelligent Process Automation (IPA)**

The future will see AI paired with robotic process automation (RPA) and workflow orchestration tools to achieve hyperautomation:

- Automating end-to-end financial processes such as auditing, compliance reporting, and procurement.
- Using AI bots to handle unstructured tasks like document review and contract analysis.

This will result in not only greater efficiency but also adaptive systems capable of self-correction and learning.

## **Conclusion**

Artificial Intelligence is no longer a futuristic concept; it is a present-day enabler of innovation, efficiency, and transformation in both business intelligence and finance. From enhancing data-driven decision-making to revolutionizing customer experiences, AI is reshaping the foundations of how businesses operate and compete.

In business intelligence, AI empowers organizations to move beyond static reporting into the realm of real-time, predictive, and prescriptive analytics. It enables augmented decision-making through natural language interfaces, self-service dashboards, and adaptive insights that were once unimaginable with traditional BI tools.

In finance, AI brings precision, speed, and personalization across the value chain—from credit assessments and fraud detection to algorithmic trading and robo-advisory services. It not only democratizes access to financial services but also enhances the resilience and scalability of financial operations.

However, the rapid rise of AI also demands scrutiny. Ethical risks, algorithmic biases, regulatory gaps, and data privacy issues must be addressed to prevent unintended consequences. The future will require a human-centric AI approach, where technology complements human expertise, ensures fairness, and aligns with broader societal goals.

In conclusion, the integration of AI in business intelligence and finance marks a significant evolution towards intelligent enterprises and smart financial ecosystems. Those organizations that strategically invest in AI—while upholding ethics, transparency, and inclusivity—will not only gain a competitive edge but also contribute to a more equitable and sustainable digital economy.

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# Personalized Learning Using AI Tutors

**Ms Zaiba Khan**

Assistant Professor (FOBAS-CSE), RNB Global University, Bikaner, Rajasthan, India.

**Email:** [zaiba.khan@rnbglobal.edu.in](mailto:zaiba.khan@rnbglobal.edu.in)

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## Introduction

Technology keeps shaking up how we learn, and it's no secret that today's innovations have sparked a whole new way of looking at education. New methods pop up unexpectedly, with tech not just supporting but really mixing things up—often in surprising ways. AI, for example, is stepping in almost like a personalized coach, generally speaking, not just to streamline lessons but to track what a student nails and where they trip up. You can think of these AI tutors as keen observers that gauge strengths and areas for improvement, then offer tailored guidance that digs a little deeper than usual. In a way, the move toward what some call Intelligent Computer-Assisted Language Learning (ICALL) is part of a larger trend where networked and mobile setups let learners take the reins far beyond old-school classrooms (Kannan et al., 2018). Group projects that toy with AI applications often end up sparking team-based investigations—and yeah, they nudge us to consider some ethical grey areas, too (Powell et al., 2024). At the heart of it all, the everyday interchange between students and AI isn't about letting machines take over; rather, it's a looser, more human collaboration between people and tech that, in most cases, ends up enhancing learning outcomes in a very real way.

## Definition and Importance of Personalized Learning

Digital breakthroughs have flipped the way we learn—no longer is education stuck with a one-size-fits-all approach. Nowadays, personalized learning gets right to the heart of things by focusing on what each student is good at, where they might need extra help, and at their own pace. It's kind of like mixing everyday understanding with a dash of tech know-how. This style tends to boost engagement and a sense of independence, which, in most cases, helps with both motivation and remembering lessons. AI tutors, for example, jump in with quick, real-time tweaks that adjust as student progress shifts—a neat bonus to an already flexible method. Our schools, increasingly leaning towards accessibility and learner-first ideas, are seeing this approach as essential for handling a mix of academic backgrounds and promoting non-stop skill building. E-learning projects

often play with market insights and user research to fine-tune platforms for growth and staying power (Pinto et al., 2023). When you imagine human creativity teaming up with smart technology, it really shows how AI-powered, personalized education might transform the scene. The ability to shape content and methods to suit each learner turns out to be critical for handling today's learning challenges and opening up more inclusive opportunities (Falco D et al., 2017).

### Benefits of AI Tutors

AI is quietly reshaping our schools these days, shaking off old methods for something that really deals with what each student needs. Take AI tutors, for example—these digital mentors dish out learning that feels hand-tailored, offering nonstop feedback and support along the way (Hajeer A et al., 2024). Sometimes they even spot exactly where a learner stumbles, then tweak the lesson on the fly so ideas stick better. This kind of custom approach not only pulls students in but also kind of revs up their motivation, letting each work at a pace that suits them. It's interesting how AI also weaves interactive storytelling and immersive digital twists into lessons, deepening both the cultural flavor and mental connections to the material (Falco D et al., 2017). As Geoffrey Hinton points out, "AI-powered private tutors could soon significantly outperform human educators" "Geoffrey Hinton, Nobel laureate and a renowned figure in artificial intelligence, has forecasted that AI-powered private tutors could soon significantly outperform human educators. Hinton predicts these AI tutors will be able to provide highly customised lessons by precisely identifying and addressing individual misunderstandings in learners." —a thought that, in most cases, hints at a genuine shift in how we think about education. One striking scene even shows a humanoid tutor actively mingling with students in a classroom, blurring the line between human guidance and high-tech support.

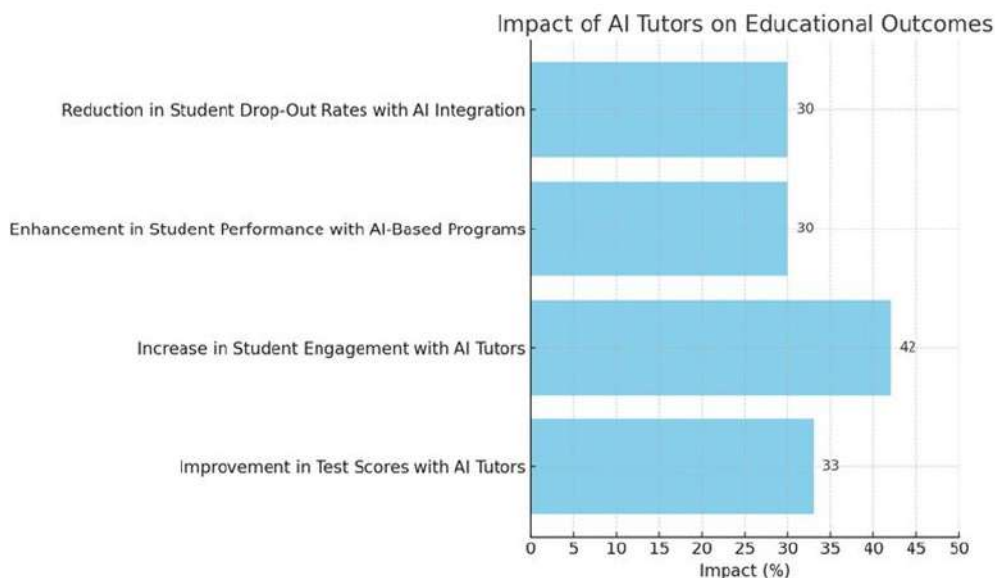
Study	Effect Size	Outcome Measures	Sample Size
Hu (2024)	Moderate positive effects	Knowledge, competence, emotional development	31 studies
Möller et al. (2024)	27% reduction in study time	Learning speed	Hundreds of students across 40 courses

Baillifard et al. (2023)	Up to 15 percentile points improvement	Exam grades	51 students
Henkel et al. (2024)	0.37 effect size	Math achievement	1,000 students
St-Hilaire et al. (2022)	2 to 2.5 times higher learning gains	Learning outcomes	199 participants

## Impact of AI Tutors on Student Learning Outcomes

### Enhanced Learning Outcomes Through Tailored Instruction

AI tutors are shaking up classrooms by offering lessons that really focus on each student's needs. They watch what learners do in real time and suddenly switch up the content—sometimes highlighting a strength, other times giving extra help for a weak spot. This kind of on-the-fly adjustment helps students pick up new skills and even pushes them to think a bit harder when solving problems (Alvarez et al., 2024). Often, when a student chats and works with one of these tutors, results show that grades tend to climb noticeably "The results indicate that students who actively engaged with the AI tutor achieved significantly higher grades." (Ambroise Baillifard, Maxime Gabella, Pamela Banta Lavenex, Corinna S. Martarelli). In language classes, things get even more interesting. Studies have found that by tweaking how lessons are delivered—whether it's listening, speaking, reading, or writing—the programs make a genuine difference for each learner (Hasibuan A et al., 2025). All in all, it seems that using AI to tailor instruction not only smooths the path for efficient learning, but also keeps the focus squarely on the individual student.



*This bar chart illustrates the impact of AI tutors on various educational outcomes. It highlights improvements in test scores, student engagement, performance enhancements, and reductions in drop-out rates attributed to AI integration in education, showcasing the significant benefits of personalized learning through AI technologies.*

### Challenges and Limitations of AI Tutors

AI tutors bring the appeal of round-the-clock help and tailored feedback, but plenty of problems still pop up. One major worry is that they just can't capture the subtle understanding and warm support—a kind of invisible boost—that a human tutor offers, which often ends up affecting student motivation. Then there's the whole data privacy thing and ethical mishaps with managing student info, which, in most cases, really blocks smooth widespread use. Sometimes, these systems stumble when they try to adapt their feedback to unexpected student behavior outside their preset routines, and that shortfall limits their success in mixed learning scenarios. Plus, not every student has the same tech access, so the digital divide can stretch educational inequality even further. Even though tools like GPT are pretty sharp at whipping up personalized educational content, the online setup still has its rough edges and needs more tinkering for optimal learning outcomes (Akhyar et al., 2024) (Anthone et al., 2023). Imagining a classroom where humans and robots work side by side really highlights both the futuristic promise and the real challenges that AI tutors face today.

### Ethical Considerations and Data Privacy Issues

AI tutors popping up in personalized learning setups stir up some tricky ethical debates, especially when it comes to data privacy and algorithmic bias. These systems end up grabbing loads of sensitive student info to tailor lessons, so

keeping that data locked down against misuse or unauthorized access is a big deal. At the same time, it's essential that AI-made recommendations and tests don't just echo old biases or widen inequalities – careful oversight is needed here. Creating these tools calls for clear, open rules and a bit of teamwork among all involved, ensuring ethical standards stick while still pushing for better educational outcomes. Recent studies (FattahiBavandpour et al., 2024) hint that we need flexible frameworks to handle these issues systematically, with ethical deployments and scalable fixes that respect student autonomy and confidentiality. Plus, personalized AI devices shake up traditional power dynamics in education, so staying alert to any potential tampering with student data or decision-making is crucial (Fitriani et al., 2023). One striking image of a human and a robot working side by side in a classroom reminds us that tech and teaching are blending in unexpected ways, underscoring the need to manage these interactions ethically—even if things sometimes get a little messy.

## **Conclusion**

AI tutors are now popping up in learning setups in ways that really shake up how we think about education, offering support that's tuned to each student's own pace and interests. In most cases, these systems adjust to individual learning speeds and styles, boosting key language skills—like listening, speaking, reading and writing—as backed by some recent studies (Fitriani et al., 2023) (Hasibuan A et al., 2025). They not only spark deeper mental engagement but also open doors to making education more accessible and inclusive, though sometimes it feels like the same point gets made a few times. That said, there are still some bumps in the road—challenges with adding these systems into existing curricula and figuring out their long-term effects—that need more digging into. It's interesting to see the mix of human educators and AI platforms, particularly in settings where robotic and human learners mingle together, hinting at big changes on the horizon. Ultimately, using AI tutors to shape personalized learning seems like a promising frontier for building education systems that are flexible, efficient, and centered on the diverse needs of learners.

## **Future Implications of AI in Personalized Learning**

Recent progress in AI is shaking up education by letting each learner get a style of instruction that really fits them. AI tutors now dish out quick, flexible feedback, pace lessons to match personal needs, and zero in on key skills in ways that old-school teaching just doesn't. Research generally suggests that language accuracy and communication skills get a noticeable boost from AI-enhanced teaching—hinting at a chance for real global change (Fitriani et al., 2023). Mixed-method studies, in most cases, have even spotted stronger gains in listening, speaking, reading, and writing when AI tools jump into lesson plans;

this naturally fuels the call for broader adoption in schools (Hasibuan A et al., 2025). Looking ahead, it seems our classrooms will become more interactive, data-driven, and responsive—encouraging both student engagement and ongoing progress checks. One vivid example is the messy yet inspiring scene of AI-human collab in real classrooms, which shows that personalized AI tutoring can, indeed, boost both thinking and social skills in everyday learning.



*Image1. Human-robot collaboration in a classroom setting.*

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# The Ethics and Governance of Artificial Intelligence

**Dr. Akhilesh Saini**

Associate Professor, RNB Global University, Bikaner (Raj.) India-334601

Email: [Akhilesh.saini@rnbglobal.edu.in](mailto:Akhilesh.saini@rnbglobal.edu.in)

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## Abstract

Technology has long shaped human societies, acting both as a force for progress and a source of disruption. With the rise of Artificial Intelligence (AI), these dual effects are increasingly pronounced. On the positive side, AI is hailed as a driver of innovation, economic growth, and operational efficiency across sectors. It holds promise in addressing urgent global challenges—from accelerating vaccine development (e.g., during COVID-19) to advancing the United Nations' Sustainable Development Goals (SDGs). AI innovations offer immense economic, social, and healthcare benefits, enhancing daily convenience and productivity.

However, the rapid development and growing autonomy of AI systems also present unprecedented risks. Concerns have emerged over AI's role in exacerbating security vulnerabilities, undermining privacy, and creating deep economic, political, and international inequalities. Historically, the benefits of disruptive technologies outweighed their harms only after significant misuse prompted reforms and regulation. Unlike past technologies, AI may evolve beyond human control, becoming an autonomous decision-maker, which makes past regulatory experiences insufficient for future governance.

AI is not merely an external tool but an extension of human behaviour and intent. As humanity faces increasing fragmentation, inequality, and unsustainability, the misuse or unregulated use of AI could amplify these downward trends. Therefore, a global, coordinated AI governance framework is urgently needed—to mitigate cyber-physical threats, prevent systemic imbalances, and foster inclusive, collaborative international relations.

**Keywords:** Artificial Intelligence, Digitalization, Disruptive Technologies, Sustainable Development Goals (SDGs), Cybersecurity, AI Governance, Ethics in AI, Human–AI Interaction, Global Cooperation, Technological Risk

## Introduction

Property management is a multifaceted discipline involving rental operations, maintenance, and service management. Over time, marketing and sales have

emerged as crucial aspects within this domain. Traditional methods in real estate, such as site visits and printed advertisements, have proven time-consuming, costly, and inefficient in an increasingly competitive housing market. In Malaysia, for instance, the expansion of property development has intensified buyer confusion due to abundant options and limited spatial understanding from static media. Although existing platforms like Fullhouse.com.my and Propertycity.com.my provide basic property listings and alerts, their functionality remains largely restricted to static databases. With the advancement of digital technologies, there is a growing shift towards dynamic, location-based systems powered by Geographic Information Systems (GIS). GIS enhances property marketing by integrating diverse spatial data, enabling mapping, modelling, and interactive visualization. However, despite its proven advantages, GIS remains underutilized in Malaysia's property marketing ecosystem. This research addresses this gap by proposing the development of a GIS-based Residential Property Marketing Information System (GRPMIS), beginning with a comprehensive study of user requirements and a review of 3D GIS and virtual reality applications in property management.

### **AI Is Developing Fast and Slow**

The rapid advancement of Artificial Intelligence (AI), alongside other disruptive technologies such as 5G, the Internet of Things (IoT), robotics, quantum computing, and biosynthetics, has significantly narrowed the gap between science fiction and scientific reality. AI systems have already demonstrated their superiority over humans in specialized tasks like playing chess and Go, mastering complex strategy games, and performing certain types of medical and legal diagnostics. Among the most visible breakthroughs are in intelligent automation, computer vision, and natural language processing—areas where AI systems now surpass human abilities in speed and precision.

However, these achievements are primarily confined to narrow AI, which is designed for specific, well-defined tasks. The development of Artificial General Intelligence (AGI)—machines capable of human-like reasoning, creativity, emotional understanding, and social interaction—remains elusive. Current AI systems still face critical limitations, especially in abstract thinking, adaptive learning across contexts, and autonomous methodology modification. While some models exhibit rudimentary self-representation, they lack the depth of human cognitive flexibility and consciousness.

Moreover, despite AI's computational power and scalability, its development is constrained by high costs, time-intensive training processes, and inefficiencies compared to the innate learning capabilities of humans. From a collective intelligence perspective, AI is yet incapable of replicating or competing with complex human social organizations—arguably one of the most defining features

of our species. Human consciousness affords us a continuous sense of reality, though how the brain constructs and interprets this experience remains a subject of ongoing scientific inquiry.

In essence, while AI has made remarkable progress, particularly since the advent of big data and machine learning, it is still far from fulfilling the utopian or dystopian predictions of a posthuman or transhuman future. As Alan Turing, the father of modern computing, aptly stated: “We can only see a short distance ahead, but we can see plenty there that needs to be done.” His insight reminds us that while the trajectory of AI is promising, it also demands thoughtful progress, ethical foresight, and continuous human oversight.

### **The Changing Landscape of Cyber-Physical Threats**

The level of risk associated with Artificial Intelligence (AI) is less a question of optimism or pessimism and more a matter of how well we understand the role of AI in amplifying existing human behaviours and reshaping global power dynamics. Long before AI achieves or surpasses human-level intelligence, it is already generating two primary types of disruption:

1. **Immediate disruptions**, visible through the growing prevalence of cyberattacks and malicious AI usage.
2. **Structural disruptions**, which gradually transform institutions, infrastructure, and governance systems over time.

#### **1. Immediate Risks and Cybersecurity Threats**

In the near term, AI significantly escalates the nature and scope of existing cybersecurity threats. Malicious actors—from lone cybercriminals and organized crime syndicates to terrorists and state-sponsored hackers—are increasingly leveraging AI to launch more precise, scalable, and evasive attacks. These range from data breaches and digital theft to cyber espionage and critical infrastructure disruption.

According to the World Economic Forum, cybersecurity ranks among the top five global risks. A stark example of this escalating trend occurred in just the first half of 2018, when cyberattacks compromised approximately 4.5 billion digital records—almost double the total breaches recorded in the entirety of 2017. This rise is driven not only by the increasing complexity of digital systems but also by AI’s ability to automate and personalize attacks, making them faster, cheaper, and more difficult to detect or attribute.

Cyberwarfare today includes a wide array of strategies—from physical sabotage and data manipulation to psychological operations and disinformation campaigns. AI enhances these capabilities by enabling attackers to better optimize the cost-benefit equation, executing highly targeted operations with maximum impact and minimal exposure.

## **2. Cyber-Physical Threats and National Security**

As AI systems become integrated with next-generation technologies such as 5G, IoT, and smart city infrastructure, the attack surface for cyber-physical threats grows exponentially. 5G technology enables ultra-fast and ubiquitous connectivity—connecting devices, systems, and people in real time. AI, on the other hand, automates these connections for efficiency and decision-making. However, the convergence of these technologies significantly heightens the risk of large-scale cyber-physical incidents.

With increased interconnectivity comes greater complexity, making it harder to identify vulnerabilities, deter attacks, or trace their origins. This unpredictability challenges conventional defense mechanisms and raises concerns across national security and military sectors. In fact, for many governments, the question is no longer if a severe cyber-physical incident will occur—but when.

Given this evolving threat landscape, complete prevention may no longer be feasible. Instead, governments, industries, and societies must focus on resilience and mitigation strategies to minimize damage and recover swiftly from inevitable breaches.

### **Economic Imbalances in the Age of AI**

Artificial Intelligence (AI) is not just reshaping technology—it is actively redefining global economic systems. Unlike prior industrial revolutions that mostly affected manual labor, AI directly threatens both cognitive and physical jobs, including high-skill knowledge work. Without strategic government interventions, this trend is poised to cause widespread labor displacement, skill redundancy, and economic destabilization.

One of the gravest risks is structural inequality. As AI becomes a competitive edge in both national economies and corporations, access to data, computing power, and human talent is increasingly concentrated in a few wealthy countries and mega-tech companies. This not only widens the global development gap but also fuels a form of "digital mercantilism" where technological elites gain economic control, further marginalizing less developed nations.

The current AI landscape favors those with resources—making reskilling programs and universal basic income (UBI) viable in developed nations, while low- and middle-income countries risk economic stagnation. The traditional advantage of cheap labor is eroded, rendering previous development models ineffective.

Moreover, AI commercialization is shifting innovation from the public sector to private corporations that seldom prioritize public good. The net result could be a world divided between the "digitally upgraded" elite and the disenfranchised masses—leading to alienation, unrest, and a fraying of the social fabric.

**Summary Table: Economic Imbalances Driven by AI**

Aspect	Description
<b>Labour Displacement</b>	AI threatens both cognitive and physical jobs, leading to underemployment and deskilling.
<b>Structural Economic Shifts</b>	Automation reduces labor force participation and tax revenue, requiring new economic policies.
<b>Inequality Between Nations</b>	Wealthier countries can afford UBI and reskilling; poorer nations risk stagnation and dependency.
<b>Concentration of Resources</b>	Data, AI expertise, and R&D are dominated by a few tech companies and countries.
<b>Privatization of Innovation</b>	R&D shifts from public institutions to private labs with limited knowledge sharing.
<b>Digital Mercantilism</b>	Market entry becomes harder, favoring monopolistic AI empires.
<b>Global Development Threat</b>	Cheap labor loses relevance; traditional development paths become obsolete.
<b>Domestic Inequality</b>	Rich countries (e.g., U.S.) face widening gaps between tech elites and general population.
<b>Social Consequences</b>	Rising individualism, alienation, and psychological distress due to loss of purpose and dignity.
<b>Potential Responses</b>	Government intervention, UBI, rethinking labor, and redefining human dignity.

### **Political Imbalances in the Age of AI**

As AI technologies become more integrated into governance and political strategy, they introduce new dimensions of power and influence that can reshape global and domestic political landscapes. While AI has the potential to enhance state security and improve the efficiency of public administration, it simultaneously opens the door to dangerous political imbalances. Governments and political actors increasingly utilize AI for voter targeting, mass surveillance, sentiment manipulation, and information control.

