Generalized Cross-Entropy Methods

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Abstract

The cross-entropy and minimum cross-entropy methods are well-known Monte Carlo simulation techniques for rare-event probability estimation and optimization. In this paper we investigate how these methods can be extended to provide a general non-parametric cross-entropy framework based on ϕ-divergence distance measures. We show how the χ^2 distance in particular yields a viable alternative to Kullback-Leibler distance. The theory is illustrated with various examples from density estimation, rare-event simulation and continuous multi-extremal optimization.

1   Introduction

In the standard cross-entropy (CE) method [20] the importance sampling density, also called proposal or *instrumental* density, is restricted to some parametric family, and the optimal instrumental density is found as the solution to a *parametric* CE minimization program, which, in special cases (in particular with multi-dimensional Bernoulli and Gaussian distributions) can be found explicitly, thus providing fast updating rules. In [19] a non-parametric alternative is developed, called minimum CE (MCE), which, like the standard CE method, aims to minimize the Kullback-Leibler (KL) CE distance. Instead of minimizing the distance within a parametric model, the MCE method minimizes the CE distance over all possible densities satisfying certain generalized moment matching constraints. Thus, in contrast to the standard CE method, a *functional* optimization program is solved. The MCE method suggests the possibility of searching for an instrumental density in a non-parametric way, i.e., without the imposition of a fixed parametric model for the importance sampling pdf.

In both the CE and MCE methods the principal measure of interest is the KL CE. Kesavan and Kapur [15] argue that one could also use the more general Havrda-Charvát one-parameter family [12] as the distance measure between densities. Unfortunately, the solutions to the corresponding functional optimization program are not necessarily positive functions (probability densities), as is the case with the KL CE. Recently, however, it was shown [6] that if the equality constraints in the functional optimization program are replaced by *inequality* constraints, valid solutions (probability densities) to quite general functional CE minimization programs can be found. A particularly useful CE distance is the χ^2 distance, which has several advantages, including an intuitive "least-squares" distance interpretation and easy sampling from the resulting model.

In this paper we explain and explore how the non-parametric framework can be used for rare-event estimation and optimization, paying particular attention to the χ^2 distance. For both rare-event simulation and optimization the crucial point is to choose the instrumental density as close as possible to the target density (e.g., the minimum-variance IS density). Our aim is to develop non-parametric methods for obtaining good instrumental densities that (1) are flexible enough to approximate the target pdf well, and (2) are easy enough to sample from. In particular, we will focus on *kernel mixture densities*, which arise naturally from CE minimization using the χ^2 distance, and have a close connection with *density estimation*, see, e.g., [21], [26].

The rest of the paper is organized as follows. We start, in Section 2, with some background on the CE method. In Section 3 we provide the generalized CE (GCE) framework, and show how both CE and MCE are special cases. Moreover, we present a χ^2 GCE program as a convenient alternative to the conventional KL program. In Section 4 we indicate how the GCE method can be applied to density estimation, rare estimation and optimization. This is illustrated by numerical experiments in Section 5. Finally, in Section 6 we formulate our conclusions and give directions for future research.

2   The CE Method

The CE method is a well-known Monte Carlo technique for rare-event estimation and optimization [20]. In the estimation setting, the CE method provides an adaptive way to approximate the optimal importance sampling distribution for quite general problems. By formulating an optimization problem as an estimation problem, the CE method becomes a general and powerful stochastic search algorithm. The method is based on a simple iterative procedure where each iteration contains two phases: (a) generate a random data sample (trajectories, vectors, etc.) according to a specified mechanism; (b) update the parameters of the random mechanism on the basis of the data, in order to produce a "better" sample in the next iteration. This last step involves minimizing the KL CE distance between the optimal importance sampling density and the instrumental density.

Specifically, consider the estimation of

$$\ell = \mathbb{P}_{\mathbf{u}}(S(\mathbf{X}) \geqslant \gamma) = \mathbb{E}_{\mathbf{u}} I_{\{S(\mathbf{X}) \geqslant \gamma\}} \,, \tag{1}$$

for some fixed level γ. Here, $S(\mathbf{X})$ is the sample performance, $\mathbf{X}$ a random vector with pdf $f(\cdot; \mathbf{u})$, belonging to some parametric family $\{f(\cdot; \mathbf{v}), \mathbf{v} \in \mathscr{V}\}$ and $\{S(\mathbf{X}) \geqslant \gamma\}$ is a rare event. We can estimate ℓ using the importance sampling (IS) estimator

$$\hat{\ell} = \frac{1}{N} \sum_{k=1}^{N} I_{\{S(\mathbf{X}_k) \geqslant \gamma\}} W(\mathbf{X}_k; \mathbf{u}, \mathbf{v}), \tag{2}$$

where $\mathbf{X}_1, \ldots, \mathbf{X}_N$ is a random sample from $f(\mathbf{x}; \mathbf{v})$, and $W(\mathbf{X}_k; \mathbf{u}, \mathbf{v}) = \frac{f(\mathbf{X}_k; \mathbf{u})}{f(\mathbf{X}_k; \mathbf{v})}$ is the likelihood ratio.

The challenging problem is how to select a vector $\mathbf{v}$ that gives the most accurate estimate of ℓ for a fixed simulation effort. The ideal (zero variance) importance sampling density is given by

$$\pi(\mathbf{x}) = \frac{f(\mathbf{x}; \mathbf{u}) \, I_{\{S(\mathbf{x}) \geqslant \gamma\}}}{\ell} \, .$$

The idea behind the CE method is to choose $\mathbf{v}$ such that the KL CE distance between π and $f(\cdot; \mathbf{v})$ is minimized. That is, minimize

$$\mathcal{D}(\pi \to f(\cdot; \mathbf{v})) = \mathbb{E}_\pi \ln \frac{\pi(\mathbf{X})}{f(\mathbf{X}; \mathbf{v})} \, . \tag{3}$$

This implies that the optimal reference parameter $\mathbf{v}^*$ is given by

$$\mathbf{v}^* = \underset{\mathbf{v} \in \mathscr{V}}{\operatorname{argmax}} \, \mathbb{E}_\mathbf{u} I_{\{S(\mathbf{X}) \geqslant \gamma\}} \ln f(\mathbf{X}; \mathbf{v}) \, , \tag{4}$$

which can, in principle, be estimated using

$$\underset{\mathbf{v} \in \mathscr{V}}{\operatorname{argmax}} \, \frac{1}{N} \sum_{k=1}^N I_{\{S(\mathbf{X}_k) \geqslant \gamma\}} \ln f(\mathbf{X}_k; \mathbf{v}) \, , \tag{5}$$

with $\mathbf{X}_1, \ldots, \mathbf{X}_N \sim_{iid} f(\cdot; \mathbf{u})$. However, this is void of meaning if $\{S(\mathbf{X}) \geqslant \gamma\}$ is a rare event under $f(\cdot; \mathbf{u})$, since it is likely that all indicators in the sum above are zero. To circumvent this problem a multi-level approach is used, where a sequence of reference parameters $\{\mathbf{v}_t, \, t \geqslant 0\}$ and a sequence of levels $\{\gamma_t, \, t \geq 1\}$ are generated, while iterating in both γ_t and $\mathbf{v}_t$.

In particular, starting from $\mathbf{v}_0 = \hat{\mathbf{v}}_0 = \mathbf{u}$, one proceeds as follows:

1. **Adaptive updating of γ_t.** For a fixed $\mathbf{v}_{t-1}$, let γ_t be the $(1-\varrho)$-quantile of $S(\mathbf{X})$ under $\mathbf{v}_{t-1}$. Here ϱ is a user-specified parameter supplied to the algorithm in advance. To estimate γ_t, draw a random sample $\mathbf{X}_1, \ldots, \mathbf{X}_N$ from $f(\cdot; \hat{\mathbf{v}}_{t-1})$ and evaluate the sample $(1-\varrho)$-quantile $\hat{\gamma}_t$.

2. **Adaptive updating of $\mathbf{v}_t$.** For fixed γ_t and $\mathbf{v}_{t-1}$, derive $\mathbf{v}_t$ as

$$\mathbf{v}_t = \underset{\mathbf{v} \in \mathscr{V}}{\operatorname{argmax}} \, \mathbb{E}_{\mathbf{v}_{t-1}} I_{\{S(\mathbf{X}) \geqslant \gamma_t\}} W(\mathbf{X}; \mathbf{u}, \mathbf{v}_{t-1}) \ln f(\mathbf{X}; \mathbf{v}) \, . \tag{6}$$

The stochastic counterpart of (6) is as follows: for fixed $\hat{\gamma}_t$ and $\hat{\mathbf{v}}_{t-1}$, derive $\hat{\mathbf{v}}_t$ as the solution

$$\hat{\mathbf{v}}_t = \underset{\mathbf{v} \in \mathscr{V}}{\operatorname{argmax}} \, \frac{1}{N} \sum_{\mathbf{X}_k \in \mathcal{E}_t} W(\mathbf{X}_k; \mathbf{u}, \hat{\mathbf{v}}_{t-1}) \ln f(\mathbf{X}_k; \mathbf{v}) \, , \tag{7}$$

where $\mathcal{E}_t$ is the *set of elite samples* on the t-th iteration, that is, the samples $\mathbf{X}_k$ for which $S(\mathbf{X}_k) \geqslant \hat{\gamma}_t$.

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The procedure terminates when, at some iteration T, a level $\hat{\gamma}_T$ is reached which is at least γ, at which point the original value of γ can be used without too few samples having non-zero indicators. We then reset $\hat{\gamma}_T$ to γ, reset the corresponding elite set, and deliver the final reference parameter $\hat{\mathbf{v}}^*$, using (7) as before. This $\hat{\mathbf{v}}^*$ is then used in (2) to estimate ℓ.

The following toy example explains the essence of the CE method and will be used later on to motivate the MCE method. All of these methods and ideas will be unified in a single framework which we call the generalized CE (GCE) framework.

Example 1 (Exponential Distribution) Suppose we wish to estimate via simulation the probability $\ell = \mathbb{P}_u(X \geq \gamma)$, with X exponentially distributed with mean u; we write $X \sim \mathsf{Exp}(u^{-1})$. Suppose further that γ is large in comparison with u, so that $\ell = \mathrm{e}^{-\gamma/u}$ is a rare event probability. The updating formula for $\hat{v}_t$ in (7) follows from the solution v to

$$\frac{\partial}{\partial v} \sum_{X_k \in \mathcal{E}_t} W_k \ln\left(v^{-1}\mathrm{e}^{-X_k/v}\right) = -\sum_{X_k \in \mathcal{E}_t} W_k \frac{1}{v} + \sum_{X_k \in \mathcal{E}_t} W_k \frac{X_k}{v^2} = 0 \,,$$

where $W_k = \mathrm{e}^{-X_k(u^{-1}-v^{-1})}v/u$, yielding

$$\widehat{v}_t = \frac{\sum_{X_k \in \mathcal{E}_t} W_k X_k}{\sum_{X_k \in \mathcal{E}_t} W_k} \,. \tag{8}$$

In other words, $\hat{v}_t$ is simply the sample mean of the elite samples, weighted by the likelihood ratios $\{W_k\}$.

