

TEAM ID : PNT2022TMID28055

CRUDE OIL PRICE PREDICTION

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1. INTRODUCTION

1.1 PROJECT OVERVIEW

Crude oil is amongst the most important resources in today's world, it is the chief fuel, and its cost has a direct effect on the global habitat, our economy and oil exploration, exploitation and other activities. Prediction of oil prices has become the need of the hour, it is a boon to many large and small industries, individuals, the government. The evaporative nature of crude oil, its price prediction becomes extremely difficult, and it is hard to be precise with the same. Several different factors affect crude oil prices. We propose a contemporary and innovative method of predicting crude oil prices using the artificial neural network (ANN). The main advantage of this approach of ANN is that it continuously captures the unstable pattern of the crude oil prices which have been incorporated by finding out the optimal lag and number of the delay effect that controls the prices of crude oil. Variation of lag in a period has been done for the most optimum and close results, we then have validated our results by evaluating the root mean square error and the results obtained using the proposed model have significantly outperformed

1.2 PURPOSE

Crude oil price fluctuations have a far reaching impact on global economies and thus price forecasting can assist in minimising the risks associated with volatility in oil prices. Price forecasts are very important to various stakeholders: governments, public and private enterprises, policymakers, and investors. Energy has been a crucial production input in the production activities and economic growth and development processes of many countries. In fact, in the face of the global call for sustainable environment through the promotion of green energy sources, the role of fossil fuels, especially crude oil, cannot still be sufficiently relegated particularly in many industrialized and energy-dependent economies.

2. LITERATURE SURVEY

2.1 EXISTING PROBLEM

In recent years, the crude oil market has entered a new period of development and the core influence factors of crude oil have also been a change. Thus, we develop a new research framework for core influence factors selection and forecasting. Firstly, this paper assesses and selects core influence factors with the elastic-net regularized generalized linear Model (GLMNET), spike-slab lasso method, and Bayesian model average (BMA). Secondly, the new machine learning method long short-term Memory Network (LSTM) is developed for crude oil price forecasting. Then six different forecasting techniques, random walk (RW), autoregressive integrated moving average models (ARMA), Elman neural Networks (ENN), ELM Neural Networks (EL), walvet neural networks (WNN) and generalized regression neural network Models (GRNN) were used to forecast the price. Finally, we compare and analyse the different results with root mean squared error (RMSE), mean absolute percentage error (MAPE), directional symmetry (DS). Our empirical results show that the variable selection-LSTM method outperforms the benchmark methods in both level and directional forecasting accuracy

2.2 REFERENCE

1. A deep learning ensemble approach for crude oil price forecasting: Author: Yang Zhao, Jianping Li, Lean Y (2017)
2. Baumeister C, Kilian L, Zhou X (2013) Are product spreads useful for forecasting? An empirical evaluation of the Verleger hypothesis. Available at SSRN DP9572 Castle JL, Qin X, Reed WR (2009)
3. How to pick the best regression equation: a review and comparison of model selection algorithms. Working Papers in Economics 32(5):979– 986
4. Chiroma H, Abdulkareem S, Herawan T (2015) Evolutionary neural network model for West Texas intermediate crude oil price prediction. Apply Energy 142:266–273.
5. Cifarelli G, Paladino G (2010) Oil price dynamics and speculation: a multivariate financial approach. Energy Econ 32(2):363–372

2.3 PROBLEM STATEMENT DEFINITION

Crude oil is the world's leading fuel, and its prices have a big impact on the global environment, economy as well as oil exploration and exploitation activities. Oil price forecasts are very useful to governments, industry individuals. Although many methods have been developed for predicting oil prices, it remains one of the most challenging forecasting problems due to the high volatility of oil prices. The volatility of crude oil market and its chain effects to the world economy augmented the interest and fear of individuals, public and private sectors. Previous statistical and econometric techniques used for prediction, offer good results when dealing with linear data. Nevertheless, crude oil price series deal with high nonlinearity and irregular events. The continuous usage of statistical and econometric techniques including AI for crude oil price prediction might demonstrate demotions to the prediction performance

This Guided Project mainly focuses on applying Neural Networks to predict the Crude Oil Price. This decision helps us to buy crude oil at the proper time. Time series analysis is the best option for this kind of prediction because we are using the Previous history of crude oil prices to predict future crude oil. So we would be implementing RNN (Recurrent Neural Network) with LSTM(Long Short Term Memory) to achieve the task.

