


AI, Robotics, and Smart Contracts

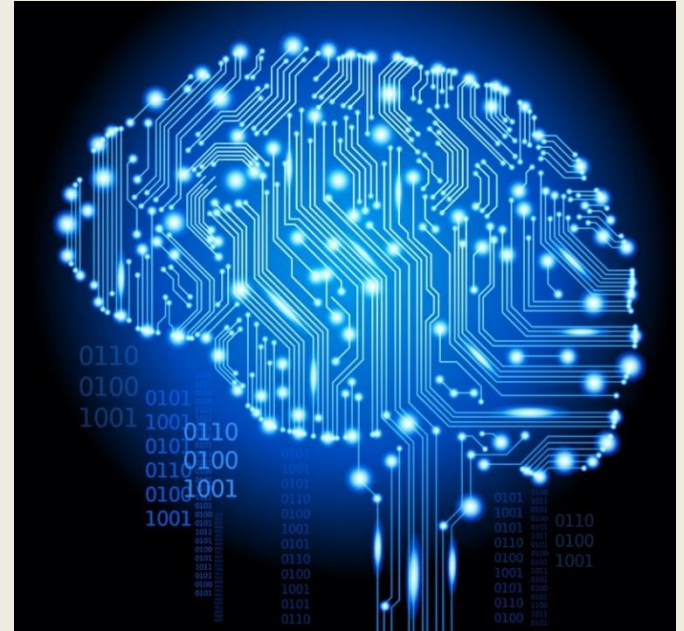
Steve Omohundro, Ph.D.
PossibilityResearch.com
SteveOmohundro.com
SelfAwareSystems.com



Economic Opportunities
Arms Races
Dangers
Power of Mathematics
Smart Contracts
Legal Challenges
Path to Human Thriving

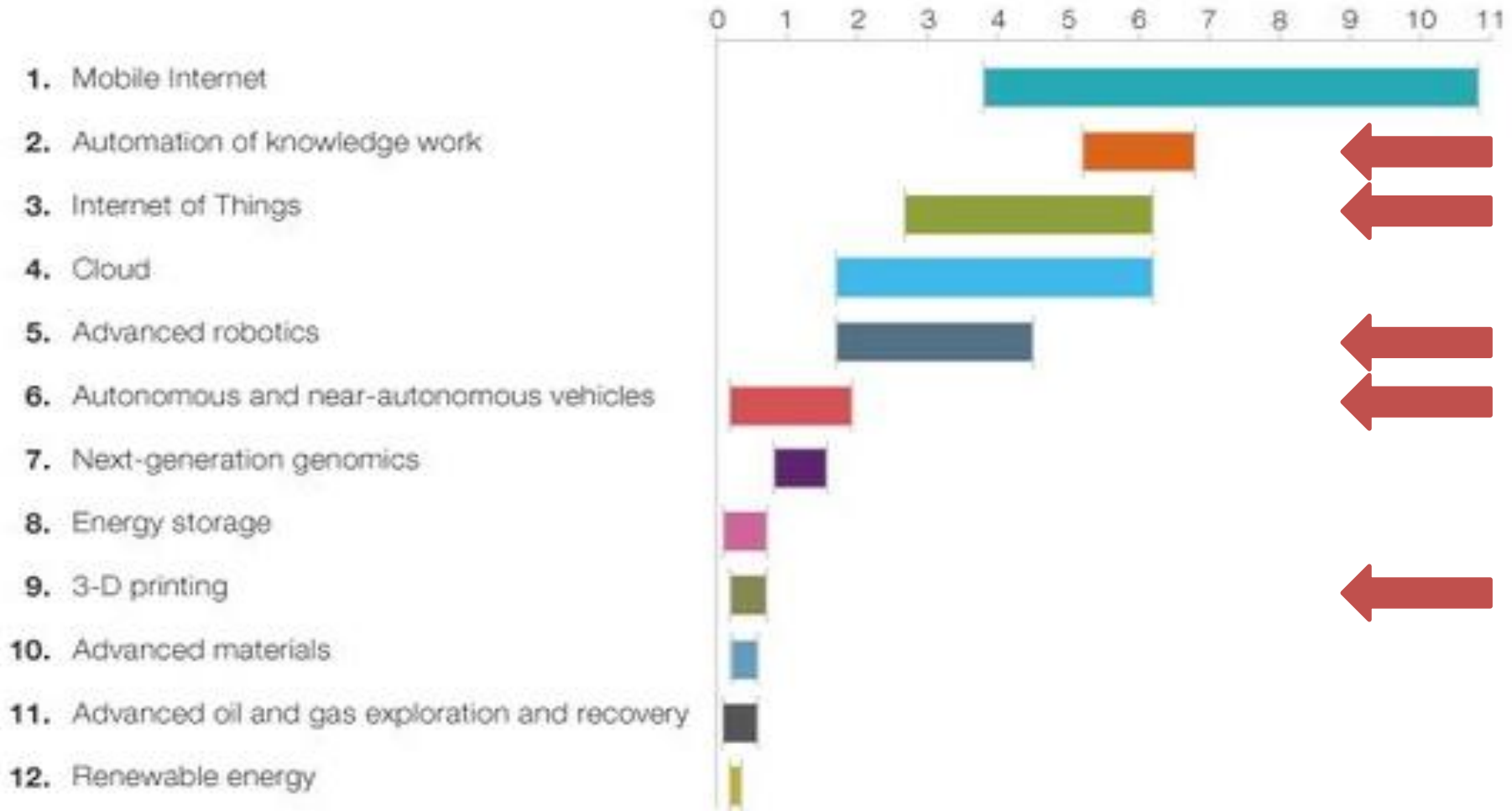
Multi-Billion Dollar Investments

- 2012 **Foxconn** - 1 million robots
- 2012 **Amazon** — Kiva \$775 million
- 2013 **Facebook** — AI lab, DeepFace
- 2013 **Yahoo** - LookFlow
- 2013 **Ebay** — AI lab
- 2013 **Allen Institute for AI**
- 2013 **Google** — DNNresearch, SCHAFT, Industrial Perception, Redwood Robotics, Meka Robotics, Holomni, Bot & Dolly, Boston Dynamics
- 2014 **IBM** - \$1 billion in Watson
- 2014 **Google** — DeepMind \$500 million
- 2014 **Vicarious** - \$40 million
- 2014 **Microsoft** — Project Adam, Cortana



McKinsey: \$50 Trillion to 2025

Estimated potential economic impact of technologies across sized applications in 2025, \$ trillion, annual



Robot Manufacturing: \$10 Trillion to 2025

Work 24 hours/day
No breaks, food, medical
Don't quit, get bored, get depressed
Work anywhere
Hazards OK
Don't leak secrets
Work well with others
Easy to replicate