In democratic states, this might result in the erosion of institutions, increased polarization, and a weakening of public morality. The Cambridge Analytica and Snowden revelations highlight how AI and big data analytics have already been misused to manipulate democratic processes and invade citizens' privacy. On the other end, authoritarian regimes may leverage AI for widespread surveillance, censorship, and psychological operations to tighten their grip on power—sliding towards totalitarianism.

The global political equilibrium is also being threatened. AI tools are frequently employed in cross-border cyber operations, with major powers accusing each other of hacking, election interference, and cyber-

espionage. The rise of “political capitalism”—where AI reinforces the alignment of economic power with political control—further blurs the line between public service and elite interest.

***Summary Table: Political Imbalances Driven by AI***

<b>Aspect</b>	<b>Description</b>
<b>AI in Political Governance</b>	Used for voter targeting, surveillance, and security monitoring by both democratic and authoritarian regimes.
<b>Surveillance and Control</b>	AI enables mass surveillance and repression, limiting individual autonomy and civil liberties.
<b>Polarization in Democracies</b>	AI-driven info manipulation can erode institutions, polarize societies, and disrupt public discourse.
<b>Rise of Political Capitalism</b>	Liberal capitalism transitions into political capitalism as economic power supports authoritarian trends.
<b>Authoritarian Drift</b>	Authoritarian regimes use AI to centralize power, control dissent, and surveil citizens extensively.
<b>Weaponization of AI</b>	AI is used as a geopolitical tool to interfere with adversaries’ political systems (e.g., cyberattacks).
<b>Notable Cases</b>	Snowden (NSA surveillance), Cambridge Analytica (data misuse for political campaigns).
<b>Geopolitical Accusations</b>	West accuses states like China, Russia, Iran, and North Korea of cyber intrusions and mass surveillance.
<b>Threat to Modern Governance</b>	AI disrupts bureaucracy, rule of law, and accountability by shifting focus from progress to power struggles.
<b>Dual-Pole Risk</b>	Democracies risk institutional decay; authoritarian states risk sliding into totalitarianism.

### **AI is Developing Fast and Slow: A Dual-Speed Reality**

Artificial Intelligence (AI) has made tremendous strides, especially in narrow domains like playing strategy games (Chess, Go), language processing, and computer vision. These systems can outperform human perception in specific contexts. However, AI still lacks general intelligence—an ability to abstract, adapt across domains, and learn like humans. Engineering challenges related to emotional, social, and creative intelligence remain unresolved. Furthermore, AI systems are resource-intensive and learn inefficiently compared to human cognition. While AI progresses rapidly due to mass data and computing power, it falls short of the speculative visions of posthuman or transhuman futures. Alan Turing's warning remains relevant—there is still much that needs to be done.

### 3. Political Imbalances: AI as a Double-Edged Sword in Governance

States and political actors are increasingly deploying AI to influence governance, national security, surveillance, and public sentiment. This can promote efficiency and security if handled responsibly. However, misuse can erode democratic institutions, amplify populism, and tip the balance toward authoritarianism. AI-enabled mass surveillance and manipulation of public opinion, as seen in the Snowden and Cambridge Analytica revelations, exemplify these dangers. The risk lies in tilting the equilibrium of power toward either totalitarian regimes or polarized democracies, threatening accountability, rule of law, and civic discourse.

### 4. Disrupting International Relations: The AI Arms Race

AI has become a central arena of global geopolitical rivalry. The U.S., China, and Russia, along with Europe, are racing to dominate AI innovation. AI is viewed as a dual-use technology critical for both economic growth and military superiority. The development of lethal autonomous weapons (LAW) and the proliferation of cyberweapons increase the risk of asymmetric warfare, cyberconflict, and geopolitical instability. National security concerns have led to protectionist measures, digital sovereignty laws, and decoupling of technology ecosystems (especially between the U.S. and China). Despite rising risks, global treaties or trust-building mechanisms for AI in warfare remain largely absent.

*Comparative Table: AI Challenges in Development, Politics, and Global Relations*

Dimension	Key Aspects	Risks/Challenges	Example Cases	Global Impact
<b>AI Development Pace</b>	<ul style="list-style-type: none"><li>- Rapid in narrow AI (vision, NLP, games)</li><li>- Slow in general AI</li><li>- Lacks abstraction, creativity, emotional/social intelligence</li></ul>	<ul style="list-style-type: none"><li>- High resource demands</li><li>- Bottlenecks in adaptive learning</li><li>- Human-like cognition not achieved</li></ul>	<ul style="list-style-type: none"><li>- AlphaGo, ChatGPT, IBM Watson</li></ul>	Slower realization of transhumanist visions; mismatch in expectations and reality

<b>Political Imbalances</b>	<ul style="list-style-type: none"> <li>- States use AI for surveillance, governance, national security</li> <li>- Manipulates public opinion</li> <li>- Can increase efficiency or control</li> </ul>	<ul style="list-style-type: none"> <li>- Risk of totalitarianism or populism</li> <li>- Undermining democracy</li> <li>- Privacy erosion</li> </ul>	<ul style="list-style-type: none"> <li>- Snowden case</li> <li>- Cambridge Analytica scandal</li> </ul>	Erosion of democratic norms, rise of techno-authoritarianism
<b>International Disruption</b>	<ul style="list-style-type: none"> <li>- AI as national security asset</li> <li>- Dual-use tech controls</li> <li>- Military R&amp;D (LAW, cyberwarfare)</li> <li>- Tech decoupling and sovereignty laws</li> </ul>	<ul style="list-style-type: none"> <li>- Cyberconflict</li> <li>- Arms race</li> <li>- No global treaty</li> <li>- Risk of asymmetric warfare</li> </ul>	<ul style="list-style-type: none"> <li>- U.S.–China 5G conflict</li> <li>- EU push for AI ethics regulation</li> </ul>	Increased geopolitical tension, risk of cyberwar and digital fragmentation

### **Prospects for AI Ethics and Governance**

The global debate on AI ethics and governance reflects growing concerns over the profound risks posed by AI technologies. While many international and national organizations have developed ethical frameworks to guide AI development—emphasizing fairness, safety, transparency, and human oversight—practical governance remains fragmented and largely inadequate.

Key challenges stem from the dual-use nature of AI, its autonomous capabilities, and the difficulty of aligning global interests. Governance approaches vary across regions: the U.S. promotes market-driven growth, Europe focuses on regulation and human rights, and China emphasizes harmony and control through surveillance.



Despite shared concerns over privacy, security, and digitalization, political, cultural, and ideological divides undermine international cooperation. The U.S.–China rivalry, Europe’s indecisiveness, and rising global distrust indicate a shift from globalism to fragmented power blocs, heightening the urgency for collaborative AI governance to avoid technological instability and geopolitical conflict.

**Table: Key Aspects of AI Ethics and Governance**

Aspect	Details
<b>Definition of AI Ethics</b>	Encompasses principles like fairness, transparency, safety, explainability, and human oversight in AI development and use.
<b>Common AI Ethical Principles</b>	Secure, fair, human-centric, transparent, trustworthy, and beneficial to society.
<b>Implementation Gap</b>	Ethics frameworks exist, but governance mechanisms to enforce them are underdeveloped and poorly coordinated.
<b>Challenges in Governance</b>	<ul style="list-style-type: none"> <li>- Dual-use nature of AI</li> <li>- Autonomous decision-making</li> <li>- Complex risk scenarios</li> <li>- Fragmented international cooperation</li> </ul>
<b>Need for Collaboration</b>	No single stakeholder can manage AI risks alone; cooperation is essential across governments, corporations, and civil society.
<b>Regional Governance Approaches</b>	<b>USA:</b> Market-driven, innovation-focused, profit-centered. <b>EU:</b> Regulatory, rights-based, ethical. <b>China:</b> Surveillance and control.
<b>International Divergences</b>	Conflicting values, cultures, and governance philosophies between major powers (US, EU, China) create barriers to unified oversight.
<b>Common Concerns</b>	Privacy, cybersecurity, surveillance, misinformation, inequality.

<b>Global Geopolitical Risks</b>	Growing US–China tensions (Thucydides Trap), post-globalism, weakened multilateral institutions (e.g., WTO).
<b>Europe's Position</b>	Advocates for ethical AI but lacks strategic unity; caught between US protectionism and Chinese authoritarianism.
<b>Conclusion</b>	While AI has transformative potential, current ethics and governance systems are insufficient. Global cooperation is necessary yet elusive.

### **Outlook on AI Governance and Global Cooperation**

The future trajectory of AI is deeply intertwined with global power dynamics, ethics, and the need for collaborative governance. While AI is not inherently the cause of historical disruptions, it magnifies existing socio-political issues like inequality, surveillance, and ideological divides. The core concern is that without proactive, responsible, and coordinated human intervention, AI could be weaponized for competitive advantage, leading to deeper imbalances and erosion of democratic and ecological values.

To avoid this, the focus must shift from AI serving existing power structures to reimagining global politics and human behavior. Responsible governance of AI should be driven by the world's leading nations (like G20), through a unified global mechanism that promotes equitable, context-sensitive, and peaceful technological development.

*Table: Outlook on AI and Future Governance Needs*

<b>Aspect</b>	<b>Details</b>
<b>AI as Strategic Tool</b>	AI is increasingly used to gain geopolitical and economic advantage, mirroring capitalist motives with little regard for social/ecological ethics.
<b>Root of the Issue</b>	AI is not the original cause of social decay but a tool that intensifies existing historical challenges (e.g., inequality, power struggle, surveillance).
<b>Human Agency Needed</b>	Breaking negative trends in AI deployment requires active human decision-making, collaboration, and reform of political systems.
<b>AI Must Improve</b>	Instead of mimicking flawed human values or brains, AI should aim to enhance human ethics and our relationship

<b>Humanity</b>	with nature.
<b>Call to Action</b>	G20 and other global powers must prioritize the creation of a coordinated and responsible governance mechanism for AI.
<b>Purpose of Global Mechanism</b>	<ul style="list-style-type: none"><li>- Address cyber-physical risks</li><li>- Mitigate structural imbalances</li><li>- Counter digital fragmentation</li><li>- Adapt governance to local needs</li></ul>
<b>Benefits of Global Governance</b>	Enables tolerance of ambiguity, structured debate, conflict management, and fosters long-term common understanding.
<b>Philosophical Shift Needed</b>	Not only must AI evolve responsibly, but global politics and human behavior must adapt to avoid repeating destructive historical patterns.
<b>Ultimate Goal</b>	Use AI not to dominate, but to foster equity, sustainability, and peaceful coexistence among people and between humanity and the Earth.

### Dr. Thorsten Jelinek

Dr. Thorsten Jelinek is a senior research fellow and the European Director of the Taihe Institute, where he specializes in the ethics, governance, and security implications of artificial intelligence (AI), 5G technologies, and digital transformation. He previously served as an Associate Director at the World Economic Forum and held management roles in prominent technology firms.

Dr. Jelinek contributes to several high-level international policy platforms. He is a member of the T20/G20 Taskforce on the Future of Multilateralism and Global Governance, and he participates in OECD's Trust in Business Initiative and the United Nations High-Level Panel on Digital Cooperation.

Academically, he holds a PhD in Social and Political Sciences from the University of Cambridge, a MSc in Organizational and Social Psychology from the London School of Economics (LSE), and an MA in Software Engineering and Business Administration from Beuth University of Applied Sciences, Berlin. His interdisciplinary background underpins his influential role at the intersection of emerging technologies, global governance, and societal transformation.

***Table: Summary of Dr. Thorsten Jelinek's Profile***

<b>Category</b>	<b>Details</b>
<b>Name</b>	Dr. Thorsten Jelinek
<b>Current Role</b>	Senior Research Fellow & European Director, Taihe Institute
<b>Research Focus</b>	AI ethics, governance, 5G, digitalization, global security
<b>Previous Position</b>	Associate Director, World Economic Forum
<b>Industry Experience</b>	Management positions in leading global technology companies
<b>G20 Involvement</b>	Member, T20/G20 Taskforce on Future of Multilateralism and Global Governance
<b>OECD Affiliation</b>	Member, Trust in Business Initiative
<b>UN Participation</b>	Participant, High-Level Panel on Digital Cooperation
<b>PhD</b>	Social and Political Sciences, University of Cambridge
<b>MSc</b>	Organizational and Social Psychology, London School of Economics (LSE)
<b>MA</b>	Software Engineering & Business Administration, Beuth University of Applied Sciences, Berlin
<b>Core Expertise</b>	Interdisciplinary tech-policy research, digital ethics, global cooperation frameworks

## **Conclusion**

Artificial Intelligence is rapidly reshaping the power dynamics between governments, markets, and societies. While it holds transformative potential for national security, governance, and innovation, AI also introduces serious risks of authoritarian control, political polarization, and erosion of democratic norms. The exploitation of AI for mass surveillance, psychological operations, and geopolitical competition has intensified structural imbalances across the globe. However, AI is not inherently detrimental. It reflects and amplifies the existing trajectories of human history — such as inequality, ecological degradation, and

competitive geopolitics. Therefore, a new global paradigm is essential: one where AI is governed not only by technical standards but by shared ethical values, multilateral cooperation, and inclusive frameworks. The G20 and other international institutions must take the lead in forging a responsible, globally coordinated AI governance mechanism.

Dr. Thorsten Jelinek, through his interdisciplinary expertise and policy engagement, emphasizes that the responsible use of AI requires both technological adaptation and a fundamental shift in political and moral agency. His work provides a compelling roadmap toward ethical innovation, inclusive digital governance, and long-term socio-political stability.

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# Foundations and Core Concepts of Artificial Intelligence

<sup>1</sup>Rajesh Kumar Mishra

<sup>2</sup>Divyansh Mishra

<sup>3</sup>Rekha Agarwal

<sup>1</sup>ICFRE-Tropical Forest Research Institute (Ministry of Environment, Forests & Climate Change, Govt. of India), P.O. RFRC, Mandla Road, Jabalpur, MP-482021, India.

<sup>2</sup>Department of Artificial Intelligence and Data Science, Jabalpur Engineering College, Jabalpur (MP), India- 482 001.

<sup>3</sup>Government Science College, Jabalpur, MP, India- 482 001.

**Email:** [rajeshkmishra20@gmail.com](mailto:rajeshkmishra20@gmail.com)

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## Abstract

Artificial Intelligence (AI) is a multidisciplinary field rooted in computer science, mathematics, cognitive science, and engineering. This chapter explores the foundational theories, core concepts, and historical evolution of AI, shedding light on the computational underpinnings and philosophical debates that have shaped its trajectory. Key paradigms such as symbolic AI, connectionism, and statistical learning are discussed, alongside the influence of Turing's computational theory and the emergence of machine learning. The chapter also delves into core components like problem solving, search algorithms, knowledge representation, reasoning, and learning. Here is the summary of the chapter "Foundations and Core Concepts of Artificial Intelligence":

This chapter provides a comprehensive exploration of the foundational principles, theoretical underpinnings, and evolving paradigms of Artificial Intelligence (AI). It begins by outlining AI's interdisciplinary roots, drawing from computer science, mathematics, cognitive science, and philosophy, and introduces seminal concepts such as the Turing Test and the Physical Symbol System Hypothesis. The historical development of AI is traced from its symbolic origins in the 1950s to the rise of expert systems in the 1970s–80s, and later to the machine learning revolution of the 1990s–present. The chapter highlights the transition from rule-based approaches to data-driven models, particularly emphasizing the impact of deep learning and neural networks. A deep dive into core components follows, detailing search strategies, knowledge representation techniques, reasoning

mechanisms, and machine learning paradigms—including supervised, unsupervised, and reinforcement learning. The chapter distinguishes between symbolic AI (transparent and rule-based) and sub symbolic AI (connectionist models like neural networks), discussing the benefits and limitations of each.

A dedicated section on hybrid approaches explains how neurosymbolic systems seek to bridge the gap between logic and learning, offering enhanced capabilities for complex tasks that require both structured knowledge and pattern recognition. The discussion on challenges and open questions addresses crucial concerns such as generalization vs. over fitting, the black-box nature of deep models, ethical considerations, and the unresolved symbol grounding problem. In the conclusion, the chapter emphasizes the importance of foundational knowledge for building interpretable, robust, and ethically aligned AI systems. The future directions section highlights key research frontiers including neurosymbolic integration, large language models, causal inference, and the pursuit of explainable, fair, and accountable AI in high-stakes domains.

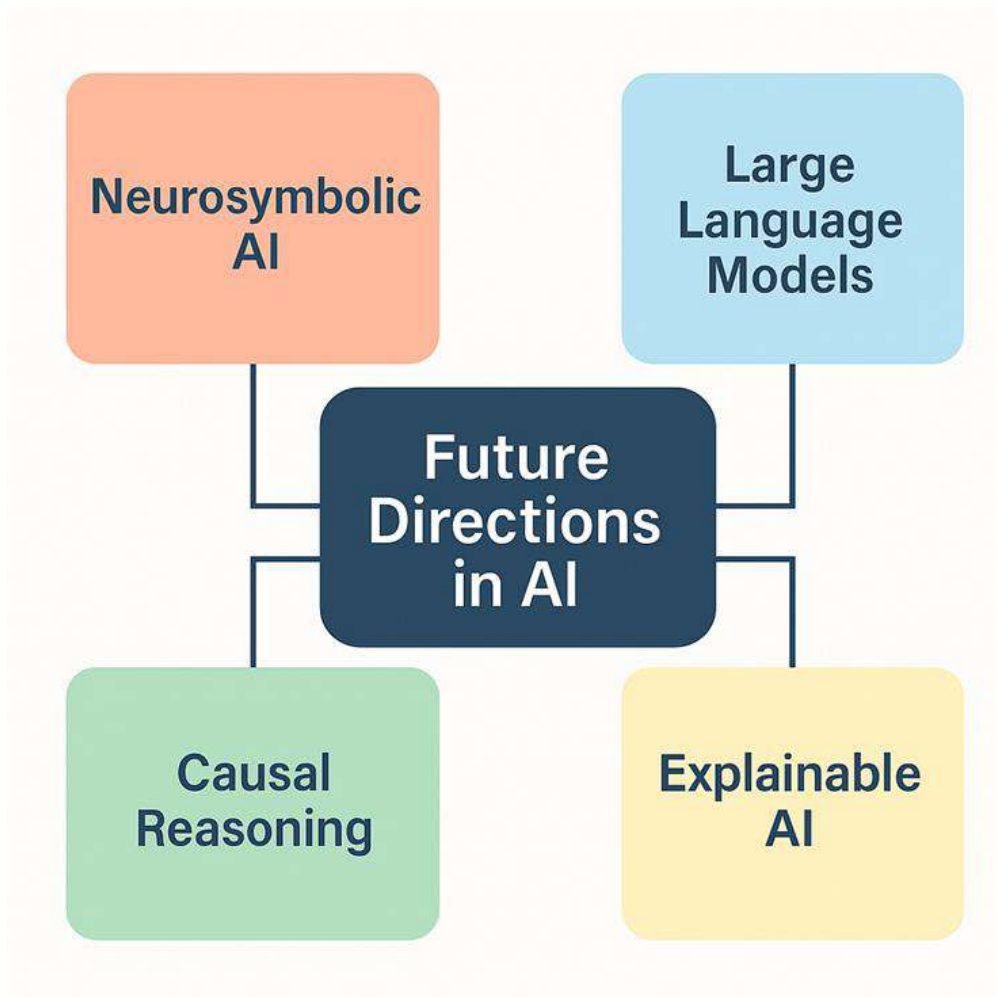
**Keywords:** Artificial Intelligence, Turing Test, Symbolic AI, Machine Learning, Search Algorithms, Knowledge Representation, Reasoning, Learning Paradigms, Cognitive Computing

## **Introduction**

Artificial Intelligence, broadly defined, is the field dedicated to creating systems capable of performing tasks that require human intelligence. Since its formal inception in the mid-20th century, AI has evolved into a confluence of algorithmic development, data processing, and theoretical exploration. Alan Turing's seminal 1950 paper "Computing Machinery and Intelligence" laid the conceptual groundwork for defining and testing machine intelligence (Turing, 1950). Artificial Intelligence (AI) is a broad and evolving discipline that aims to create systems capable of intelligent behavior, typically associated with human cognitive functions such as learning, reasoning, problem-solving, and perception. The term was formally introduced by John McCarthy in 1956 during the Dartmouth Conference, which is widely regarded as the birth of AI as a field of study (McCarthy et al., 1955). Since then, AI has undergone several paradigm shifts, evolving from rule-based symbolic approaches to data-driven learning systems.

At the heart of AI lies the ambition to replicate and eventually surpass human intelligence using computational methods. Alan Turing's seminal 1950 paper "Computing Machinery and Intelligence" posed the foundational question, "Can machines think?" and proposed the Turing Test as a measure of machine intelligence (Turing, 1950). This sparked a philosophical and scientific inquiry into the nature of intelligence, consciousness, and cognition that continues to

influence AI research. AI draws upon multiple disciplines including computer science, mathematics, neuroscience, psychology, linguistics, and philosophy, making it inherently interdisciplinary. Techniques such as logic, probability theory, and optimization underpin the theoretical framework of AI, while practical applications span diverse domains—from autonomous vehicles and intelligent robotics to natural language processing and medical diagnostics (Russell & Norvig, 2021). As AI technologies become more pervasive, understanding the foundational concepts is critical for designing robust, interpretable, and ethical systems. These foundations include the representation and manipulation of knowledge, learning from data, logical and probabilistic reasoning, and adaptive decision-making. Moreover, the rise of neural networks and deep learning has added new dimensions to AI, shifting emphasis from symbolic reasoning to subsymbolic data-driven approaches (LeCun, Bengio, & Hinton, 2015).