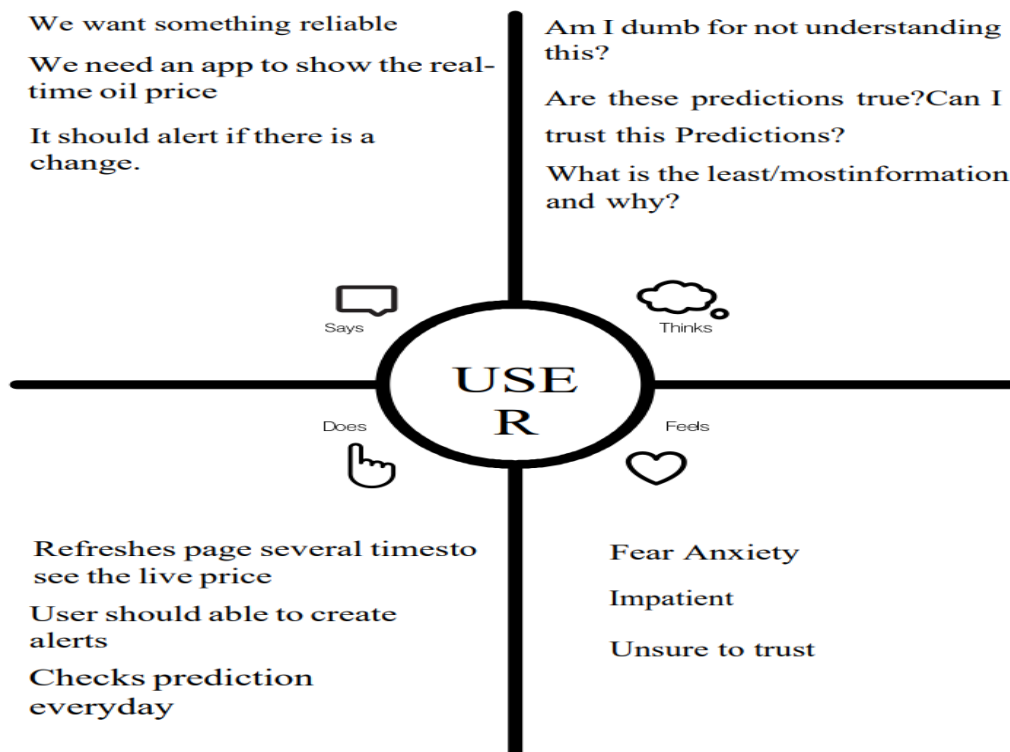
3. IDEATHON AND PROPOSED SOLUTION

3.1 EMPATHY MAP CANVAS

An empathy map is a simple, easy-to-digest visual that captures knowledge about a user's behaviours and attitudes.

It is a useful tool to help teams better understand their users.

Creating an effective solution requires understanding the true problem and the person who is experiencing it. The exercise of creating the map helps participants consider things from the user's perspective along with his or her goals and challenges.




3.2 IDEATHON AND BRAINSTORMING

Brainstorm & Idea Prioritization:

Step 1: Team Gathering, Collaboration and Select the Problem Statement

Template



Brainstorm & idea prioritization

not sitting in the same room.

- 10 minutes to prepare
- 1 hour to collaborate
- 2-4 people recommended

[Share template feedback](#)

Before you collaborate

A little bit of preparation goes a long way with this session. Here's what you need to do to get going.

10 minutes

- Team gathering**
Define who should participate in the session and send an invite. Share relevant information or pre-work ahead.
- Set the goal**
Think about the problem you'll be focusing on solving in the brainstorming session.
- Learn how to use the Facilitation tools**
Use the Facilitation Superpowers to run a happy and productive session.

[Open article](#)

Define your problem statement

To predict the future prices of crude oil using LSTM model

5 minutes


Problem

How might we tackle the problem of predicting the price of crude oil?

Key rules of brainstorming

To run an smooth and productive session

- Stay in topic.
- Defier judgment.
- Go for volume.
- Encourage wild ideas.
- Listen to others.
- If possible, be visual.



Need some inspiration?

See a full-sized version of this template to adapt your work.

[Open example](#)

3.3 PROPOSED SOLUTION

Proposed Solution Template:

The project team shall fill in the following information in the proposed solution template.

S.NO	PARAMETER	DESCRIPTION
1.	Problem Statement (Problem to be	The value of crude oil prices on the worldwide market is extremely difficult to anticipate due to the unpredictable variations in supply and demand as well as the impact of geopolitics.
2.	Idea / Solution description	We will gradually compile a dataset of historical oil price data, feed it to the model, train it, compile it, and then implement it in the web application after it has reached the ideal state.
3.	Novelty/uniqueness	Despite being an old concept, it will work better if periodic training is used.
4.	Social Impact / Customer Satisfaction	Customers may learn about the price of crude oil and profit financially by utilising the online app.
5.	Business Model (Revenue Model)	Customers may learn about the price of crude oil and profit financially by utilising the online app.