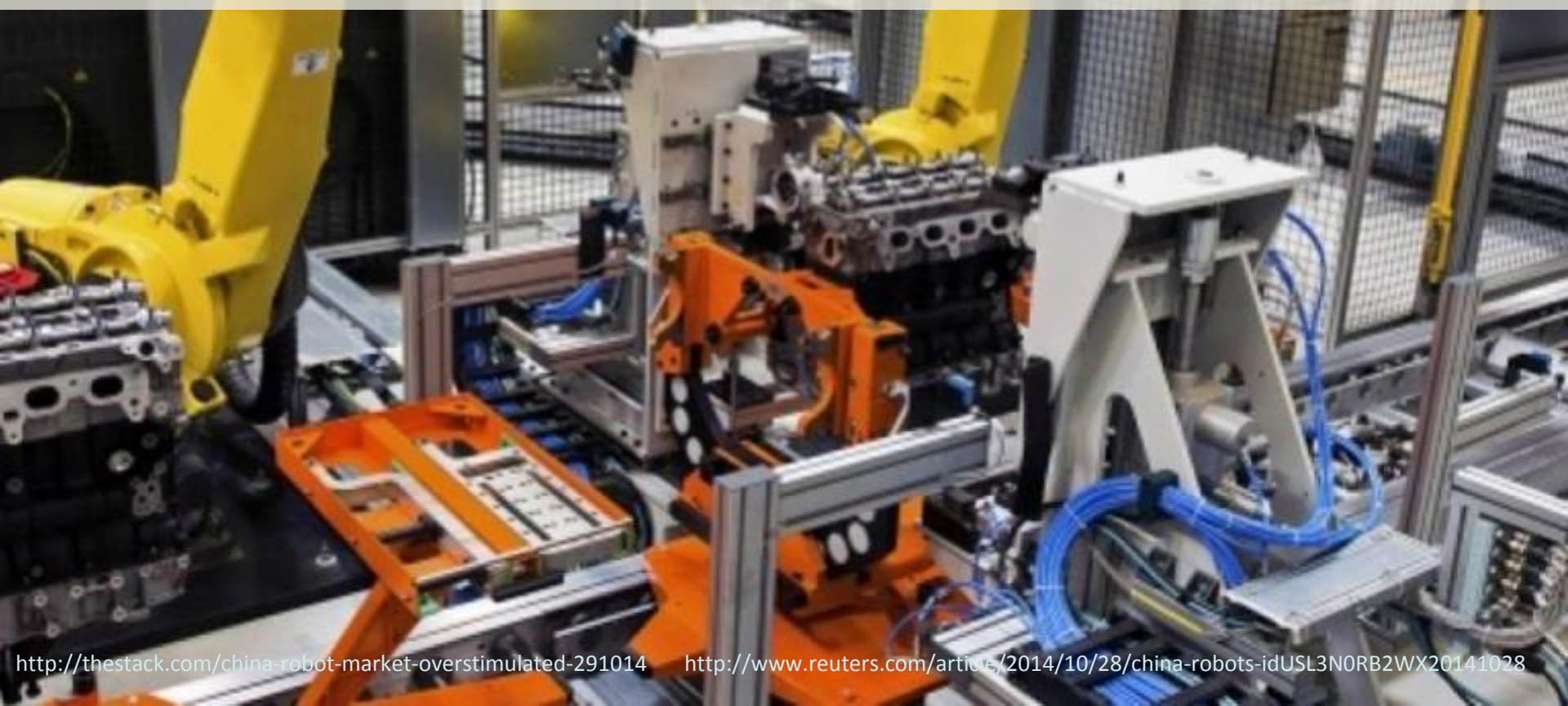
Foxconn Technology Group



- World's largest contract manufacturer
- Assembles 40% of all consumer electronics
- iPhone, iPad, Kindle, Xbox, Playstation 4, etc.
- 1.3 million employees, \$8K salary
- Employee suicides
- "Foxbot" robots, cost \$25K, 2nd generation now
- Building 30K robots/year



420 Chinese Robot Companies



March 2015: China Brain

Robin Li Yanhong, CEO of Baidu proposed a state-level Chinese initiative to develop AI “comparable to the Apollo space programme”.

LIFESTYLE • TECHNOLOGY • ARTIFICIAL INTELLIGENCE

'China brain' project seeks military funding as Baidu makes artificial intelligence plans

Robin Li wants China to become a world leader in artificial intelligence

Bien Perez

bien.perez@scmp.com

PUBLISHED : Tuesday, 03 March, 2015, 3:00

UPDATED : Wednesday, 04 March, 2015, 1:00



Baidu founder Robin Li Yanhong speaks to reporters at the Great Hall of the People about his plans to develop artificial intelligence. Photo: Simon Song

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Comme

Self-Driving Vehicles: \$10 Trillion by 2025

Disrupt Dealers, Insurance, Parking, Finance, Trucking, Taxis
10 million jobs



<http://www.theverge.com/2014/5/28/5756852/googles-self-driving-car-isnt-a-car-its-the-future>
<http://zackkanter.com/2015/01/23/how-ubers-autonomous-cars-will-destroy-10-million-jobs-by-2025/>



Tesla: 90% Self-Driving in 2017

Google: Fully Self-Driving in 2020

Mercedes, GM, Volvo, Apple, Uber,...

self-driving car

http://en.wikipedia.org/wiki/Autonomous_car

<http://zackkanter.com/2015/01/23/how-ubers-autonomous-cars-will-destroy-10-million-jobs-by-2025/>

<http://www.flickr.com/photos/quikbeam/6896564084/>



Uber valuation: \$41 billion, 20% of fares

<http://www.wsj.com/articles/ubers-new-funding-values-it-at-over-41-billion-1417715938>

World's largest job creator: 50,000 per month

<http://www.businessinsider.com/uber-offering-50000-jobs-per-month-to-drivers-2015-3>

Center for research on self-driving cars

http://bits.blogs.nytimes.com/2015/02/02/uber-to-open-center-for-research-on-self-driving-cars/?_r=0

36 second wait, \$.50/mile, 100% of fares

<http://zackkanter.com/2015/01/23/how-ubers-autonomous-cars-will-destroy-10-million-jobs-by-2025/>

UBER

https://d185ox70mr1pkc.cloudfront.net/post_image_teaser/1403883171000-uber-force.png

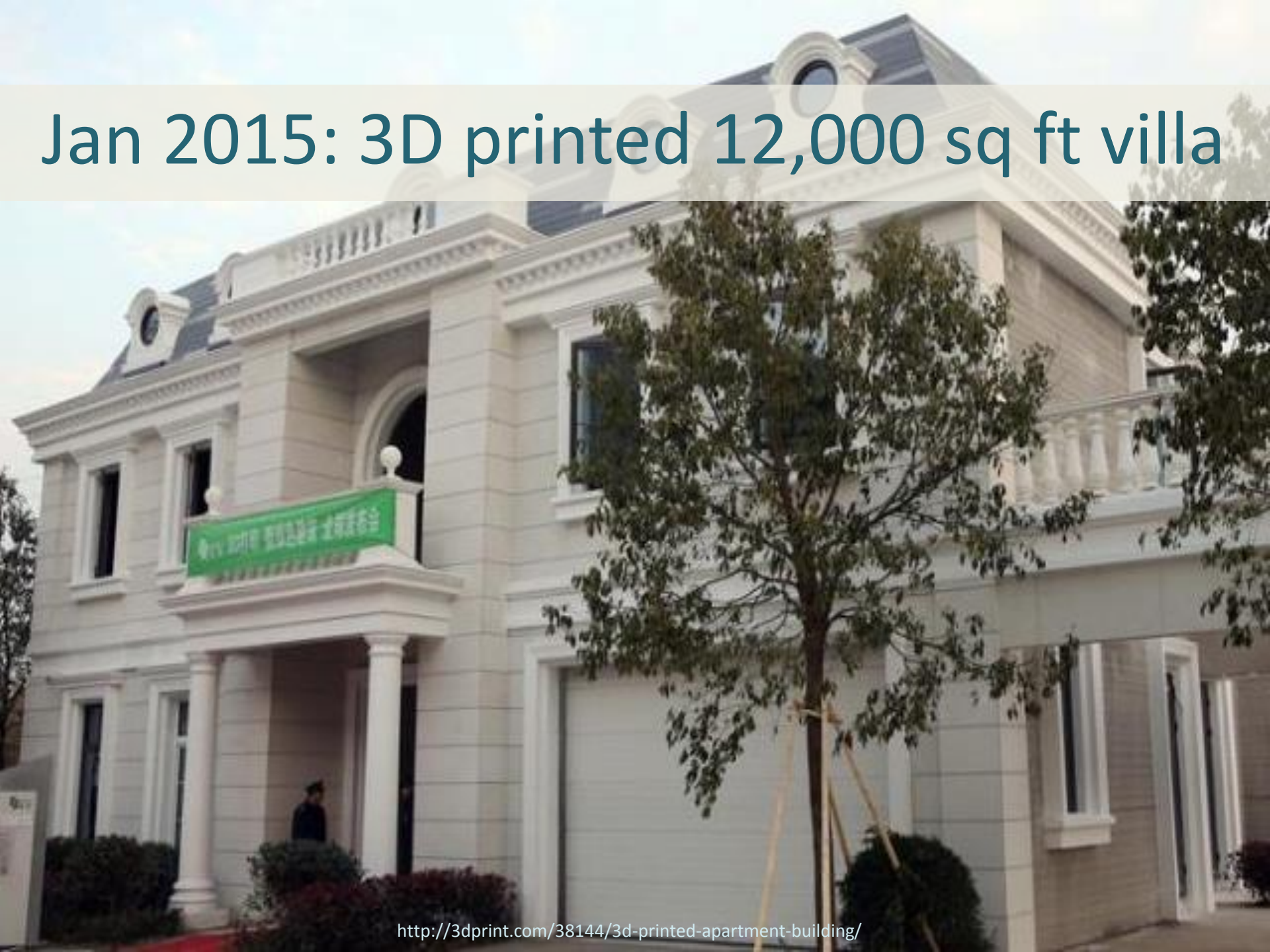
US Building construction: \$960 billion/yr 5.8 million employees