Similarly, the *deterministic* updating formula (6) gives

$$v_t = \frac{\mathbb{E}_{\mathbf{u}} I_{\{X \geqslant \gamma_t\}} X}{\mathbb{E}_{\mathbf{u}} I_{\{X \geqslant \gamma_t\}}} = \mathbb{E}_{\mathbf{u}}[X \mid X \geqslant \gamma_t] = \gamma_t + u \,,$$

where $\gamma_t = -v_{t-1} \ln \varrho$ is the $(1 - \varrho)$-quantile of the $\mathsf{Exp}(v_{t-1}^{-1})$ distribution. The CE optimal parameter is $v^* = \gamma + u$. The relative error of $\hat{\ell}$, that is, $\mathrm{RE} = \mathrm{Std}(\hat{\ell})/\ell$, under any $v > u/2$ is (see [20], page 77):

$$\mathrm{RE} = \frac{1}{\sqrt{N}} \left(\frac{v^2 \mathrm{e}^{\gamma/v}}{u(2v-u)} - 1 \right)^{\frac{1}{2}} \,.$$

Substituting $v = v^* = \gamma + u$ shows that the relative error grows proportional to $\sqrt{\gamma}$. More specifically, for fixed u, $\mathrm{RE} \sim \sqrt{\frac{\gamma \mathrm{e}}{N 2u}}$ as $\gamma \to \infty$. Thus the estimator (2) under the CE reference parameter v^* is *polynomial*. This is in contrast to the crude Monte Carlo (CMC) estimator ($v = u$) which is *exponential*, i.e., $\mathrm{RE} \sim \frac{\mathrm{e}^{\frac{\gamma}{2u}}}{\sqrt{N}}$ as $\gamma \to \infty$. For comparison, the minimum variance parameter (see [20], page 77) is $_*v = (\gamma + u + \sqrt{\gamma^2 + u^2})/2 \sim \gamma + u/2$, $\gamma \to \infty$, which gives asymptotically the same relative error as the CE case. $\qquad \square$

Although in the example above both CE and VM yield substantial variance reduction compared with CMC, the relative errors still increase with γ, in both cases. To contrast, the zero-variance IS pdf is a shifted exponential pdf, given by $\pi(x) = I_{\{x \geqslant \gamma\}} u^{-1} e^{-(x-\gamma)u^{-1}}$. This suggests looking for g in a larger class of distributions. For instance in Example 1 one could consider the class of shifted exponentials.

Example 2 (Cauchy Density, Example 1 Continued) Suppose we choose as instrumental density in Example 1 the Cauchy density, that is, $g(x; h, \mu) = \frac{h}{\pi} \left(h^2 + (x - \mu)^2 \right)^{-1}$. We wish to find the parameters h and μ that give minimal variance for the corresponding IS estimator $\hat{\ell}$. By standard arguments (see [20]) this means minimizing

$$\mathbb{E}_\pi \frac{\pi(X)}{g(X; h, \mu)} \tag{9}$$

with respect to the parameters h and μ. Here the target $\pi(x) = I_{\{x \geqslant \gamma\}} f(x; u)/\ell \propto I_{\{x \geqslant \gamma\}} e^{-x/u}$ is again the optimal IS pdf. Now (9) is proportional to

$$\int_\gamma^\infty \frac{1}{h} e^{-2x/u} \left(h^2 + (x - \mu)^2 \right) dx = \frac{u\, e^{-2\gamma/u}}{4h} \left(2h^2 + (\gamma - \mu)^2 + (u + \gamma - \mu)^2 \right),$$

which has extrema at $(\mu, h) = (\gamma + u/2, \pm u/2)$. We take the solution with $h > 0$, leaving $(_*\mu, _*h) = (\gamma + u/2, u/2)$ as the parameter pair that minimizes the variance of $\hat{\ell}$. The corresponding minimum is

$$\int_\mathbb{R} \frac{\pi^2(x; u)}{g(x; _*\mu, _*h)} dx = \int_\gamma^\infty (\ell u)^{-2} e^{-2x/u} \frac{2\pi}{u} \left(\frac{u^2}{4} + \left(x - \left(\gamma + \frac{u}{2} \right) \right)^2 \right) dx$$

$$= \frac{1}{\ell^2} N \mathbb{E}_{*g}[\hat{\ell}^2] = \frac{\pi}{2}$$

and the relative error of the minimum variance Cauchy estimator is given by

$$\text{RE} = \frac{\text{Std}_{*g}(\hat{\ell})}{\ell} = \frac{\sqrt{(\frac{\pi}{2} \ell^2 - \ell^2)/N}}{\ell} = \left(\frac{\pi - 2}{2N} \right)^{\frac{1}{2}}.$$

Thus, we have a relative error which does not depend on γ, so that an estimator with *bounded* relative error is obtained. □

3   The GCE Framework

The GCE framework [5, 6] is a natural generalization and unification of the ideas behind the MCE and CE methods [19, 20] and the maximum entropy principle of [14]. Similar to the MCE method, the idea is to choose the instrumental pdf as close to some *prior* pdf as possible, while at the same time satisfying certain (generalized) moments constraints. These constraints enforce a moment matching condition between the model (instrumental pdf) and the target (optimal importance sampling) pdf.

To explain the GCE framework, recall that the idea behind the CE method is to choose the instrumental density g such that the KL CE distance between the optimal (minimum variance) importance sampling density π and g is minimal. If we search for the optimal g over all densities, then g is the solution of the *functional* optimization program $\min_g \mathcal{D}(\pi \to g)$. The solution to this functional optimization program is $g = \pi$, which is not useful because π is unknown. In the CE method this problem is resolved by restricting the space of densities within which we search for g to be a parametric family of densities, say $\{f(\cdot; \mathbf{v}), \mathbf{v} \in \mathcal{V}\}$. Thus instead of solving a functional optimization problem one solves the *parametric* optimization problem $\min_{\mathbf{v}} \mathcal{D}(\pi \to f(\cdot; \mathbf{v}))$. In many cases the parametric family $\{f(\cdot; \mathbf{v}), \mathbf{v} \in \mathcal{V}\}$ can be quite a rigid and inflexible model for the target π. Thus some important questions that arise are: Is it possible to obtain an instrumental pdf in a *non-parametric way*, that is, not directly linked to a class of parameterized densities? Is it possible to modify the functional optimization problem $\min_g \mathcal{D}(\pi \to g)$ to obtain a useful instrumental which is close to but not immediately identical to π? Moreover, is the KL CE distance the best distance criterion for obtaining a good instrumental pdf? Is it possible to use more general distance measures, such as the Csiszár family of distances, to obtain useful instrumental densities? These questions motivate the following non-parametric procedure of getting close to the target π, where "closeness" is measured by a generalized CE distance.

GCE Program

1. Given an a-priori probability density p on the set $\mathscr{X} \subset \mathbb{R}^n$,

2. minimize the Csiszár ϕ-divergence (measure of CE):

$$\mathcal{D}(g \to p) = \int_{\mathscr{X}} p(\mathbf{x}) \, \phi\left(\frac{g(\mathbf{x})}{p(\mathbf{x})}\right) d\mathbf{x}$$

   over all probability densities g, where ϕ is any continuous twice-differentiable function, with $\phi(1) = 0$ and $\phi''(x) > 0$, $x > 0$,

3. subject to the *generalized moment matching* constraints (equalities or inequalities):

$$\mathbb{E}_g K_i(\mathbf{X}) = \int_{\mathscr{X}} g(\mathbf{x}) \, K_i(\mathbf{x}) \, d\mathbf{x} \quad \gtreqless \quad \kappa_i \, , \quad i = 0, \ldots, m, \qquad (10)$$

   where $\{K_i : \mathbb{R}^n \to \mathbb{R}\}_{i=1}^m$ is a set of linearly independent smooth functions called *kernels*, and $\kappa_i = \mathbb{E}_\pi K_i(\mathbf{X})$, $i = 1, \ldots, m$ (in practice κ_i is estimated via a Monte Carlo estimate $\hat{\kappa}_i$ to be discussed later on). For notational simplicity we set $K_0 \equiv 1, \kappa_0 = 1$ and insist that the zeroth constraint (the constraint corresponding to $i = 0$) always be a strict equality constraint so that the function g integrates to unity.

To solve the above optimization problem we employ the Karush-Kuhn-Tucker (KKT) theory [16] of constrained optimization which is a generalization

of the usual Lagrangian theory of constrained optimization. Traditional KKT theory applies to finite-dimensional vector spaces but it has been shown [8, 4, 3] that it can be extended to infinite-dimensional functional spaces as well. Using the KKT theory and *ignoring the non-negativity constraint* on g, we have the following proposition (for details see [6]).

Proposition 1 *The solution to the GCE program is given by:*

$$g(\mathbf{x}) = p(\mathbf{x}) \, \Psi' \left(\sum_{i=0}^{m} \lambda_i \, K_i(\mathbf{X}) \right), \quad \Psi' = \phi'^{-1}, \tag{11}$$

where the $\{\lambda_i\}_{i=0}^{m}$ are Lagrange multipliers which solve the convex optimization program:

$$\max_{\boldsymbol{\lambda}, \lambda_0} \quad \sum_{i=0}^{m} \lambda_i \, \kappa_i - \mathbb{E}_p \, \Psi \left(\sum_{i=0}^{m} \lambda_i \, K_i(\mathbf{X}) \right) \tag{12}$$

$$\text{subject to:} \quad \boldsymbol{\lambda} \geqslant \mathbf{0}, \tag{13}$$

where $\boldsymbol{\lambda} = [\lambda_1, \ldots, \lambda_m]^T$.

The inequality constraint $\boldsymbol{\lambda} \geqslant \mathbf{0}$ is enforced only when the moment matching constraints (10) are inequality constraints. If the moment constraints are equalities, then the constraint (13) is omitted. Since the zeroth constraint is always a strict equality, λ_0 is not included in (13).

Remark 1 (Non-negativity of g) Note that, since we have ignored the non-negativity constraint on g in the proposition, (11) is typically not a non-negative function. For some choices of ϕ, however, the non-negativity constraint $g(\mathbf{x}) \geqslant 0$ need not be imposed explicitly. In particular, if $\phi(x) = x \ln(x) - x + 1$, corresponding to minimization of the KL distance, then $\Psi'(x) = \exp(x)$ and the condition $g(\mathbf{x}) \geqslant 0$ is automatically satisfied. In this case the proposition above yields the unique optimal solution. For a general ϕ, however, the non-negativity constraint has to be enforced explicitly. We will explain one practical way of achieving non-negativity for g later on. For an interesting theoretical treatment of the non-negativity constraint see [3].

Remark 2 In the GCE approach one always takes the uniform density on $\mathscr{X}$ to be the most uninformative prior. Similar to the Bayesian methodology the uniform prior could be an *improper* density, i.e., one can take $p(\mathbf{x}) \propto 1$, $\forall \mathbf{x} \in \mathscr{X}$, without any reference to the value of the normalizing constant. The prior p can be assumed to be an improper uniform density over the set $\mathscr{X}$ as long as the integration in (12) with weight p can be carried out. Note, however, that in the Bayesian approach the most uninformative priors are the so called *Jeffrey's priors* (see [9]).