3.4 PROBLEM SOLUTION FIT

Define CS, fit into CC	<div>1. CUSTOMER SEGMENT(S)<div>CS</div></div> <div>Who is your customer? i.e. working parents of 0-5 y.o. kids</div> <div>1.Our project mainly focuses on the continuous usage of statistical and econometric techniques including AI for crude oil price prediction might demonstrate demotions to the prediction performance.</div> <div>2. Our project is used to predict the future price and use the oil according to the prices. People from any age group can use this application.</div>	<div>6. CUSTOMER CONSTRAINTS<div>CC</div></div> <div>What constraints prevent your customers from taking action or limit their choices of solutions? i.e. spending power, budget, no cash, network connection, available devices.</div> <div>1.Proper internet connectivity is required.</div> <div>2.User must enter appropriate details for accurate results.</div> <div>3.Must read the guidelines for better usage.</div>	<div>5. AVAILABLE SOLUTIONS<div>AS</div></div> <div>Which solutions are available to the customers when they face the problem or need to get the job done? What have they tried in the past? What pros & cons do these solutions have? i.e. pen and paper is an alternative to digital notetaking</div> <div>1. if crude oil price goes low ,the easiest way to take advantage of the low prices is to fleece the bears.</div> <div>2. Simply buying oversold oil or gas stocks can be a great way to take advantage now and reap the benefits when the bears realize their mistake and oil prices rebound.</div>	Explore AS, differentiate
	<div>2. JOBS-TO-BE-DONE / PROBLEMS<div>J&P</div></div> <div>Which jobs-to-be-done (or problems) do you address for your customers? There could be more than one; explore different sides.</div> <div>1.Websites crashes should be avoided.</div> <div>2,Application interface should be user-friendly.</div> <div>3.Precision of results delivered.</div>	<div>9. PROBLEM ROOT CAUSE<div>RC</div></div> <div>What is the real reason that this problem exists? What is the back story behind the need to do this job? i.e. customers have to do it because of the change in regulations.</div> <div>1. Changing pattern of oil prices.</div> <div>2. Inexperienced professionals.</div>	<div>7. BEHAVIOUR<div>BE</div></div> <div>What does your customer do to address the problem and get the job done? i.e. directly related: find the right solar panel installer, calculate usage and benefits; indirectly associated: customers spend free time on volunteering work (i.e. Greenpeace)</div> <div>1.Closing price is the last price at which a stock trades during a regular trading session.</div> <div>2.The Closing Price helps the investor understand the market sentiment of the stocks over time. It is the most accurate matrix to determine the valuation of stock until the market resumes trading the next day.</div>	Focus on J&P, tap into BE, understand RC
Focus on J&P, tap into BE, understand RC	<div>3. TRIGGERS<div>TR</div></div> <div>What triggers customers to act? i.e. seeing their neighbour installing solar panels, reading about a more efficient solution in the news.</div> <div>1.Cost Effective.</div> <div>2.Early prediction can avoid serious problems.</div>	<div>10. YOUR SOLUTION<div>SL</div></div> <div>If you are working on an existing business, write down your current solution first, fill in the canvas, and check how much it fits reality If you are working on a new business proposition, then keep it blank until you fill in the canvas and come up with a solution that fits within customer limitations, solves a problem and matches customer behaviour.</div> <div>1.This Guided Project mainly focus on applying Neural Networks to predict the crude oil price.</div> <div>2.This decision helps us to buy crude oil at proper time.</div> <div>3.Time series analysis is the best option for this kind of prediction because we are using the previous history of crude oil prices to predict future crude oil.</div> <div>4.So we would be implementing RNN(Recurrent Neural Network) with LSTM(Long Short Term Memory) to achieve the task.</div>	<div>8. CHANNELS of BEHAVIOUR<div>CH</div></div> <div>8.1 ONLINE What kind of actions do customers take online? Extract online channels from #7</div> <div>1.Searching online for current crude oil prices.</div> <div>8.2 OFFLINE What kind of actions do customers take offline? Extract offline channels from #7 and use them for customer development.</div> <div>1.Performing fundamental analysis.</div> <div>2.Technical analysis.</div> <div>3.Risk Management</div>	Focus on J&P, tap into BE, understand RC
	<div>4. EMOTIONS: BEFORE / AFTER<div>EM</div></div> <div>How do customers feel when they face a problem or a job and afterwards? i.e. lost, insecure > confident, in control - use it in your communication strategy & design.</div> <div>1.Trust, Profit gain or loss fear, insecurity.</div>			Identify strong TR & EM
Identify strong TR & EM				Extract online & offline CH of BE

4. REQUIREMENT ANALYSIS

4.1 FUNCTIONAL REQUIREMENTS:

Following are the functional requirements of the proposed solution.

FR No.	Functional Requirement (Epic)	Sub Requirement (Story/ Sub-Task)
FR-1	User Registration	Registration through Form Registration through Gmail
FR-2	User Confirmation	Confirmation via Email Confirmation via OTP
FR-3	Graph	Showing graph by obtaining the data from the dataset
FR-4	Support	Providing answers for the queries asked by users.
FR-5	News	Information of the oil prices will be updated by admin
FR-6	Notification	Notification will be sent for the users price alert
Fr-7	Database	Information of the User will be stored