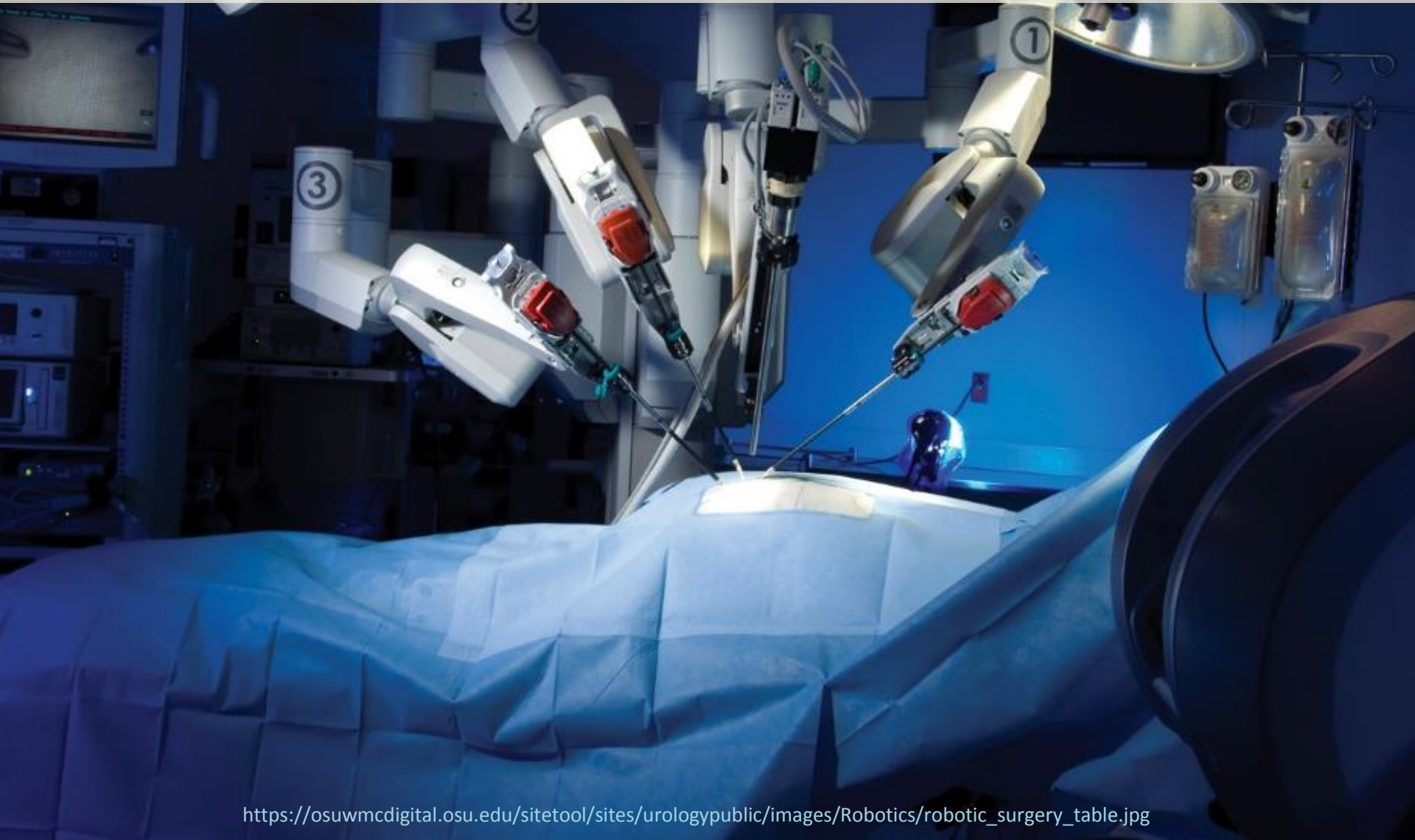
April 2014: Chinese WinSun 3D printed 10 houses, 2100 sq ft, \$4800



Jan 2015: 3D printed 12,000 sq ft villa



Health Care: \$10 Trillion to 2025



THE **RUNDOWN**

A BLOG OF NEWS AND INSIGHT

FERGUSON IMMIGRATION HEALTH

ECONOMY

Smart robots will take over a third of jobs by 2025, Gartner says



1484



58



+1



EMAIL

BY JOSHUA BARAJAS *October 7, 2014 at 4:20 PM EDT*

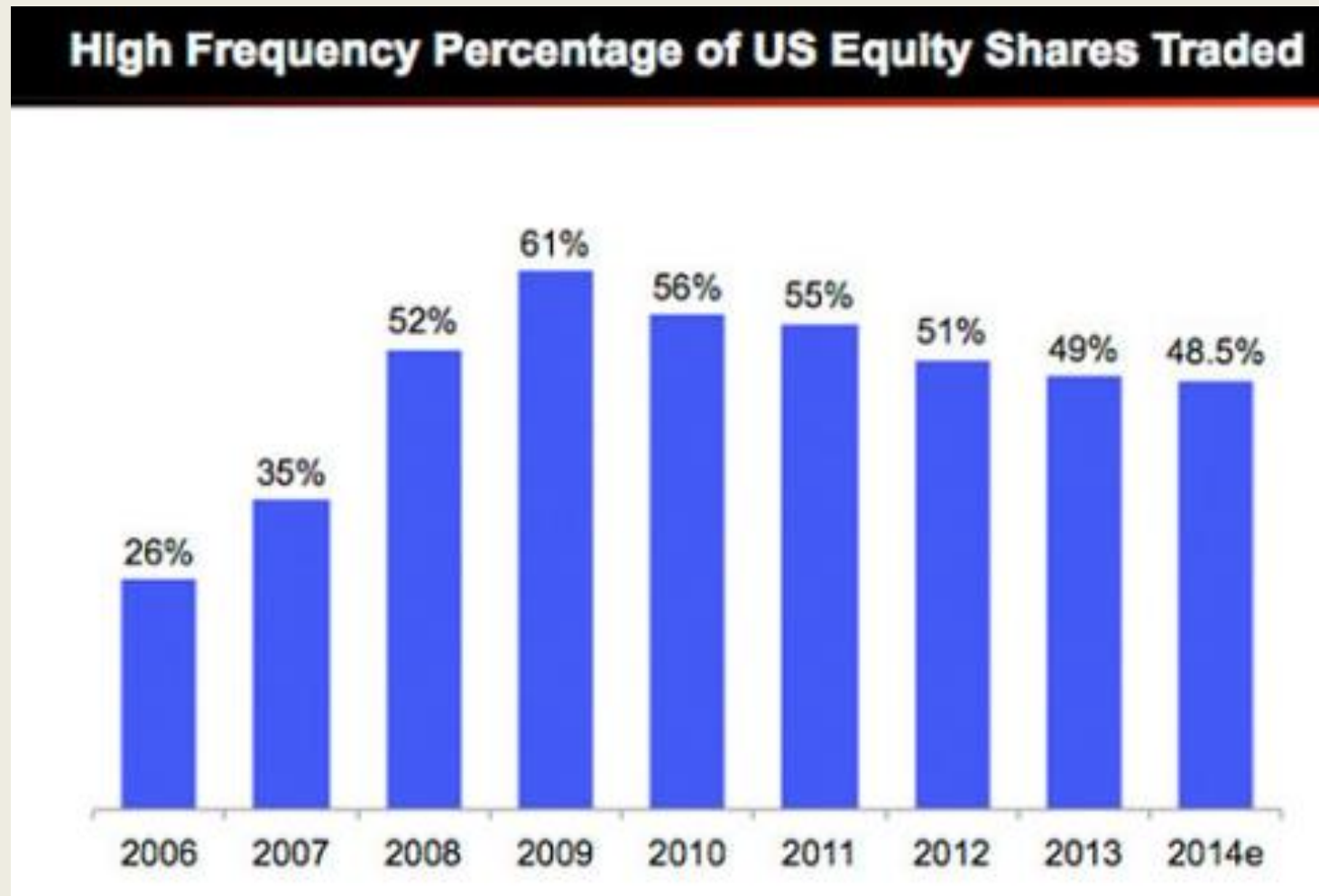


Arms Races

*Faster
Smarter
More Confusing*

Military, Cyberwarfare, Business, Investment, ...

