**CAPSTONE PROJECT SUBMISSION**

Stock market is characterized as dynamic, unpredictable and non-linear in nature. Predicting stock prices is a challenging task as it depends on various factors including but not limited to political conditions, global economy, company’s financial reports and performance etc. Thus, to maximize the profit and minimize the losses, techniques to predict values of the stock in advance by analyzing the trend over the last few years, could prove to be highly useful for making stock market movements. Traditionally, two main approaches have been proposed for predicting the stock price of an organization. Technical analysis method uses historical prices of stocks like closing and opening price, volume traded, adjacent close values etc. of the stock for predicting the future price of the stock. The second type of analysis is qualitative, which is performed on the basis of external factors like company profile, market situation, political and economic factors, textual information in the form of financial news articles, social media and even blogs by economic analysts [3]. Nowadays, advanced intelligent techniques based on either technical or fundamental analysis are used for predicting stock prices. Particularly, for stock market analysis, the data size is huge and also non-linear. To deal with this variety of data an efficient model is needed that can identify the hidden patterns and complex relations in this large data set. Machine learning techniques in this area have proved to improve efficiencies by 60-80 percent as compared to the past methods.

Yes Bank is a well-known bank in the Indian financial domain. Since 2018, it has been in the news because of the fraud case involving Rana Kapoor. Owing to this fact, it was interesting to see how that impacted the stock prices of the company and whether Time series models or any other predictive models can do justice to such situations. This dataset has monthly stock prices of the bank since its inception and includes closing, starting, highest, and lowest stock prices of every month. The main objective is to predict the stock’s closing price of the month.

The dataset of YES BANK has monthly stock prices of the bank since its inception and includes closing, starting, highest, and lowest stock prices of every month of around 180 observations. It contains the following features:

* Date: It denotes date of investment done (in our case we have month and year).
* Open: Open means the price at which a stock started trading when the opening bell rang.
* High: High refer to the maximum prices in a given time period.
* Low: Low refer to the minimum prices in a given time period.
* Close: Close refers to the price of an individual stock when the stock exchange closed for the day.

Contributor Role:

Ashutosh Maurya

1-Data Understanding

1. Shape of the data
2. Information about the data
3. Converting date time object
4. Summary of data
5. Missing Values

2-EDA

1. Plotting close price vs date
2. Plotting all features with respect to date
3. Making Independent numeric variable
4. Distribution of closing price and all numerical features
5. Scatter plot for – relationship b/w Dependent and Independent variable
6. Correlation heat map

3- Transforming & Splitting the data

1. Define X is independent variable and Y is dependent variable.
2. Splitting the data in X and Y
3. Data Transformation

4- Model Building

1-Linear Regression

1. Train accuracy of Linear regression model
2. Prediction of test data
3. Evaluation matrix for Linear Regression
4. Linear Regression – Actual vs prediction

2-Lasso Regression

1. Train accuracy of Linear regression model
2. Prediction of test data
3. Evaluation matrix for Linear Regression
4. Linear Regression – Actual vs prediction
5. Cross validation
6. Actual prediction after Cv

3-Ridge Regression

1. Train accuracy of Linear regression model
2. Prediction of test data
3. Evaluation matrix for Linear Regression
4. Linear Regression – Actual vs prediction
5. Cross validation
6. Actual prediction after Cv

4-Elastic Net

1. Train accuracy of Linear regression model
2. Prediction of test data
3. Evaluation matrix for Linear Regression
4. Linear Regression – Actual vs prediction
5. Cross validation
6. Actual prediction after Cv

5- Evaluation Matrix Comparison

Github Link:

<https://github.com/Avasa29/Capstone-Project-II--Yes-Bank-Stock-Price-pridiction-/blob/main/Capstone_I_Yes_Bank_Stock_price_Regression.ipynb>

Drive Link:

<https://drive.google.com/drive/folders/1gJF0vc8UgyGBcsAO8cMU7HwPKyEMVZsi>