4.2 NON-FUNCTIONAL REQUIREMENTS:

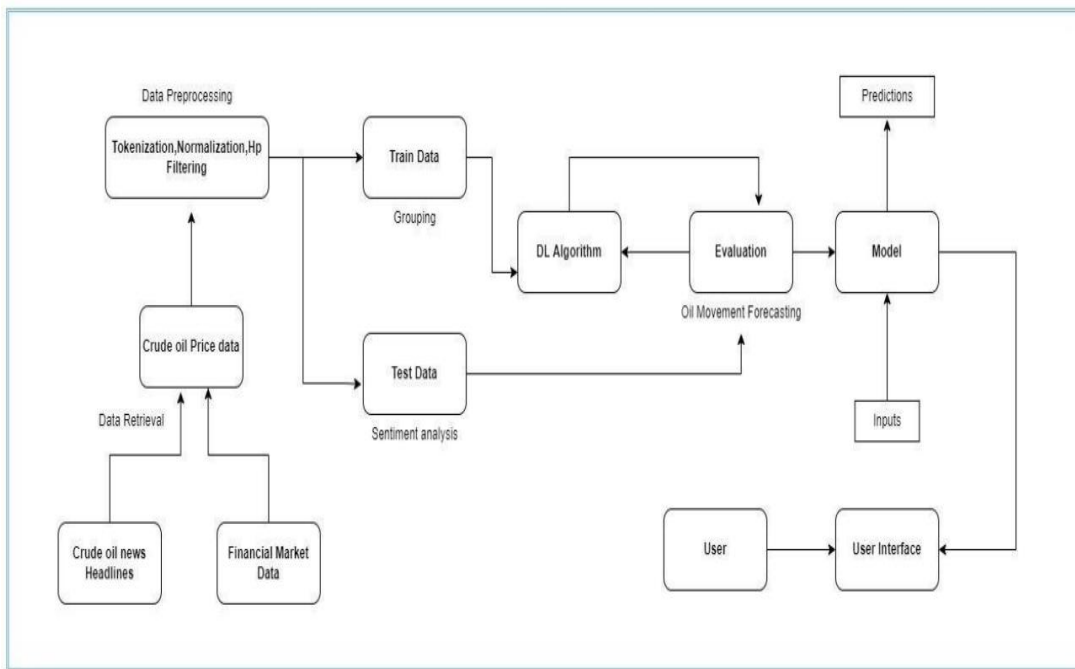
Following are the non-functional requirements of the proposed solution.

FR No.	Non-Functional Requirement	Description
NFR-1	Usability	It can use by wide variety of client as it is very simple to learn and not complex to proceed.
NFR-2	Security	We are using login for the user and the information will be hashed so that it will be very secure to use.
NFR-3	Reliability	It will be reliable that it can update with very time period so that the accuracy will be good.
NFR-4	Performance	It will be perform fast and secure even at the lower bandwidth.
NFR-5	Availability	Prediction will be available for every user but only for premium user news, database and price alert will be alert.
NFR-6	Scalability	It is scalable that we are going to use data in kb so that the quite amount of storage is satisfied.

5. PROJECT DESIGN

5.1 DATA FLOW DIAGRAMS

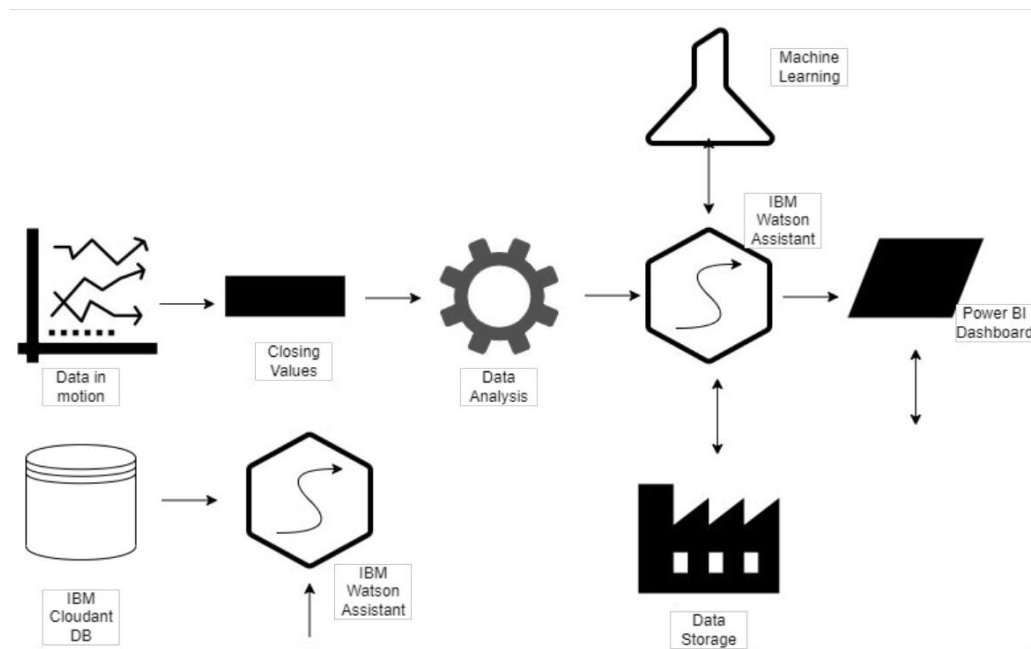
A Data Flow Diagram (DFD) is a traditional visual representation of the information flows within a system. A neat and clear DFD can depict the right amount of the system requirement graphically. It shows how data enters and leaves the system, what changes the information, and where data is stored.