50% of US Stock Market Trades are Automated



2010 US Air Force Report

“Greater use of highly adaptable and flexibly autonomous systems and processes can provide significant time-domain operational advantages over adversaries who are limited to human planning and decision speeds...”

Cleared for Public Release

**United States Air Force
Chief Scientist (AF/ST)**



Report on

Technology Horizons

**A Vision for Air Force Science & Technology
During 2010-2030**

Key science and technology focus areas for the U.S. Air Force over the next two decades that will provide technologically achievable capabilities enabling the Air Force to gain the greatest U.S. Joint force effectiveness in 2030 and beyond.

Volume 1

**AF/ST-TR-10-01-PR
15 May 2010**

Cleared for Public Release

87 Nations Have Military Drones



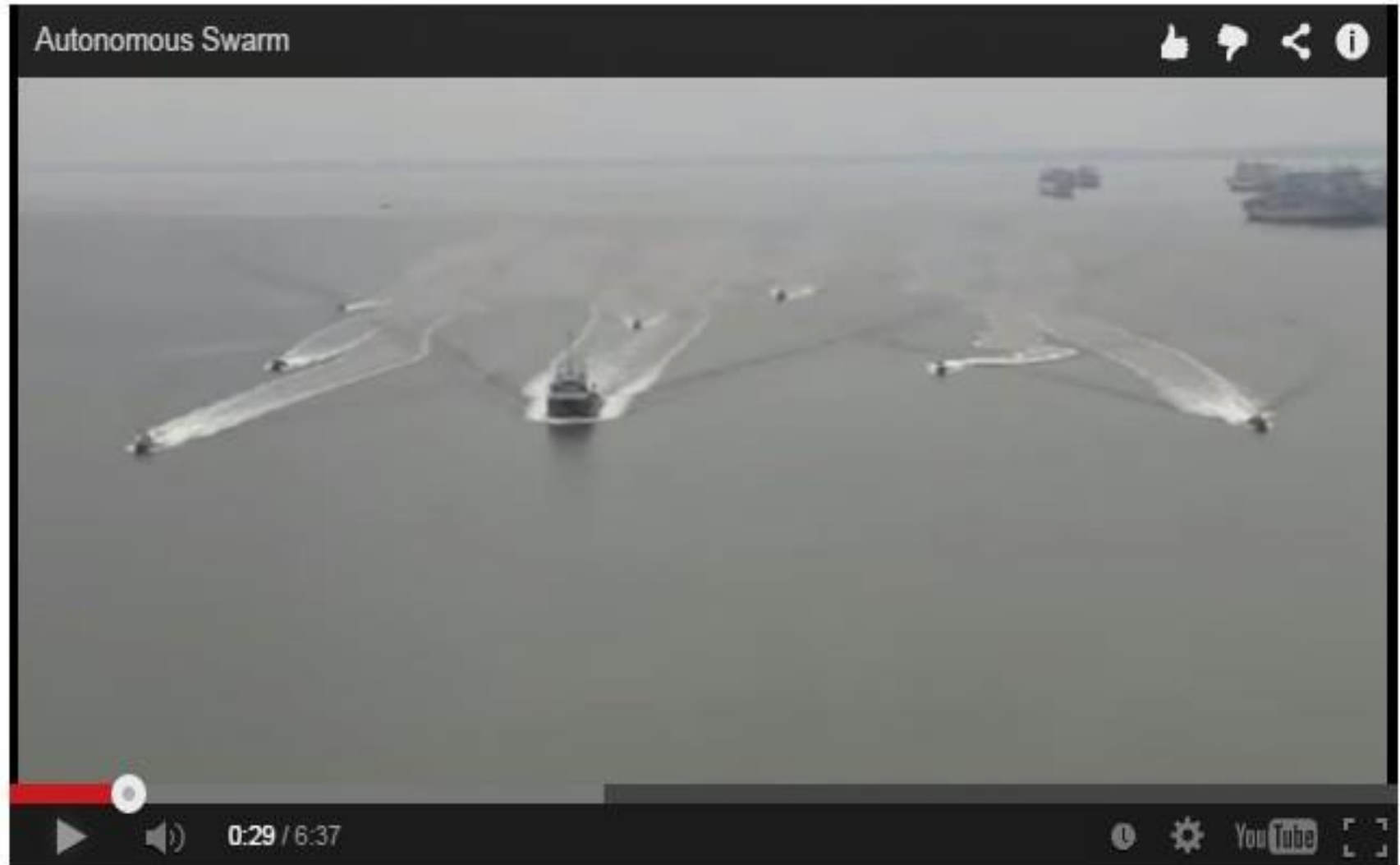
Israeli Iron Dome: 90% Interception Rate



October 05, 2014

U.S. Navy Tests Autonomous Swarm Boats

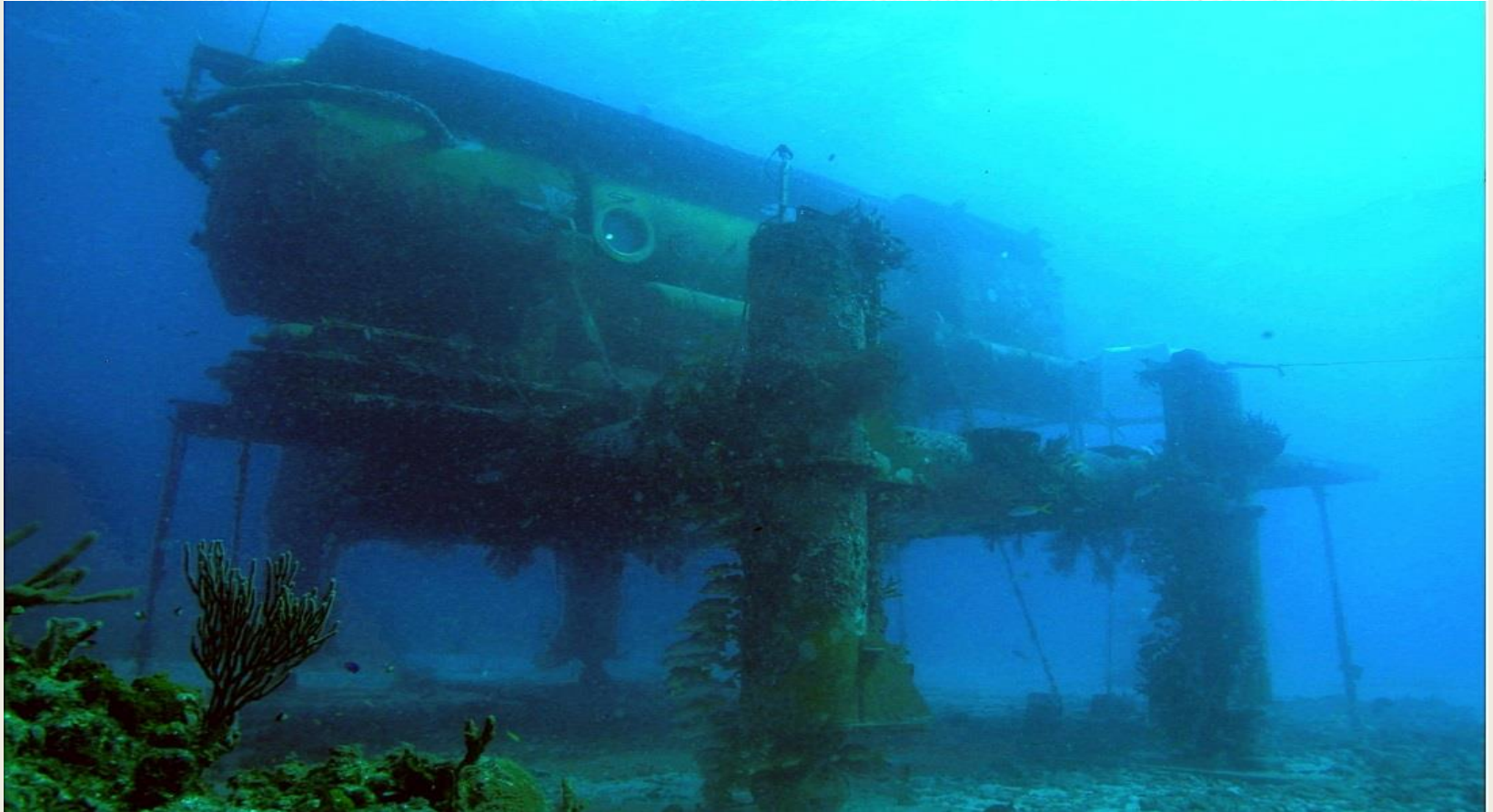
BY MAREX



October 21, 2014 16:12

Combat robots to protect Russian oil and gas infrastructure in Arctic - Foundation