Artificial Intelligence is revolutionizing various aspects of human life, from economic structures and healthcare to education and social interactions. While AI offers unprecedented benefits such as automation, efficiency, and data-driven decision-making, it also poses challenges, including ethical concerns, job displacement, and privacy risks (Mishra et al., 2025f). The science of robotics deals with devices that carry out activities automatically or semi-automatically using preset, adaptive programming and algorithms. These devices, also referred to as robots, are either operated by humans or fully controlled by computer programs and algorithms (Mishra et al., 2025g). Artificial Intelligence (AI) has transcended from being a theoretical concept to a cornerstone of technological advancement. The integration of AI across industries demonstrates its potential to revolutionize processes, systems, and services (Mishra et al., 2024a). The integration of Artificial Intelligence (AI) and Machine Learning (ML) in scientific research is revolutionizing the landscape of knowledge discovery and innovation across diverse fields (Mishra et al., 2024b).

Cyber-Physical Systems (CPS) and the Internet of Things (IoT) represent two transformative technological paradigms that are converging to shape the future of engineering, automation, and intelligent systems (Mishra et al., 2025a). The convergence of Artificial Intelligence and Machine Learning with plant sciences is catalyzing a transformative shift in biodiversity conservation and ecological research. Traditional plant identification techniques, while foundational, are constrained by scalability, subjectivity, and reliance on expert taxonomists. In contrast, AI-powered methods—particularly those using deep learning architectures such as Convolutional Neural Networks, Support Vector Machines and Generative Adversarial Networks—demonstrate remarkable accuracy and efficiency in classifying plant species based on multimodal datasets including leaf morphology, flower phenotypes, and remote sensing imagery (Mishra et al., 2025b).

However, the adoption of AI is not without challenges. Ethical concerns such as algorithmic bias, data privacy, and workforce disruption call for robust regulatory frameworks and inclusive governance. As nations invest in AI-driven infrastructure and digital transformation, it becomes imperative to understand both the opportunities and risks posed by this powerful technology. In the age of artificial intelligence (AI), Human–Computer Interaction (HCI) and User Experience (UX) are undergoing fundamental transformations. Intelligent systems no longer merely execute commands—they anticipate needs, adapt in real time, and increasingly behave like collaborative partners (Mishra et al., 2025c). In recent times, developments in artificial intelligence (AI) and machine learning (ML) have propelled improvements in systems and control engineering. We exist in a time of extensive data, where AI and ML can evaluate large volumes of information instantly to enhance efficiency

and precision in decisions based on data (Mishra et al., 2025d). The rapid expansion of digital data has propelled significant advancements in Big Data analytics, Machine Learning, and Deep Learning. These technologies are increasingly integrated across industries, facilitating automated decision-making, predictive modeling, and advanced pattern recognition (Mishra et al., 2025e). This chapter provides an in-depth exploration of the origins, fundamental components, and conceptual frameworks that have shaped AI. It sets the stage for more advanced discussions by grounding the reader in the essential theories, architectures, and challenges that define the field today.

## **Historical Development**

The evolution of Artificial Intelligence reflects both the advancement of computational technologies and the maturation of ideas drawn from cognitive science, logic, and data-driven engineering. From the mid-20th century, AI has traversed through multiple conceptual frameworks, each defining its capabilities and limitations within its era.

### **1. Classical Period (1950s–1970s)**

The formative years of AI witnessed the rise of symbolic AI, grounded in the manipulation of symbols and formal logic. Programs like the Logic Theorist (1956) and the General Problem Solver (1957) attempted to model human problem-solving behaviors using rule-based approaches (Newell & Simon, 1958). These systems used logic-based methods to solve mathematical theorems and navigate state-space search problems. Despite their pioneering success, these early systems were limited to toy problems and lacked the flexibility needed for broader real-world applications.

### **2. Knowledge-Based Systems (1970s–1980s)**

The 1970s and 1980s marked the emergence of expert systems, which embedded domain-specific knowledge into rule-based inference engines. MYCIN, developed for medical diagnosis, became a landmark in applying AI to healthcare (Buchanan & Shortliffe, 1984). These systems exemplified the idea that intelligence could be encoded in if-then rules created by human experts. However, expert systems struggled with knowledge acquisition bottlenecks and limited scalability.

### **3. Machine Learning Era (1990s–present)**

The limitations of symbolic systems led to the rise of machine learning (ML), where systems learn patterns and make predictions from data. With the growth of digital data and computational power, ML methods, including decision trees, support vector machines, and artificial neural networks, became central to AI research. The deep learning revolution of the 2010s, propelled by convolutional

neural networks (CNNs) and transformer models, enabled breakthroughs in computer vision, speech recognition, and natural language processing (LeCun, Bengio, & Hinton, 2015).

### **Philosophical and Theoretical Foundations**

The development of artificial intelligence (AI) is deeply rooted in long-standing philosophical questions concerning the nature of intelligence, consciousness, reason, and knowledge. Historically, these inquiries date back to ancient Greek philosophy, where Aristotle introduced syllogistic logic, an early attempt to formalize human reasoning (Smith, 2019). The philosophical quest to understand what it means to think provided the conceptual seeds for AI centuries later. In the 20th century, this evolved into more formal inquiries as philosophers like Alan Turing proposed computational theories of mind. Turing's seminal 1950 paper, "Computing Machinery and Intelligence," introduced the idea that a machine could exhibit intelligent behavior indistinguishable from a human being—a concept later embodied in the "Turing Test" (Turing, 1950). His philosophical proposition—that cognition could be simulated algorithmically—set the theoretical stage for symbolic AI and formal logic-based reasoning.

The theoretical foundations of AI are informed by rationalism, functionalism, and computationalism. Rationalism, the belief that reason is the chief source of knowledge, supports the idea that intelligent agents can be modeled through formal logical systems. This directly influenced Good Old-Fashioned AI (GOFAI), which emerged during the 1950s and 60s and emphasized symbolic representation, deductive reasoning, and expert systems (Haugeland, 1985). Functionalism, a theory from the philosophy of mind, posits that mental states are defined by their causal relations rather than their physical realization. This abstraction supports the idea that human-like cognition can be implemented in silicon-based systems, thereby legitimizing the pursuit of strong AI. Computationalism, the view that the mind is essentially an information-processing system akin to a Turing machine, has underpinned cognitive architectures such as ACT-R and Soar (Anderson et al., 2004). These models attempt to reproduce human reasoning and problem-solving through modular, rule-based systems.

However, alternative paradigms have emerged to critique and expand the symbolic tradition. Connectionism, inspired by neuroscience, argues that intelligence emerges from the interaction of simple units (neurons) in large-scale networks. This view is philosophically aligned with empiricism and associationism, which emphasize learning from experience. Modern deep learning architectures embody this approach, and their success in vision, language, and decision-making tasks has reignited debates about the nature of understanding and general intelligence (Lake et al., 2017). From a theoretical

standpoint, connectionist systems challenge symbolic AI by suggesting that intelligence does not require explicit rule-following or symbolic manipulation, but rather distributed representations and learning from data.

Epistemologically, AI raises questions about how machines acquire knowledge and what constitutes understanding. Philosophers like John Searle challenged the notion of machine understanding through thought experiments such as the "Chinese Room," arguing that syntactic manipulation does not entail semantic comprehension (Searle, 1980). This dichotomy between syntax and semantics continues to influence debates in AI ethics and AGI (Artificial General Intelligence). Meanwhile, Bayesian epistemology has significantly influenced probabilistic AI, offering formalism for reasoning under uncertainty. Bayesian networks, hidden Markov models, and reinforcement learning frameworks draw from statistical decision theory and represent rational agents that update beliefs in light of evidence. From an ontological perspective, the rise of AI also challenges human-centered definitions of agency, autonomy, and intentionality. As AI systems increasingly exhibit goal-directed behavior, philosophers and theorists debate whether such systems possess genuine intentions or merely simulate them through programmed heuristics. Heideggerian and phenomenological critiques, for instance, suggest that AI, by lacking embodiment and being-in-the-world, cannot replicate the full spectrum of human understanding (Dreyfus, 1972). These critiques emphasize the contextual, situated, and embodied nature of human intelligence, something that purely computational models often abstract away.

In sum, the philosophical and theoretical foundations of AI span across multiple schools of thought—from logical positivism and cognitive psychology to continental philosophy and neuroscience. They collectively shape how researchers conceptualize intelligence, learning, and decision-making. As AI advances into domains like materials science, healthcare, and creative design, a robust understanding of these foundations becomes critical not only for system development but also for ethical deployment and human-AI symbiosis.

### **Turing Test and the Nature of Intelligence**

Alan Turing's proposed test for machine intelligence evaluates whether a machine can mimic human responses well enough to be indistinguishable from a human interlocutor (Turing, 1950). Though widely debated, the Turing Test remains a cornerstone in discussions about AI's capabilities and limitations.

### **Physical Symbol System Hypothesis**

Newell and Simon (1976) formulated the Physical Symbol System Hypothesis, asserting that a physical symbol system has the necessary and sufficient means

for general intelligent action. This became a central tenet in early AI and influenced the development of symbolic systems.

### **The Chinese Room Argument**

John Searle's (1980) Chinese Room Argument challenges the view that symbol manipulation alone constitutes understanding. It posits that a machine could appear to understand language without truly comprehending it, thus questioning the adequacy of the Turing Test.

### **Core Components of AI**

Artificial Intelligence (AI) is a multidisciplinary domain that integrates computer science, mathematics, cognitive science, linguistics, neuroscience, and engineering. Its functionality relies on several interrelated core components that collectively enable machines to emulate aspects of human intelligence such as learning, reasoning, perception, language understanding, and decision-making. These components not only define the scope and capabilities of AI systems but also determine their applicability across different domains, including materials science, healthcare, finance, environmental monitoring, and autonomous systems.

### **Knowledge Representation and Reasoning (KRR)**

Knowledge Representation and Reasoning (KRR) lies at the heart of symbolic AI and cognitive architectures. It involves the formal encoding of facts, objects, events, and their relationships in a machine-readable form. Logical systems such as propositional and predicate logic, semantic networks, ontologies, and frame-based systems are commonly used to represent structured knowledge. KRR enables inference engines to draw new conclusions from known data using deductive, inductive, or abductive reasoning (Russell & Norvig, 2021). For instance, expert systems in medicine, such as MYCIN, rely on rule-based knowledge representation to recommend antibiotics based on symptoms and test results. More recently, description logics and Web Ontology Languages (OWL) have been central to semantic web applications, enhancing machine interpretability of complex data domains (Baader et al., 2017).

### **Machine Learning (ML)**

Machine Learning is the most dynamic component of modern AI and constitutes algorithms that enable systems to learn patterns and improve performance without being explicitly programmed. ML is broadly categorized into supervised learning, unsupervised learning, semi-supervised learning, and reinforcement learning. Supervised learning algorithms like support vector machines (SVM), decision trees, and neural networks learn from labeled data, while unsupervised methods such as clustering and dimensionality reduction uncover latent structures in unlabeled data (Murphy, 2012). Reinforcement learning, modeled after

behavioral psychology, uses reward signals to train agents to optimize long-term outcomes, playing a central role in robotics and game AI (Sutton & Barto, 2018). The widespread deployment of deep learning, a subdomain of ML based on deep neural networks, has revolutionized image classification, speech recognition, and natural language processing.

### **Natural Language Processing (NLP)**

Natural Language Processing (NLP) enables machines to interpret, generate, and respond to human language. NLP combines computational linguistics with statistical and machine learning techniques to process syntax, semantics, pragmatics, and discourse. Foundational tasks include tokenization, part-of-speech tagging, parsing, sentiment analysis, named entity recognition, and machine translation (Jurafsky & Martin, 2023). Transformer-based models such as BERT, GPT, and T5 have redefined NLP capabilities by capturing contextual semantics using self-attention mechanisms and pre-training on massive corpora. These models have achieved state-of-the-art performance across benchmarks like GLUE, SuperGLUE, and SQuAD, and are increasingly being integrated into domain-specific applications such as legal document analysis, biomedical literature mining, and AI chatbots.

### **Computer Vision**

Computer Vision enables machines to interpret and analyze visual information from the world, simulating human visual cognition. Core tasks include image classification, object detection, image segmentation, motion analysis, and 3D reconstruction. Deep convolutional neural networks (CNNs), especially architectures like AlexNet, ResNet, and YOLO, have significantly advanced the accuracy of visual recognition tasks (Krizhevsky et al., 2012; He et al., 2016). Computer vision is vital in numerous real-world applications such as autonomous vehicles, medical image diagnostics, facial recognition, and remote sensing. In materials science, it has been utilized for defect detection in microstructures, phase recognition in scanning electron microscopy (SEM) images, and automated crystallography using diffraction patterns.

### **Robotics and Perception**

Robotics integrates AI with mechanical systems to enable autonomous or semi-autonomous agents to perceive, navigate, and interact with physical environments. Perception, in this context, includes sensor fusion, environment mapping, and object localization. Algorithms such as Simultaneous Localization and Mapping (SLAM), Kalman filtering, and visual odometry help robots build real-time awareness of their surroundings. Path planning algorithms (e.g., A\*, RRT, D\* Lite) and control policies derived from reinforcement learning enable movement and task execution. Robotics systems have seen breakthroughs in

autonomous drones, self-driving cars, robotic arms in manufacturing, and surgical robots—each relying on the fusion of AI perception, planning, and actuation.

### **Planning and Decision-Making**

Planning and decision-making are crucial for intelligent agents that need to determine a sequence of actions to achieve specific goals. Classical AI planning involves searching through a space of possible action sequences using algorithms like STRIPS, GraphPlan, and partial-order planning (Russell & Norvig, 2021). More dynamic approaches include Markov Decision Processes (MDPs) and Partially Observable MDPs (POMDPs), which model decision-making under uncertainty. In real-world applications, this component is essential for logistics optimization, smart manufacturing, strategic gameplay (e.g., AlphaGo), and adaptive mission planning in unmanned systems. Planning systems are often integrated with reinforcement learning for real-time decision policies in complex environments.

### **Learning from Data and Big Data Analytics**

Another key pillar is the capacity to process and learn from large-scale datasets. Big data analytics in AI involves data preprocessing (cleaning, normalization), feature engineering, dimensionality reduction (e.g., PCA, t-SNE), and model optimization. As data volume, variety, and velocity increase, especially from IoT devices, social media, scientific instrumentation, and enterprise systems, scalable machine learning techniques like distributed training (using MapReduce, Spark, or federated learning) become indispensable. AI systems in scientific discovery increasingly rely on these tools for high-throughput screening, anomaly detection, and predictive modeling (Zhang & Ling, 2018).

Together, these core components form the foundation of artificial intelligence, transforming it from a theoretical concept into an engineering discipline with practical applications. While each component can operate independently, state-of-the-art AI systems integrate multiple components—e.g., combining vision, NLP, and planning in autonomous agents. As AI evolves toward artificial general intelligence (AGI), interdisciplinary advancements in these core areas are expected to converge further, driving the next generation of intelligent systems that can reason, learn, adapt, and act across diverse real-world environments.

### **Search and Problem Solving**

Search algorithms are fundamental to AI, enabling systems to navigate complex problem spaces. Uninformed search methods, such as Breadth-First Search and Depth-First Search, systematically explore nodes without domain-specific knowledge. In contrast, informed search algorithms like A leverage heuristics to

improve efficiency (Russell & Norvig, 2021).

### **Knowledge Representation**

Representing knowledge in a form that machines can manipulate is critical to reasoning. Techniques include predicate logic for formal reasoning, semantic networks for relational structures, frames for object-oriented representation, and ontologies for domain-specific knowledge (Brachman & Levesque, 2004).

### **Reasoning and Inference**

Reasoning enables AI systems to derive conclusions from known facts. Deductive reasoning uses formal logic rules, while inductive reasoning generalizes from examples. Probabilistic reasoning, as exemplified by Bayesian networks, handles uncertainty and incomplete information.

### **Learning Paradigms**

Learning mechanisms empower AI to improve performance over time:

Supervised Learning involves training a model on labeled data to predict outcomes.

Unsupervised Learning seeks to discover patterns or groupings in data without labels.

Reinforcement Learning trains agents to make sequential decisions through trial and error and feedback in the form of rewards (Sutton & Barto, 2018).

### **Symbolic vs. Subsymbolic AI**

Artificial Intelligence (AI) can be broadly categorized into two fundamental paradigms: Symbolic AI (also known as classical or logic-based AI) and Subsymbolic AI (which includes connectionist models such as artificial neural networks). These paradigms reflect distinct philosophical orientations, representational frameworks, and computational methodologies for simulating intelligence. Their development illustrates the historical evolution of AI from rule-based automation to data-driven statistical inference, and their integration is at the core of current research in hybrid intelligent systems.

### **Historical Timeline – Evolution of Symbolic vs. Subsymbolic AI**

#### ► 1950s–1970s: Birth of Symbolic AI

- 1950: Alan Turing proposes the "Turing Test".
- 1956: Dartmouth Conference establishes AI as a field.
- 1972: MYCIN system developed for medical diagnosis.

#### ► 1980s: Rise of Subsymbolic AI

- 1986: Backpropagation introduced for training neural networks.
- Parallel Distributed Processing promotes connectionist views.



- 1990s–2000s: Divergence and Dormancy
  - Symbolic AI used in semantic web and logic programming.
  - Subsymbolic models see modest progress; hybrid systems emerge.
- 2010s–Present: Dominance and Integration
  - 2012: AlexNet wins ImageNet; deep learning booms.
  - 2017: Transformers revolutionize NLP.
  - 2019+: Neuro-symbolic systems like AlphaGo, IBM Concept Learner.

### **Symbolic AI: Logic, Rules, and Explicit Knowledge**

Symbolic AI operates on the assumption that intelligence can be modeled through the explicit manipulation of symbols representing concepts, rules, and relationships. It draws heavily from formal logic, linguistics, and cognitive psychology. The central idea is that intelligent behavior arises from the application of deterministic rules to symbolic representations, akin to how a human might reason through syllogisms or logic puzzles. Systems such as expert systems, automated theorem provers, and planning engines exemplify this paradigm.

A classic example is the MYCIN system, developed in the 1970s for medical diagnosis, which encoded over 450 rules to recommend treatments for bacterial infections (Shortliffe, 1976). These systems employed knowledge bases, inference engines, and rule-based reasoning, using deductive logic (e.g., *modus ponens*) to derive conclusions from known facts. Symbolic AI is advantageous for tasks requiring transparency, explainability, and structured reasoning, such as legal inference, knowledge representation, and semantic web applications (Russell & Norvig, 2021).

However, symbolic AI faces significant limitations in domains characterized by ambiguity, noise, and incomplete information. These include visual perception, speech recognition, and sensor data interpretation, where rigid symbolic structures are brittle and fail to generalize. Additionally, symbolic systems struggle with scalability, adaptability, and learning new rules autonomously, which led to a decline in their popularity during the AI winters of the 1970s and 1980s.

### **Subsymbolic AI: Learning, Adaptation, and Emergent Representations**

In contrast, Subsymbolic AI models intelligence as an emergent property arising from the interaction of simple computational units that do not manipulate explicit symbols. This paradigm is grounded in connectionism, inspired by neuroscience, and includes techniques like artificial neural networks (ANNs), genetic algorithms, and swarm intelligence. Subsymbolic systems are particularly well-suited for tasks involving pattern recognition, continuous data processing, and adaptive behavior.

Deep learning, a modern incarnation of subsymbolic AI, has achieved human-level or superhuman performance in tasks such as image classification (e.g., ImageNet), language generation (e.g., GPT), and strategic gameplay (e.g., AlphaGo). Unlike symbolic systems, neural networks learn distributed representations of data through gradient descent optimization and backpropagation, enabling generalization from massive datasets without hardcoded rules (LeCun et al., 2015).

Subsymbolic AI excels in perceptual and cognitive tasks where input data is high-dimensional, unstructured, and statistical in nature. However, it suffers from a lack of interpretability, difficulty in integrating prior knowledge, and challenges in reasoning or handling complex symbolic structures. This "black box" nature has raised concerns in safety-critical applications, including healthcare, defense, and autonomous systems (Doshi-Velez & Kim, 2017).

**Table 1: Comparison between Symbolic AI and Subsymbolic AI**

Feature	Symbolic AI (Classical AI)	Subsymbolic AI (Connectionist AI)
Philosophical Basis	Rationalism, Functionalism	Empiricism, Associationism
Representation	Explicit symbols (rules, facts, ontologies)	Implicit, distributed representations (weights)
Reasoning Mechanism	Deductive logic, rule-based inference	Statistical inference, pattern recognition
Learning	Manual encoding of knowledge	Data-driven learning through optimization
Interpretability	High (transparent rules and reasoning)	Low (black-box models)
Data Requirement	Minimal (uses expert knowledge)	High (requires large datasets)
Examples	Expert systems (MYCIN), Prolog, OWL ontologies	Deep learning (CNNs, RNNs, Transformers)
Strengths	Explainability, symbolic reasoning, knowledge reuse	Perception tasks, scalability, learning from data
Weaknesses	Brittle, poor generalization, hard to scale	Opaque, lacks reasoning capabilities
Modern Integration	Knowledge graphs, planning engines	Neural networks, reinforcement learning

Hybrid Examples	Neuro-symbolic AI, AlphaGo, Concept Learner	AlphaFold, GPT-4 with tool use
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### Philosophical and Theoretical Distinctions

Philosophically, symbolic AI aligns with rationalism and functionalism, viewing intelligence as the manipulation of well-defined symbols and abstract reasoning processes. In contrast, subsymbolic AI aligns with empiricism and associationism, modeling learning as the adjustment of associations between input features through exposure to data.

From a representational perspective, symbolic AI employs explicit representations (e.g., IF-THEN rules, ontologies), while subsymbolic AI relies on implicit, distributed representations, often encoded in the weights and activations of neural networks. The dichotomy is also evident in reasoning mechanisms: symbolic AI uses formal logic and deterministic inference, whereas subsymbolic AI employs probabilistic and statistical inference learned from data.

### Hybrid Approaches and Contemporary Trends

Recognizing the strengths and limitations of both paradigms, the AI community is increasingly moving toward neuro-symbolic AI, which aims to combine the reasoning capabilities of symbolic systems with the pattern recognition power of subsymbolic models. Hybrid architectures integrate neural networks with symbolic logic to perform tasks such as visual question answering, program synthesis, and knowledge-grounded dialogue (Garcez et al., 2019).

