

DOWN THE RABBIT HOLE | BY NEVILLE CRAWLEY

Massively Fast Compute, AI Algorithms and Blockchain Development

I'm limiting this week's Rabbit Hole to three links which represent the rapid tick-tock of the trifecta of massively fast compute, AI algorithms and Blockchain development as I believe that these are the top three technology mega-trends of the 2015 - 2025 period (ex-Life Sciences innovation). Personally, I still believe that within these three mega-trends massively fast compute (Big Compute) will be the most world-changing, but clearly big compute hardware and algorithm development are deeply intertwined, and I believe we will start to see blockchain intertwine in a meaningful, although as-yet somewhat unclear, way with these other two technologies too.

That's a fast chip you got there, bud

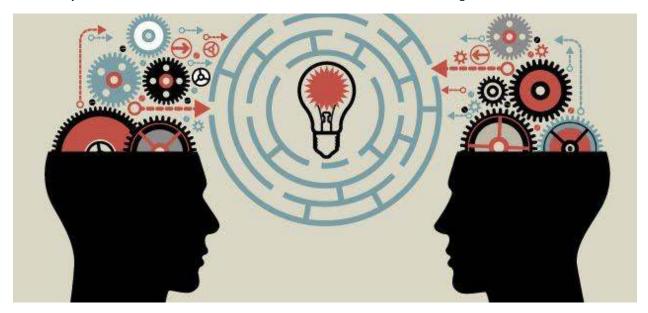
Very accessible CB Insights write up **here** and denser original paper **here** of a test of a Photonic computer chip which "mimics the way the human brain operates, but at 1000x faster speeds" with much lower energy requirements than today's chips. To state the obvious, the exciting/terrifying potential of chips like this becoming reality is that machines will be able to rapidly cumulatively learn while we humans are still limited by learning, passing on some fraction of that learning, and then dying, which is clearly a pretty inefficient process.





The future of AI learning: nature or nurture?

IEEE Spectrum provide an **overview** on a recent debate a between Yann LeCun and Gary Marcus at NYU's Center for Mind, Brain and Consciousness on whether or not AI needs more built-in cognitive machinery similar to that of humans and animals to achieve similar intelligence.



Blockchain for Wall Street

Bloomberg **reports** on a major breakthrough in cryptography which may have solved one of the biggest obstacles to using blockchain technology on Wall Street: keeping transaction data private. Known as a "**zero-knowledge proof**," the new code will be included in an Oct. 17 upgrade to the Ethereum blockchain, adding a level of encryption that lets trades remain private.





Disclosures

This commentary is being provided to you by individual personnel of Salient Partners, L.P. ("Salient"), including third-party sources, and is provided as general information only and should not be taken as investment advice. The opinions expressed in these materials represent the personal views of the author(s) and do not necessarily represent the opinions of Salient. It is not investment research or a research recommendation, as it does not constitute substantive research or analysis. Any action that you take as a result of information contained in this document is ultimately your responsibility. Salient will not accept liability for any loss or damage, including without limitation to any loss of profit, which may arise directly or indirectly from use of or reliance on such information. Consult your investment advisor before making any investment decisions. It must be noted, that no one can accurately predict the future of the market with certainty or guarantee future investment performance. Past performance is not a guarantee of future results.

Information contained herein may be sourced from third parties not affiliated with Salient or its affiliates. Salient is not responsible for the content of any information contained herein from such third party. Third-party views and opinions expressed within this document may differ materially from those of Salient.

Salient is not responsible for any third-party content that may be accessed through this web site. The distribution or photocopying of Salient information contained on or downloaded from this site is strictly prohibited without the express written consent of Salient.

Statements in this communication are forward-looking statements.

The forward-looking statements and other views expressed herein are as of the date of this publication. Actual future results or occurrences may differ significantly from those anticipated in any forward-looking statements, and there is no guarantee that any predictions will come to pass. The views expressed herein are subject to change at any time, due to numerous market and other factors. Salient disclaims any obligation to update publicly or revise any forward-looking statements or views expressed herein.

This information is neither an offer to sell nor a solicitation of any offer to buy any securities. Any offering or solicitation will be made only to eligible investors and pursuant to any applicable Private Placement Memorandum and other governing documents, all of which must be read in their entirety.

Salient commentary has been prepared without regard to the individual financial circumstances and objectives of persons who receive it. Salient recommends that investors independently evaluate particular investments and strategies, and encourage investors to seek the advice of a financial advisor. The appropriateness of a particular investment or strategy will depend on an investor's individual circumstances and objectives.

Epsilon Theory commentary is a copyright of Salient Partners, L.P., all rights reserved.