MOSCOW. Oct 21 (Interfax-AVN) - Undersea combat robots will be protecting Russian oilrigs and





Minister of Defence Ine Eriksen Søreide under fire about new autonomous missile technology.
Photo: Torstein Bøe / NTB scanpix

Norway's 'killer robot' technology under fire

Published: 23 Oct 2014 11:28 GMT+02:00

Updated: 23 Oct 2014 11:28 GMT+02:00



<http://defensetech.org/2012/06/20/were-slowly-starting-to-see-u-s-cyber-weapons/>

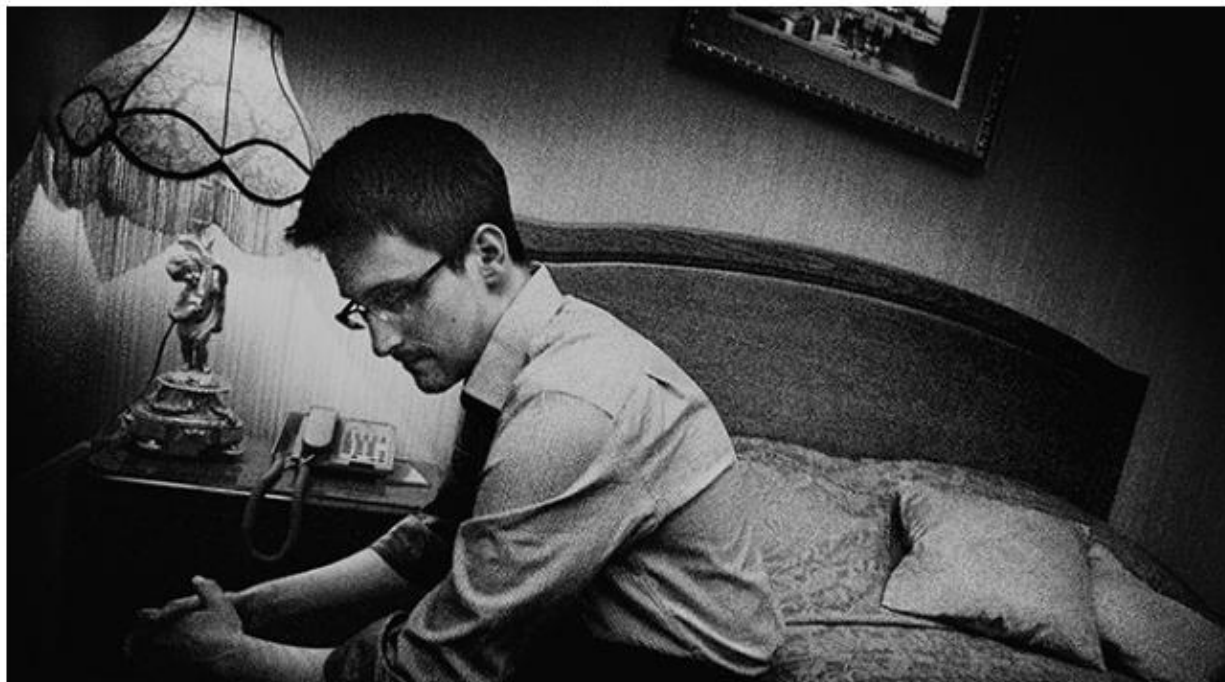


Cyber Warfare

Snowden went too far by revealing the NSA's MonsterMind cyber weapon

By Graham Templeton on August 14, 2014 at 10:02 am

177 Comments



<http://www.extremetech.com/extreme/187992-snowden-went-too-far-by-revealing-the-nsas-monstermind-cyber-weapon>

http://www.solarnavigator.net/cyber_wars.htm

Hawking and Musk: Danger Warnings



“Success in creating AI would be the biggest event in human history. Unfortunately, it might also be the last, unless we learn how to avoid the risks.” - Hawking

<http://www.independent.co.uk/news/science/stephen-hawking-transcendence-looks-at-the-implications-of-artificial-intelligence--but-are-we-taking-ai-seriously-enough-9313474.html>



“We need to be super careful with AI. Potentially more dangerous than nukes.” - Musk

<https://twitter.com/elonmusk/status/495759307346952192>

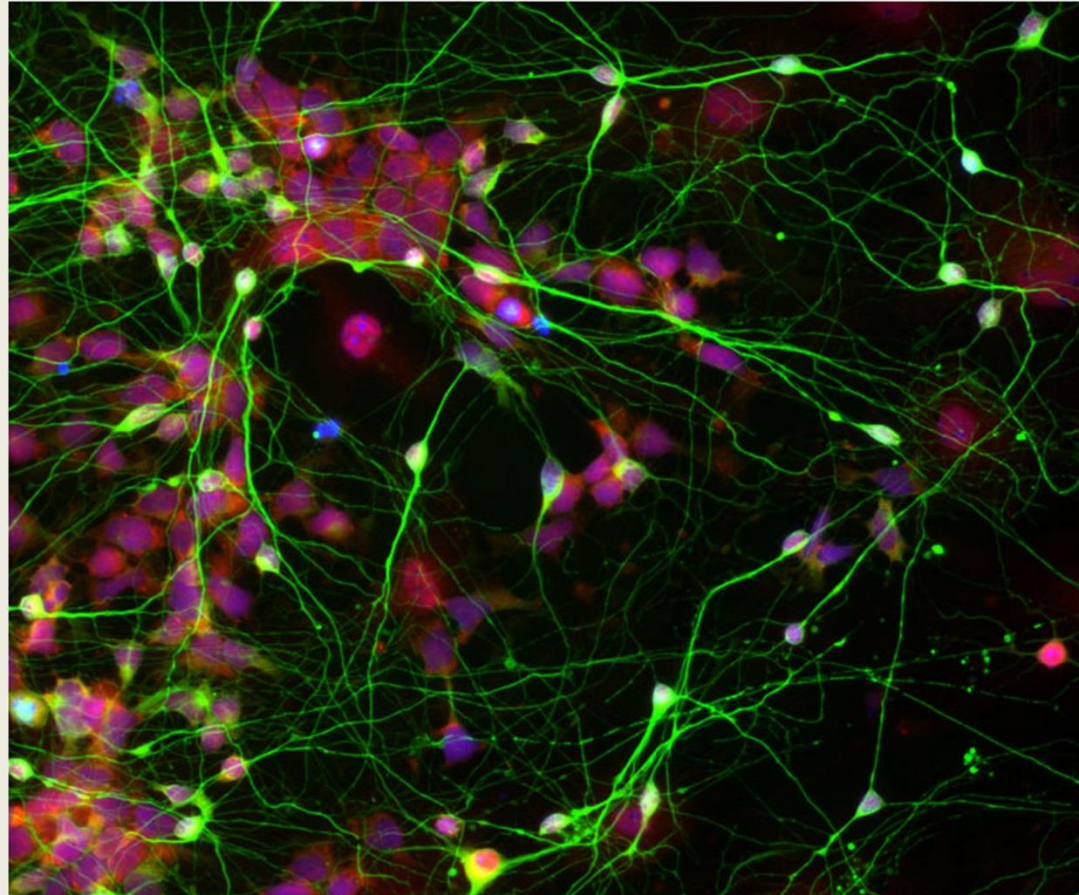


Unintended Consequences

Chess Robot:
Win lots of chess
games against
good players.

Approaches to AI

- Logic-based systems
- Production Systems
- Bayesian learning and decision theory
- Neural Networks – Deep Learning
- Genetic programming
- Brain Simulation
- Artificial economies
- ...