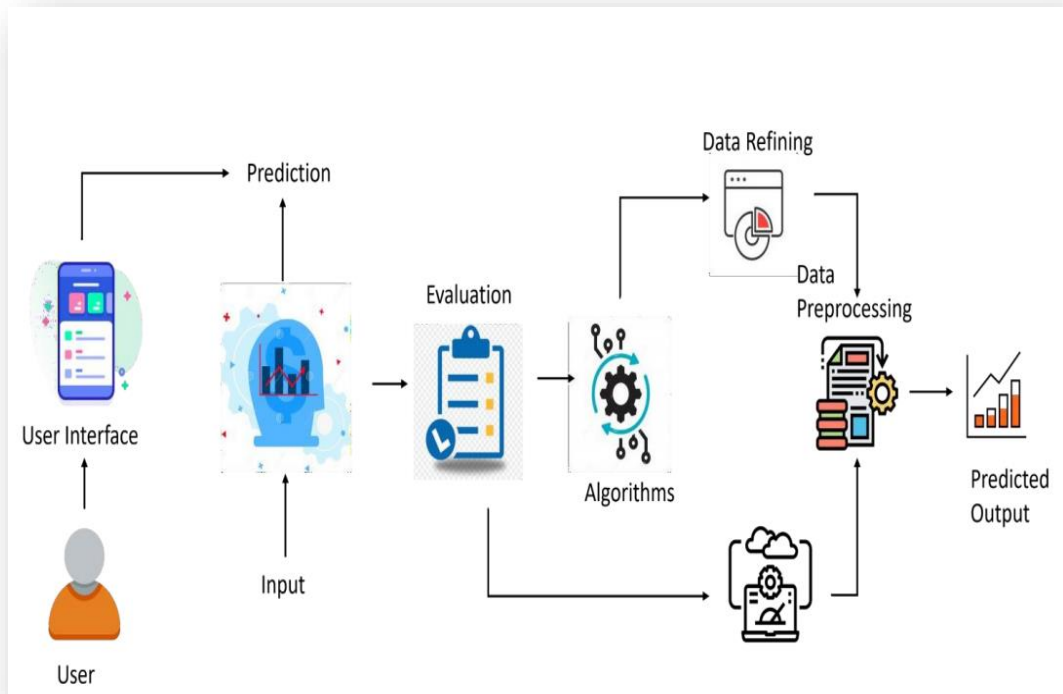
5.2 SOLUTION & TECHNICAL ARCHITECTURE

SOLUTION ARCHITECTURE

- i. A complicated process with several sub-processes, solution architecture connects business issues with technological solutions. Its objectives are to
- ii. Find the most effective innovative solution for resolving current business difficulties. Understanding to project stakeholders the structure, traits, functionality and other features of the application.
- iii. Define objectives, phases for development and solution requirements.
- iv. Specific guidance for how the solution is established, developed and provided



TECHNICAL ARCHITECTURE



5.3 USER STORIES

Use the below template to list all the user stories for the product

User Type	Functional Requirement(Epic)	User Story Number	User Story/Task	Acceptance criteria	Priority	Release
Customer (Mobile User)	Registration	USN-1	I may sign up for The program as a user by providing my email address, a password, and a password confirmation.	I have access to my account, which shows line and bar graphs.	High	Sprint-1
		USN-2	If I register for the application as a user, I will receive a confirmation email.	I can get a confirmation email and confirm it.	High	Sprint-1
		USN-3	I may sign up for the application as a user through Facebook.	I can sign up and access my account.	Low	Sprint-2
		USN-4	I may sign up for the application as a user using gmail.	Through my existing logged-in gmail account, I may sign up.	Medium	Sprint-1
	Login	USN-5	I may access the application as a user by providing my email address and password.	After signing up, I can only log in using my email and password.	High	Sprint-1
	Line\Bar graph		The model will provide predictions in Line Bar Graph Format when the inputs are entered.	I can obtain the anticipated result in a number of forms.	High	Sprint-3
Customer (Web user)	Login	USN-1	As a user of the internet, I can log in easily using my Gmail or Facebook account.	It is possible to log in using a Gmail account that has already been setup.	Medium	Sprint-2
Customer Care Executive	Support		The customer service department will address any FAQ and also offer ChatBox	I am able to fix the issues caused by Support.	Low	Sprint-3
Administrator	News		Admin will provide the most recent oil price information.	Give the current oil pricing.	High	Sprint-4
	Notification		When oil prices change, the administrator will notify.	Gmail-based notification	High	Sprint-4
	Access Control		Admins have access control over	Users' authorization to access.	High	Sprint-4
	Database		Admins have access to user information.	keeps user information.	High	Sprint-4