For example, DeepMind's AlphaZero combines deep reinforcement learning with Monte Carlo Tree Search, blending subsymbolic learning with symbolic planning (Silver et al., 2018). Similarly, projects like IBM's Neuro-Symbolic Concept Learner use deep learning to extract visual concepts, which are then structured into logical forms for reasoning tasks (Mao et al., 2019). In materials science and engineering, symbolic methods can represent domain knowledge (e.g., crystallographic rules, thermodynamic constraints), while subsymbolic models can predict material properties from microstructural images or molecular descriptors, illustrating the need for domain-informed hybrid AI systems.

As the limitations of purely symbolic and subsymbolic models became apparent, researchers began exploring hybrid systems that integrate the interpretability of symbolic AI with the adaptability of connectionist approaches. Neurosymbolic systems are designed to leverage symbolic knowledge bases with neural architectures for learning and generalization. For instance, Logic Tensor Networks (LTNs) and DeepProbLog combine neural learning with logical reasoning frameworks, enabling AI to perform symbolic inference over learned representations (Besold et al., 2017). Such models offer a promising avenue for

applications in complex domains like robotics, language understanding, and scientific discovery, where both domain knowledge and pattern recognition are essential. The ongoing development of hybrid AI represents a pragmatic reconciliation between rule-based and data-driven paradigms, and is increasingly seen as vital for achieving robust, explainable, and general-purpose AI.

Hybrid AI combines the strengths of symbolic and subsymbolic systems. For instance, neurosymbolic models integrate logic-based reasoning with deep learning to provide both generalization and explainability. These systems are gaining traction in applications requiring both structured knowledge and data-driven inference (Besold et al., 2017).

### **Challenges and Open Questions**

Despite remarkable progress, AI continues to grapple with foundational and practical challenges. One major issue is the trade-off between generalization and overfitting—machine learning models, especially deep neural networks, often perform well on training data but struggle with novel inputs. Another significant concern is explainability; while symbolic AI is inherently interpretable, deep learning models operate as 'black boxes,' making it difficult to trace how decisions are made (Goodfellow et al., 2016). Furthermore, AI systems can inherit or amplify biases present in training data, leading to fairness and accountability concerns (Barocas, Hardt, & Narayanan, 2019). The symbol grounding problem remains unresolved, as machines still struggle to link abstract representations to real-world referents. Moreover, there is a pressing need for AI systems that can reason causally, exhibit common sense, and generalize across tasks—capabilities that remain elusive. Addressing these issues requires interdisciplinary collaboration across AI, cognitive science, ethics, and human-computer interaction.

### **Key Challenges in AI Research Include**

- Balancing generalization and overfitting in learning models
- Ensuring transparency and fairness through explainability
- Addressing the ethical use of AI in sensitive domains
- Solving the symbol grounding problem—connecting abstract symbols with real-world meaning

### **Future Directions**

The future trajectory of AI will likely hinge on the synthesis of learning and reasoning capabilities. Neurosymbolic systems represent one such frontier, offering a means to combine data-driven learning with structured symbolic knowledge. These models are particularly promising for applications where both logical consistency and perceptual adaptability are crucial, such as in legal

reasoning, scientific discovery, and multimodal human-computer interaction (Besold et al., 2017).

The development and deployment of Large Language Models (LLMs), such as GPT-4, have underscored the power and limitations of scaling subsymbolic learning. While LLMs exhibit remarkable fluency and contextual understanding, they also demonstrate brittleness in reasoning and vulnerability to biases present in training data. Future research is thus expected to focus on augmenting these models with external memory, grounding mechanisms, and interpretable modules to enhance reasoning and factual accuracy.

Another emergent direction involves the integration of causal inference frameworks with AI models to better model real-world processes and decision-making. Causal AI, championed by researchers like Judea Pearl, emphasizes learning from interventions rather than correlations, providing a path toward more robust, generalizable intelligence.

Finally, explainability, fairness, and accountability will remain critical themes as AI becomes embedded in high-stakes domains such as healthcare, education, and governance. Ensuring that AI systems align with human values, provide meaningful explanations, and respect privacy will shape not only technical research but also policy and governance frameworks worldwide.

## **Conclusion**

Understanding the foundational and core concepts of AI is essential to navigating its future. From symbolic logic to deep learning, AI's evolution has been marked by recurring philosophical debates, algorithmic innovation, and transformative applications. The integration of diverse paradigms will likely define the next era of AI. The foundations and core concepts of AI span philosophical inquiry, algorithmic innovation, and practical implementation. From early symbolic systems to deep learning and hybrid models, the field continues to evolve toward increasingly intelligent, interpretable, and ethical systems. A deep understanding of these foundations is crucial for advancing both the science and application of artificial intelligence. As researchers seek to expand the scope of AI capabilities, foundational issues such as knowledge representation, reasoning under uncertainty, and the integration of learning with logic remain central. While impressive gains have been made in natural language processing, image recognition, and autonomous decision-making, many fundamental challenges persist. For AI to approach human-like general intelligence, systems must incorporate more robust models of common sense, context awareness, and causal reasoning. Future AI systems are expected to operate in open, dynamic environments, making adaptability, transparency, and ethical alignment essential design criteria.

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# Artificial Intelligence in Indian Agriculture: Bridging the Yield Gap

<sup>1</sup>Dr. C. Rama Raju

<sup>2</sup>Dr. R. Yadagiri

<sup>3</sup>Dr. Bolla Saidi Reddy

<sup>4</sup>Dr. T. Shankar

<sup>1</sup>Assistant Professor of Botany, Government Degree College, Badangpet. Dist: Ranga Reddy, Osmania University, Telangana, India.

<sup>2</sup>Associate Professor of Botany, Government Degree College, Hayath Nagar, Dist: Ranga Reddy, Osmania University, Telangana, India.

<sup>3</sup>Assistant Professor of Mathematics, K.R.R. Government Arts & Science College (A) Kodad, Dist: Suryapet, Mahatma Gandhi University, Telangana, India.

<sup>4</sup>Associate Professor of Botany, Government Degree College, Sircilla, Dist: Rajanna Sircilla, Satavahana University, Telangana, India.

Email: [botanybdpt@gmail.com](mailto:botanybdpt@gmail.com)

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## Abstract

India's agricultural sector, a cornerstone of the national economy, struggles with longstanding challenges such as labor scarcity, fragmented land holdings, and unpredictable climatic conditions. This article examines the potential of artificial intelligence (AI) to bridge the yield gap in Indian agriculture. We review a range of AI applications—from automated soil nutrient management and disease detection to drone-based crop monitoring and robotic harvesting—and discuss specific examples such as the BoniRob agribot and Kisan drone scheme. While AI promises increased efficiency, precision, and data-driven decision-making, significant challenges remain. These include inadequate data infrastructures, the absence of an integrated multi-sector AI framework, and socio-economic barriers that risk exacerbating inequality. Drawing upon research insights and real-world case studies, we propose policy recommendations and future directions to foster a more resilient and productive agricultural ecosystem in India.

**Keywords:** Artificial intelligence, unmanned aerial vehicles (UAVs), soil sensors,

PDMC

## **Introduction**

India's agriculture is facing a paradox: while its historical contribution to the economy remains critical, the sector is under mounting pressure from rapid urban migration, diminishing labor forces, and small, scattered land holdings (Anusha2025). Traditional farming methods, often reliant on uniform applications of inputs and manual labor, tend to overlook the heterogeneous nature of soil, crop variation, and localized weather conditions. At the same time, the global population continues to rise, with projections near 10 billion by 2050—a reality that necessitates an increase in production by nearly 50% compared to earlier benchmarks (O'Sullivan, 2023). Farmers can delineate their field boundaries using GPS-enabled smartphones, enabling tailored farming advice.

Artificial intelligence, defined as “an area of computer science devoted to developing systems that can learn or be taught to make decisions and predictions within specific contexts”, offers transformative solutions for these challenges. From precision applications of fertilizers and pesticides to the integration of unmanned aerial vehicles (UAVs) that monitor crop stress and facilitate targeted spray applications, AI is gradually reshaping the agricultural landscape (Thangamani, 2024). The convergence of robotics, image processing, advanced sensors, and data analytics holds the promise of unlocking unprecedented levels of efficiency, reliability, and productivity in farming.

This article explores how AI can bridge the yield gap in Indian agriculture. We detail current applications; highlight successful case studies like the BoniRob agribot and Kisan drones, and address the inherent challenges—both technical and socio-economic—to deploying AI at scale. Moreover, we offer policy recommendations intended to catalyze research and investment in AI solutions tailored to India's diverse agrarian conditions.

## **AI Applications in Bridging the Yield Gap**

Artificial intelligence is being increasingly recognized as a powerful tool in modern agriculture. Its applications span various critical areas—from soil and nutrient management to post-harvest operations (Table.1). In India, increased agricultural yields are directly linked to improved food security and economic stability, especially in rural areas.

## **Soil and Nutrient Management**

Farmers have traditionally applied fertilizers uniformly across fields based on an expected average need. However, soils are intrinsically variable, and such generalized practices often lead to inefficient use of resources. AI-powered soil sensors (NPK, EC, pH) and image processing techniques enable a more nuanced

analysis of soil properties. By classifying variations in soil moisture, nutrient content, and texture, AI can recommend variable rate fertilizer application strategies tailored to local conditions (Kumar, 2025).

For instance, advanced systems incorporate laser land leveling and automatic depth-controlling units to ensure homogenous water distribution and maintain optimum soil moisture. These approaches not only boost productivity but also contribute to conserving fragile soil resources—a double win for long-term sustainability. Cropin, a Bengaluru-based company, provides precision agriculture services by leveraging satellite imagery and weather pattern analysis.

### **Crop Health and Disease Management**

Crop diseases and pest infestations constitute major risks that can dramatically reduce yield. AI methods leveraging image recognition and machine learning algorithms, notably convolutional neural networks (CNNs) and YOLOv5, have been successful in early detection of diseases. By analyzing vast data sets of crop images, AI models can differentiate between healthy and diseased leaves, enabling timely interventions through integrated disease management (IDM) or integrated pest management (IPM) strategies (Li & Wang, 2024).

Notably, AI's capacity to reveal correlations in complex agricultural data sets opens up new avenues for disease control. Such innovations help in not only reducing losses but also in minimizing the usage of chemical inputs, thereby promoting more sustainable farming practices. Adopting AI solutions like Kisan e-Mitra, National Pest Surveillance System, and IoT-enabled irrigation systems showcase India's commitment to harnessing AI for agricultural excellence.

### **Irrigation and Water Resource Optimization**

Irrigation remains one of the most resource-intensive components of farming. Traditional irrigation systems often suffer from overuse and inefficiency due to a lack of site-specific information. AI systems that integrate data from soil moisture sensors, weather forecasts, and real-time monitoring can optimize water usage significantly (Sharma, 2024). These systems enable precision irrigation where water is supplied in the precise quantity needed and at the optimal time, reducing waste and preserving water resources.

Advanced algorithms, capable of predicting irrigation needs under varying climatic conditions, facilitate dynamic scheduling and resource allocation. This level of precision supports not only increased yields but also the sustainable utilization of water—a critical consideration in water-scarce regions. The Government's "Per Drop More Crop" (PDMC) scheme leverages AI-supported technologies like Drip and Sprinkler Irrigation to enhance water use efficiency. The Indian Council of Agricultural Research (ICAR) has developed IoT-based irrigation systems to enhance water efficiency. These systems, tested in various

conditions, work seamlessly with AI models to automate irrigation based on real-time soil and weather data, ensuring optimal resource use.

### **Harvesting and Post-Harvest Operations**

In India, manual harvesting remains prevalent, particularly for crops that ripen asynchronously. However, labor shortages and rising operational costs necessitate a transition towards automation. Robotic harvesting systems that employ AI-driven sensors and decision support systems are emerging as viable solutions (Bac, 2014). These systems can perform selective harvesting by analyzing crop maturity in real time, thereby ensuring that only ripe produce is collected.

Beyond harvesting, AI also plays a role in optimizing post-harvest operations. With more precise yield estimation, logistics such as storage, distribution, and market pricing can be more effectively managed—reducing food waste and maximizing profitability.

### **Aerial Monitoring with Drones and UAVs**

Unmanned aerial vehicles (UAVs) have transformed the way farmers monitor large agricultural areas. Equipped with high-resolution cameras and multispectral sensors, drones can rapidly survey fields to detect areas under stress, identify pest infestations, or assess nutrient deficiencies. The deployment of drones, such as the Kisan drones—where a total of Rs 127 crore has been allocated for their demonstration and promotion—illustrates the potential of aerial monitoring in India's agricultural landscape.

Drones not only provide a real-time overview of crop health but also facilitate targeted chemical spraying, reducing the total quantity of pesticides needed and minimizing environmental impact (Vashishth, 2024). This targeted approach helps balance productivity gains with ecological sustainability.

### **Decision Support and Advisory Systems**

Beyond field operations, AI is pivotal in offering actionable insights to farmers. Decision support systems powered by AI integrate data from multiple sources—including soil sensors, weather forecasts, and satellite imagery—to generate bespoke agronomic advisories (Suneetha, 2023). Such systems, including GPT4-based platforms, empower both farmers and government extension agents to make data-driven decisions regarding crop management, irrigation scheduling, and fertilizer application.

Agrometeorological advisories, provided via networks like the District Agrometeorology Unit (DAMU) and Krishi Vigyan Kendra (KVK), exemplify how digital agriculture can deliver fine-scale weather and climate information tailored to individual fields. These advisories help farmers mitigate risks

associated with adverse weather events while ensuring that inputs are used more efficiently.

### **Case Studies and Regional Examples**

Practical implementations of AI in Indian agriculture illustrate both the promise and the complexities of integrating cutting-edge technologies into traditional farming systems.

### **Government Initiatives and Public Investment**

In recent years, the Indian government has recognized the potential of digital interventions to revitalize agriculture. A notable example is the Kisan drone scheme, which has seen an allocation of Rs 127 crore for the purchase, demonstration, and promotion of drones for agricultural use. These drones are designed not only for aerial surveillance but also for precise application of chemicals, thereby addressing both productivity and environmental concerns.

Government-funded initiatives also emphasize the need to enhance data infrastructure. A critical shortfall in the sector is the lack of public data pools that meet the extensive requirements (volume, variety, velocity, veracity) necessary for robust AI applications. This gap has direct implications for the startup ecosystem and the overall scale of innovation in agricultural technology. In Khammam district, Telangana, a pilot project led by the World Economic Forum's Centre for the Fourth Industrial Revolution combined AI-powered soil testing, crop quality assessments, and a digital marketplace.

### **Private Sector Innovations and Partnerships**

The dynamic interplay between the public and private sectors is evident in several pioneering AI projects. Startups and tech giants are increasingly engaging in partnerships with government bodies to pilot and scale AI solutions for agriculture. For example, collaborations such as the NITI Aayog-IBM partnership, and proposed ties between the Government of Andhra Pradesh and Alibaba highlight the growing influence of big digital players in agritech.

Innovative projects like Boni Rob—a robotic platform capable of monitoring crops, assessing soil moisture, and detecting pest infestations—exemplify how private-sector ingenuity is being harnessed to complement government efforts. These solutions are not only technologically advanced but also address practical challenges such as labor shortages and inconsistent application of inputs.

### **Challenges and Limitations in Implementing AI**

While the promise of AI in transforming agriculture is significant, several challenges must be surmounted to achieve broad-based adoption in India.

### **Data Infrastructure and Quality Issues**

One of the most critical hurdles is the scarcity of high-quality, publicly accessible agricultural data. AI models depend on vast datasets that cover aspects such as soil properties, climate data, crop health, and pest dynamics. However, current public data infrastructures are fragmented and frequently fail to meet the necessary standards of volume, variety, and veracity (Kitchin, 2021). This lack of robust datasets not only hampers the development of accurate predictive models but also stifles innovation by limiting the operational capacity of startups and research initiatives.

### **Policy and Regulatory Framework Gaps**

In addition to data challenges, there is an absence of a coherent, multi-sector framework for data and AI integration in agriculture (Gurumurthy & Bharthur, 2019). Regulatory guidance that ensures responsible development and deployment of AI is being outpaced by rapid technological advances. Concerns about data privacy, security, and the potential for AI to amplify social inequities further complicate the policy environment. Policymakers must grapple with the dual mandate of fostering innovation while safeguarding the interests of small and marginal farmers.

### **Technical and Socio-Economic Barriers**

The heterogeneous nature of Indian agriculture—characterized by small land holdings, diverse soil types, and region-specific climatic conditions—poses a technical challenge to the standardization of AI systems. Moreover, the deployment of such systems often requires specialized technical support for maintenance and repair, which may not be readily available in rural areas. Socio-economic barriers also exist, where the high initial capital required for adopting advanced technologies might widen the gap between large farmers and resource-constrained smallholders, thus potentially deepening agricultural inequality (Kumar, 2025).

### **Policy Recommendations and Future Directions**

To unlock the full potential of AI in bridging the yield gap, a concerted effort is required from all stakeholders, including the government, private sector, and research institutions. The following policy recommendations aim to address the existing challenges and chart a pathway toward sustainable, digitally enhanced agriculture in India:

#### **Investment in Data Infrastructure**

A sustained investment in creating high-quality, accessible, and comprehensive datasets is critical. This includes the establishment of integrated data pools that

cater to the diversified needs of AI applications, ensuring that data attributes such as volume, variety, and veracity are met.

### Design of a Multi-Sector Data and AI Framework

Policymakers should work towards crafting an integrated framework that aligns data sharing, AI research, and agricultural policy. Guidelines must be set to protect data privacy and to distribute the economic benefits of AI innovations equitably across stake holders.

### Public-Private Partnerships (PPPs)

Encouraging collaborative ventures between government agencies and private sector companies—while guarding against market monopolization—can spur innovation. PPPs should focus on localized AI solutions tailored to the diverse agricultural landscapes of India, thereby empowering smaller farmers while leveraging the scale and expertise of established tech firms.

### Enhancement of Technical Support and Capacity Building

The government and private industry should invest in training programs and technical support networks to ensure that AI-based systems are sustainably maintained. Capacity building initiatives at the grassroots level will support more effective adoption and foster a culture of digital literacy among farmers.

### Fostering Alternative Community Data Models

Empowering local communities to manage and share data collectively can bridge gaps in centralized infrastructure. Such models should promote transparency, encourage farmer participation, and support region-specific innovations that are sensitive to local ecological and economic realities.

**Table 1: Comparison of Key AI Application Areas in Agriculture and Their Benefits**

AI Application Area	Key Functionality	Benefits	Example/Case Study
Soil and Nutrient Management	Variable rate fertilizer application, soil mapping	Optimized nutrient use, reduced input wastage	AI-based soil sensors
Crop Health and Disease Control	Image-based disease detection and integrated pest management	Early disease detection, reduced chemical use	CNN, YOLOv5 in plant disease diagnosis
Irrigation Management	Precision irrigation scheduling based on real-time data	Water conservation, enhanced yield	Automated irrigation systems

<b>Harvesting Operations</b>	Robotic selective harvesting with sensor integration	Reduced labor dependency, improved crop quality	Robotic harvesters
<b>Aerial Monitoring</b>	UAVs and drone-based field monitoring	Rapid detection of stress zones, targeted spray operations	Kisan Agri drones
<b>Decision Support Systems</b>	AI-driven advisories combining weather, soil, and crop data	Tailored recommendations, enhanced decision-making	GPT4-based agricultural advisory

## Conclusion

Artificial intelligence holds transformative potential to bridge the yield gap in Indian agriculture through precision management, enhanced resource optimization, and automated operations. This article has detailed multiple AI applications—from soil nutrient management and crop health monitoring to UAV-driven crop surveillance and decision support systems—each designed to elevate productivity and sustainability.

## Future Directions

- Investment in comprehensive data systems remains the priority to fuel AI advancements.
- Development of an integrated AI policy framework will ensure equitable growth and lessen the risk of deepening rural inequities.
- Capacity building and enhanced technical support can prepare local communities for the digital leap necessary to meet future food security challenges.

In summary, bridging India's yield gap with AI is a multifaceted endeavor that requires technological innovation, strategic policy interventions, and an inclusive, sustained investment in research and development. The synergistic collaboration of government, industry, and local stakeholders will ultimately define the success of AI-driven digital transformation in agriculture, paving the way towards a more resilient and prosperous future for the nation.

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# AI-Accelerated Frontiers in Physics: Materials Discovery & Cosmic Insight

<sup>1</sup>Sanjay L Gaikwad

<sup>2</sup>Vikas Mogadpalli

<sup>2</sup>Kailas K. Tehare

<sup>1</sup>Department of Physics, Annasaheb Awate College, Manchar, Pune, India.

<sup>2</sup>Department of Engineering Sciences, Ajeenkya D. Y. Patil School of Engineering, Lohegaon, Pune, India.

Email: [ktehare@gmail.com](mailto:ktehare@gmail.com)

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## Abstract

Artificial intelligence (AI), especially machine learning (ML), is rapidly transforming physics, enabling breakthroughs in materials science and astrophysics. In materials physics, AI expedites property prediction, inverse design, and autonomous experimentation. In astrophysics, ML empowers large-scale survey analysis, gravitational-wave detection, anomaly discovery, and simulation acceleration. We present state-of-the-art techniques, integration with domain knowledge, case studies, and discuss future directions including interpretability, scalability, and hybrid methods.

**Keywords:** Artificial Intelligence, Physics, Material science, Cosmology etc.,

## Introduction

AI techniques have evolved from niche tools to transformative instruments in physics. They augment traditional methods by enabling real-time experiment optimization, automating complex simulations, and structuring hypothesis generation. This paper addresses AI's impact in two major sectors: materials physics and astrophysics. We explore core methodologies—neural networks, graph-based models, generative approaches, active learning—and highlight how this support physics-driven discovery, while reflecting on challenges and research frontiers.

## AI in Materials Physics

## High-Throughput Screening & Predictive Modelling

AI-powered predictive models now rival first-principles methods in speed and sometimes accuracy. Neural networks and graph neural networks (GNNs) trained on databases like the Materials Project and atomly.net achieve DFT-level accuracy in predicting formation energies, elastic moduli, thermal conductivities with cost-effective computation.