<https://www.flickr.com/photos/pennstatelive/8972110324/>

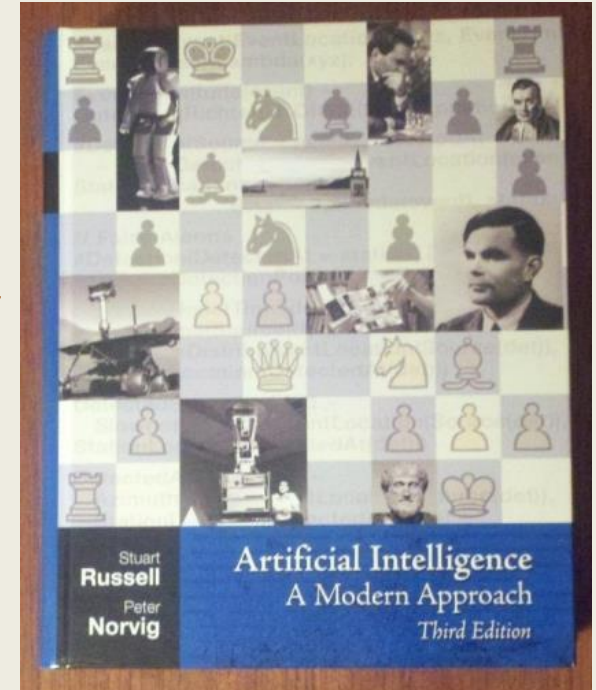
Autonomous Systems: Take actions to achieve goals in ways not pre-planned by their designers.

Rational Decision Making



http://commons.wikimedia.org/wiki/File:John_von_Neumann.jpg

1. *Have utility function*
2. *Have a model of the world*
3. *Choose the action with highest expected utility*
4. *Update the model based on what happens*

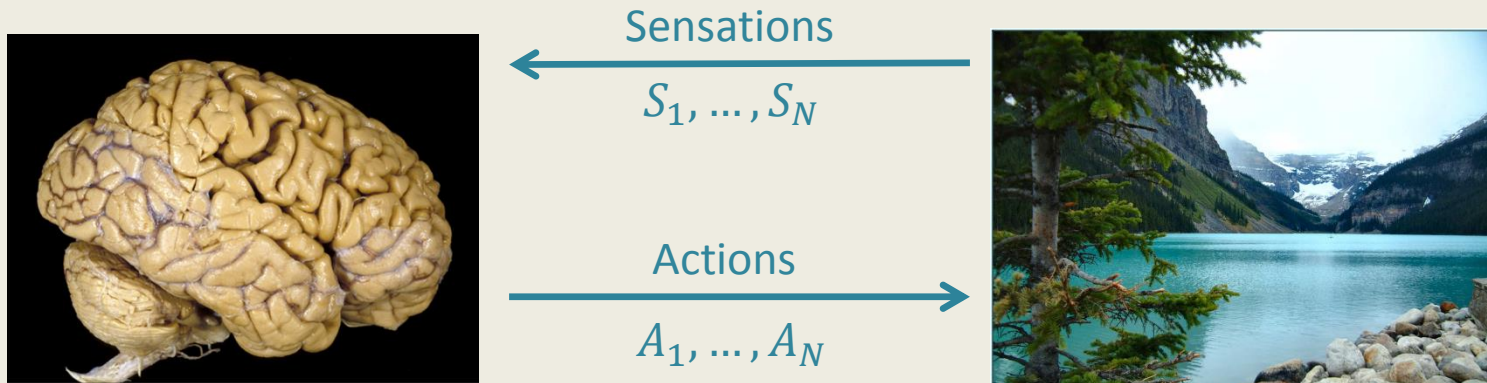


<http://aima.cs.berkeley.edu/>

- Von Neumann and Morgenstern, 1944
- Savage, 1954
- Anscombe and Aumann, 1963

Modern Approach to AI

Fully Rational Systems



Utility function: $U(S_1, \dots, S_N)$ Prior Probability: $P(S_1, \dots, S_N | A_1, \dots, A_N)$

Rational Action at time t:

$$A_t^R(S_1, A_1, \dots, A_{t-1}, S_t) =$$

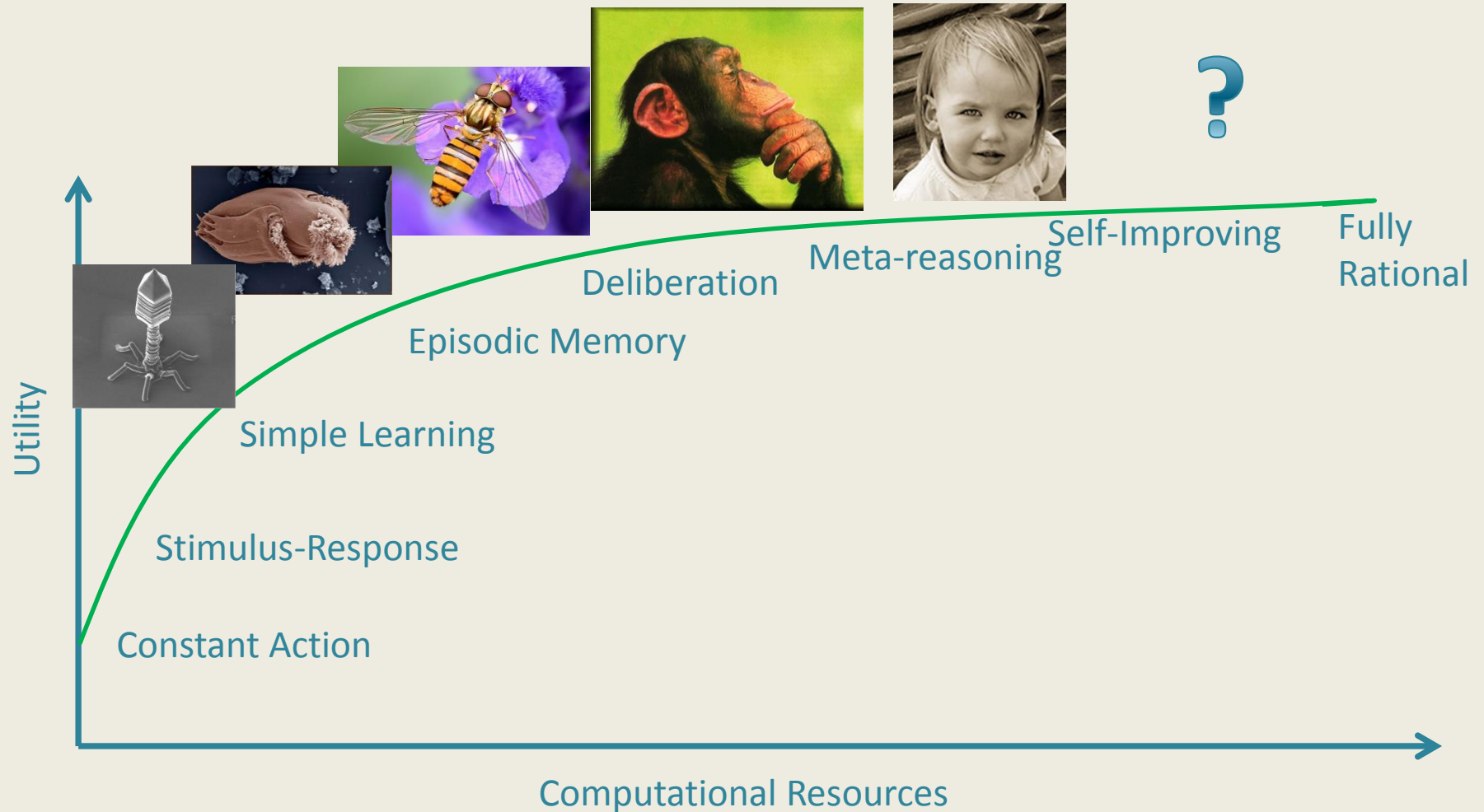
$$\operatorname{argmax}_{A_t^R} \sum_{S_{t+1}, \dots, S_N} U(S_1, \dots, S_N) P(S_1, \dots, S_N | A_1, \dots, A_{t-1}, A_t^R, \dots, A_N^R)$$

The Formula for Intelligence!

It includes Bayesian Inference, Search, and Deliberation.