6. PROJECT PLANNING & SCHEDULING

6.1 SPRINT PLANNING & ESTIMATION

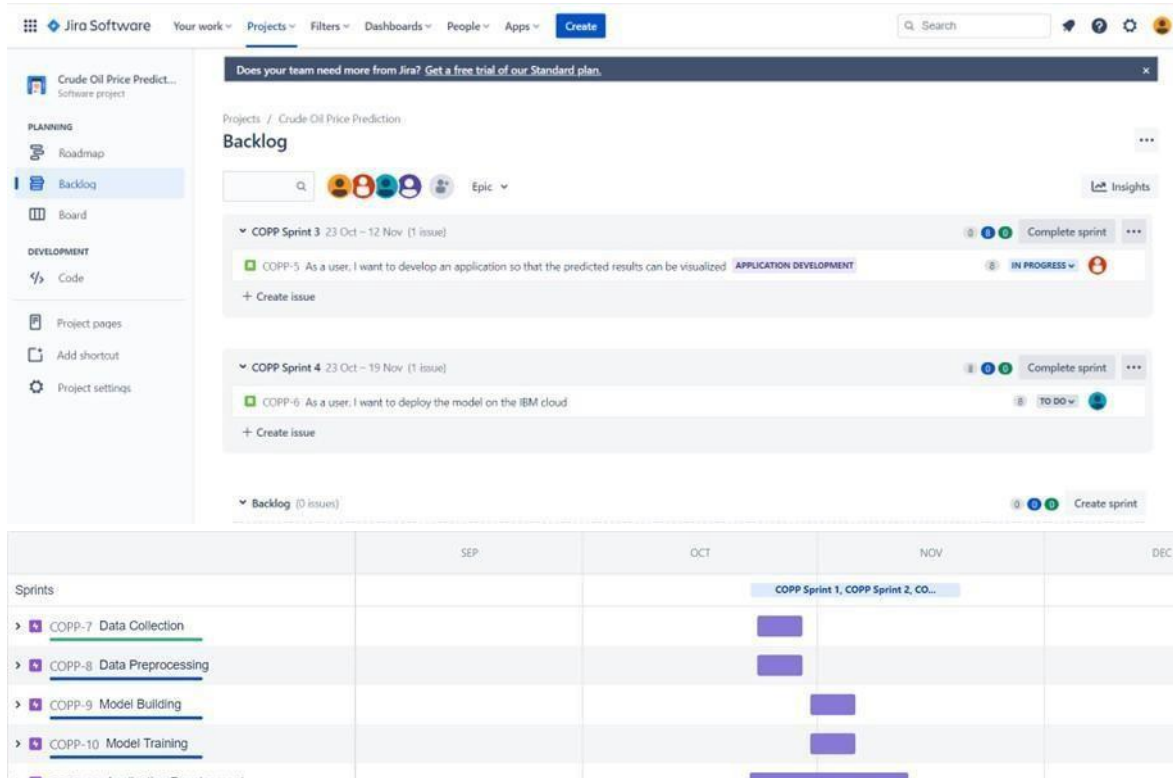
Sprint	FunctionalRequirement(Epic)	UserStoryNumber	UserStory/Task	StoryPoints	Priority	TeamMembers
Sprint-1	DataCollection	USN-1	DownloadCrudeOilPriceDataset	2	Medium	Amal L
Sprint-1	DataPreprocessing	USN-2	ImportingTheDatasetintoWorkspace	1	Low	Gowind Eshvar R
Sprint-1		USN-3	HandlingMissingData	3	Medium	Bharathkumar A
Sprint-1		USN-4	FeatureScaling	3	Low	Gokul P
Sprint-1		USN-5	DataVisualization	3	Medium	Bharathkumar A
Sprint-1		USN-6	SplittingDataintoTrain andTest	4	High	Amal L
Sprint-1		USN-7	CreatingADatasetwith SlidingWindows	4	High	Bharathkumar A
Sprint-2	ModelBuilding	USN-8	ImportingTheModelBuildingLibraries	1	Medium	Gokul P
Sprint-2		USN-9	InitializingTheModel	1	Medium	Gowind Eshvar R
Sprint-2		USN-10	AddingLSTMLayers	2	High	Bharathkumar A
Sprint-2		USN-11	AddingOutputLayers	3	Medium	Amal L
Sprint-2		USN-12	ConfigureTheLearningProcess	4	High	Gokul P

Sprint	FunctionalRequirement(Epic)	UserStoryNumber	UserStory/Task	StoryPoints	Priority	TeamMembers
Sprint-2		USN-13	TrainTheModel	2	Medium	Bharathkumar A
Sprint-2		USN-14	ModelEvaluation	1	Medium	Amal L
Sprint-2		USN-15	SaveTheModel	2	Medium	Gowind Eshvar R
Sprint-2		USN-16	TestTheModel	3	High	Gokul P
Sprint-3	ApplicationBuilding	USN-17	CreateAnHTMLFile	4	Medium	Gowind Eshvar R
Sprint-3		USN-18	BuildPythonCode	4	High	Bharathkumar A
Sprint-3		USN-19	RunTheAppInLocalBrowser	4	Medium	Amal L
Sprint-3		USN-20	ShowcasingPredictionOn UI	4	High	Gokul P
Sprint-4	TrainTheModelOnIBM	USN-21	RegisterForIBMCloud	4	Medium	Bharathkumar A
Sprint-4		USN-22	TrainTheMLModelOnIBM	8	High	Bharathkumar A
Sprint-4		USN-23	IntegrateFlaskwithScoringEndPoint	8	High	Bharathkumar A