Apart from the problem of choosing the distance measure $\mathcal{D}$, we also need to decide which features of the target density need to be modeled, i.e., which moment matching constraints need to be enforced. We consider a number of features and argue that the most convenient "closeness" measures are the KL and χ^2 distances.

The MCE method [19]

The MCE method is obtained as a special case of the GCE framework by choosing $\phi(x) = x \ln x - x + 1$ (so that $\Psi'(x) = \exp(x)$), corresponding to the minimization of the KL CE distance, and by taking *equality* constraints in (10). It follows from (11) that

$$g(\mathbf{x}) = p(\mathbf{x}) \exp \left(\sum_{i=0}^{m} \lambda_i \, K_i(\mathbf{x}) \right) , \tag{14}$$

where the Lagrange multipliers are determined from the unconstrained maximization of the convex programming problem (12). This convex optimization problem can be solved by equating the corresponding gradient to zero, which leads to the following set of non-linear equations:

$$\mathbb{E}_p \exp \left(\sum_{k=0}^{m} \lambda_k \, K_k(\mathbf{X}) \right) K_i(\mathbf{X}) = \kappa_i , \quad i = 0, \ldots, m. \tag{15}$$

The solution gives the unique optimal $g(\mathbf{x})$ for the MCE method. Note that λ_0 and the equation for $i = 0$ correspond to the normalization constraint $\int_{\mathscr{X}} g(\mathbf{x}) d\mathbf{x} = 1$.

The expectations on the left-hand side of (15) typically have to be estimated via an empirical average to give the *stochastic counterpart* of (15):

$$\frac{1}{N} \sum_{j=1}^{N} \exp \left(\sum_{k=0}^{m} \lambda_k \, K_k(\mathbf{X}_j) \right) K_i(\mathbf{X}_j) = \hat{\kappa}_i, \quad \{\mathbf{X}_j\}_{j=1}^{N} \sim_{iid} p, \quad i = 0, \ldots, m,$$

where $\hat{\kappa}_i$, $i \geqslant 1$ is, for example, the IS estimate $\sum_{j=1}^{N} \frac{\pi(\mathbf{X}_j)}{p(\mathbf{X}_j)} K_i(\mathbf{X}_j) \Big/ \sum_{j=1}^{N} \frac{\pi(\mathbf{X}_j)}{p(\mathbf{X}_j)}$ of $\mathbb{E}_\pi K_i(\mathbf{X})$. Simulation from (14) is in general feasible only via an Accept-Reject or a Markov Chain Monte Carlo algorithm. As mentioned in Remark 1, the non-negativity of (14) is ensured by its exponential functional form.

Remark 3 Note that the above MCE updating formulas can be obtained by choosing as the instrumental density the following parametric pdf:

$$g(\mathbf{x}; \boldsymbol{\lambda}) = \frac{p(\mathbf{x}) \exp \left(\sum_{i=1}^{m} \lambda_i \, K_i(\mathbf{x}) \right)}{\mathbb{E}_p \exp \left(\sum_{i=1}^{m} \lambda_i \, K_i(\mathbf{X}) \right)} \tag{16}$$

and then solving the parametric minimization program

$$\min_{\boldsymbol{\lambda}} \; \mathbb{E}_\pi \ln \frac{p(\mathbf{X})}{g(\mathbf{X}; \boldsymbol{\lambda})}, \tag{17}$$

without any constraints on the parameters $\boldsymbol{\lambda}$. Thus (17) and (14) are identical and correspond to choosing a model pdf from the general exponential family [17]. The minimization program (17) and the instrumental (16) are reminiscent of the CE minimization programs discussed previously. An important difference, however, is that here we can much more easily incorporate prior information via p.

Example 3 (Exponential Distribution, Example 1 Continued) Now we consider the MCE approach to Example 1, using $K_1(x) = x$ ($K_0 \equiv 1$) and an improper prior $p(x) = 1$ on $[0, \infty)$. Equation (14) then becomes the exponential density $g(x) = e^{\lambda_0 + \lambda_1 x}$. Matching the zeroth equation in (15) normalizes g to give $g(x) = I_{\{x \geqslant 0\}}(-\lambda_1)e^{\lambda_1 x}$ and solving the $i = 1$ equation yields: $-\lambda_1 \int_0^\infty e^{\lambda_1 x} x \, dx = \kappa_1 = \mathbb{E}_\pi X$. Thus the optimal value of the Lagrange multiplier in this case is $\lambda_1^* = \frac{-1}{\mathbb{E}_\pi X} = \frac{-1}{\gamma + u}$, which gives the same optimal density as in Example 1 (only the parameterization is different). It seems that by using a single moment constraint in (15) we have not gone beyond what the CE method can already do. In the MCE method, however, one can more easily incorporate prior information via p with the objective of getting closer to the target π. In particular for this example we can take $p(x) = I_{\{x \geqslant \gamma\}}$, that is, 1 on $[\gamma, \infty)$, and 0 otherwise, indicating complete lack of prior information other than that the instrumental should be 0 for $x < \gamma$ (because we know that the minimal variance pdf π, regardless of its functional form, is 0 for $x < \gamma$).

From (16) and (17) the form of the MCE instrumental density is

$$g(x) = \frac{I_{\{x \geqslant \gamma\}} e^{\lambda_1 x}}{\int I_{\{x \geqslant \gamma\}} e^{\lambda_1 x} dx} = I_{\{x \geqslant \gamma\}}(-\lambda_1) e^{\lambda_1 (x - \gamma)}, \tag{18}$$

where $\lambda_1 < 0$ is obtained from minimizing $\mathbb{E}_\pi \ln \frac{p(X)}{g(X)}$, that is,

$$\lambda_1 = \underset{\lambda < 0}{\operatorname{argmax}} \int_\gamma^\infty \pi(x) \ln g(x) dx = \underset{\lambda < 0}{\operatorname{argmax}}[\ln(-\lambda) + u\lambda] = -u^{-1} \, .$$

In other words, $g(x) = I_{\{x \geqslant \gamma\}} u^{-1} e^{-(x - \gamma)u^{-1}}$, which happens to be the zero-variance IS density. $\qquad \square$

The CE method

We now demonstrate that the CE method is a special case of the GCE framework when in the CE method we consider instrumentals from an exponential family [17], that is, densities of the form

$$g(\mathbf{x}; \boldsymbol{\lambda}) = \frac{\exp\left(\sum_{k=1}^m \lambda_k K_k(\mathbf{x})\right)}{\int \exp\left(\sum_{k=1}^m \lambda_k K_k(\mathbf{x})\right) d\mathbf{x}},$$

where $\{K_i\}_{i=1}^m$ and $\{\lambda_i\}_{i=1}^m$ are called the *natural statistics* and *natural parameters*. In this case the parametric minimization program $\min_{\boldsymbol{\lambda}} \mathbb{E}_f \ln(\pi(\mathbf{X})/g(\mathbf{X}; \boldsymbol{\lambda}))$ is equivalent to the maximization program $\max_{\boldsymbol{\lambda}} \mathbb{E}_\pi \ln g(\mathbf{X}; \boldsymbol{\lambda})$. Since g is in the exponential family, the maximization problem is concave. Setting the gradient equal to zero and assuming the expectation and differential operator can be interchanged, we have $\mathbb{E}_\pi \nabla \ln g(\mathbf{X}; \boldsymbol{\lambda}) = \mathbf{0}$. Thus we can write, for $i = 1, \ldots, m$:

$$\frac{\int \exp\left(\sum_{k=1}^m \lambda_k K_k(\mathbf{x})\right) K_i(\mathbf{x}) \, d\mathbf{x}}{\int \exp\left(\sum_{k=1}^m \lambda_k K_k(\mathbf{x})\right) d\mathbf{x}} = \mathbb{E}_\pi K_i(\mathbf{X}). \tag{19}$$

It can easily be verified that exactly the same equations can be obtained from the GCE program if in the GCE program we use : 1. $\phi(x) = x \ln(x) - x + 1$; 2. equality constraints in (10); 3. proper or improper uniform prior $p(\mathbf{x}) \propto 1$ on $\mathscr{X}$. The updating equations between the GCE program and the CE method do not agree under any other conditions. We emphasize again that the single greatest advantage of the CE method is that for many exponential models equations (19) can be solved analytically to give simple and fast CE updating rules for the parameters $\{\lambda_i\}_{i=1}^{m}$ of the instrumental pdf.

Example 4 Consider the univariate case with the constraint $K_1(x) = x$ and $\mathscr{X} = [0, \infty)$, then (19) gives the exponential model $g(x) = -\lambda_1 e^{\lambda_1 x}$ with Lagrange multiplier (or CE parameter) $-\frac{1}{\lambda_1} = \mathbb{E}_{\pi} X$. Similarly, if $K_1(x) = x$, $K_2(x) = x^2$ and $\mathscr{X} = \mathbb{R}$, then $g(x) \propto e^{\lambda_1 x + \lambda_2 x^2}$ which is simply a different parameterization of a Gaussian $g(x) = c\, e^{-\frac{(x-\mu)^2}{2\sigma^2}}$ with optimal CE parameters given by $\mu = \mathbb{E}_{\pi} X$ and $\sigma^2 = \mathbb{E}_{\pi} X^2 - \mu^2$. $\qquad\square$

We next deviate from using the KL CE distance and use a particular GCE measure [14] instead.

χ^2 GCE program

One can ask the question: Apart from the KL distance measure what other measures within the Csiszár's family yield "useful" instrumentals? More specifically we would like to choose the function ϕ in Csiszár's family of measures such that:

- it may be possible to do the integration in (12) analytically;

- maximizing (12) (possibly with the constraints (13)) and hence finding the set of Lagrange multipliers $\{\lambda_k\}_{k=0}^{m}$ is relatively easy (e.g., only a linear $\phi'^{-1} = \Psi'$ will make the Hessian matrix of (12) constant and this will simplify the maximization of (12));

- generating random variables from the model g in (11) is relatively easy (e.g., if Ψ' is linear then g is a discrete mixture and the *composition method* for random variate generation applies).

We now show that it is possible to satisfy all these requirements by choosing $\phi(x) = \frac{1}{2}(x^2 - 1)$ in Csiszár's family of measures — in which case $\Psi'(x) = x$ and one obtains the χ^2 generalized CE distance $\mathcal{D}(g \to p) = \frac{1}{2} \int \frac{g^2(x)}{p(x)}\, dx - \frac{1}{2}$. For this GCE distance, the points above are satisfied if we

- choose some prior $p(\mathbf{x})$ over the set $\mathscr{X}$;

- let $\{K_i\}$ be *Gaussian kernel functions* with *bandwidth* σ, i.e.,

$$K_i(\mathbf{x}) = K(\mathbf{x} \,|\, \mathbf{X}_i, \sigma) = c \exp\left(\frac{-||\mathbf{x} - \mathbf{X}_i||^2}{2\sigma^2}\right), \quad i = 1, \ldots, m,$$

with $\mathbf{X}_1 \ldots, \mathbf{X}_m \sim_{approx.} \pi$ in (10) (c is a normalization constant);

- select inequality constraints in (10).