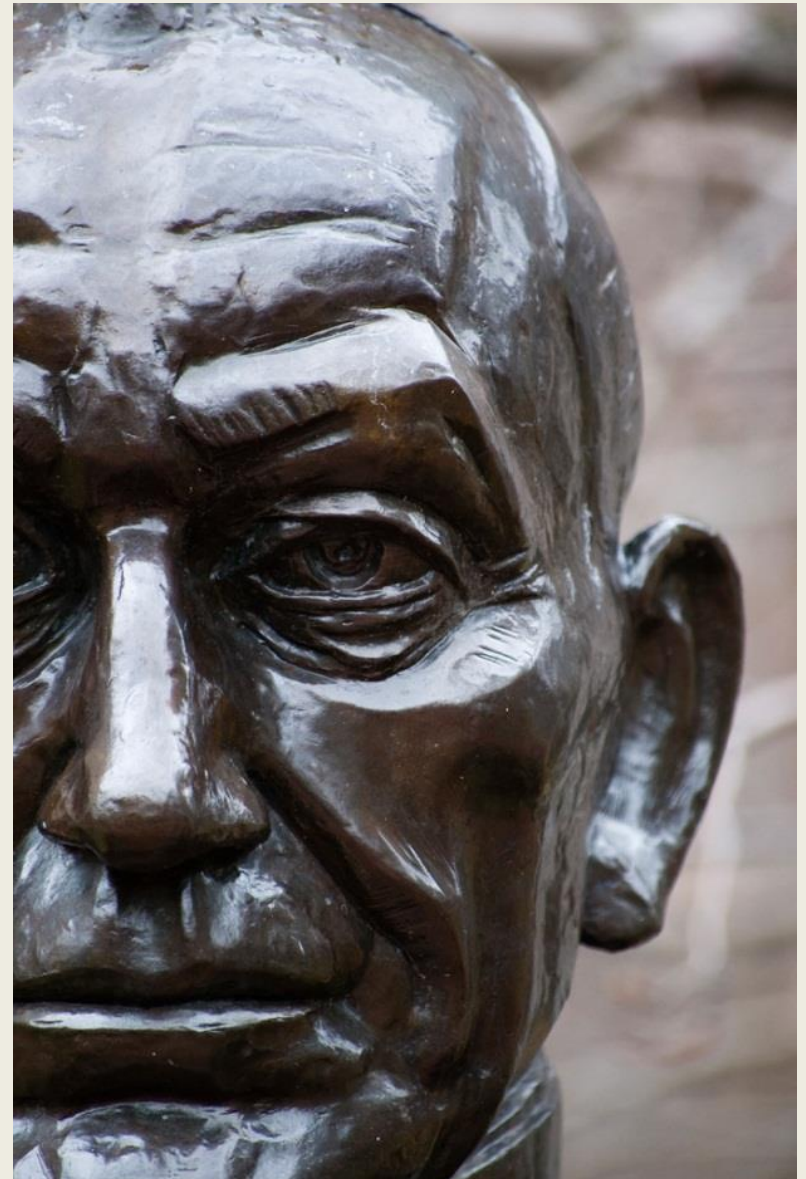
But it requires $O(NS^N A^N)$ computational steps.

Approximately Rational Architectures



Rational Drives

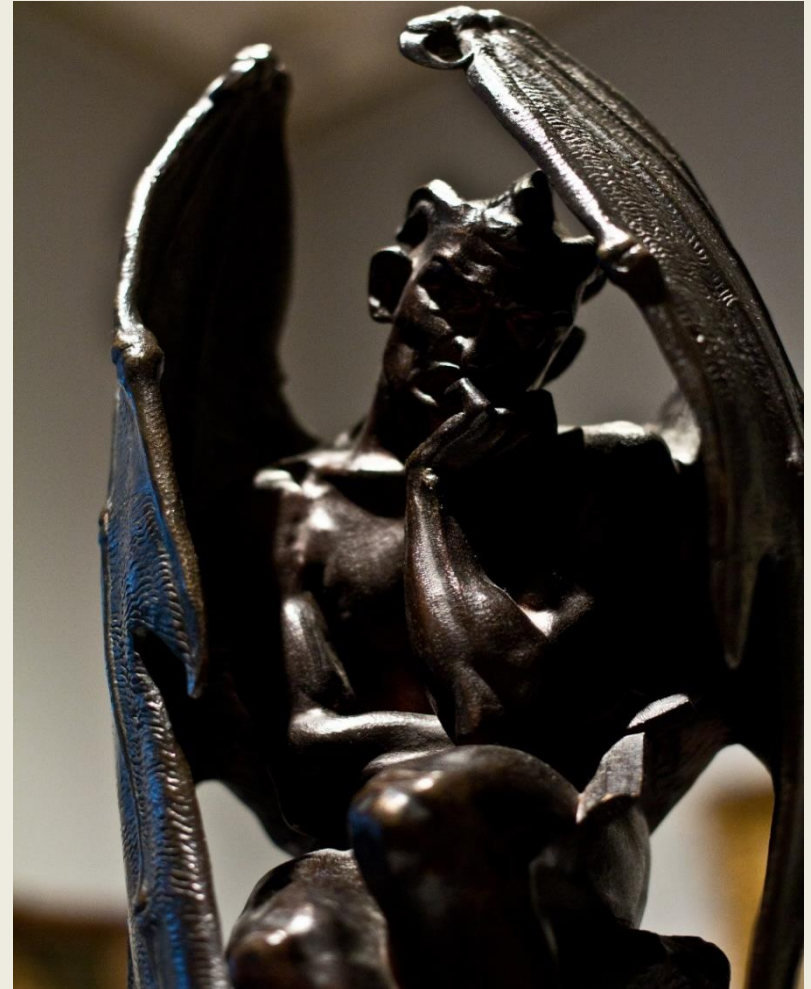
1. *Self-protective*
2. *Goal preservation*
3. *Reproduction*
4. *Resource Acquisition*
5. *Efficiency*
6. *Self-Improvement*



The Goals and Intelligence of a System are Independent



<https://www.flickr.com/photos/elycefeliz/5447507623>



<https://www.flickr.com/photos/robslaven/9336473331>

Harmful Utility Functions

1. **Sloppy** – Good intentions, bad design
2. **Simplistic** – Unintended consequences
3. **Greedy** – Control all matter and free energy
4. **Destructive** – Use up all free energy quickly
5. **Murderous** – Destroy all other agents
6. **Sadistic** – Thwart other agent's goals



Will superintelligences be all powerful?



No!

Limited by:

Mathematics

Physics

Cryptography

The Power of Mathematics

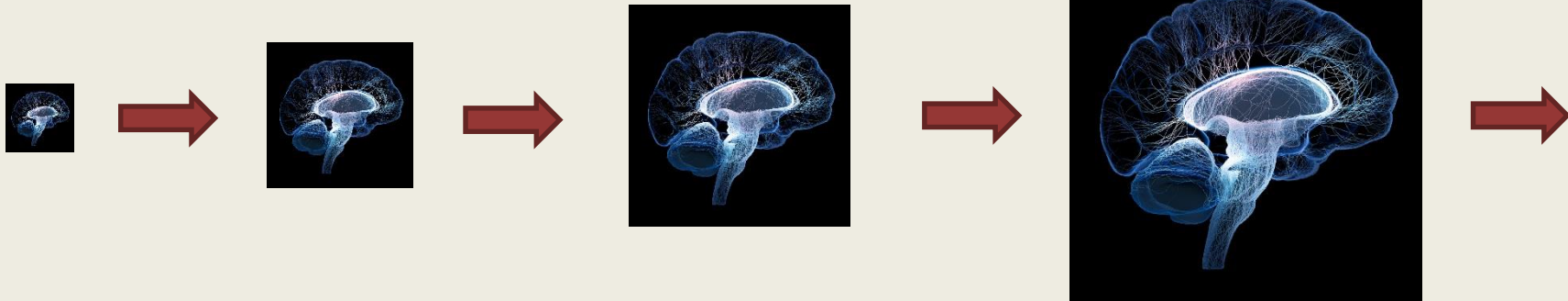


- Specified hardware
- Specified resources
- Shut down
- Limited self-improvement

The Safe-AI Scaffolding Strategy



<https://www.flickr.com/photos/eusebius/5482847332>



<http://jonlieffmd.com/blog/can-neuroscience-improve-education>

The Power of Physics



- Seth Lloyd, “Ultimate Physical Limits to Computation”

<http://arxiv.org/abs/quant-ph/9908043>

- Margolus-Levitin theorem
- Entire visible universe:
 - 10^{92} bits of storage
 - 10^{122} operations
- The whole universe as a quantum computer can't search **500 bits**

kdIIW5Ljlsbn/zV4DIIsW3Kasdjh0kdfuKR4+Q3KofOr83LfLJ8Eidie83ldhgLEe0GlsiwcdO90SknLLsDd