6.2 SPRINT DELIVERY SCHEDULE

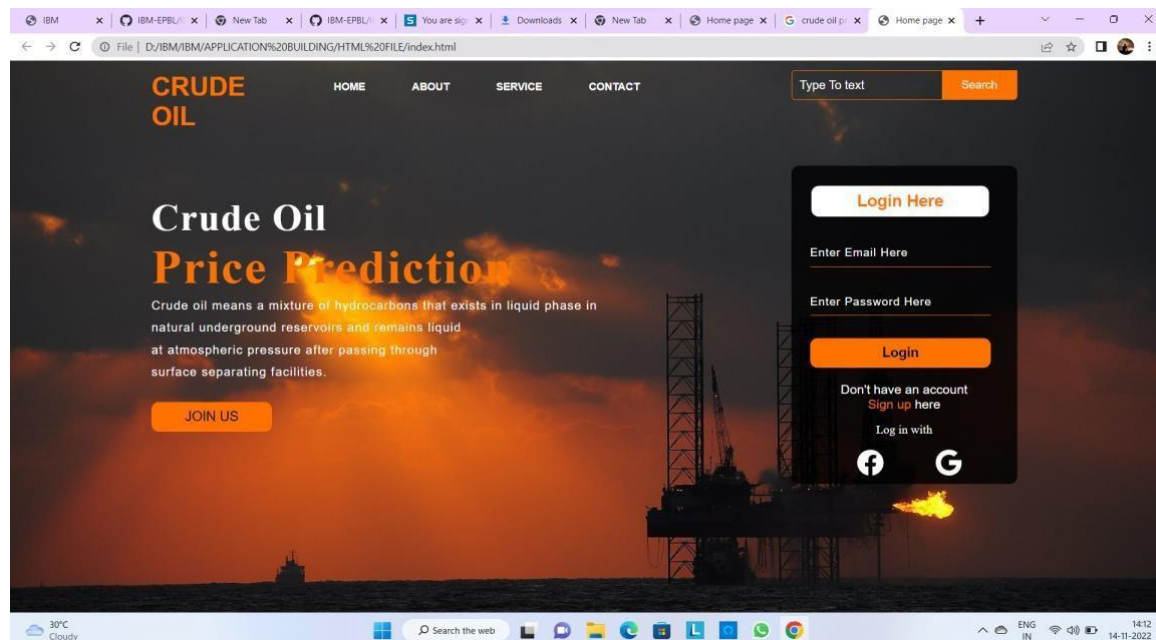
Sprint	Total StoryPoints	Duration	Sprint Start Date	Sprint EndDate (Planned)	Story PointsCompleted (as onPlanned End Date)	Sprint Release Date (Actual)
Sprint-1	8	6 Days	24 Oct 2022	29 Oct 2022	8	29 Oct 2022
Sprint-2	8	6 Days	31 Oct 2022	05 Nov 2022	8	05 Nov 2022
Sprint-3	8	6 Days	07 Nov 2022	12 Nov 2022	8	12 Nov 2022
Sprint-4	8	6 Days	14 Nov 2022	19 Nov 2022	8	19 Nov 2022

6.3 REPORTS FROM JIRA



7. CODING & SOLUTIONING

- i. The crude oil prediction website provides two options
 1. Home
 2. predict
- ii. The home allows the user to have an insight on the importance of crude oil price prediction
- iii. The predict allows the user to give the 10 days input and arrive at the prediction results.



CODE

Index:

```
<!DOCTYPE html>

<html lang="en">
<head>
  <meta name="viewport" content="width=device-width, initial-scale=1.0">
  <title>Home page</title>
  <link rel="stylesheet" href="style.css">
</head>
<body>

  <div class="main">
<div class="navbar">
  <div class="icon">
    <h2 class="logo">CRUDE OIL</h2>
  </div>

  <div class="menu">
    <ul>
      <li><a href="#">HOME</a></li>
      <li><a href="#">ABOUT</a></li>
      <li><a href="#">SERVICE</a></li>
      <li><a href="#">CONTACT</a></li>
    </ul>
  </div>

  <div class="search">
    <input class="srch" type="search" name="" placeholder="Type To text">
    <a href="#"> <button class="btn">Search</button></a>
  </div>
```

```

</div>
<div class="content">
  <h1>Crude Oil<br><span>Price Prediction</span><br></h1>
  <p class="par"> Crude oil means a mixture of hydrocarbons that exists in liquid phase
in<br>
natural underground reservoirs and remains liquid <br>at atmospheric pressure
afterpassing through <br>surface separating facilities.</p>

  <button class="cn"><a href="register.html">JOIN US</a></button>

  <div class="form">
    <h2>Login Here</h2>
    <input type="email" name="email" placeholder="Enter Email Here">
    <input type="password" name="" placeholder="Enter Password Here">
    <button class="btnn"><a href="#">Login</a></button>

    <p class="link">Don't have an account<br>
    <a href="#">Sign up </a> here</a></p>
    <p class="liw">Log in with</p>

    <div class="icons">
      <a href="#"><ion-icon name="logo-facebook"></ion-icon></a>
      <a href="#"><ion-icon name="logo-google"></ion-icon></a>
    </div>

  </div>
  </div>
  </div>
  </div>
  <script src="https://unpkg.com/ionicons@5.4.0/dist/ionicons.js"></script>
</body>