Without the inequality constraints the non-negativity constraint on the pdf g will be very difficult to impose (see [3]). Next substitute these ingredients in Proposition 1. In this case equation (11) becomes the *particle filter*-type density:

$$g(\mathbf{x}) = p(\mathbf{x}) \sum_{j=0}^{m} \lambda_j \, K(\mathbf{x} \,|\, \mathbf{X}_j, \sigma), \tag{20}$$

where the Lagrange multipliers $\boldsymbol{\lambda}, \lambda_0$ are obtained from (12)+(13). Specifically, (12)+(13) yield the convex *Quadratic Programming Problem* (QPP):

$$\min_{\boldsymbol{\lambda}, \lambda_0} \quad \frac{1}{2}[\lambda_0, \boldsymbol{\lambda}^T] \begin{pmatrix} 1 & \mathbf{c}^T \\ \mathbf{c} & C \end{pmatrix} \begin{bmatrix} \lambda_0 \\ \boldsymbol{\lambda} \end{bmatrix} - [\lambda_0, \boldsymbol{\lambda}^T] \begin{bmatrix} 1 \\ \boldsymbol{\kappa} \end{bmatrix} \tag{21}$$

$$\text{subject to:} \quad \boldsymbol{\lambda} \geqslant \mathbf{0}. \tag{22}$$

Here C is the $m \times m$ matrix with entries:

$$C_{ij} = \mathbb{E}_p K_i(\mathbf{X}) \, K_j(\mathbf{X}), \quad \text{for } i, j = 1, \ldots, m,$$

$\mathbf{c} = [\mathbb{E}_p K_1(\mathbf{X}), \ldots, \mathbb{E}_p K_m(\mathbf{X})]^T$ and $\boldsymbol{\kappa}(\sigma) = [\kappa_1(\sigma), \ldots, \kappa_m(\sigma)]^T$. Note that both the generalized moments $\boldsymbol{\kappa}(\sigma)$ and the matrix $C(\sigma)$ are functions of the bandwidth σ and the empirical data $\mathbf{X}_1, \ldots, \mathbf{X}_m$, because the kernels $\{K_i\}_{i=1}^{m}$ depend on σ and the data. Again, in practice $\boldsymbol{\kappa}(\sigma)$ is estimated via Monte Carlo simulation.

A few problems should now be apparent. Firstly, Proposition 1 provides the optimal solution of the GCE program ignoring the fact that g has to be a non-negative function. Although we require (see (22)) the mixture weights $\boldsymbol{\lambda}$ in (20) to be non-negative, λ_0 is not constrained and could still be negative rendering the model (20) an invalid mixture pdf. Secondly, there seems to be no objective method of choosing an appropriate value for the bandwidth parameter σ. It turns out, however, that it is possible to choose the bandwidth parameter σ such that at the optimal solution of the QPP we have $\lambda_0 = 0$. Since λ_0 is not constrained, setting the gradient of (21) with respect to λ_0 to zero gives the relationship $\lambda_0 = 1 - \mathbf{c}^T \boldsymbol{\lambda}$. Thus if $\mathbf{c}^T \boldsymbol{\lambda} = 1$ at the optimal solution of the QPP, then $\lambda_0 = 0$. This suggests that we can find the value of σ which gives $\mathbf{c}^T \boldsymbol{\lambda} = 1$ via the following implicit root-finding program:

$$(\sigma^*, \boldsymbol{\lambda}^*) = \left\{ (\sigma, \boldsymbol{\lambda}) : \; \mathbf{c}^T \boldsymbol{\lambda}(\sigma) = 1, \; \boldsymbol{\lambda}(\sigma) = \operatorname*{argmin}_{\boldsymbol{\lambda} \geqslant \mathbf{0}} \left(\frac{1}{2} \boldsymbol{\lambda}^T C(\sigma) \boldsymbol{\lambda} - \boldsymbol{\lambda}^T \boldsymbol{\kappa}(\sigma) \right) \right\}. \tag{23}$$

This program finds the value for σ, denoted σ^*, which will force the solution $\boldsymbol{\lambda}^*$ of (21)+(22) to satisfy $\mathbf{c}^T \boldsymbol{\lambda}^* = 1$, rendering $\lambda_0 = 0$. Note that with $\sigma = \sigma^*$ the solution of (21)+(22) is given by $[\lambda_0; \boldsymbol{\lambda}] = [0; \boldsymbol{\lambda}^*]$ where $\boldsymbol{\lambda}^*$ is the output of (23). Thus to compute the optimal Lagrange multipliers and bandwidth we solve the program (23), the output of which also solves (21)+(22). This time, however, the solution of (21)+(22), given by (20), is a proper mixture pdf with non-negative mixture weights $\boldsymbol{\lambda}^*$.

Explicit calculation of the entries of matrix C is possible if, for example, we have $\mathscr{X} = \mathbb{R}^n$ and $p \propto 1$, giving $C_{ij} = \int_{\mathbb{R}^n} K_i(\mathbf{x}) K_j(\mathbf{x}) \, d\mathbf{x} = K(\mathbf{X}_i \,|\, \mathbf{X}_j, \sqrt{2}\sigma)$, where K_i is a Gaussian pdf with bandwidth σ anchored at the point $\mathbf{X}_i$. In this case $\mathbf{c} = [1, \ldots, 1]^T$ in (23).

In summary, a valid solution of the GCE program is the mixture pdf (20), with $\lambda_0 = 0$ and non-negative mixture components $\boldsymbol{\lambda}^*$ calculated from the program (23) with $\mathbf{c} = \mathbf{1}$, obtained by using: $\phi(x) = \frac{1}{2}(x^2 - 1)$ in $\mathcal{D}(g \to p)$, inequality moment constraint in (10), $p \propto 1$ and $K_i(\mathbf{x}) = K(\mathbf{x} \,|\, \mathbf{X}_i, \sigma) = c \exp\left(-||\mathbf{x} - \mathbf{X}_i||^2/(2\sigma^2)\right)$, $i = 1, \ldots, m$, .

Remark 4 (Estimating $\kappa_i = \mathbb{E}_\pi K_i(\mathbf{X})$) Assume we use the same set $\{\mathbf{X}_1, \ldots, \mathbf{X}_m\}$ as both location parameters for the Gaussians $K_i(\mathbf{x}) = K(\mathbf{x} \,|\, \mathbf{X}_i, \sigma)$ and as a sample for the estimation of each $\mathbb{E}_\pi K_i(\mathbf{X})$. Note that $\mathbb{E}_\pi K_i(\mathbf{X})$ is a function of $\mathbf{X}_i$ and hence is a random variable. Under the assumption that $\mathbf{X}_1, \ldots, \mathbf{X}_m \sim_{iid} \pi$, each $\mathbf{X}_i$ is independent of all the other $\{\mathbf{X}_j\}_{j \neq i}$ and a simple unbiased estimator of $\mathbb{E}_f K_i(\mathbf{X})$ is:

$$\hat{\kappa}_i = \frac{1}{m-1} \sum_{j \neq i}^m K_i(\mathbf{X}_j). \tag{24}$$

This is the *cross-validatory*, also known as *leave-one-out*, estimator and its consistency properties are established in [7].

Example 5 (Exponential Distribution (Examples 1 & 3 continued))
Suppose once more that we wish to estimate $\ell = \mathbb{P}_u(X \geq \gamma)$, with $X \sim \mathsf{Exp}(u^{-1})$, as in Examples 1 and 3. Further, suppose that we have a random sample $\mu_1, \mu_2, \ldots, \mu_N$ from $p \sim \mathsf{Exp}(\nu)$. Finally, suppose that we wish to build an approximation to the target $\pi(x) = I_{\{x \geqslant \gamma\}} u^{-1} e^{-u^{-1}(x-\gamma)}$ using Gaussian kernels, of the form

$$K_k(x) = K(x \,|\, \mu_k, \sigma) = (\sqrt{2\pi}\sigma)^{-1} e^{-\frac{1}{2}\left(\frac{x - \mu_k}{\sigma}\right)^2}.$$

For the χ^2 GCE quadratic programming problem, we calculate

$$c_i = \mathbb{E}_p K_i(X) = \left(1 - \mathrm{erf}\left(\frac{\nu\sigma^2 - \mu_i}{\sqrt{2}\sigma}\right)\right) \frac{\nu e^{\frac{\sigma^2\nu^2}{2} - \nu\mu_i}}{2},$$

$$\kappa_i = \mathbb{E}_\pi K_i(X) = \left(1 - \mathrm{erf}\left(\frac{(\gamma - \mu_i)}{\sqrt{2}\sigma} + \frac{\sigma}{\sqrt{2}u}\right)\right) \frac{e^{\frac{(\gamma - \mu_i)}{u} + \frac{\sigma^2}{2u^2}}}{2u},$$

and

$$C_{ij} = \left(1 - \mathrm{erf}\left(\frac{\sigma^2\nu - (\mu_i + \mu_j)}{2\sigma}\right)\right) \frac{\nu e^{-\frac{1}{2}\left(\frac{(\mu_i - \mu_j)^2 - \sigma^4\nu^2 + 2\sigma^2\nu(\mu_j + \mu_j)}{2\sigma^2}\right)}}{2}.$$

As a concrete example, suppose $u = 1$ and $\gamma = 10$, and $\nu^{-1} = (11 + \sqrt{101})/2 \approx 10.5249$, corresponding to the VM optimal parameter $_*v$ in Example 1. A typical outcome of the GCE procedure is depicted in Figure 1, using a

sample of size $m = 30$ from p. Recall that the instrumental density is a mixture of the form (20). The mixture has bandwidth $\sigma \approx 0.31$, with non-zero weights and points given by

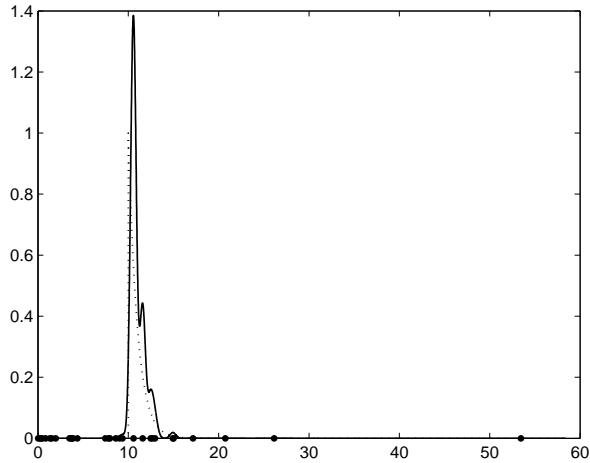| Weight	0.25	31.13	10.77	3.56	1.78	0.65	0.0874	0.00345	2.60E-5
Point	9.36	10.57	11.60	12.48	12.96	14.95	17.16	20.74	26.14

Figure 1: Target $\pi(x)$ (dotted) and kernel mixture $g(x)$ (solid)

$\square$

4 Applications

Areas to which the GCE methodology can be applied are density estimation (both continuous and discrete), rare event probability estimation, and optimization.