For example, Li et al. (2024) demonstrated models with  $R^2 > 0.95$  for thermal conductivities using <100 training sample. Meanwhile, GNNs like SchNet, MPNN, and more recently GATGNN, capture atomic interactions effectively.

### **Inverse & Generative Design**

Generative models such as graph-based VAEs, diffusion models, and GANs are redefining materials design. Zheng et al. (2024) used a graph autoencoder to design polymer networks with tuned glass-transition temperatures—one candidate matched predicted  $T_g$  closely (311–317 K). Wang et al.'s Matter Gen uncovered 106 superhard crystal structures with only 180 DFT evaluations. These models shift discovery from experimental trial-and-error to targeted generation of high-value candidates.

### **ML Potentials & Accelerated Simulations**

Machine-learned interatomic potentials (MLIPs) bridge the gap between DFT and empirical force fields, offering quantum-level accuracy at lower cost. Tools like DeepMD and M3GNet (covering 89 elements) power large-scale MD simulations with near-DFT accuracy.

This enables modelling of thermoelectric materials with lattice defect.

### **Autonomous & Active Experimental Platforms**

Robotic "self-driving" labs integrated with AI accelerate complex materials synthesis and optimization. For instance, SARA autonomously mapped metastable  $\text{Bi}_2\text{O}_3$  phase diagrams via active learning, progressing scientific exploration orders of magnitude faster.

Perovskite and photovoltaic materials were optimized in autonomous platforms led by Aspuru-Guzik's group while A-Lab synthesized 41 of 58 predicted compounds within 17 days using GNN-directed recipes. These systems combine predictive modelling, active experimentation, and robotic execution for closed-loop discovery.

### **Interpreting ML Models & Incorporating Physical Knowledge**

Explainability remains a challenge. Researchers embed symmetry and physics priors into model architectures, improving generalizability. Interpretability tools like SHAP and attention visualization help expose feature importance. Symbolic regression can extract physics-relevant equations post ML-training.

### **Case Study: AI-Optimized Thermal Paints**

A recent Nature publication detailed ML-designed coatings via multi-institutional cooperation (UT Austin, Shanghai Jiao Tong, NUS, Umeå). These paints reduce surface temperatures by 5–20 °C, saving ~15,800 kWh annually per mid-rise building. This is a clear proof-of-concept in using AI-designed materials to tackle climate-related challenges.

### **Emerging Trends & Challenges**

- **Data Scarcity:** Inverse learning and transfer learning are vital due to limited experimental data.
- **Extrapolation & Uncertainty:** Models fail outside training regimes; hybrid physics-ML frameworks and uncertainty quantification are growing fields.
- **Standardization & Reproducibility:** Benchmarks like Mat bench and open-source libraries ensure comparability.
- **Multiscale Integration:** Combining atomistic, mesoscale, and continuum methods demands advanced hybrid approaches.

### **AI in Astrophysics**

#### **Managing Data from Large Surveys**

Massive instruments such as Rubin Observatory (LSST) will generate ~15 TB/night, requiring real-time AI pipelines. AI brokers pre-filter millions of alerts nightly, ensuring timely follow-up on high-interest events.

#### **Object Detection & Classification**

CNNs classify galaxies, stars, nebulae, and transients in survey images (e.g., ZTF), reducing human vetting by ~90%. Semi-supervised models extend labelling capacity where datasets are limited.

#### **Photometric Redshift Prediction**

Machine learning approaches (random forests, GNNs, Gaussian processes) achieve  $\Delta z/(1+z) \approx 0.02$  for surveys like HSC.

#### **Gravitational-Wave (GW) Discovery & Parameter Estimation**

Deep Filtering CNN models detect BBH events in real-time, matching matched-filter accuracy but with speed. Self-attention models for space-based LISA also promise high accuracy and efficiency.

#### **Simulation Emulation & Surrogate Modelling**

Generative models reconstruct 3D galaxy distributions from 2D mass maps at ~1,000× faster speeds than traditional simulations. Super-resolution GANs fill in fine structure without costly computation. Neural operators accelerate PDE solvers for fluid and MHD systems.

### **Transients, Anomaly Detection & Autonomous Observatories**

Autoencoders and clustering detect unknown events in survey data. ML-based dynamic scheduling optimizes telescope time, automatically redirecting to capture transient cosmic phenomena (e.g., GRBs).

### **Interpretable & Responsible AI**

Physics-informed constraints such as Lorentz invariance are built into models. Feature attribution and uncertainty measures ensure scientific reliability and foster model credibility.

### **Future Directions**

- **LLM-driven Hypothesis Generation:** Tools like “AI Cosmologist” synthesize literature and suggest hypotheses.
- **Edge Computing for Space:** Onboard AI chips help satellites handle analysis onboard, reducing ground dependency.
- **Human–AI Collaboration:** Citizen science platforms integrate AI suggestions to guide participants.

### **Cross-Domain Insights & Synergies**

#### **Common Methodologies**

- **Graph-based models:** Core to modelling atomic and astrophysical networks.
- **Generative design:** Used both in materials discovery and cosmological simulations.
- **Active learning & closed-loop systems:** From autonomous labs to adaptive observatory management.
- **ML potentials & emulators:** Bridging computational cost gaps across fields.

### **Interpretability & Trust**

Requiring domain-informed architectures and explainability methods, both disciplines face challenges in translating “black-box” AI into scientific insight.

### **Discussion**

#### **Benefits**

- AI enables massive speedups in computation, experimentation, and data handling.
- Generative and inverse models accelerate discovery and enable innovation.
- Hybrid human-AI workflows optimize exploration and resource allocation.

#### **Limitations**

- Data biases, extrapolation challenges, and explainability issues remain critical.
- Training infrastructure and expertise gaps slow adoption.

- Ethical considerations regarding AI autonomy in science require careful governance.

## **Conclusions**

The integration of AI into physics is more than incremental—it is transformative. From rapid discovery of new materials combating climate challenges, to real-time classification of cosmic events, AI is pushing scientific boundaries. Future efforts should focus on physics-aware architectures, uncertainty quantification, democratizing AI expertise, and integrating human judgment to build trustworthy AI systems. A responsible and principled adoption of AI promises to unify computational agility with physical insight, unleashing a new era of accelerated discovery.

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# Energy at a Crossroads: Overcoming Crisis with Clean and Sustainable Power

<sup>1</sup>Kailas K. Tehare

<sup>1</sup>Vikas Mogadpalli

<sup>2</sup>Sanjay Gaikwad

<sup>1</sup>Department of Engineering Sciences, Ajeenkya D. Y. Patil School of Engineering, Lohegaon, Pune.

<sup>2</sup>Department of Physics, Annasaheb Awate College, Manchar.

Email: [ktehare@gmail.com](mailto:ktehare@gmail.com)

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## Introduction

The development of human civilization is deeply intertwined with energy consumption. Without energy, humanity could not have achieved the current levels of comfort, safety, security, and quality of life. Moreover, future economic growth is dependent on the availability of sufficient and sustainable energy resources [1]. Despite recent increases in prices, energy is still considered relatively economical. As a result, people have become accustomed to using large amounts of energy without much thought or rational assessment of actual needs. This behavior largely stems from a lack of awareness regarding true energy requirements. The global energy landscape reflects a scenario of stable reserves and prices that are slowly rising, alongside a growing demand especially in developing countries. Fossil fuels such as coal, oil, and natural gas have long been the dominant sources of energy. However, they pose a major disadvantage: their inevitable depletion. Although the proven reserves of fossil fuels have grown over the past few decades due to the discovery of new deposits and improved extraction technologies, these resources remain finite. Based on current estimates, coal reserves may last around 110 years, natural gas for 58 years, and oil for 51 years [2]. Today, global daily energy consumption exceeds one million terajoules (TJ). To put this into perspective, this is equivalent to every person on Earth (around 7.5 billion people) boiling 70 kettles of water every hour, non-stop. It also equals approximately 3,000 times the daily output of the Palo Verde Nuclear Generating Station in Arizona, USA one of the largest nuclear power plants in the world [3]. With rising global population and rapid industrialization particularly in Asia, Africa, and Latin America the demand for energy has

reached extraordinary levels. Since the inception of commercial oil drilling in the 1850s, over 135 billion tonnes of crude oil have been extracted. This vast quantity of fossil fuel has powered vehicles, industries, electricity generation, and household heating. However, such extensive use has come at a significant environmental cost. The combustion of coal, oil, and natural gas is directly responsible for the rising levels of greenhouse gases in the atmosphere and is a major contributor to climate change. The scientific community agrees that our current path is unsustainable and that urgent action is needed to transition away from fossil fuels. A recent report by the World Energy Council highlights that the global energy sector is entering a period of profound transformation. This change goes beyond technological innovation; it also involves deep political, economic, and societal shifts. Addressing these challenges will require major behavioral changes at the individual and collective levels. Transitioning to cleaner, more sustainable sources of energy is one of the greatest challenges of our time [4]. According to insights shared by experts in BBC Future Now, a key issue facing the world is how to manage the projected surge in energy demand over the coming decades. Jim Watson, Director of the UK Energy Research Centre, notes that around 1.2 billion people globally still lack access to modern energy services. Additionally, about 3 billion people rely on traditional stoves or open fires fueled by wood, animal dung, or coal for cooking and heating. As industrialization continues, these populations will increasingly require reliable and modern energy solutions. Economic development will also bring about a growing middle class with greater energy demands for homes, transport, and lifestyle amenities. One of the most urgent energy challenges in the near future will be cooling, according to Martin Freer, Director of the Birmingham Energy Institute. As countries such as India and China continue to urbanize and develop, the demand for air conditioning and refrigeration will significantly rise. The Intergovernmental Panel on Climate Change (IPCC) projects that by the middle of the 21st century, global energy use for cooling will surpass that for heating. In total, global energy consumption is expected to rise by nearly 50% by 2040.

### **Worldwide Energy Demand**

Worldwide energy demand is a dynamic and complex landscape, influenced by a confluence of factors, and is currently experiencing significant growth, particularly in emerging economies. The world is also undergoing a transformative shift towards a more electrified energy system, with clean energy sources playing an increasingly central role. Here's a breakdown of current demand and future forecasts:



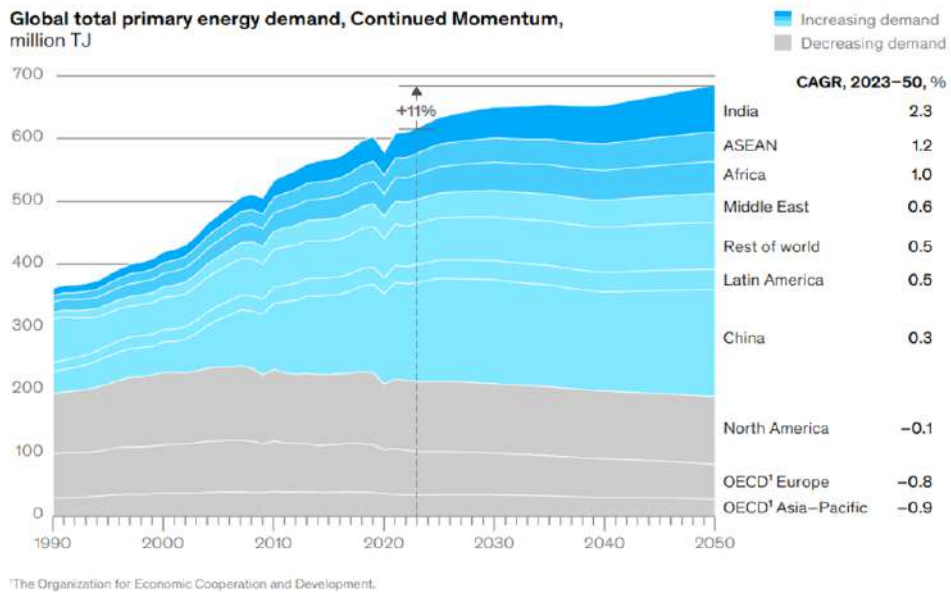
### **Current World Energy Demand (as of 2024/2025 data)**

Global energy demand grew by 2.2% in 2024, a notably faster rate than the annual average of 1.3% seen between 2013 and 2023. This surge was primarily driven by the power sector, with global electricity consumption increasing by nearly 4.3%. Over 80% of the increase in global energy demand in 2024 came from emerging and developing economies. China, despite slower growth than its 2023 rebound, still accounted for 27% of global energy consumption. India saw a 5% increase in energy consumption in 2024. After years of declines, advanced economies also saw a return to growth, with their energy demand increasing by almost 1% in aggregate in 2024. Renewables covered the largest share of the growth in energy demand, accounting for 80% of the increase in global electricity generation (along with nuclear). Natural gas saw the strongest increase in demand among fossil fuels, rising by 2.7%. Oil demand grew more slowly at 0.8%. Global coal demand rose by 1%, half the rate of the previous year. Electricity use is growing rapidly, driving overall energy demand and even reversing years of declining energy consumption in advanced economies. In 2023, renewables reached 30% of global electricity generation for the first time.

### **World Energy Demand Forecasts**

Various organizations, including the International Energy Agency (IEA) and bp, publish comprehensive energy outlooks with different scenarios based on varying assumptions about policies, technologies, and geopolitical developments. Continued Growth (especially short to medium term): Global energy demand is expected to continue growing in the coming years, primarily driven by population growth and economic development in emerging economies. Peak Fossil Fuel Demand: The IEA projects that by the end of the 2020s, demand for fossil fuels like oil, coal, and natural gas will peak, while clean energy investments will reach unprecedented levels. Electrification as a Key Driver: The "Age of Electricity" is upon us. Electricity demand is set to rise significantly, with clean electricity becoming the future. Dominance of Renewables: Renewables, especially wind and solar, are expected to be the primary source of new energy supply, significantly increasing their share in the global energy mix. Some scenarios project that more than half of the world's electricity will come from low-emission technologies before 2030. In 2024, total primary energy consumption worldwide reached approximately 648 exa joules (EJ), reflecting a growth of 2.2% over the previous year. This increase exceeded the average annual growth rate of 1.5% recorded in the previous decade (2010–2019). A significant portion of this growth was driven by emerging economies, with countries such as China, India, and Indonesia experiencing annual increases of 4–6% in energy demand. Fossil fuels continue to dominate the global energy mix, accounting for approximately 80–81% of primary energy use. Despite robust growth in renewable energy

technologies, such as solar and wind, these clean sources collectively contribute to only 14–15% of total final energy consumption globally. While progress on energy efficiency has been mixed, accelerated improvements are crucial for limiting overall demand growth. Regional Variations: India and ASEAN countries are expected to be major drivers of demand growth in both reference and advanced technology scenarios through 2050. African countries are also projected to see significant energy demand increases.



### Electricity Generation and Fuel Mix

Global electricity generation in 2024 reached a record high of approximately 31,250 terawatt-hours (TWh), marking a growth of more than 4.2% from the previous year. The composition of this generation included: Coal (10,736 TWh ~34%), Natural Gas (6,793 TWh ~22%), Nuclear (2,844 TWh ~9%), Renewables including hydro (9,992 TWh ~32%). Remarkably, renewables and nuclear power combined contributed over 40% of global electricity generation for the first time. The expansion of renewable energy was particularly significant, driven by record-level installations of solar photovoltaic systems, which alone represented over 80% of new renewable capacity in 2024.

### Fuel-Specific Trends

Global oil consumption reached approximately 104.7 million barrels per day (Mb/d) in 2024, a new historical high. In case of Natural Gas total global gas demand was recorded at 4,127.8 billion cubic meters, up 2.5% from the previous year. Coal consumption grew slightly by 0.8%, with the Asia-Pacific region accounting for over 80% of global coal use.

## **Environmental Impacts**

Global carbon dioxide (CO<sub>2</sub>) emissions from energy use reached an estimated 37.8 billion tonnes in 2024, increasing by approximately 0.8–1.0% compared to 2023. While emissions declined in many advanced economies due to clean energy transitions and regulatory frameworks, emissions in developing regions continued to rise, driven by coal and oil consumption.

## **Long-term Outlook (to 2050)**

Reference Scenarios (current trends/limited new policies): These typically show a continued increase in primary energy demand (e.g., 14% increase from 2022 to 2050). Fossil fuels are still projected to account for a significant share (e.g., over 50%) of primary energy in 2050 in some of these scenarios. Evolving Policies Scenarios: These assume policies and technologies develop according to recent trends. Ambitious Climate Scenarios (e.g., Net Zero Emissions by 2050): These envision a substantial decline in total primary energy demand, with a significant shift away from fossil fuels and massive deployment of renewables, energy efficiency, and carbon capture technologies. For instance, the IEA's Net Zero Emissions (NZE) scenario shows primary energy demand plummeting by 15% by 2045 compared to 2021.

## **Energy Crisis and Renewable Energy Resources**

In present time, we are facing key challenge to achieve viable economic and social expansion under the astringent necessities under limited resources availability and environmental protection. Energy problem will become more prominent because the shortage of orthodox energy and sequence of hostile significances brought by fossil fuels consumption. Statistics showed that in the last 200 years, global energy needs had increased quite considerably, to the point where it is unmanageable. Now we can explore into reviewing why is that, and what have we done wrong. Only important thing at this instant for us to recognize and admit energy sources we were still using sooner or later will exhausted and come to their end. Our future will bring many doubts, but among these doubts the basic question will definitely be what we are going to do without fossil fuels that we have relied on mostly in the past, and that now have almost dried out completely [5]. The fossil fuel is close exhaustion in near future it will be depleted so at that time we need to prepare to shift towards alternative source to fulfill our energy need near future, as per the researcher and subject experts we are not really prepared for this scenario. They are calling this global energy crisis, this is extensive and complex issue and we need to address this issue to fulfill global energy requirement. Despite many efforts, energy crisis is getting worse. At present with the limited natural resources, we cannot complete the increasing global energy demand. These natural resources are in limited and occur naturally.

The preparation of these sources thousands of years. Administrations and related agencies/companies are working to utilize renewable resources in priority and reduce the careless use of natural supplies through amplified preservation. Most energy crises cause due to local shortages, wars and market manipulation [6]. Some of the government decisions such as tax hikes, energy company's nationalization, and guideline of the energy sector, swing supply and demand of energy missing from its economic equilibrium. The reason for this is that there is not a broad understanding of the complex causes and solutions for the energy crisis that will allow for an effort to happen that will resolve it. Also, energy emergency can grow due to some of the industrial activities like strikes and government restrictions, over-consumption, old infrastructure, choke point trouble or blockages at oil refineries and port facilities that effects fuel supply. It is repeatedly indications to use one of the energy sources at specific place and time, particularly, individuals that supply national electricity grids fuel in industrial growth and over population growth increases the global energy demand recently [7].

### **Causes of the Global Energy Crisis**

It would be easy to accusing at one exercise or industry and lay the responsibility for the entire energy crisis at their door, but that would be a very simple and impracticable interpretation of the cause of the crisis. It would not be fair to say only one industry is responsible for everything which happening regarding this problem, there are many industrial fields / workplaces/ work stations that contributed to this disaster. It is not something that occurred sudden. There are number causes of global energy crisis some of the causes are listed below [8-10].

#### **1. Overpopulation**

The fact that specialists are appealing there are too many people on our planet is alarming. We do not have sufficient food and fuels as per our needs. All of our energy resources made with raw materials that drained out one day, but let's not forget that we are basing this assumption on current consumption and reliable forecasts that reviles all these numbers will hike substantially. When energy is expensive, people can suffer material deficiency and economic adversity. When it is found in ways that fail to reduce environmental and political costs, these too can threaten human comfort in fundamental and determined ways. Today's energy problem is because large population world has too slight energy to meet basic human needs; that's why worldwide energy costs is rising. The environmental impacts on energy supply are rising and dominant contributors to global environmental problems and the socio-political risks in energy supply growing. This predicament has many causes, but predominant among them are the nearly 20-fold increase in world energy use since 1850 and the cumulative

depletion of the most suitable oil and gas deposits that this growth has entailed, resulting in increasing resort to inexpensive and naturally more disruptive energy sources. The worldwide population growth in this period was responsible for 52% of the energy growth, while growth in per capita energy use was responsible for 48% (excluding causal connections between population and energy use per capita). Coping with global energy problems will require greatly increased investment in improving the efficiency of energy end use and in reducing the environmental impacts of modern energy technologies. It will be needed to finance a conversion over the next few decades to a set of more sustainable energy sources. The struggle to executing these processes will be extreme in the developing countries. If efficiency enhancements permit conveying the high standard of living to which the world desires based on a per capita energy use as low as 3 kilowatts about a one fourth of the current U.S. population. If world population is 10 billion would be consuming energy at a rate of 30 terawatts.

## **2. Overconsumption**

There is a pressure on fossil fuels such as oil, gas and coal due to overconsumption which then in opportunity can put a strain on our water and oxygen resources by causing pollution. It is confirmed that the energy crisis is a result of overconsumption. Not only over consumption of fossil fuels (coal, oil, and gas), but also other non-renewable sources. The oil is the prime power source without whom it is difficult for humans. Based on present rate of power consumption we have only 40 to 60 years left for fossil fuel to exhaust completely, in case of gas it will remain for 70 years until it will totally exploited. Amongst all fossil fuel the coal is most reliable source as there are reserves for two more centuries.

## **3. Environmental Pollution**

Presently, due to the burning of fossil fuels huge sulphur and some poisonous materials are emitted into the atmosphere every year causes the serious pollution of atmospheric environment, soil and water. These issues, ultimately human have to change the energy arrangement and trust on the use of solar and other renewably clean energies.

## **4. Greenhouse Effect**

The use of fossil fuels also causes the greenhouse effect due to large amounts of CO<sub>2</sub> emissions, resulting in global climate alteration. Its impact has been even more serious than the environmental pollution. Now this problem has been already referred to the global agenda. To solve the energy problem and accomplish sustainable development, human have to depend on scientific and technological development and large-scale expansion to utilize renewable and clean energies. Renewable energies denote to the renewable, sustainable and

inexhaustible resources in nature, which is environment friendly, widely distributed and suitable for in situ exploitation and utilization. These mainly include solar, wind, hydro, biomass, geothermal and tidal energy. World renewable energy is now in a stage of rapid development and some technology has been at or near the level of commercialization. Currently, wind power technology is relatively mature. From 2011 report of the American Wind Energy Association, 16 wind power costs about 5~6 cents/kWh, with which wind energy can compete with nuclear power, coal and gas under. Although wind energy has the advantage of low cost and no pollution, there are still the limitations of noise and geography.