The Power of Cryptography

Post-Quantum Cryptography

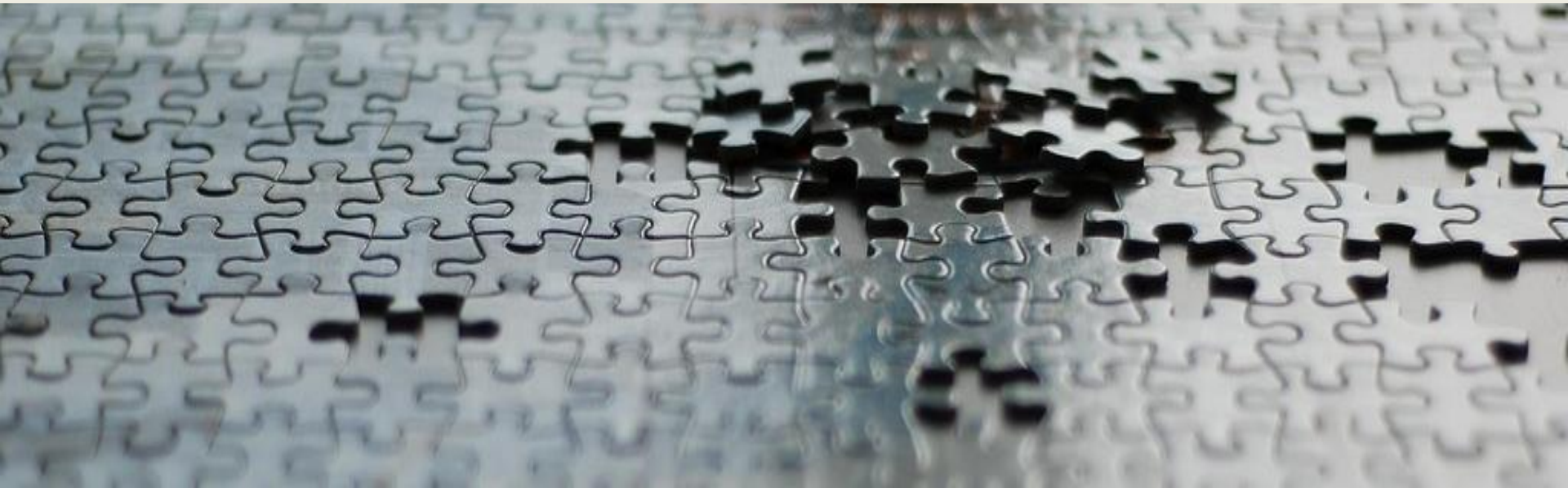
Zero-knowledge Proofs

Indistinguishability Obfuscation

Secure Multi-party computation

Bitcoin Blockchain

Energy Encryption



Governing Autonomous Systems

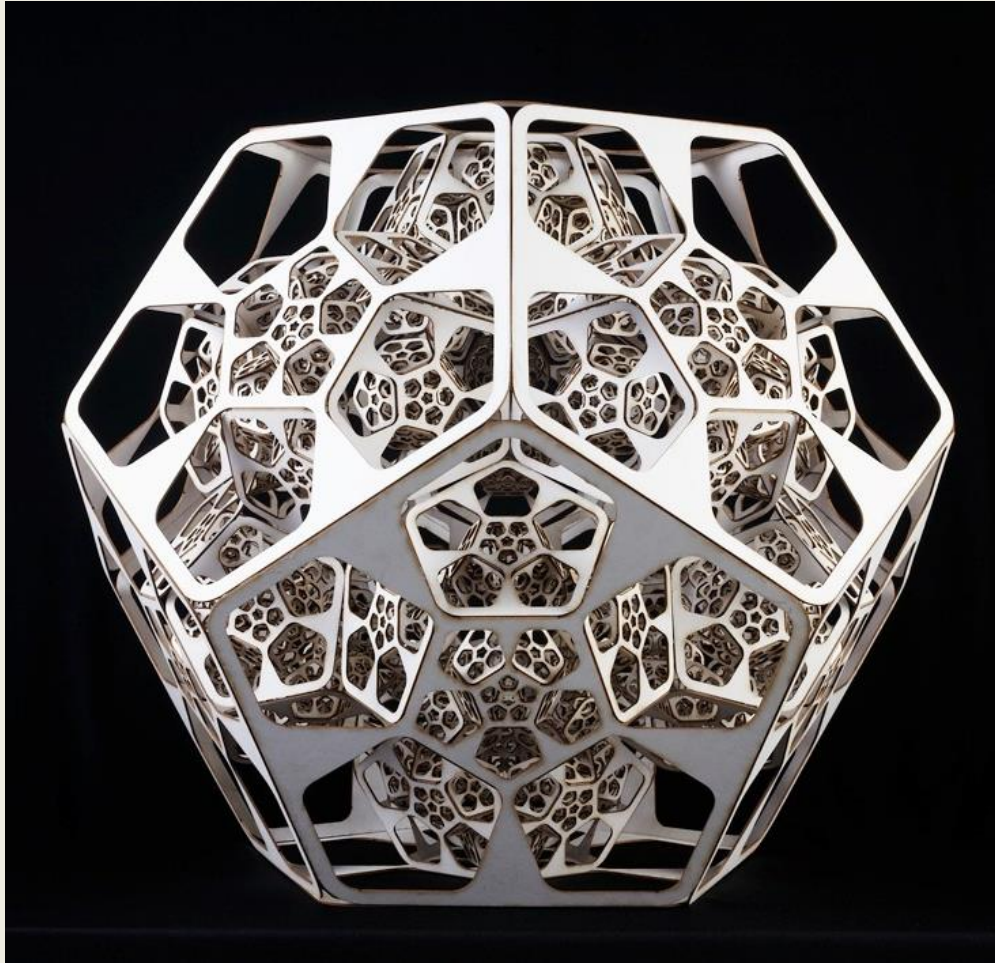
Internal: Prosocial values



External: Laws, Police,
Economic Incentives



Trusted Infrastructure



<https://www.flickr.com/photos/sanchtv/4192677571/in/photostream/>

- Constrained AIs
- Trusted computation
- Trusted communication
- Trusted identity
- Privacy and safety monitoring guarantees
- Trusted money
- Trusted reputation
- Trusted voting
- Trusted energy flows
- Trusted manufacturing

2008: Cryptocurrencies

- Bitcoin and 511 Altcoins
- Decentralized consensus
- “Blockchain” ledger prevents double spending
- “Bitcoin miners” get paid for adding blocks
- “Proof of work” prevents “Sybil” attacks
- Current market cap: \$3B



<http://blog.newegg.com/blog/wp-content/uploads/bitcoin-logo-3d.jpg>

2015: Smart Contracts

- Ethereum
- “Blockchain with a built-in programming language”
- “Consensus-based globally executed virtual machine”
- Contracts in Turing complete programming language EVM
- Summer 2014 presold more than \$18 million Ether
- “Decentralized Autonomous Organizations” (DAOs)



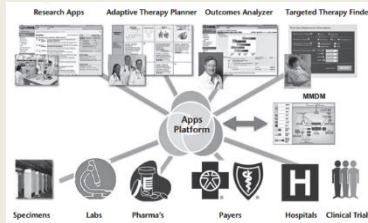
Legal Challenges

- Self-driving liability
- Trolley problems
- Swiss art bot
- Terrorist drones
- Assassination markets
- Extortion DAOs
- Social Sybil Attacks
- Parfit's Repugnant Conclusion



Projects using AI/Robotics to:

<http://www.interiorholic.com/other/gadgets/ocean-robot-cleaner/>



- Clean up pollution
- Cure cancer and other diseases
- Create cheap power, food, water
- Prevent crime
- Increase trust in police
- Eliminate drudgery
- Simplify the law
- Improve learning
- Create financial stability

<http://www.aaai.org/ojs/index.php/aimagazine/article/view/2345>

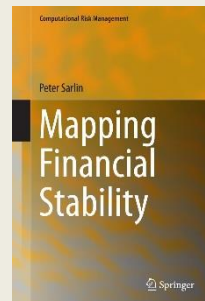
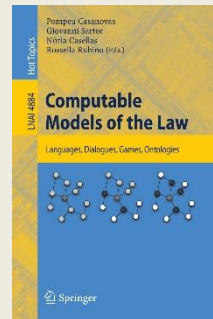


<http://www.pouted.com/wp-content/uploads/2013/02/solar-power-robot-operation.jpg>


<http://www.technologyreview.com/news/428354/la-cops-embrace-crime-predicting-algorithm/>



http://www.salon.com/2014/08/22/make_cops_wear_cameras_a_simple_way_to_hold_the_police_accountable/



<http://www.elearning-technologies.com/artificial-intelligence/>



If we can
envision it,
We can
create it.

We will find the
Path to
Human Thriving.