4.1 Density Estimation

Consider the one-dimensional density estimation problem where we are given the sample $\mathcal{X}_m \equiv \{X_1, \ldots, X_m\}$ on $\mathbb{R}$ and wish to visualize any patterns present in it, compress it or draw inferences based on statistical analysis. One of the most popular approaches to modeling the data $\mathcal{X}_m$ with few stringent assumptions is the *kernel method* [22, 23, 21]. The method assumes that the true, but unknown, underlying density function π can be approximated well by a pdf of the form:

$$\hat{\pi}(x \,|\, \sigma, \mathcal{X}_m) = \frac{1}{m\sigma} \sum_{i=1}^{m} K\left(\frac{x - X_i}{\sigma}\right),$$

where $\sigma \in \mathbb{R}_+\backslash\{0\}$ is the bandwidth parameter, which controls the smoothness or "resolution" of $\hat{\pi}$, and K is a positive, symmetric (around 0) and

unimodal kernel. For our purposes we choose to use the Gaussian kernel $K(x) = \frac{1}{\sqrt{2\pi}} e^{-\frac{1}{2}x^2}$. Everything in the kernel estimator is fixed and known except the bandwidth σ. There are various methods [21] for tuning σ so that the approximation of π is as good as possible. Currently, the prevailing method for bandwidth selection is the Sheather-Jones (SJ) method [13]. An alternative is to use the χ^2 GCE method. We now summarize the GCE program for this problem, as given in (20), (21)+(22) and (23).

χ^2 GCE Program for Density Estimation

For $i = 1, \ldots, m$ choose $K_i(x) = K(x \mid X_i, \sigma) = \frac{1}{\sqrt{2\pi}\sigma} \exp\left(-\frac{(x-X_i)^2}{2\sigma^2}\right)$ and

1. solve the program

$$(\sigma^*, \boldsymbol{\lambda}^*) = \left\{ (\sigma, \boldsymbol{\lambda}) : \mathbf{1}^T \boldsymbol{\lambda}(\sigma) = 1, \ \boldsymbol{\lambda}(\sigma) = \underset{\boldsymbol{\lambda} \geqslant \mathbf{0}}{\operatorname{argmin}} \left(\frac{1}{2} \boldsymbol{\lambda}^T C(\sigma) \boldsymbol{\lambda} - \boldsymbol{\lambda}^T \hat{\boldsymbol{\kappa}}(\sigma) \right) \right\}, \tag{25}$$

where the $m \times m$ matrix C has entries $C_{ij} = \int_{\mathbb{R}} K_i(x)\, K_j(x)\, dx = \exp\left((X_i - X_j)^2/(4\sigma^2)\right)/\sqrt{4\pi\sigma^2}$, $\hat{\boldsymbol{\kappa}}(\sigma)$ is the cross-validatory estimator in (24), and

2. present the weighted Gaussian mixture density

$$g(x) = \sum_{j=1}^{m} \lambda_j^* \, K(x \mid X_j, \sigma^*) \tag{26}$$

   as the optimal GCE density that models the data $\mathcal{X}_m$.

Note that we have obtained a standard kernel density estimator (26) with weights. Hall and Turlach [11] have studied the asymptotic properties of estimators of the form (26).

Discrete Density Estimation

Assume that we are given the binary data $\mathcal{X}_m \equiv \{\mathbf{X}_1, \ldots, \mathbf{X}_m\}$, where the $\{\mathbf{X}_i\}$ are n-dimensional binary vectors. Let X_{il} denote the l-th component of $\mathbf{X}_i$. We model the data using a kernel estimator with the discrete kernel given by:

$$K_i(\mathbf{x}) = K(\mathbf{x} \mid \mathbf{X}_i, \sigma) = \prod_{l=1}^{n} \sigma^{I_{\{x_l = X_{il}\}}} (1 - \sigma)^{1 - I_{\{x_l = X_{il}\}}}$$

$$= \sigma^{d(\mathbf{x}, \mathbf{X}_i)} (1 - \sigma)^{n - d(\mathbf{x}, \mathbf{X}_i)},$$

where $n - d(\mathbf{x}, \mathbf{y}) = n - \sum_{l=1}^{n} I_{\{x_l = y_l\}}$ measures the number of mismatches between the vectors $\mathbf{x}$ and $\mathbf{y}$ (i.e., the Hamming distance). The kernel is thus a multivariate Bernoulli pmf. Note that:

$$\lim_{\sigma \uparrow 1} K(\mathbf{x} \mid \mathbf{X}_i, \sigma) = \begin{cases} 1, & \text{if } \mathbf{x} = \mathbf{X}_i \\ 0, & \text{if } \mathbf{x} \neq \mathbf{X}_i \end{cases}, \tag{27}$$

$$K\left(\mathbf{x} \mid \mathbf{X}_i, \tfrac{1}{2}\right) = \frac{1}{2^n}. \tag{28}$$

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The end points of the interval $[\frac{1}{2}, 1]$ represent two extremes of modeling the data: for $\sigma = 1$, g is simply estimated from the corresponding relative frequencies; for $\sigma = \frac{1}{2}$, K is not unimodal and g is the uniform pmf on $\mathscr{X}$. We find the non-trivial value of $\sigma \in (\frac{1}{2}, 1)$ by solving the following χ^2 GCE program:

χ^2 GCE Program for Discrete Density Estimation

Choose the binary kernel $K_i(\mathbf{x}) = K(\mathbf{x} \,|\, \mathbf{X}_i, \sigma) = \sigma^{d(\mathbf{x}, \mathbf{X}_i)}(1 - \sigma)^{n - d(\mathbf{x}, \mathbf{X}_i)}$ and

1. solve the program

$$(\sigma^*, \boldsymbol{\lambda}^*) = \left\{ (\sigma, \boldsymbol{\lambda}) : \ \mathbf{1}^T \boldsymbol{\lambda}(\sigma) = 1, \ \boldsymbol{\lambda}(\sigma) = \operatorname*{argmin}_{\boldsymbol{\lambda} \geqslant \mathbf{0}} \left(\frac{1}{2} \boldsymbol{\lambda}^T C(\sigma) \boldsymbol{\lambda} - \boldsymbol{\lambda}^T \hat{\boldsymbol{\kappa}}(\sigma) \right) \right\},$$

$$(29)$$

with the matrix C given by $C_{ij} = \sum_{\mathbf{x} \in \mathscr{X}} K_i(\mathbf{x}) \, K_j(\mathbf{x}) = K(\mathbf{X}_i \,|\, \mathbf{X}_j, \varsigma)$, $\varsigma = \sigma^2 + (1 - \sigma)^2$, $\quad i, j = 1, \ldots, m$, $\hat{\boldsymbol{\kappa}}(\sigma)$ is again the cross-validatory estimator in (24), and

2. present the weighted Bernoulli mixture density

$$g(\mathbf{x}) = \sum_{j=1}^{m} \lambda_j^* \, K(\mathbf{x} \,|\, \mathbf{X}_j, \sigma^*) \tag{30}$$

as the optimal GCE probability mass function that models the discrete data $\mathcal{X}_m$.

4.2 Rare Event Simulation and Optimization

We now explain how the parametric estimation procedure for the instrumental via KL CE minimization at each step of the CE method can be substituted with a non-parametric estimation procedure such as the χ^2 GCE program, the MCE method or the kernel method of Sheather and Jones.

Recall that in the CE method for each level γ_t, $t = 1, 2, \ldots$ we estimate an optimal parameter $\mathbf{v}_t^*$ associated with the parametric instrumental $g(\mathbf{x}) \equiv f(\cdot; \mathbf{v})$, i.e., the functional form of the instrumental is kept fixed, and only its parameter $\mathbf{v}$ is updated at each step t. In the MCE and GCE framework, however, for each level γ_t, we update the instrumental $g(\mathbf{x})$ non-parametrically. Thus for each level γ_t, instead of a sequence of finite dimensional parameters $\{\mathbf{v}_t, \ t = 1, 2, \ldots\}$, we estimate a sequence of instrumentals $\{g_t(\mathbf{x}), \ t = 1, 2, \ldots\}$ which approximates the optimal sequence of IS densities, $\{\pi_t(\mathbf{x}) \propto I_{\{S(\mathbf{x}) > \gamma_t\}} f(\mathbf{x}; \mathbf{u}), \ t = 1, 2, \ldots\}$. For each t the CE program is reformulated in the following way. Start with a uniform instrumental $g_0(\mathbf{x})$ over $\mathscr{X}$ or $g_0(\mathbf{x}) \equiv f(\mathbf{x}; \mathbf{u})$, then:

1. **Adaptive updating of γ_t.** For a given $g_{t-1}(\mathbf{x})$, let γ_t be the $(1 - \varrho)$-quantile of $S(\mathbf{X})$ under $g_{t-1}(\mathbf{x})$. We can estimate γ_t by drawing a random sample $\mathbf{X}_1, \ldots, \mathbf{X}_N$ from $g_{t-1}(\mathbf{x})$ and evaluating the sample $(1 - \varrho)$-quantile $\hat{\gamma}_t$.

2. **Updating of $g_t(\mathbf{x})$.** For a given $\hat{\gamma}_t$ and $g_{t-1}(\mathbf{x})$, estimate a new instrumental $g_t(\mathbf{x})$ using either the χ^2 GCE program, the MCE program or the Sheather-Jones kernel method.

For example, in the MCE method, $g_t(\mathbf{x})$ is obtained from the program:

$$\min_{g_t} \quad \mathcal{D}(g_t \to g_{t-1}) = \int_{\mathscr{X}} g_t(\mathbf{x}) \ln(g_t(\mathbf{x})/g_{t-1}(\mathbf{x})) \, d\mathbf{x}$$
$$\text{subject to:} \quad \mathbb{E}_{g_t} K_i(\mathbf{X}) = \mathbb{E}_{\pi_t} K_i(\mathbf{X}), \quad i = 0, \ldots, m.$$

Ideally, in the GCE framework, at iteration t we would like to take $p_t = g_{t-1} \approx \pi_{t-1}$, as is done with MCE. In the χ^2 GCE program, however, we choose $p_t \propto 1$, $\forall t$ in order to get simple closed-form entries $C_{ij} = \mathbb{E}_p K_i(\mathbf{X}) K_j(\mathbf{X})$ for the Hessian matrix in the QPP (21)+(22). Thus, with χ^2 GCE, g_t is the output of the program:

$$\min_{g_t} \quad -\frac{1}{2} + \frac{1}{2} \int_{\mathbb{R}^n} \frac{g_t^2(\mathbf{x})}{p(\mathbf{x})} \, d\mathbf{x} \equiv \min_{g_t} \int_{\mathbb{R}^n} g_t^2(\mathbf{x}) \, d\mathbf{x}$$
$$\text{subject to:} \quad \mathbb{E}_{g_t} K_i(\mathbf{X}) \geqslant \kappa_i^{(t)} = \mathbb{E}_{\pi_t} K_i(\mathbf{X}), \ i = 0, \ldots, m = N,$$

where, just as with density estimation, $\{K_i(\mathbf{x})\}_{i=1}^m$ is a Gaussian kernel with mean at $\mathbf{X}_i$ and with common bandwidth σ^*, given by the output of the root-finding program (23). Note that we have as many constraints as number of samples, i.e., $m = N$, and so the QPP involves N constraints. This is not a major problem if the QPP solver exploits the convexity of the problem.