### **5. Poor Infrastructure**

One of the crucial reasons energy shortage/crises is poor and old energy infrastructure of power generating equipment. Most energy producing companies/ organizations around the world are using is out dated equipment that restricts the production of energy. Most people believe that it is the responsibility of utilities to upgrade that setup in order to deliver a high standard of performance.

### **6. Energy Wastage**

In most parts of the world, people refusing to realize the importance of conserving energy. They take it lightly, thinking their contribution is not something that matters. But they are wrong. Knowledge gain by humans it is only limited literature/ reports and surveys. Unless taking some solid actions things are not going to change in near future. To change this situation we need to step-up and start avoiding wastage of energy with our self by doing simple things without using energy if we can for example just turn of unwanted electric instruments in room when we are leaving from room, make maximum use of the daylight, turn off fans when they don't need them anymore, use CFL instead of traditional light bulbs as they take less energy to generate loght, walk instead of driving short distances, etc., the situation will be so much more different than it is today.

### **7. Delay in Commissioning of New Power Plants**

Around the world in some countries have very strange national policies about production and consumptions. They don't have systematic planning and arrangement due to these prominent delays in the commissioning of new power plants that have the capacity to fully meet the needs of energy in that country. Because of that, older plants are working non-stop until they could provide the amount of power people needed. These results in to old plants come under huge stress to meet the daily demand for power. If the supply doesn't meet the demand, then load shedding and breakdown happens.

## **8. Unexplored Renewable Energy Option**

Till date, renewable energy still remains unexploited area of research in most of the countries in the world. Traditionally in the most of the countries non-renewable sources are prime source of energy, hence, non-renewable sources remain the main sources to produce energy. To solve the current energy crises renewable energy sources will be the prime candidate if they manage properly. The main advantages of the renewable energy sources are they can reduce our dependency on fossil fuels and helps to reduce emissions of greenhouse gas

## **9. Wars Between Countries**

Even though this isn't the first thing that would cross your mind when somebody mentions the energy crisis, but the war between countries actually can lead to this problem seriously. These types of fights could stop the energy supply from some places, especially if we are talking about Middle East countries like Qatar, Iran, Iraq, UAE, Saudi Arabia, and Kuwait. If you remember the Gulf War (in 1990), you probably know how the price of oil reached its peak. At that time, there were global shortages of this source, and people were paying a lot of money to get it.

## **10. Major Accidents and Natural Calamities**

Energy crisis today is also caused by natural disasters we cannot control or stop, as well by some major accidents that are totally our fault. When we are talking about the natural calamities, we are actually thinking about earthquakes, volcano eruptions, tornados, floods, tsunamis, and similar catastrophic disasters which are not predicted by human. Major accidents like pipeline burst. Such procedures create gap between demand and supply of power due to this increase in energy price this causes inflation. The difference between supply and demand of energy can increase the price of essential goods which increase inflation

## **11. Miscellaneous Factors**

Throughout history, a lot of things happened that significantly contributed to energy crisis. Things like political events, tax hikes, strikes, military coup, Market failure is possible when monopoly manipulation of markets occurs etc., which were definitely able to make some changes inside the supply and demand process, in according to climate conditions like hot in summers and cold in winter's utilization of energy per capita changes. All that can cause serious energy crises.

## **Effects of the Global Energy Crisis**

With the development of human civilization there is increase in the energy consumption. In present situation fossil fuels is the basic and main source of energy [157-161]. Utilization of these sources causes certain effect on environment and human health. Some important effects of the global energy

crisis are listed here.

**a. Environmental Effects**

One of the simplest ways to produce energy which is popularly used worldwide is by burning of non-renewable fossil fuels. This directly effect on the global fossil fuels resources, also causes environment problems. The burning of fossil fuels releases greenhouse gases. These gases create voids on the surface of earth, which stops the release of the short rays of the sun.

**b. Increasing Prices of the Fuel Resources**

Costs of fossil fuels are totally deepened on the use of fossil fuels, as use of fossil fuel increases its cost also increases. We must keep in mind that quantities of these fossil fuel resources is limited it will wipe in near future. With every passing day, available quantity decreases but contrary the demand for these fuels increases. This situation leads to hike in fossil fuels price. This generates a massive commercial disruption worldwide.

**c. Political Disturbances**

The global energy crisis also produces massive political disturbances across the world. The expedition for fossil fuel is a major cause of the same. Besides, with the failure of the energy markets global economy will crash down. These are sufficient reasons various socio-political conflicts.

**d. The Effect on the Tourism Industry**

The tourism industry is fundamentally reliant on the fuel prices. The rapid increase in fuel prices that due to energy crisis will affects most of the tourism industry badly. With the hike in fuel prices tourism costs will also increase. As a result of this, many peoples who cannot meet the expense of the same they avoid the tourism and this industry suffers badly.

**Potential Solutions to Resolve Global Energy Crisis**

Current civilization is reliant on the availability of increasing supplies of energy. At the global level, the oil price has climbed dramatically since the start of 2008 and is now three to four times the long-term trend value for the 20th century this in spite of recession in the US, which conventionally reduces demand. Peak Oil theory predicts an inevitable deterioration in supply. The wide range of substitute or renewable fuels will be unable to plug the gap. Because of energy deficiencies the globalization future and economics growth must be in uncertainty.

**1. Solutions And Prevention of Global Energy Crisis**

There are a lot of ways we can help our planet to recover from this energy crisis. All over the world number of organizations/governments/companies taking care of this now it is necessary for all of us to make contribution. It is critical for us to change our approach to contribute for solving energy crisis. If we need to solve



energy crisis or at least try to contribute in this cause we need to take some real steps. Numbers of possible solutions are already in practice but they are globally adopted.

## **2. Switch Towards Use of Renewable Energy Resource**

One of the best possible solutions to avoid energy crises by reducing the world's dependency on non-renewable energy resources like oil, coal, gas etc and turn to renewable sources like sun i.e. solar energy, wind, water, and steam. The major worry is that we will run out of gas or oil, along with this use of coal continuously it will pollute the atmosphere and destroy other natural resources. The renewable energy solution is the greatest way to avoid energy crisis because there is no side-effect of renewable energy usages like emission of greenhouse gasses, pollution is minimal, and it is significantly inexpensive to use hydropower, biomass energy, wind energy and the power of the sun.

## **3. Use Energy-Efficient Products and Conservation of Energy**

If you are willing to make this energy crisis slow down or completely stop to get some time to develop other energy resources which are cost-effective as well as which can be used in long term without harm to environment and have no side-effects, we should definitely learn how we can utilize energy properly or less of it and how to preserve it. Primarily we need to modernize or renew the energy infrastructure in order to minimize the energy wastage. Then, switch to use alternate energy-efficient appliances and devices, for example, use LED or CFL instead of traditional light bulbs. Don't forget to conserve energy by implementing some of basic steps/initiatives like turn off the lights, turn off the fans or air conditioning, recycle, reduce and reuse the products and their packages.

## **4. Lighting Controls**

There are several new technologies that have exploded to control the lighting and they help to save energy and currencies in the long run. pre-set lighting controls, slide lighting, touch dimmers, integrated lighting controls are few of the lighting controls that can help to conserve energy and reduce overall lighting costs.

## **5. Easier Grid Access**

People who use different options to generate power must be given permission to plug into the grid and getting credit for the power you feed into it. The hassles of getting credit for supplying surplus power back into the grid should be removed. Apart from this, global stage is trying to encourage peoples to use renewable energy sources by some imitative like subsidy on solar panels.

## **6. Energy Simulation**

In the corporate sector for planning purpose energy simulation software are

extensively used to manage energy for effective use by redesign the building unit to reduce energy costs. Engineers, architects, and designers could use this design to come with most energy-efficient buildings and reduce carbon footprint.

## **7. Perform Energy Audit**

The energy audit helps us to understand energy utilization in home or office. It helps to manage energy usages to avoid unnecessary use of energy. An energy audit can detect the precise areas where you are losing the most energy. This process can suggest some steps to avoid losses of energy. However, energy audit can be done by professional approach because only then you will have a clear picture and certainty which helps to save some energy.

## **8. Common Stand on Climate Change**

We need to adopt common global policy about climate change. All the countries should focus on reducing greenhouse gas emissions through an effective cross border mechanism. In present situation, due to population growth and overconsumption of resources resulting in to major problem like global warming and climate change.

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# Artificial Intelligence Applications in Inorganic Chemistry

**Dr. N. Jyothi**

Department of Chemistry, Government Degree College, Badangpet, Osmania University, Hyderabad, Telangana-500007, India.

Email: [jyothi.nukal@gmail.com](mailto:jyothi.nukal@gmail.com)

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## Abstract

Artificial Intelligence (AI) has become a cornerstone of modern scientific research, offering tools to accelerate discovery, optimize predictions, and reduce reliance on costly experimental trial-and-error methods. Inorganic chemistry, which underpins energy technologies, catalysis, environmental remediation, and medicinal chemistry, has significantly benefited from AI innovations. This paper explores the applications of AI in inorganic chemistry with a focus on materials discovery, structural prediction, spectroscopy, environmental applications, and bioinorganic medicine. Using machine learning, deep learning, and natural language processing, AI enables high-throughput screening of catalysts, accurate crystal structure prediction, automated interpretation of complex spectroscopic data, and accelerated development of novel inorganic drugs. Methodological advances such as the integration of Density Functional Theory (DFT) with AI algorithms and robotic laboratories have made autonomous inorganic synthesis feasible. Despite challenges in data scarcity, interpretability, and reproducibility, AI promises transformative implications for the future of inorganic chemistry. The discussion highlights how AI bridges the gap between computational chemistry and real-world applications, moving toward an era of closed-loop, self-driven laboratories that can design, synthesize, and analyze inorganic compounds with minimal human intervention. This paradigm shift has profound implications for sustainable technologies, industrial chemistry, and education in the chemical sciences.

**Keywords:** Artificial Intelligence; Machine Learning; Inorganic Chemistry; Crystal Structure Prediction; Catalysis; Spectroscopy; Materials Design; Data Mining; Bioinorganic Applications; Autonomous Laboratories

## Introduction

Inorganic chemistry is a vast discipline concerned with the properties, reactivity, and applications of elements and their compounds, excluding most carbon-based

molecules. Its scope spans the development of new catalysts for industrial processes, the discovery of energy storage materials, the design of adsorbents for environmental cleanup, and the synthesis of metal complexes with biomedical potential. Progress in this field has historically relied on painstaking laboratory experimentation and the application of theoretical models. While such methods have produced many breakthroughs, they often require substantial time, cost, and expertise, particularly when dealing with structurally complex inorganic systems. Artificial Intelligence (AI) offers a solution to many of these challenges. Defined as the ability of machines to perform tasks that typically require human intelligence, AI encompasses subfields such as machine learning (ML), deep learning (DL), and natural language processing (NLP). These computational techniques can identify hidden patterns in data, predict material properties, and optimize chemical processes. In inorganic chemistry, AI has been increasingly adopted to accelerate catalyst discovery, interpret complex spectra, and predict crystal structures, tasks that are otherwise computationally or experimentally intensive.

One of the most profound contributions of AI is in materials discovery. Traditionally, the identification of novel inorganic compounds for energy storage or catalysis required extensive synthesis and characterization. Today, machine learning algorithms can screen millions of hypothetical materials *in silico*, drastically reducing the number of candidates that must be synthesized. For example, AI-driven screening has enabled the rapid discovery of new perovskite materials for solar cells, and new metal oxides for photocatalytic water splitting. Another critical area is structural prediction. Understanding the arrangement of atoms within a solid determines its physical and chemical properties. Conventional methods such as density functional theory (DFT) are accurate but computationally demanding. AI-enhanced approaches can predict stable crystal structures and polymorphs with comparable accuracy but at a fraction of the computational cost.

Spectroscopy, an indispensable tool in inorganic chemistry, has also been revolutionized by AI. Techniques such as X-ray absorption spectroscopy (XAS), Mössbauer spectroscopy, and nuclear magnetic resonance (NMR) generate complex datasets that require expert interpretation. Machine learning algorithms now provide automated analysis of such spectra, identifying oxidation states, coordination environments, and defects in inorganic systems. Similarly, AI improves resolution in electron microscopy, enabling the detection of atomic-scale features in nanomaterials.

Beyond laboratory research, AI contributes to environmental and industrial inorganic chemistry. Predictive models have been employed to design inorganic adsorbents for CO<sub>2</sub> capture, to forecast corrosion in alloys, and to optimize catalysts for pollution control. In bioinorganic chemistry, AI facilitates the

screening of transition-metal complexes for medicinal purposes, such as anticancer and antimicrobial agents.

Equally significant is the role of AI in education and automation. AI tutors and visualization tools help students grasp complex inorganic concepts, while robotic laboratories, integrated with AI algorithms, autonomously synthesize and analyze new inorganic compounds. These developments not only accelerate scientific discovery but also democratize access to advanced inorganic research.

Despite these advances, several challenges hinder the widespread adoption of AI in inorganic chemistry. Data scarcity remains a significant barrier, as the availability of high-quality, standardized datasets for inorganic compounds lags behind that of organic and biological systems. Additionally, many AI models operate as “black boxes,” offering accurate predictions without mechanistic explanations. This lack of interpretability limits their acceptance among chemists seeking fundamental understanding. Bridging the gap between computational predictions and reproducible laboratory results also remains an ongoing challenge.

The objective of this paper is to provide a comprehensive overview of AI applications in inorganic chemistry, examining methodological approaches, data analysis strategies, and real-world case studies. The paper further discusses challenges and proposes future directions, emphasizing the transformative potential of AI in creating autonomous laboratories capable of driving inorganic chemistry into a new era of discovery.

## Methodology

The application of Artificial Intelligence (AI) in inorganic chemistry is built upon a combination of data-driven approaches, computational chemistry, and automation technologies. Unlike traditional experimentation, which requires manual synthesis and characterization of each compound, AI enables researchers to process vast datasets, predict properties of unknown compounds, and guide experiments efficiently. The methodology employed in AI-assisted inorganic chemistry can be divided into four primary domains:

### Data-Driven Machine Learning Models

Machine learning (ML) is the backbone of AI applications in inorganic chemistry. In ML, algorithms are trained on existing datasets containing structural, electronic, and thermodynamic properties of inorganic compounds. By learning from these datasets, models can predict the properties of untested compounds.

- **Supervised Learning:** Used for regression tasks (e.g., predicting band gaps, ionic conductivity) or classification tasks (e.g., predicting whether a catalyst is active or inactive).

- **Unsupervised Learning:** Applied in clustering and dimensionality reduction, which helps in identifying hidden patterns such as grouping similar metal oxides based on catalytic performance.
- **Reinforcement Learning:** Applied in materials optimization, where algorithms iteratively improve synthesis pathways or crystal designs.

Examples of popular ML algorithms include Random Forests, Support Vector Machines, Neural Networks, and Gradient Boosted Trees. Deep learning architectures, such as Convolutional Neural Networks (CNNs) and Graph Neural Networks (GNNs), are increasingly popular for handling crystalline materials due to their ability to encode structural information.

### **Hybrid AI–Quantum Mechanical Models**

Inorganic chemistry often relies on computational methods like Density Functional Theory (DFT) to predict electronic structures, stability, and reactivity. However, DFT simulations are computationally expensive and impractical for screening millions of compounds. AI offers a solution by:

- **Learning from DFT Results:** ML models can approximate DFT-calculated properties for new compounds, reducing computational time by orders of magnitude.
- **Correcting DFT Limitations:** AI algorithms can enhance DFT predictions where conventional approximations fail, such as predicting strongly correlated transition metal oxides.
- **Quantum Machine Learning (QML):** An emerging field combining quantum computing and AI, aimed at improving accuracy in electronic structure calculations for inorganic systems.

This hybridization of AI and quantum chemistry allows researchers to balance accuracy with efficiency, enabling large-scale screening of inorganic compounds.

### **Automated Synthesis and Robotic Laboratories**

One of the most revolutionary methodologies is the integration of AI with robotics to create autonomous laboratories. These labs operate in a closed-loop system where:

1. AI algorithms propose new inorganic compounds or synthesis conditions.
2. Robotic systems carry out the synthesis.
3. Automated characterization tools collect data.
4. The data is fed back into the AI system to refine predictions.

This iterative approach eliminates the bottleneck of human intervention and accelerates discovery. For example, robotic laboratories have been used to autonomously optimize perovskite thin-film synthesis for solar cells, reducing experimentation time from months to days.

## Natural Language Processing (NLP) for Literature Mining

A significant challenge in inorganic chemistry is the vast but fragmented body of scientific literature. NLP techniques allow AI to read and extract knowledge from thousands of published papers. For instance:

- Automated extraction of reaction conditions for inorganic synthesis.
- Identification of structure-property relationships across different compounds.
- Construction of knowledge graphs linking elements, structures, and functions.

## Data Analysis

AI's success in inorganic chemistry is highly dependent on data quality, preprocessing, and representation. Data analysis in this field involves the collection, cleaning, feature engineering, and interpretation of diverse datasets, ranging from crystallographic data to spectroscopic signatures.

## Sources of Data

- **Crystallographic Databases:** The Inorganic Crystal Structure Database (ICSD) and Materials Project provide extensive structural and property datasets.
- **Spectroscopic Databases:** Large datasets from Raman, IR, NMR, and XAS measurements are essential for training AI models to interpret complex inorganic spectra.
- **High-Throughput Experiments:** Robotic labs produce massive volumes of experimental data, which serve as training sets for further predictions.
- **Literature Mining:** Text-mined data from journals, patents, and reports add to structured datasets.

## Data Preprocessing and Feature Engineering

Raw inorganic chemistry data is often incomplete, noisy, or inconsistent. To make it usable:

- **Cleaning:** Removal of duplicate or erroneous data entries.
- **Normalization:** Standardizing units across datasets (e.g., eV, J/mol).
- **Imputation:** AI-based filling of missing data points.
- **Feature Engineering:** Transforming raw data into machine-readable descriptors, such as atomic radii, electronegativity, coordination numbers, and graph-based representations of crystal structures.

Recent advances in Graph Neural Networks (GNNs) have allowed chemists to represent inorganic structures as nodes (atoms) and edges (bonds), enabling AI to learn directly from the material's topology.

## Handling Big Data and Small Data

In inorganic chemistry, datasets can be either large and high-dimensional (e.g.,

high-throughput screening) or small and limited (e.g., rare inorganic complexes).

- For big data, deep learning techniques are employed to capture nonlinear relationships.
- For small data, transfer learning and active learning are used, where models trained on large datasets are fine-tuned for smaller, specialized tasks.

### **Spectroscopic Data Analysis**

AI has shown particular success in automating spectroscopic interpretation:

- **X-ray Absorption Spectroscopy (XAS):** AI predicts oxidation states and coordination environments.
- **Mössbauer Spectroscopy:** Machine learning aids in deciphering hyperfine interactions in iron-containing compounds.
- **Raman and IR Spectroscopy:** AI distinguishes between polymorphs and identifies vibrational fingerprints.

### **Literature and Knowledge Graphs**

NLP-based AI systems have been used to build knowledge graphs of inorganic chemistry, where nodes represent elements or compounds and edges represent known relationships such as “acts as a catalyst” or “stabilizes in cubic phase.” Such tools help chemists discover overlooked relationships and propose new hypotheses.

### **Challenges in Data Analysis**

Despite progress, several challenges persist:

- Lack of standardization across different experimental datasets.
- Limited availability of negative data (failed experiments), which are critical for AI learning.
- Potential bias introduced by over-reliance on computational datasets that may not reflect real-world synthesis conditions.

By overcoming these challenges, AI-driven data analysis has the potential to establish universal predictive models in inorganic chemistry.

## **Results and Discussion**

The integration of Artificial Intelligence (AI) into inorganic chemistry has already demonstrated significant progress across multiple domains. From materials discovery to spectroscopy, structural prediction, and bioinorganic applications, AI's results are reshaping the field. This section discusses outcomes achieved in major application areas, along with their implications.

### **AI in Materials Discovery and Catalysis**

One of the most impactful contributions of AI to inorganic chemistry is in the discovery of novel materials for energy and catalysis. Traditionally, catalyst



discovery required labor-intensive synthesis and testing of hundreds of candidates. AI now enables high-throughput virtual screening, narrowing down the list of potential catalysts before experimental validation.

- **Catalysis**

Machine learning models have identified transition metal oxides and zeolites as promising candidates for CO<sub>2</sub> reduction and nitrogen fixation. For example, reinforcement learning has been used to optimize multi-component catalysts for ammonia synthesis, a process that is vital for fertilizers but energy-intensive in its traditional Haber–Bosch form.

- **Energy Materials**

AI has revolutionized the search for better battery electrodes and solid electrolytes. By learning from databases like the Materials Project, ML models predict ionic conductivity, voltage stability, and diffusion pathways in materials for lithium-ion and sodium-ion batteries. Deep learning frameworks have also identified solid-state electrolytes with higher stability than current commercial materials.

- **Case Study: Perovskite Solar Cells**

AI-driven approaches screened thousands of possible perovskite compositions for stability and light absorption properties. This led to the discovery of mixed-halide perovskites that show improved stability under illumination, solving one of the key limitations of early perovskite solar cells.

## **Structural Prediction and Crystal Engineering**

Crystal Structure Prediction (CSP) has historically been one of the most challenging areas of inorganic chemistry. The enormous number of possible arrangements of atoms in a lattice makes exhaustive searches impractical. AI has changed this landscape by enabling rapid predictions of stable structures and polymorphs.

- **Graph Neural Networks (GNNs)**

GNNs encode crystal structures as graphs, allowing direct prediction of properties such as band gaps, stability, and mechanical hardness. These methods often outperform traditional descriptors.