Remark 5 In practice, at each step t, each $\kappa_i^{(t)}$ needs to be estimated. We suggest the following procedure. Given a sample from g_{t-1}, we estimate $\kappa_i^{(t)}$ via the IS estimator

$$\hat{\kappa}_i^{(t)} = \sum_{j=1, j \neq i}^m \frac{\pi_t(\mathbf{X}_j)}{g_{t-1}(\mathbf{X}_j)} K_i(\mathbf{X}_j) \Big/ \sum_{j=1, j \neq i}^m \frac{\pi_t(\mathbf{X}_j)}{g_{t-1}(\mathbf{X}_j)}, \quad \mathbf{X}_1, \ldots, \mathbf{X}_m \sim_{iid} g_{t-1}.$$

Here the sums do not include the $i-$th component in keeping with the cross-validatory approach explained in Remark 4. An alternative, which is stochastically equivalent to the IS estimator and which is easier to implement in a practical simulation simulation, is to employ *sample importance resampling* (SIR) (see, for example [18]) method to obtain a sample $\mathbf{X}_1^* \ldots, \mathbf{X}_m^* \sim_{approx.} \pi_t$ and then use the estimator $\hat{\kappa}_i^{(t)} = \dfrac{1}{m-1} \sum_{\{j: \mathbf{X}_j^* \neq \mathbf{X}_i\}} K_i(\mathbf{X}_j^*)$.

Since the solution of the χ^2 GCE has the functional form of a non-parametric kernel density estimator, it is quite natural to consider constructing an instrumental via a standard kernel density estimation method such as the SJ method [13]. In particular, step 2 in the above algorithm can be substituted with:

2'. **Updating of $g_t(\mathbf{x})$.** For a given $\hat{\gamma}_t$ and $\mathbf{X}_1, \ldots, \mathbf{X}_N \sim_{iid} g_{t-1}(\mathbf{x})$, compute the normalized IS weights

$$w_i^{(t)} \propto \frac{\pi_t(\mathbf{X}_i)}{g_{t-1}(\mathbf{X}_i)} \propto \frac{f(\mathbf{X}_i; \mathbf{u}) I_{\{S(\mathbf{X}_i) > \gamma_t\}}}{g_{t-1}(\mathbf{X}_i)}, \quad i = 1, \ldots, N,$$

then apply SIR to $\mathbf{X}_1, \ldots, \mathbf{X}_N$ to obtain the new sample $\mathbf{X}_1^*, \ldots, \mathbf{X}_N^*$. Based on the elite sample $\mathbf{X}_1^*, \ldots, \mathbf{X}_N^*$ construct the SJ non-parametric kernel density estimator.

Which approach (GCE, MCE, CE, SJ, ...) is most appropriate in certain situations remains a matter for further research. MCE allows us to use prior information easily but yields model pdfs that are difficult to sample from; χ^2 GCE does not provide a practical way to incorporate prior information, but yields solutions that are easy to sample from. In addition, solving the QPP can be quite slow. Using SJ type methods side-steps the need to solve a QPP, but provides no objective method for estimating the bandwidth in higher dimensions.

Optimization

The rare-event estimation procedure can be easily modified into an optimization procedure. Suppose we wish to maximize a function $S(\mathbf{x})$ over $\mathbf{x} \in \mathscr{X}$. The idea, exactly as in the CE method, is to associate with this optimization problem a rare event estimation problem, namely the estimation of $\mathbb{E}_f I_{\{S(\mathbf{X}) \geqslant \gamma\}}$, where γ is left unspecified, and f is some pdf on $\mathscr{X}$. By using a multi-level approach, and choosing the target pdf at each iteration t to be the uniform distribution on the level set $\{S(\mathbf{x}) \geqslant \gamma_{t-1}\}$, a sequence of levels $\{\gamma_t\}$ and instrumentals $\{g_t\}$ is generated such that the former increases towards the maximum γ^*, and the latter are steered towards the degenerate measure at $\mathbf{x}^* \in \operatorname{argmax} S(\mathbf{x})$.

5 Numerical Experiments

5.1 Density Estimation

Suppose we are given 100 data points from the Gaussian mixture model $\pi \sim \mathsf{N}(0,1)/2 + \mathsf{N}(5,4)/2$, in obvious notation. Given the data only, we wish to estimate the underlying density. Figure 2 shows the result of a typical density estimation experiment using the SJ [13] density estimation method and the GCE density estimation method. The long thin bars above the data points represent the relative values of the Lagrange multipliers $\boldsymbol{\lambda}$ (i.e., mixture weights of (30)) associated with each point. Figure 3 shows the ratio of the exact integrated squared error (ISE) $\int (g_{\mathsf{GCE}}(x) - \pi(x))^2 dx / \int (g_{\mathsf{SJ}}(x) - \pi(x))^2 dx$ over 200 Monte Carlo experiments. The integration was performed numerically over the range $x \in [-10, 15]$ using 4000 regularly spaced points. The figure shows that the error of the GCE estimator in estimating the pdf π from data is comparable to the error of the SJ kernel method.

From Figure 2 and other typical simulation experiments we can conclude the following: The advantage of the GCE approach is that out of the 100 points there are only 5 "support vectors" (i.e., only 5 of the 100 points have non-zero Lagrange multipliers associated with them). Thus, as with the support vector models [25], the model obtained via the GCE method is much sparser than the one obtained via the traditional SJ kernel density estimator (which is an equally weighted Gaussian mixture with 100 components). Note, however, that

the support vector machine theory does not provide an optimal value for the smoothing parameter σ in (30). The main disadvantage of the GCE method is that the computational cost of calculating the Lagrange multipliers via the associated QPP increases dramatically with the number of points m (complexity $O(5\,m^3)$). This makes the approach currently impractical for large sample sizes. Another problem, similar to a major problem with the support vector machine methodology, is that the number of non-zero Lagrange multipliers decreases as the dimension of the problem increases, and so the number of "support vectors" increases with the increased dimensionality of the problem.
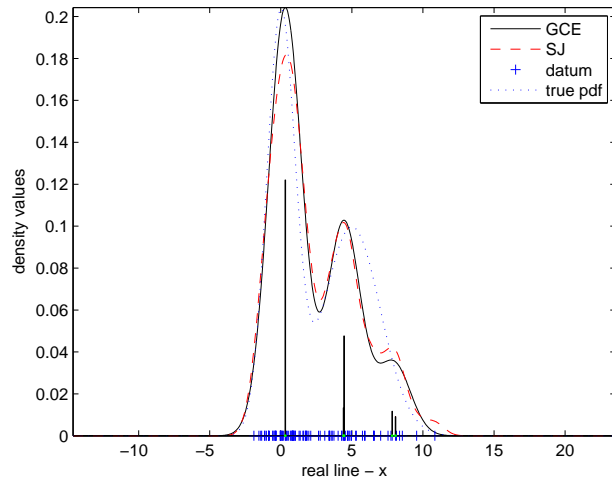

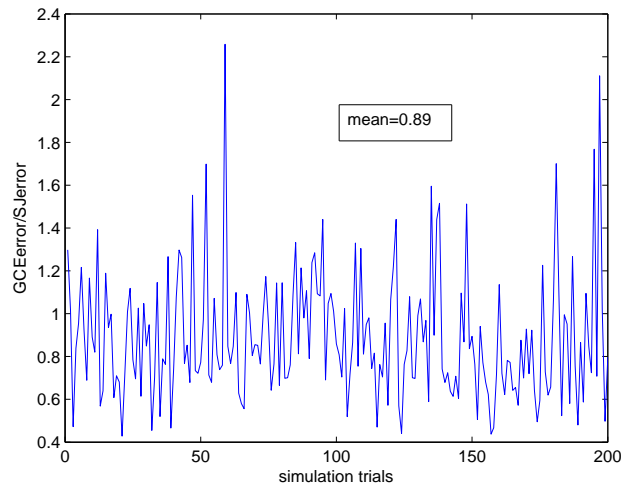Figure 2: Data modeling via the GCE and kernel methods

Figure 3: Behavior of the ratio of the GCE error to SJ error

As a second example, we consider density estimation for a log-normal den-

sity. Figure 4 shows 800 points generated from a log-normal density with location 0 and scale 1, along with the SJ and GCE estimates.

It is interesting to note that out of the 800 points only 21 points have non-zero Lagrange multipliers. Thus the GCE model for the 800 points is a Gaussian mixture with only 21 components. In contrast, the SJ estimator is an equally weighted mixture with 800 components. The sparsity of the GCE estimator makes it computationally easier to evaluate at each point and visualize the pdf.
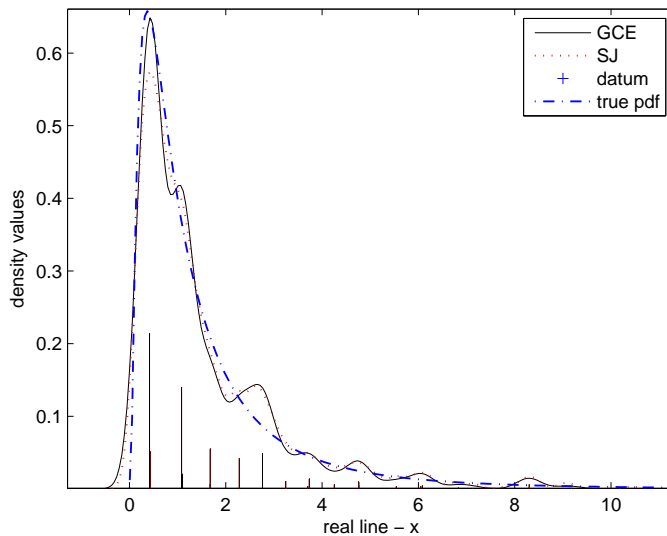

Figure 4: 800 points from the log-normal density with location 0 and scale 1

5.2 Discrete Density Estimation

Table 1 represents a well-known medical binary data set described in [2] and used throughout the statistical literature to test non-parametric statistical models [1, 10, 24]. The data describes 40 patient suffering from a certain disease. Each patient may or may not have any of 10 possible symptoms. The presence of the symptoms is represented as binary row vectors of length 10. A 1 means that the symptom is present and a 0 stands for the lack of that symptom. The aim is then to build a model for the data showing which combination of symptoms are most likely to indicate the presence of the disease in patients. For the data in Table 1 we obtained the Bernoulli mixture model given in Table 2. Note that we can read off the most weighty pattern in Table 1 from the mixture model in Table 2. More specifically, observations 20, 32 and 36 are representatives of the most predominant binary pattern in Table 1. Thus patients exhibiting these patterns of symptoms would most likely be considered stricken with the disease. Also note that the GCE mixture pmf that models the data is sparse in the sense that the number of mixture components is usually much smaller than the number of observations. This is in sharp contrast to the traditional discrete kernel density estimation techniques where the model

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pmf is an equally weighted mixture with as many components as the number of observations.

Table 1: A well-known medical dataset used as a test dataset for binary discrimination with kernel models.

	data												data									
obs.	1	2	3	4	5	6	7	8	9	10	obs.	1	2	3	4	5	6	7	8	9	10
1	1	1	1	0	1	0	1	0	0	1	21	0	0	0	0	1	0	0	0	0	0
2	1	1	1	1	1	0	0	1	0	0	22	1	1	1	1	1	1	1	0	0	0
3	1	1	0	1	1	1	0	0	1	0	23	1	1	1	0	1	0	0	0	0	1
4	1	1	0	1	1	0	0	1	1	0	24	1	1	0	1	0	0	1	1	1	0
5	1	1	1	1	0	0	1	0	0	1	25	1	1	1	1	0	0	0	1	0	0
6	1	1	0	0	1	0	0	0	0	1	26	0	0	0	1	0	0	1	0	0	0
7	1	1	1	0	0	1	0	1	0	0	27	1	1	0	1	1	0	0	1	1	1
8	1	1	0	1	0	1	0	0	1	0	28	1	1	1	1	0	0	0	0	0	1
9	1	1	1	1	1	0	1	1	0	0	29	1	0	1	0	1	0	0	0	1	0
10	1	0	0	0	0	0	0	0	0	0	30	1	1	0	1	0	1	0	0	0	1
11	1	1	1	1	0	1	0	1	0	0	31	0	1	1	1	0	0	0	0	0	1
12	1	1	0	0	0	0	1	1	1	0	32	1	1	1	1	1	1	1	0	0	1
13	1	1	1	1	1	1	1	0	0	1	33	0	0	1	1	1	0	1	0	1	0
14	1	1	1	1	1	0	1	1	0	1	34	1	1	1	1	0	1	1	0	0	1
15	0	0	1	1	0	0	1	1	0	0	35	1	0	1	0	1	0	0	1	0	0
16	1	1	0	1	0	0	0	0	1	0	36	1	1	1	1	0	0	0	1	0	0
17	0	1	1	0	0	1	0	1	0	1	37	1	1	1	1	1	0	0	0	0	0
18	1	0	1	1	1	0	0	1	0	0	38	1	1	0	0	0	0	0	0	0	0
19	1	0	1	1	1	0	1	0	0	0	39	0	0	0	0	0	0	0	0	0	0
20	1	1	1	1	0	0	1	0	0	1	40	0	1	1	1	0	0	1	0	0	1

Table 2: The mixture pmf with $\sigma^* = 0.79275$. The table presents the mixture weight and location for each of the twenty kernels constituting the mixture model for the medical dataset.

i−th binary vector	$K(\mathbf{x}\,|\,\sigma^*, \mathbf{X}_i)$ with $\mathbf{X}_i$ given by										i−th weight λ_i
20	1	1	1	1	0	0	1	0	0	1	0.22707
32	1	1	1	1	1	1	1	0	0	1	0.18974
36	1	1	1	1	0	0	0	1	0	0	0.18358
2	1	1	1	1	1	0	0	1	0	0	0.095159
8	1	1	0	1	0	1	0	0	1	0	0.05691
39	0	0	0	0	0	0	0	0	0	0	0.055622
10	1	0	0	0	0	0	0	0	0	0	0.039071
23	1	1	1	0	1	0	0	0	0	1	0.037531
4	1	1	0	1	1	0	0	1	1	0	0.025143
18	1	0	1	1	1	0	0	1	0	0	0.019046
12	1	1	0	0	0	0	1	1	1	0	0.012942
6	1	1	0	0	1	0	0	0	0	1	0.011055
31	0	1	1	1	0	0	0	0	0	1	0.010266
21	0	0	0	0	1	0	0	0	0	0	0.0093176
16	1	1	0	1	0	0	0	0	1	0	0.0072441
24	1	1	0	1	0	0	1	1	1	0	0.0066307
35	1	0	1	0	1	0	0	1	0	0	0.0057993
3	1	1	0	1	1	1	0	0	1	0	0.0053602
9	1	1	1	1	1	0	1	1	0	0	0.0024979
27	1	1	0	1	1	0	0	1	1	1	2.3899×10^{-5}

5.3 Estimation Examples

In this section we give examples of estimating quantities of the form $\ell = \mathbb{E}_f H(\mathbf{X}; \gamma)$, for some function H possibly dependent on a level parameter γ. The estimation is achieved by building a sequence of instrumentals $\{g_t,\ t = 1, 2, \dots\}$ approximating the sequence of optimal IS densities $\{\pi_t \propto |H(\mathbf{x}; \gamma_t)| f(\mathbf{x}),\ t = 1, 2, \dots\}$, and subsequently estimating the quantity of interest using the IS estimator, with g_T as the instrumental.

More specifically, for each of the estimation examples, we start with a uniform sample over an appropriate rectangular region. We proceed by iteratively resampling the points with weights π_t / g_{t-1}, where g_{t-1} is the approximation for level γ_{t-1}. We then build a new IS density g_t as a Gaussian kernel mixture. Next, we sample from this new density, and repeat the resampling–approximation–sampling process, until the final level γ has been hit. We perform a further P iterations with the level fixed to be γ, and then estimate ℓ using the IS estimator, with $N_1 = 10^5$ samples from the final density g.

5.3.1 Fused Gaussians

The following example is a well-known test case for Monte Carlo algorithms. The problem is to estimate $\ell = \mathbb{E}_f X$, where f is given by the following "fusion" of two Gaussian densities:

$$f(x, y) = c^{-1} \, \mathrm{e}^{-\frac{1}{2}\left(x^2 y^2 + x^2 + y^2 - 8(x+y)\right)} \equiv c^{-1} \, f_0(x, y),$$

where c is assumed to be unknown (in fact, $c \approx 20216.335877352$). Note that, in this example, we have $H(x, y; \gamma) = x$, and so γ is irrelevant.

Figure 5 depicts a contour plot of the optimal IS density. By direct numerical integration one can obtain the approximation $\ell = \mathbb{E}_f X \approx 1.85997$.
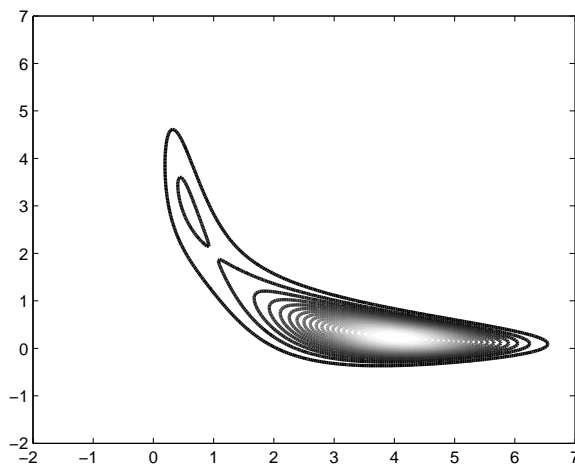

Figure 5: Contour plot of $\pi \propto |x| f_0(x, y)$

Since we take the normalization constant c to be unknown, it must be estimated. This is done with a random sample of size N_1 from g via

$$\hat{c} = \frac{1}{N_1} \sum_{i=1}^{N_1} \frac{f_0(X_i, Y_i)}{g(X_i, Y_i)}.$$

The quantity of interest is estimated using

$$\hat{\ell} = \frac{1}{N_1} \sum_{i=1}^{N_1} \frac{X_i \, f_0(X_i, Y_i)}{\hat{c} \, g(X_i, Y_i)}.$$

In order to illustrate the importance of good instrumental densities g, we run three experiments in which g is built up non-parametrically using different numbers of samples and iterations.

For case (1), we take $N = 5000$ samples per iteration for $P = 1$ iteration; for case (2), we take $N = 100$ samples per iteration for $P = 20$ iterations; for case (3), we take $N = 1000$ samples per iteration for $P = 2$ iterations.

For this example, we start with a uniform sample over $[-2, 7]^2$, and the target density on iteration t is $\pi_t(x, y) \propto |x| f_0(x, y)$.

In the following table, we give the minimum, maximum, and average estimated relative errors over ten trials, as well as the smallest, largest, and average point estimates, for each of the three experimental setups.

Table 3: Fused Gaussians Example Table

	min re	max re	average re	min est	max est	average est
1	0.00701	0.00802	0.00759	1.84503	1.89344	1.86620
2	0.00744	0.19385	0.05622	1.91516	3.31041	2.76723
3	0.00655	0.02544	0.01150	1.85009	1.95802	1.89823

We find that the trial that gave the smallest estimated relative error in (1) has contour plot depicted in Figure 6. This plot shows reasonable similarity to the contour plot of the true density, suggesting that we have built a reasonable importance sampling density.
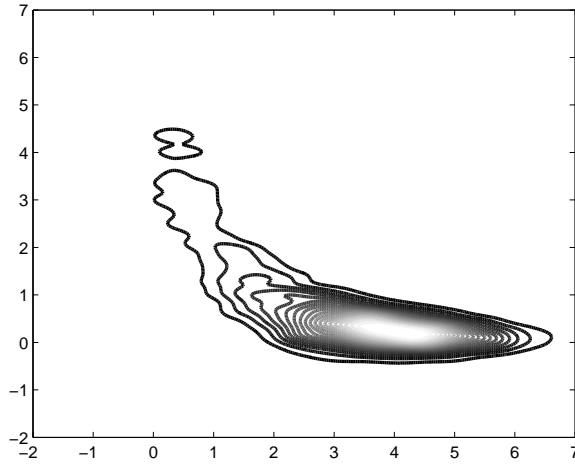
Figure 6: Contour plot of $g(x, y)$

On the other hand, we find that the contour plot of the most biased trial in (2) is visibly misshapen, as can be readily seen from Figure 7. This leads to the poor average performance of this experiment. We can imagine that this particular trial has a very biased g after the first resampling step, and it has too few iterations for π to be recovered.
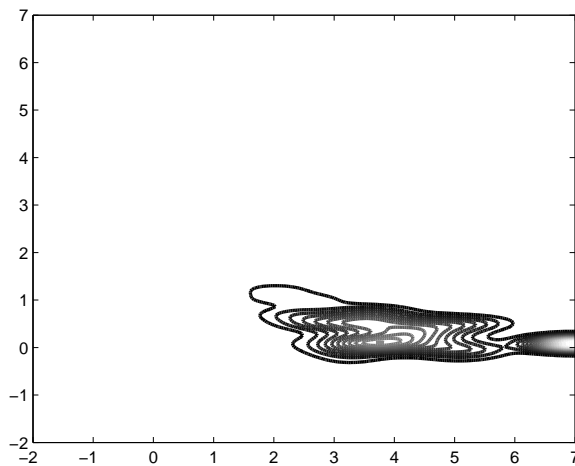

Figure 7: Contour plot of $g(x, y)$

5.3.2 Estimating $\mathbb{P}_f(X + Y > \gamma)$

The problem of interest is to estimate

$$\ell = \mathbb{P}_f (X + Y > \gamma),$$

where X and Y are independent random variables with density

$$h(z) = I_{\{z \geqslant 0\}} b e^{-bz},$$

and so $f(x, y) = h(x)h(y)$. In this example $H(x, y; \gamma) = I_{\{x+y>\gamma\}}$ and we can calculate

$$\ell = \mathbb{P}_f(X + Y > \gamma) = (1 + b\gamma)e^{-b\gamma}.$$

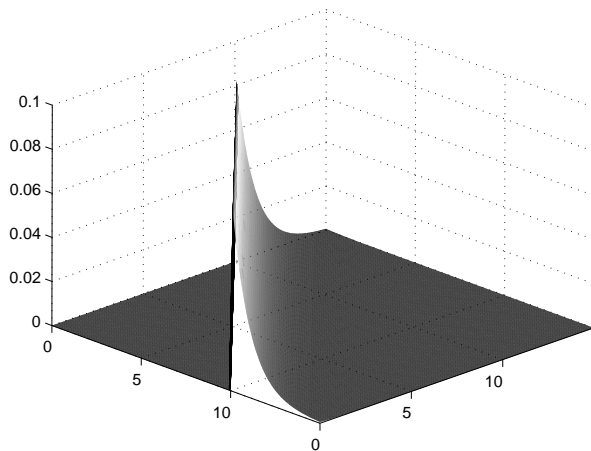The target distribution, π, with parameters $b = 1$ and $\gamma = 10$ is depicted in Figure 8.