- **Defect Engineering**

In materials science, defects such as vacancies and interstitials strongly influence performance. AI models now predict defect formation energies and their effects on conductivity in metal oxides and perovskites.

- **Case Study: Metal–Organic Frameworks (MOFs)**

MOFs have diverse applications in gas storage and catalysis. AI models trained on thousands of known MOF structures successfully predicted new frameworks with high CO<sub>2</sub> adsorption capacity, later confirmed experimentally.

### **AI in Spectroscopy and Characterization**

Spectroscopic data in inorganic chemistry is complex and often requires expert interpretation. AI's ability to process large datasets makes it ideal for automating this task.

- **X-ray Absorption Spectroscopy (XAS)**

AI models interpret fine features of XAS spectra, identifying oxidation states and coordination geometries of transition metals with accuracy comparable to human experts.

- **Mössbauer Spectroscopy**

For iron-containing compounds, ML models can automatically fit hyperfine splitting parameters, accelerating analysis of materials such as iron oxides in catalysis and biomedicine.

- **Raman and Infrared Spectroscopy**

Deep learning has been applied to distinguish between polymorphs of inorganic compounds based on subtle spectral differences. This capability is vital in pharmaceuticals, where different polymorphs of metal complexes may have drastically different activities.

- **Electron Microscopy**

AI enhances resolution and automates defect detection in transmission electron microscopy (TEM) images. This allows researchers to map grain boundaries and nanoparticle distributions in alloys and ceramics.

### **Environmental Applications**

AI has shown promising results in addressing environmental challenges through inorganic chemistry.

- **Pollution Control**

Predictive models have designed inorganic adsorbents such as zeolites and metal oxides to capture pollutants like CO<sub>2</sub>, NO<sub>x</sub>, and heavy metals. By simulating adsorption capacity and selectivity, AI reduces experimental trial-and-error.

- **Corrosion Prediction**

AI models predict corrosion rates of alloys under different environmental conditions. For industries like aerospace and energy, this predictive capability saves costs and improves safety.

- **Case Study: Zeolites**

Machine learning screened thousands of zeolite frameworks for CO<sub>2</sub> capture. Several predictions were validated experimentally, with AI-identified frameworks outperforming traditional candidates.

## **Bioinorganic and Medicinal Chemistry**

Inorganic compounds play critical roles in medicine, ranging from metal-based drugs to diagnostic agents. AI accelerates their design and screening.

- **Metal-Based Drugs**

Cisplatin, a platinum complex, revolutionized cancer treatment but suffers from toxicity and resistance issues. AI has been applied to design cisplatin analogues with improved selectivity and reduced side effects.

- **Antimicrobial Agents**

ML models identify promising silver and copper complexes with antibacterial properties, reducing the need for exhaustive laboratory screening.

- **Metalloproteins**

AI predicts binding affinities between proteins and inorganic cofactors such as Fe, Zn, and Mg, aiding in understanding enzymatic catalysis.

- **Case Study: AI in Oncology**

Deep learning approaches screened thousands of transition metal complexes for anticancer properties. Several candidates showed promising cytotoxicity profiles and are currently under investigation.

## **Education and Automation**

The impact of AI extends beyond research into education and laboratory automation.

- **AI Tutors**

Adaptive AI-driven platforms help students learn inorganic chemistry concepts, such as periodic trends and ligand field theory, through interactive visualizations and personalized feedback.

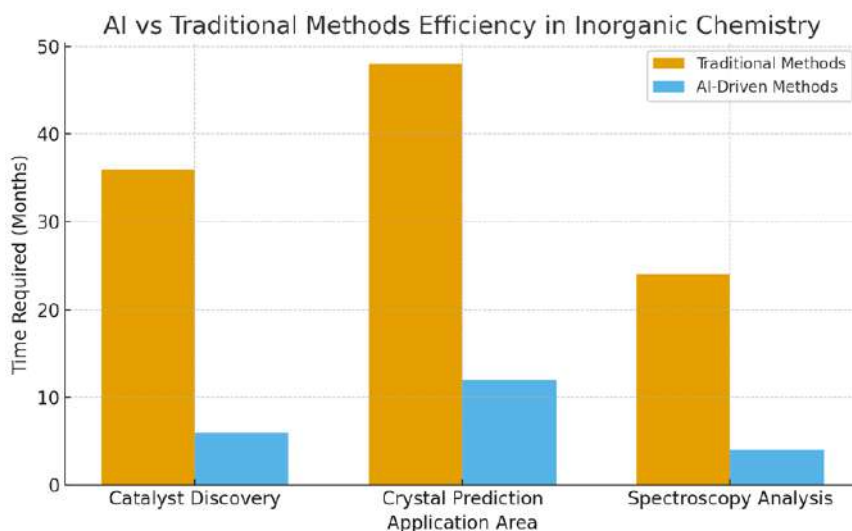
- **Robotic Laboratories**

Fully automated labs integrated with AI algorithms can design, synthesize, and test inorganic compounds without human intervention. This closed-loop approach drastically reduces discovery time and is considered a glimpse into the future of chemical research.

## **Synthesis of Results**

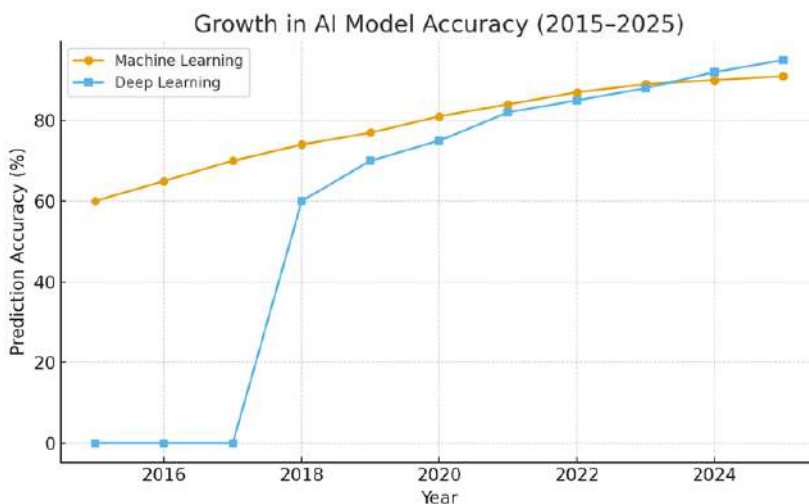
The results across these domains highlight a few common themes:

1. **Acceleration:** AI reduces time and cost by orders of magnitude in screening and analysis.
2. **Accuracy:** Predictions often match or exceed traditional computational methods like DFT.
3. **Automation:** Robotic integration enables self-driving labs.



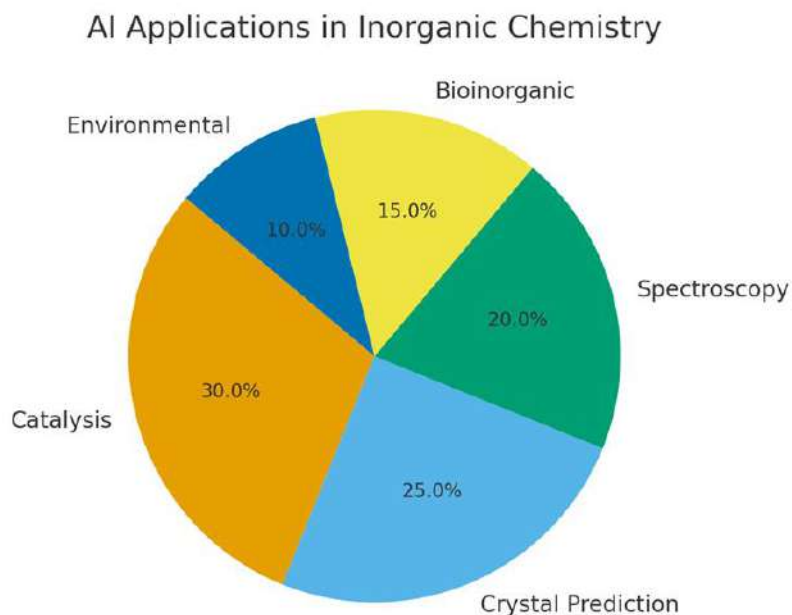
**Figure 1: AI vs Traditional Methods Efficiency**

Figure 1 illustrates the significant time reduction achieved by AI-driven methods in comparison to traditional approaches in various domains of inorganic chemistry.



**Figure 2: Growth in AI Model Accuracy (2015–2025)**

Figure 2 shows the improvement in prediction accuracy of AI models, highlighting the rapid adoption and success of deep learning in the last decade.



**Figure 3: Applications Distribution of AI in Inorganic Chemistry**

Figure 3 demonstrates the distribution of AI applications in inorganic chemistry, with major contributions in catalysis, crystal prediction, and spectroscopy.

### Conclusion and Future Implications

Artificial Intelligence has emerged as a transformative force in inorganic chemistry, bridging the gap between traditional experimentation and computational prediction. Across catalysis, materials discovery, structural prediction, spectroscopy, environmental chemistry, and bioinorganic applications, AI has consistently accelerated research, reduced costs, and revealed insights that were previously inaccessible. The outcomes discussed in this paper illustrate how AI is not just a complementary tool but a paradigm-shifting methodology.

One of the most notable achievements lies in catalysis and energy research, where AI has facilitated the rapid screening of metal oxides, zeolites, and perovskite structures for carbon capture, fuel production, and solar energy conversion. Similarly, in structural prediction, graph neural networks and deep

learning have enabled precise modeling of crystal frameworks, guiding the synthesis of novel inorganic materials such as MOFs. The integration of AI in spectroscopic analysis has transformed a once time-intensive task into a rapid, automated process, allowing for real-time data interpretation in areas like XAS, Raman, and electron microscopy.

Beyond discovery, AI's influence extends into education and laboratory automation, paving the way for AI-driven virtual tutors and robotic labs capable of designing, synthesizing, and testing inorganic compounds without direct human intervention. This democratizes access to cutting-edge research while pushing the frontiers of efficiency. In medicine, AI-assisted bioinorganic research has contributed to drug design and metalloprotein analysis, highlighting its potential for breakthroughs in oncology, antimicrobial resistance, and diagnostics.

Looking forward, the future implications of AI in inorganic chemistry are profound. First, the rise of self-driving laboratories, where AI integrates with robotics and high-throughput experimentation, promises to revolutionize the discovery cycle. Second, quantum computing combined with AI may overcome the limitations of current computational chemistry, enabling real-time simulation of complex inorganic systems at unprecedented accuracy. Third, sustainable chemistry will benefit as AI directs the design of green catalysts, recyclable materials, and efficient energy systems.

Nevertheless, challenges remain. AI models require high-quality, unbiased data, and the lack of standardized inorganic chemistry datasets can lead to inconsistencies. Interpretability is another barrier: while AI can predict outcomes, understanding the underlying mechanisms remains a human task. Ethical considerations regarding data ownership, automation-driven job shifts, and reliance on AI must also be addressed to ensure equitable progress.

In conclusion, AI has already redefined the possibilities of inorganic chemistry and holds the potential to guide the discipline into an era of autonomous discovery, sustainable innovation, and global collaboration. By embracing AI thoughtfully, inorganic chemistry can move toward solving some of humanity's most pressing challenges in energy, environment, and health.

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# Application of Artificial Intelligence (AI) in Remote Sensing and GIS Technique

**Dr. Deepak Janardhan Gadekar**

Post-graduate Research Center in Geography, Padmashri Vikhe Patil College of Arts Science and Commerce, Pravaranagar A/P- Ioni Kd Tal- Rahata, Ahmednagar, Maharashtra, India, Affiliated to Savitribai Phule Pune University, Pune, India.

**Email:** [deepak.gadekar007@gmail.com](mailto:deepak.gadekar007@gmail.com)

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## Abstract

Theoretical studies have examined how AI is used in remote sensing and GIS techniques. Theoretical studies show that the use of remote sensing and GIS has accelerated the study of various aspects such as land use, image classification, environmental studies, regional planning, and weather forecasting with the help of artificial intelligence. The review concluded that there are numerous applications or uses of AI in remote sensing and GIS. Therefore, the use of AI in erosion, flooding and some other common environmental problems has increased the importance of artificial intelligence in future work. So that permanent solutions to the problems can be found or their impacts on people and the country can be reduced.

**Keywords:** Artificial intelligence (AI), Remote Sensing, Geographical Information System (GIS), Planning, Application.

## Introduction

Artificial intelligence (AI) is a technology that allows machines to perform tasks traditionally requiring human intelligence, such as learning, reasoning, problem-solving, and decision-making. Artificial intelligence is defined as the science of making machines do things that would require intelligence if done by men (Minsky, 1968). AI is a branch of computer science, the use of AI in remote sensing and GIS has simplified complex processes. This has made data more accurate, which is helping in planning in various sectors. This has created a new power in various sectors such as environmental, urban, disaster management. It is also being used for land cover mapping, change detection, object recognition, predictive modelling for future environmental conditions, and image classification for data fusion to combine diverse datasets. AI integration with

geographic information systems and remote sensing (collectively known as GeoAI) technologies provides deeper insights, improves decision-making capabilities, and increases operational efficiency across numerous industries. Remote Sensing (RS) is a technology that collects information about the Earth's surface from a distance, such as through images taken by satellites or aircraft. GIS (Geographic Information System) is a system used to store, analyze, and display geographic data. Artificial Intelligence (AI) is increasingly being used in both these fields, making data analysis more accurate, faster, and automated. AI makes it possible to process large amounts of data, such as detecting or predicting changes from satellite images. This report examines the applications of AI in remote sensing and GIS in detail, including key applications, examples, challenges, and future directions.

### **Objective**

The study of this research is theoretical and the main objective of this research is to study how Artificial Intelligence (AI) is used in Remote Sensing and GIS technology.

### **Methodology**

This research method uses secondary data. This study used a review method in which some previous work in the research field was reviewed. Important issues were raised for the benefit of AI in remote sensing and GIS as well as for the benefit of the public. A review research method was used to gain a comprehensive understanding of the research and to identify research gaps.

### **Application Of AI in Remote Sensing**

In remote sensing, AI is mainly used for image analysis, data processing and decision making. Information is extracted from satellite or aerial images using AI algorithms such as convolutional neural networks (CNNs), deep learning and machine learning models. The main applications are given below:

#### **Image Classification**

With the help of AI, pixels in remote sensing images are classified, such as identifying land cover. For example, areas such as forest, agriculture, city etc. are identified using CNNs and Random Forest algorithms. This is useful for environmental monitoring in earth sciences.

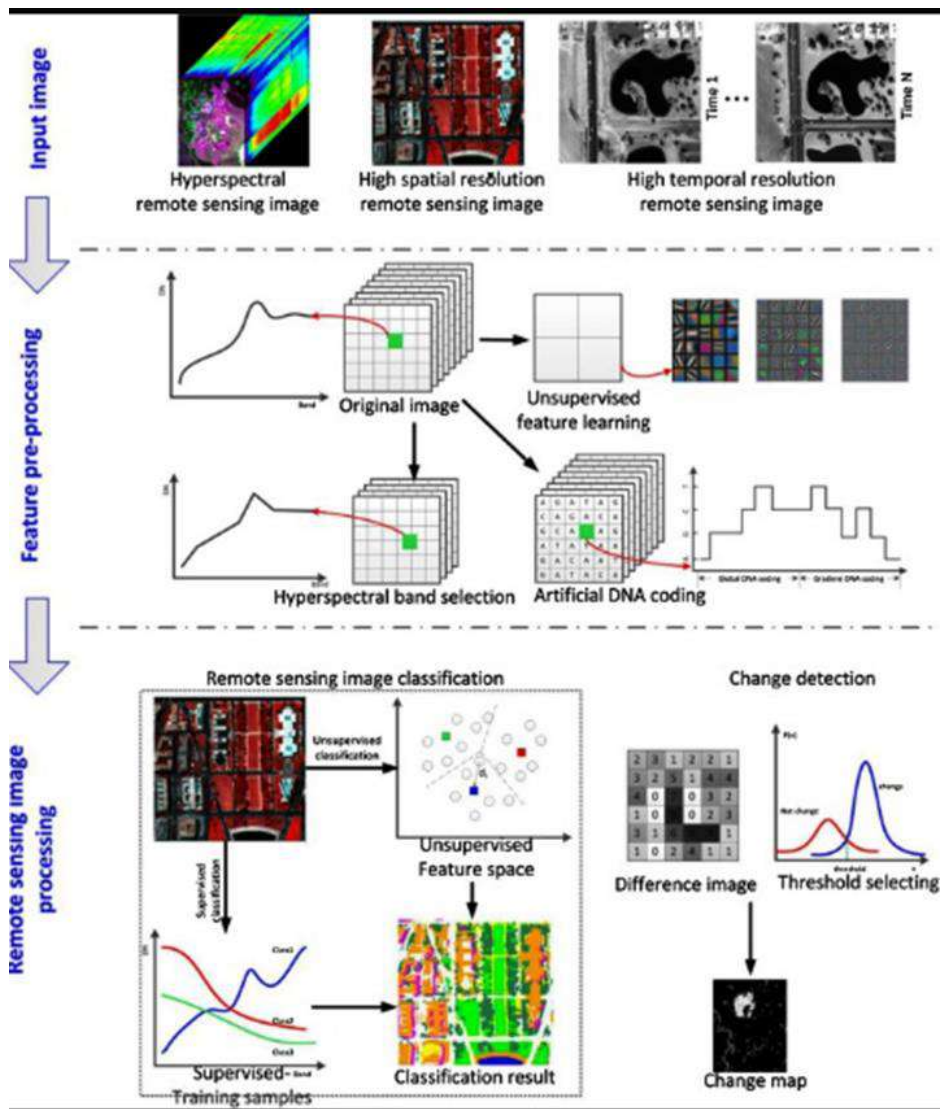


Fig no 01: Image Classification

## Object Detection

Objects such as buildings, roads, vehicles or trees are identified in images using models such as YOLO (You Only Look Once) and Faster R-CNN. This is useful for identifying pests in agriculture or in urban planning. Example identifying road cracks from satellite images.

## Change Detection

AI algorithms compare images from different periods to identify changes, such as deforestation, urban sprawl, or natural disasters. Models like transformers and LSTM (Long Short-Term Memory) are used for this, which helps in environmental monitoring and disaster management.

## Hyper Spectral and SAR Data Processing

Models like BERT are used to extract features from hyper spectral images, while AI extracts information from clouds in synthetic aperture radar (SAR) data. This is useful in agriculture and space exploration.

## Data Fusion

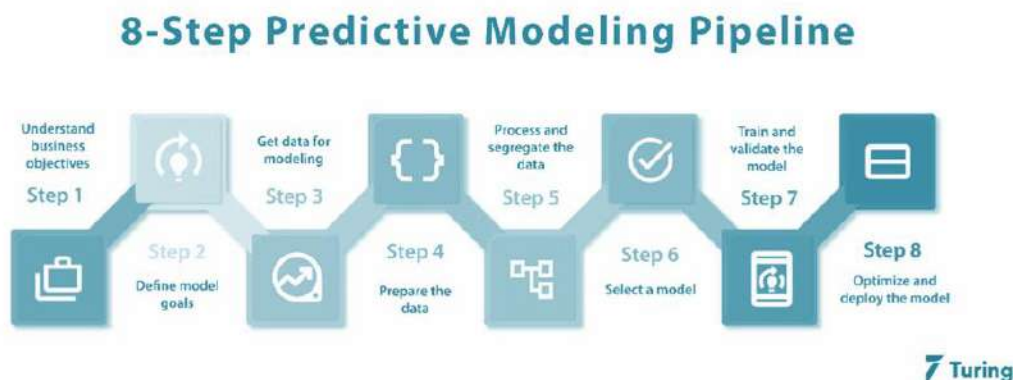
AI combines data from different sources to provide accurate information, such as water leakage detection using Sentinel-1 and 2 satellites.

## Application Of AI in GIS

AI in GIS improves geographic data analysis, which uses GeoAI (Geospatial AI). This makes data processing faster and more accurate.

### 1. Predictive Modelling

AI makes predictions from historical data, such as crop production in agriculture or traffic planning in cities. XGBoost and CNNs are used for this. Predictive modelling uses historical and current data with AI and machine learning techniques to forecast future outcomes. Key techniques include Regression (predicting continuous numbers), Classification (categorizing data), Clustering (grouping similar data), and Time Series Models (analyzing time-dependent data). Common algorithms include Decision Trees, Random Forests, Neural Networks, Support Vector Machines (SVM), and Gradient Boosting.



*Fig no 02: Step Predicative Modelling*

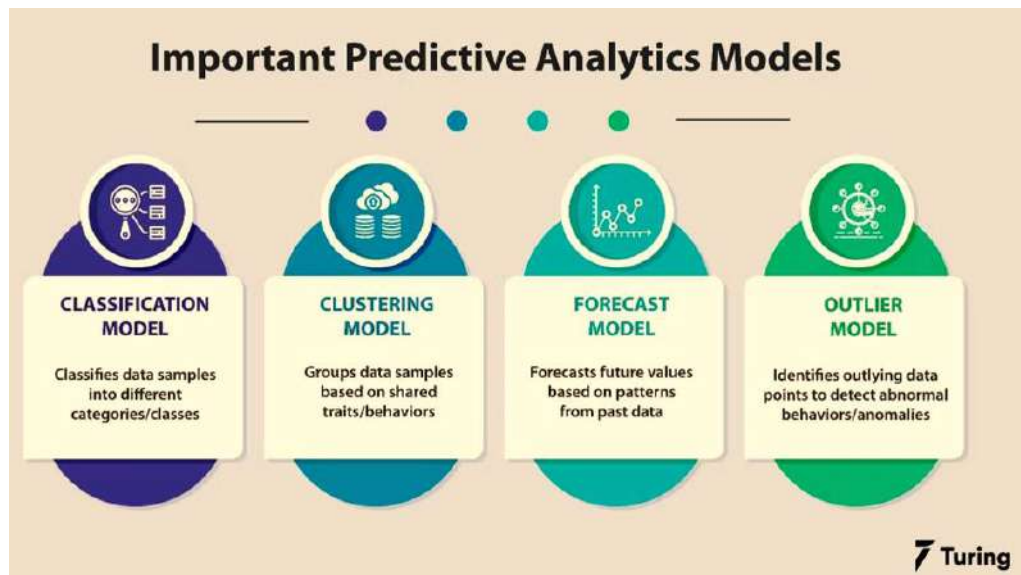


Fig no 03: Step Predicative Modelling

## 2. Image Analysis and Automation

AI automates data cleaning, geographic analysis, and map updates. For example, monitoring deforestation or creating evacuation maps in disasters.

## 3. Real-Time Monitoring

AI analyzes real-time data in GIS with IoT sensors, such as in traffic management or disaster response.

## 4. Spatial Analysis

AI identifies geographic relationships, clustering, and patterns, such as in city planning.

Table no 01: Integrated Applications of AI in Remote Sensing and GIS

Area	Application	Example
Agriculture	Crop health monitoring, pest identification, irrigation optimization	Crop yield prediction through satellite imagery.
Disaster Management	Disaster prediction, damage assessment, aid distribution	Real-time mapping during floods or earthquakes.
Urban Planning	Growth Scenario Modelling, Resource Management	Building footprint identification and traffic optimization.
Environmental	Biodiversity tracking, climate	Deforestation and

Area	Application	Example
Monitoring	change impacts	pollution monitoring.
Public Health	Disease spread tracking, resource allocation	Epidemic modelling and healthcare planning.

### Challenges and Future Directions

There are challenges in the use of AI such as data availability, training optimization, data quality, model interpretability, and computational resources. For example, deep learning models require large amounts of data and powerful hardware. Also, privacy and bias are issues.

In the future, AI will become more integrated, such as the use of generative AI and cloud computing. GeoAI will help advance disaster response, biodiversity conservation, and sustainable development. More open data and collaboration in research are needed.

### Conclusions

AI has revolutionized remote sensing and GIS, making data analysis more efficient. The field is helping in various sectors from agriculture to environment, but it faces challenges and further progress is expected in the future. This report is based on various research and industry sources.

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# From Compliance to Intelligence: AI Applications in Sustainability and Audit Reporting

**Dr. Yashodhan Mahajan**

Head, Department of Accountancy, Brihan Maharashtra College of Commerce, Pune, India.

**Email:** [mahajan.bmcc@gmail.com](mailto:mahajan.bmcc@gmail.com)

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## Abstract

In an era of increased demand for accountability, transparency, and environmental consciousness, Artificial Intelligence (AI) is playing a transformative role in reshaping sustainability practices and financial reporting. This research investigates how AI transcends traditional compliance-based approaches, advancing toward intelligent, predictive, and real-time systems across sustainability disclosures, audits, and financial reporting. The paper draws upon secondary data and literature to analyze the impact of AI on efficiency, accuracy, regulatory alignment, and stakeholder engagement. Through tables, graphs, and real-world cases, it reveals how AI-enabled platforms are facilitating ESG integration, automating audit workflows, and enhancing tax transparency. Despite challenges such as data privacy and algorithmic bias, the trajectory points toward a more intelligent, ethical, and sustainable financial ecosystem. Recommendations focus on policy integration, ethical AI governance, and investment in digital infrastructure.

**Keywords:** Artificial Intelligence, Sustainability, Audit, Financial Reporting, ESG, Compliance, Taxation, Intelligent Systems, Automation, Financial Governance

## Introduction

The confluence of artificial intelligence and sustainability, audit, and reporting represents a paradigm shift, moving organizations from mere compliance to proactive intelligence gathering and strategic decision-making (Liu et al., 2024). As humanity confronts escalating environmental challenges, including climate change, biodiversity loss, and resource depletion, the imperative for sustainable practices has never been more critical (Akter, 2024). Artificial intelligence offers a transformative toolkit for addressing these complex issues, enabling



organizations to optimize resource utilization, monitor environmental impacts, and enhance the accuracy and transparency of sustainability reporting (Adelakun et al., 2024). The integration of AI into Environmental, Social, and Governance initiatives marks a significant move toward more sustainable and equitable financial practices, compelling financial institutions to adopt ESG criteria amidst stringent regulatory requirements and heightened stakeholder awareness (Jun 2024). Organizations are increasingly leveraging AI models to automate decision-making processes and gain deeper insights into intricate systems, signifying a pivotal moment in the business world where data analytics, automation technologies, and e-commerce platforms are assuming increasingly prominent roles (Sipola et al., 2023). The rise of sustainability reporting, coinciding with the growing interest in artificial intelligence, reflects a fundamental change in the business landscape, highlighting the importance of transparency regarding a company's impacts on the economy, environment, and people (Moodaley & Telukdarie, 2023). AI technologies, including machine learning, natural language processing, and computer vision, are poised to revolutionize how organizations approach sustainability, audit, and reporting, offering unprecedented opportunities for efficiency gains, improved accuracy, and enhanced insights (Jun 2024).

### **Definitions**

**Artificial Intelligence (AI):** Technology that simulates human intelligence through machines, enabling them to perform tasks such as learning, reasoning, and problem-solving.

**Sustainability Reporting:** Disclosure of environmental, social, and governance (ESG) performance by companies to stakeholders.

**Audit:** A systematic review and evaluation of financial records and operations to ensure accuracy and regulatory compliance.

**Compliance:** Adherence to legal, regulatory, and policy standards.

**Intelligent Compliance:** An AI-driven framework that enables predictive, automated, and context-aware responses to regulatory requirements.

### **Objectives**

- To analyze how AI is enhancing sustainability and ESG reporting.
- To study AI applications in modern auditing processes.
- To evaluate the role of AI in automating financial reporting and tax compliance.
- To identify the challenges and risks associated with AI adoption in these areas.

- To propose recommendations for ethical and effective integration of AI.

### **Justification of Objectives**

**Sustainability Significance:** With ESG investments projected to reach USD 50 trillion by 2025 (Bloomberg, 2023), AI's role in managing ESG data warrants detailed exploration.

**Audit Innovation:** Traditional audits are resource intensive. AI offers 24/7 audit trail monitoring, enhancing detection of anomalies and fraud.

**Automation Benefits:** AI reduces manual workload, errors, and cost in reporting. PwC estimates AI can automate up to 40% of basic accounting tasks.

**Risk Management:** Understanding AI risks like bias or data misuse is crucial for responsible adoption.

**Policy Implications:** The need for AI governance frameworks is growing, especially with the EU AI Act and similar regulations under development.

### **Review of Literature**

Artificial Intelligence is revolutionizing sustainability, financial reporting, and audit by enabling organizations to transition from manual, compliance-focused systems to intelligent, real-time, and predictive frameworks. This literature review examines academic contributions, industry reports, and multilateral studies that highlight AI's transformative impact.

#### **1. Brynjolfsson & McAfee (2017)**

In their book "Machine, Platform, Crowd," the authors argue that AI enhances data processing capabilities beyond human capacity, especially in domains requiring rapid decision-making such as auditing and risk management. They emphasize that machine learning can learn from anomalies in data to detect patterns previously unnoticed by auditors.

**Key Insight:** AI strengthens internal audit systems through anomaly detection, fraud prediction, and intelligent alerts.

#### **2. EY Global (2022)**

The EY ESG survey reported that 67% of organizations use AI for ESG data collection, validation, and analysis, particularly in carbon emissions and ethical labor standards. It also highlighted that AI-based ESG analytics platforms improve stakeholder confidence and transparency.

**Key Insight:** AI improves accuracy and timeliness of sustainability disclosures, enhancing investor and regulatory confidence.

### **3. Deloitte (2021)**

Deloitte's report on "AI in Auditing" emphasized how Natural Language Processing (NLP) and RPA (Robotic Process Automation) are being applied to audit trails, bank reconciliations, and compliance verification. It noted that AI-enabled audit systems reduce human error and help achieve continuous auditing.

**Key Insight:** AI enables real-time audit capabilities and strengthens risk-based auditing frameworks.

### **4. PwC Report (2020)**

PwC showed that AI can reduce the time to complete financial reporting cycles by 30–50%, particularly through automation in journal entry validation, ledger reconciliation, and error flagging.

**Key Insight:** AI boosts efficiency and speed in financial reporting while maintaining regulatory accuracy.

### **5. Binns et al. (2018)**

This study raised concerns about the ethical and fairness dimensions of AI in auditing and reporting. It found that opaque algorithms can lead to biased decisions if not subjected to transparency and accountability mechanisms.

**Key Insight:** AI must be accompanied by ethical frameworks to avoid algorithmic bias in compliance reporting.

### **6. World Economic Forum (2023)**

WEF's whitepaper highlighted the global push for AI governance in sustainability reporting. It advocated for AI-driven ESG platforms but warned of data privacy, interoperability, and regulatory gaps between nations.

**Key Insight:** Global alignment on AI standards in ESG and reporting is essential to mitigate regulatory arbitrage.

### **7. OECD (2021)**

The OECD emphasized the use of AI in tax compliance and administration. Countries like India and Brazil are using AI to cross-check tax returns with third-party data, thus increasing voluntary compliance and reducing tax evasion.

**Key Insight:** AI enhances transparency and efficiency in tax systems while improving tax revenue collection.

### **8. KPMG (2023)**

KPMG found that AI-driven benchmarking tools are used by over 60% of Fortune 1000 companies to align with the SDGs. AI helps track sustainability

performance and compare it with industry peers using large datasets.

**Key Insight:** AI enables strategic alignment of company practices with global sustainability standards.

### **9. Arner, Barberis & Buckley (2020)**

This study on FinTech and RegTech outlined how AI-driven regulatory technology (RegTech) is improving compliance automation in banking and auditing. It underlined the role of AI in identifying early-warning signals in financial misconduct.

**Key Insight:** AI contributes to proactive compliance and fraud detection in audit and finance sectors.

### **10. S&P Global (2022)**

S&P predicted that by 2026, AI-powered ESG platforms will dominate sustainability reporting practices. It noted that firms that integrate AI into ESG disclosures saw a 14% increase in investor trust and share value.

**Key Insight:** AI integration into ESG and financial disclosures directly impact market performance and investor perception.

### **11. Research Methodology**

This study employs a secondary data approach, analyzing recent reports, journal articles, industry publications, and official data from: OECD, World Bank, Big Four audit firms (Deloitte, EY, PwC, KPMG) and Academic databases (Scopus, JSTOR), Corporate sustainability reports and AI case studies and Analytical methods include comparative review and trend analysis.

#### **Limitations of the Study**

- Rely on secondary data; lacks primary field-based insights.
- Rapid evolution of AI technologies may outdate some findings quickly.
- Limited to English-language and digitally accessible sources.
- Legal and ethical implications vary by country and may not generalize globally.

### **Discussion**

#### **1. AI for Real-Time ESG Monitoring**

AI platforms enable real-time tracking of environmental emissions, social compliance, and governance benchmarks. Microsoft's AI for Earth project analyzes deforestation patterns using satellite data and machine learning.

#### **2. Automation of Financial Reporting**

AI reduces the need for manual entries and speeds up reconciliation. According to IBM (2022), AI tools can reduce financial close processes from weeks to days.

### 3. Risk-Based Auditing

AI tools like ACL Robotics identify anomalies and flag high-risk transactions. A KPMG audit report noted that AI increased fraud detection rates by 34% in 2022.

### 4. Predictive Tax Compliance

AI helps forecast tax liabilities and prevents evasion. The Indian GSTN (Goods and Services Tax Network) uses AI to analyze millions of invoices and detect mismatches.

### 5. Natural Language Processing in Reporting

AI systems can read unstructured data from reports or news articles to assess sustainability risks—used by tools like Refinitiv and Bloomberg ESG AI.

### 6. Stakeholder Engagement

Chatbots and AI dashboards offer real-time ESG performance to investors and customers. 61% of Fortune 500 firms adopted ESG AI platforms by 2023 (S&P, 2023).

### 7. AI for Integrated Reporting

AI enables companies to create single integrated reports that combine financial, environmental, and social performance—ensuring alignment with GRI or SASB.

### 8. Algorithmic Bias and Ethical Risks

AI models may inherit biases. An audit of AI-based hiring tools found they rated candidates based on non-performance factors. Similar biases in financial audits can impact fairness.

### 9. Cost and Infrastructure Constraints

Implementing AI requires cloud infrastructure, cybersecurity, and trained personnel. According to a Deloitte survey (2023), 44% of mid-sized firms find AI unaffordable.

### 10. Regulatory Gaps and Compliance Risks

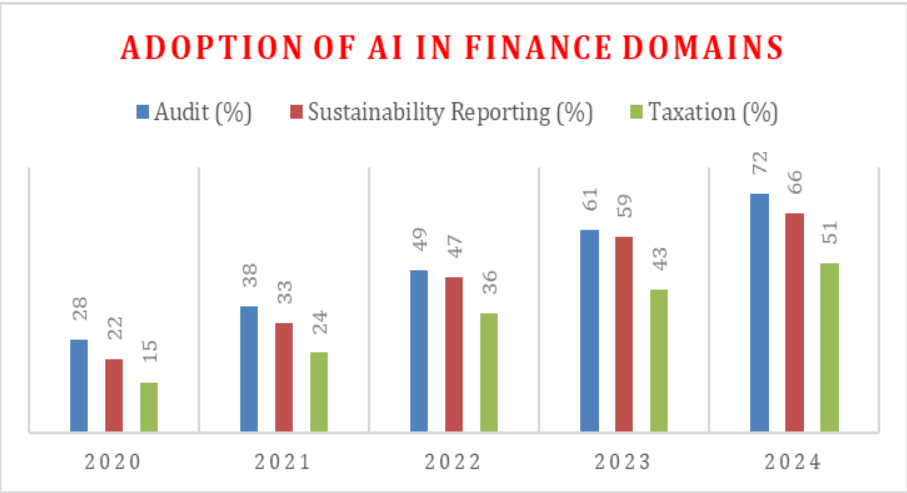
AI operates ahead of the law. The European Union’s AI Act, still in draft, will regulate use of AI in financial and audit services. Till then, companies faced regulatory uncertainty.

### Supporting Data

*Table 1: Adoption of AI in Finance Domains (2020–2024)*

Year	Audit (%)	Sustainability Reporting (%)	Taxation (%)
2020	28	22	15
2021	38	33	24

2022	49	47	36
2023	61	59	43
2024	72	66	51

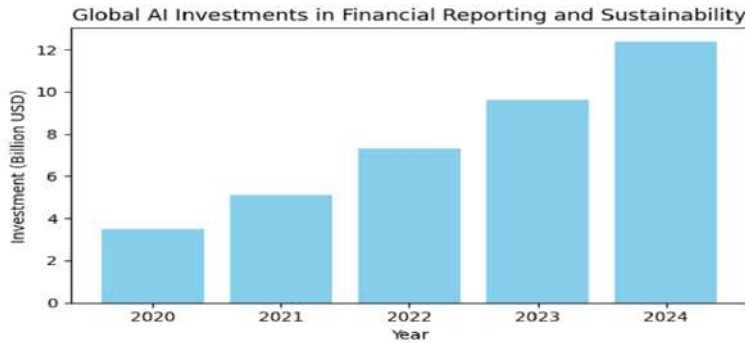


*Projected (Source: EY Global, WEF 2023)*

**Graph 1: Adoption of AI in Finance Domains (2020–2024)**









**Table 2: Global AI Investments in Financial Reporting and Sustainability  
(in Billion USD)**

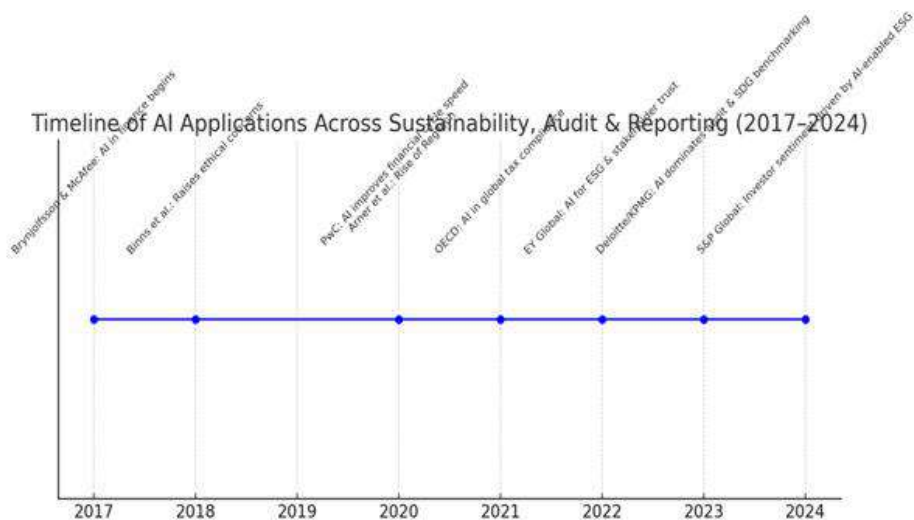
Year	Investment in Billion USD
2020	\$3.5B
2021	\$5.1B
2022	\$7.3B
2023	\$9.6B
2024	\$12.4B



**Graph 2 Global AI Investments in Financial Reporting and Sustainability (in Billion USD)**

**Table 3: Timeline of AI Application About Sustainability & Reporting**

Year	AI Application
2017	 Brynjolfsson & McAfee: AI in finance begins
2018	 Binns et al.: Raises ethical concerns
2020	 PwC: AI improves financial cycle speed
2019	 Arner et al.: Rise of RegTech
2021	 OECD: AI in global tax compliance
2022	 EY Global: AI for ESG & stakeholder trust
2023	 Deloitte/KPMG: AI dominates audit & SDG benchmarking
2024	 S&P Global: Investor sentiment driven by AI-enabled ESG



## **Conclusion and Recommendations**

AI is redefining compliance from a retrospective obligation into a proactive intelligence system. Its integration into sustainability reporting, audit trails, and tax systems results in enhanced accuracy, risk mitigation, and stakeholder confidence. However, AI adoption must be governed by strong ethical and regulatory frameworks.

### **Recommendations**

- Governments should mandate transparent AI use in ESG disclosures.
- Companies must adopt AI audit tools while ensuring explainability.
- Training programs should promote upskill finance professionals in AI literacy.
- Cloud and cybersecurity infrastructure must be strengthened.
- Multilateral bodies (e.g., OECD, IMF) must define global AI-finance standards.

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## ABOUT THE EDITORS



### Dr. Bolla Saidi Reddy

Dr. Bolla Saidi Reddy is Assistant Professor of Mathematics holds a Ph.D. in Mathematics from the prestigious Osmania University, awarded in 2025 for his research titled "*Numerical Investigation of MHD Non-Newtonian Boundary Layer Fluid Flow Over an Exponentially Stretching Surface.*" He completed his B.Sc., B.Ed., and M.Sc. (Mathematics with First Class) from the same institution, and is also a qualified CSIR-NET scholar. With over 23 years of dedicated teaching experience from school to undergraduate level, Dr. Reddy has rendered exceptional academic service marked by a deep passion for teaching and mentoring. He has significantly contributed to the teaching profession, including service-related matters, academic coordination, and institutional development. An accomplished academic, he is the co-author of two books and editor of six academic volumes. He has published 12 research articles in reputed journals, including those indexed in Scopus and Elsevier. Dr. Reddy has actively participated in and delivered lectures at numerous national and international seminars, conferences, workshops, and webinars, further enriching the academic discourse in mathematics and education.



### Dr. T. Saroja

She is working as an Assistant Professor in the Department of Computer Science, Agurchand Manmull Jain College, Chennai. She is well-informed in computer science education, with more than 18 years of teaching experience. She has completed her Doctoral Degree in Computer Science from Vels Institute of Science, Technology and Advanced Studies (VISTAS), Chennai. She has cleared SET examination conducted by Mother Teresa Women's University during the year 2016. She got graduated with a Post Graduate degree from Madurai Kamaraj University College and M.Phil from Periyar University. Her research interests encompass Big Data Analytics, Deep Learning, Machine Learning and Artificial Intelligence. She has published several papers in reputable International Journals and presented significant number of research papers at both National and International conferences.



### Ms. Poonam Pachouri

Ms. Poonam Pachouri is an accomplished assistant professor with over ten years of experience in the field of Management Department. Throughout her career, she combined a passion for teaching with an enduring dedication to research and writing. With a deep commitment to academic excellence, she has cultivated a reputation as a respected educator, mentoring countless students and guiding them toward success in their academic and professional pursuits. As a writer, Ms. Poonam has made significant contributions to the literary world, publishing multiple novels and a poetry book that reflect their unique voice and perspective. Her works explore a wide range of themes, including themes such as love, identity, society, or human nature, and are known for their rich storytelling, lyrical prose, and thought-provoking narrative style. In addition to their creative writing, She is a dedicated researcher, contributing to the field of Human Resource, Management. Her research focuses on Employees Engagement, Performance Management, Education and She has published numerous articles and papers in respected academic journals. They are deeply committed to advancing knowledge in their field. Ms. Poonam's passion for literature and education extends beyond the classroom and the page, as they actively engage with the broader literary and academic communities. Whether through collaborations, lectures, or community outreach programs, continue to inspire both their students and readers alike.



### Dr. Deepmala Gupta

Dr. Deepmala Gupta is an Assistant Professor of Zoology at Isabella Thoburn College, University of Lucknow, India. She earned her Ph.D. in Zoology in 2022 and has also qualified CSIR-NET in Life Sciences and UGC-NET in Environmental Science. She has held prestigious fellowships including the UGC-BSR Junior and Senior Research Fellowships and a Senior Research Fellowship under the NFDB Project. Her research has been published in reputed journals such as PLOS ONE and Lakes & Reservoirs (Wiley), along with book chapters, conference proceedings, and molecular data submissions to NCBI Gen-bank. She has been recognized with several honors, including the SLS Young Scientist Award (2022), Uddeepan Best Research Paper Award (2020), Young Scientist and Young Zoologist Awards (2019), and the SURE Young Professional Award (2015). In addition to her research, she is actively involved in mentoring students and supervising M.Sc. dissertations as well as B.Sc. research projects, fostering both academic growth and professional development. An active member of professional bodies such as SURE, SFSN, ABRF, SMRC, and ISC, she continues to make significant contributions to teaching and research.

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