Figure 8: Plot of π for $a = b = 1$ and $\gamma = 10$.

Suppose that $b = 5$, $\gamma = 10$. In this case, we can calculate the true probability, which is $\ell = 51e^{-50} \approx 9.83662 \cdot 10^{-21}$. A typical contour plot of the final g for this example is given in Figure 9.

In a similar vein to the previous estimation example, we run three experiments in which g is is built up non-parametrically using different numbers of samples and iterations.

For case (1), we take $N = 1000$, $N_e = 500$ and $P = 20$; for case (2), we take $N = 300$, $N_e = 150$ and $P = 20$; for case (3), we take $N = 500$, $N_e = 300$ and $P = 10$. Note that, unlike the previous example, we do have changing levels γ_t, so that $\pi_t(x, y) \propto I_{\{x+y>\gamma_t\}}f(x, y)$. Finally, for this example, we start with a uniform sample over $[-10, 30]^2$.

Table 4: $\mathbb{P}_f(X + Y > \gamma)$ Estimation Table

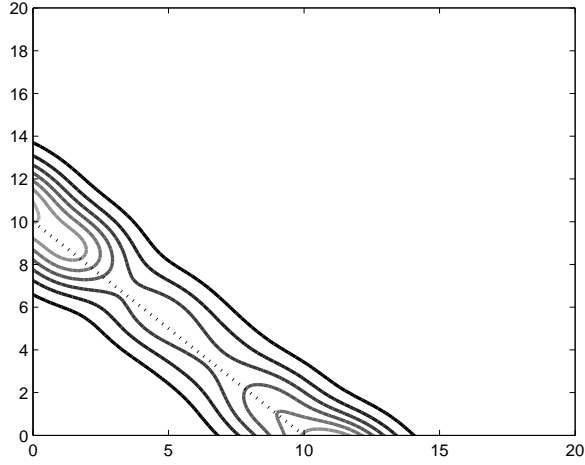|	min re	max re	average re	min est	max est	average est
1	0.018421	0.023962	0.020797	9.60048E-021	1.00973E-020	9.83595E-021
2	0.014821	0.231103	0.055028	8.17072E-021	1.03726E-020	9.68979E-021
3	0.015449	0.028022	0.022819	9.63451E-021	1.01999E-020	9.93677E-021

Figure 9: Contour plot of $g(x, y)$

As with the previous example, observe that taking too few samples per iteration ultimately gives rise to poor instrumental densities. Further, typical instrumental densities, such as that depicted in Figure 9, place a non-negligible amount of mass in the lower triangular region, which prevents the relative error of the estimate from shrinking quickly as the sample size increases.

5.4 Optimization Examples

The procedure followed for the optimization examples is almost the same as for the estimation examples. The only differences are: we do not estimate ℓ at the final step; the target density on iteration t is $\pi_t(\mathbf{x}) \propto I_{\{S(\mathbf{x}) \leqslant \gamma_t\}}$, where $\gamma_t = S_{(N_e)}$ is the largest of the elite sample scores from iteration $t-1$; and we stop the algorithm once 100 iterations have passed or $|\gamma_t - \gamma_{t-1}|, \ldots, |\gamma_t - \gamma_{t-5}| \leqslant 10^{-5}$.

As for the estimation examples, we run the algorithms 10 times and collect summary statistics; for these examples we collect statistics on the final function value and the number of function evaluations required by the algorithm. The statistics regarding the final function value are, for each trial, the average over 10 samples from the final pdf.

5.4.1 Rastrigin's Function

In this case, the problem is to minimize

$$S(x, y) = 20 + x^2 + y^2 - 10\cos(2\pi x) - 10\cos(2\pi y),$$

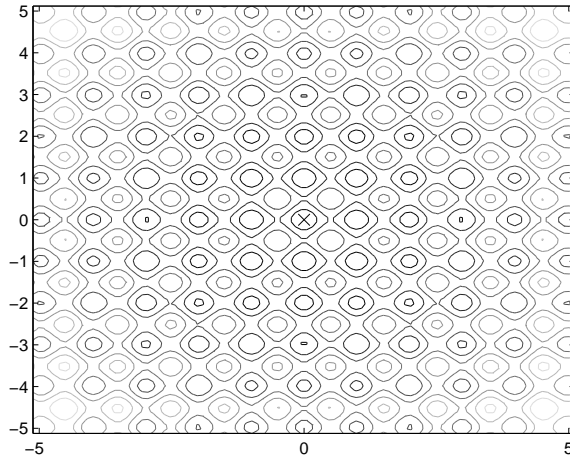which has known analytical solution $S(0, 0) = 0$ at $(x, y) = (0, 0)$.

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Figure 10: Contour plot of Rastrigin's function

We present the results of three numerical experiments that differ only in the settings of N and N_e. The settings for (1) were $N = 200$, $N_e = 50$; for (2) we have $N = 1000$, $N_e = 200$; and for (3) we have $N = 500$, $N_e = 100$. The initial region for this problem was $[-7.68, 7.68]^2$.

Note, in the table below, two of the ten trials in (1) gave poor results, and both runs exited by using the maximum number of allowed iterations. However, with a sample size large enough, the procedure consistently finds the global optimum.

Table 5: Rastrigin Problem Table

	min score	max score	average score	min fevals	max fevals	average fevals
1	5.164E-10	1.679	0.275	4600	20200	7860
2	1.375E-9	6.914E-9	3.310E-9	19000	19000	19000
3	1.041E-9	1.089E-4	1.089E-5	9500	12000	9800

5.4.2 Trigonometric Function

Let $\eta = 7$, $\mu = 1$, $x^* = 0.9$ and $y^* = 0.9$. The problem is to minimize

$$S(x, y) = 1 + 14(\sin^2(\eta(x - x^*)^2) + \sin^2(\eta(y - y^*)^2)) + \mu((x - x^*)^2 + (y - y^*)^2),$$

with $-1 \leqslant x, y \leqslant 1$. The analytical solution is known to be $S(x^*, y^*) = 1$ at $(x, y) = (x^*, y^*)$.
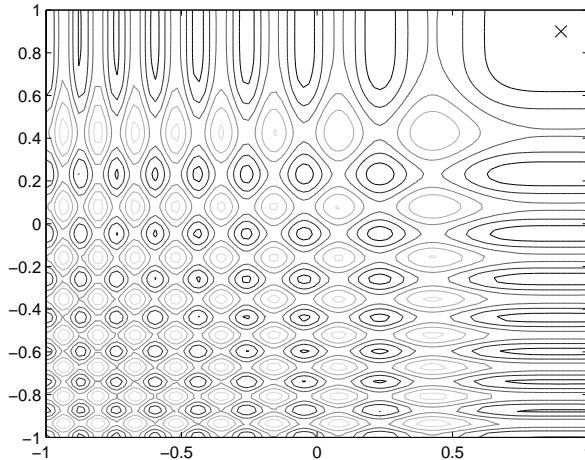
Figure 11: Contour plot of the trigonometric function with $\eta = 7$, $\mu = 1$, $x^* = 0.9$ and $y^* = 0.9$

We present the results of three numerical experiments with the same parameter settings as in the previous optimization example. The initial region for this problem was $[-1.5, 1.5]^2$, with any points falling outside $[-1, 1]^2$ set to have infinite score.

Table 6: Trigonometric Problem Table

	min score	max score	average score	min fevals	max fevals	average fevals
1	1+2.190E-9	1+1.348E-7	1+1.922E-8	2800	3200	3080
2	1+2.341E-9	1+1.330E-8	1+6.006E-9	13000	13000	13000
3	1+2.396E-9	1+1.086E-5	1+1.172E-6	6500	7000	6550

Unlike the previous optimization example, the scores given in the table above indicate that the final density is consistently concentrated near the global minimum. Here, the effect of increasing the sample size is to improve an already adequate final density, whereas in the previous example the smallest sample size used gave inadequate results.

6   Conclusions

The GCE program provides a natural and general framework for constructing good instrumental densities g, such as those used in importance sampling, rare-event simulation, stochastic search, and probability density estimation. The GCE procedure is specified by the prior density p — which conveys the available information on the target π —, the function ϕ defining the CE distance, and the kernels $\{K_i\}$ whose expectations under g are matched with the expectations under π. The instrumental g is derived from fundamental KKT optimization principles. By choosing p, ϕ and $\{K_i\}$ appropriately, both the

classical parametric CE method (with densities in an exponential family) and the non-parametric MCE method can be recovered from the GCE method. Two choices for the distance–defining function ϕ stand out. One gives the KL distance, used in both the CE and MCE method, and the other the χ^2 distance. The latter choice provides densities g that are weighted kernel mixtures, whose weights are found by solving a QPP. These are easy to sample from. If, in addition, the kernels are chosen to be Gaussian with a fixed bandwidth, the optimal bandwidth can be found from a simple root-finding problem.

The GCE method can be readily applied to density estimation, and compares well with the state of the art (SJ) in this area. The same holds for discrete (binary) density estimation. Notable differences between GCE and SJ are: (1) the SJ estimator relies on the availability of large samples and essentially solves an asymptotic approximation approximately, whereas GCE solves the problem without using any asymptotic approximations, and (2) the GCE gives a sparse mixture model (most weights are 0), whereas in SJ all weights (as many as there a data points) are non-zero. Another application of the GCE method is IS estimation. Here, the crucial issue is to choose the instrumental g (the IS density) as close as possible to the target (the optimal IS pdf). As with the classical CE method, GCE can be implemented as a multi-level approach, thus steering the instrumental more gradually towards the target distribution. The method is then readily modified as a procedure to optimize general functions, like in the CE method. The advantage of using non-parametric CE approaches, as opposed to parametric ones, is that the former are more flexible and can approximate the target better. A disadvantage is that the non-parametric algorithms tend to be significantly slower than their parametric counterparts. A future challenge is to devise non-parametric densities that are not only easy to simulate from (as in the χ^2 GCE approach) but are also fast to evaluate, especially in higher dimensions. Another direction to be explored is the use of non-Gaussian kernels, such as Cauchy kernels.

Acknowledgments

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