```

```
</html>
```

Register:

```
<!DOCTYPE html>
```

```
<html>
```

```
  <head>
```

```
    <title>Registration Form</title>
```

```
    <link
```

```
      rel="stylesheet" href="register.cs
```

```
      s" type="text/css">
```

```
  </head>
```

```
  <body>
```

```
    <div class="main">
```

```
      <div class="register">
```

```
        <h2>Register Here</h2>
```

```
        <form id="register" method="post">
```

```
          <label>First Name : </label>
```

```
          <br>
```

```
          <input type="text" name="fname"
```

```
            id="name" placeholder="Enter Your First Name">
```

```
          <br><br>
```

```
          <label>Last Name : </label>
```

```
          <br>
```

```
          <input type="text" name="lname"
```

```
            id="name" placeholder="Enter Your last Name">
```

```
          <br><br>
```

```
          <label>Your Age : </label>
```

```
          <br>
```

```
          <input type="number" name="age"
```

```
            id="name" placeholder="How Old Are  
            You">
```

```
          <br><br>
```

```
          <label>Email : </label>
```


[illegible]

8. TESTING

8.1 TEST CASES

Test case analysis

This report shows the number of test cases that have passed, failed, and untested

Section	Total Cases	Not Tested	Fail	Pass
ML Model	4	0	0	4
Flask Application	4	0	0	4
IBM cloud	4	0	0	4
Exception Reporting	2	0	0	2
Final Reportout ut	4	0	0	4

8.2 USER ACCEPTANCE TESTING

The purpose is to briefly explain the test coverage and open issues of the crude oil priceprediction project at the time of the releaseto user acceptancetesting

Defect Analysis:

The reportshows the number of resolvedand closed bugs at each severity level andhow they were resolved

Resolution	Severity 1	Severity 2	Severity 3	Severity 4	Subtotal
By Design	3	0	0	0	3
Duplicate	1	0	1	0	2
External	0	0	0	0	0
Fixed	4	0	1	1	6

Not Reproduced	0	0	0	0	0
Skipped	0	0	0	0	0
Won't fix	0	0	0	1	1
Totals	8	0	2	2	12


Test case analysis

This report shows the number of test cases that have passed, failed, and untested

Section	Total Cases	Not Tested	Fail	Pass
ML Model	4	0	0	4
Flask Application	4	0	0	4
IBM Cloud	4	0	0	4
Exception Reporting	2	0	0	2
Final ReportOutput	4	0	0	4

9. RESULTS

a. PERFORMANCE METRICS

S.No	Parameters	Values	Screenshot
1.	Model Summary		
2	Accuracy		

10. ADVANTAGES & DISADVANTAGES

ADVANTAGES:

- i. Prediction of crude oil price can help the importers to choose the right time to buy as they wait for the prices to fall down
- ii. Prediction of crude oil prices can help the exporters to increase the demand
- iii. It can even help in shifting the political powers
- iv. can assist in minimizing the risks associated with volatility in oil prices

DISADVANTAGES

- v. The prediction results may lack accuracy
- vi. Volatility in prices may be misleading

11. CONCLUSION

LSTM network is better than other traditional neural networks for forecasting prices as it aims in using a back propagation model. Traditional neural networks such as CNN on the other hand predicts the next outgoing but doesn't necessarily save the previous data or connection which is based on feed-forwarding, in the sense the previous data is not necessary to predict the future data. LSTM focuses on storing the previous data and prediction which is rather encouraging and more approximate. The outcomes derived are relatively encouraging. The results show that large lookups do not necessarily improve the accuracy of the predictions of crude oil prices. Hence it can be concluded, the model with a single LSTM model is definitely the most accurate.

12. FUTURE SCOPE

The project's future potential is enormous. The project can be implemented with the real-time functionalities that are necessary. Because it is quite versatile in terms of expansion, the project can be upgraded in the near future as and when the need arises. The complete prediction value can be increased in a much better, accurate, and error-free manner with the proposed approach. The project can be enhanced with realtime data.

13. APPENDIX

Source

Code

MODEL:

DATA PREPROCESSING

Importing the

libraries import pandas

as pd import numpy as

np

import matplotlib.pyplot

as plt import tensorflow as

tf

data=pd.read_excel(r"Crude Oil Prices

Daily.xlsx")data.head()

Handling missing values

data.isnull().any()

data.isnull().sum()

data.dropna(axis=0,inplace=True)

data_oil=data.reset_index()['Closing

Value']data_oil data.isnull().any()

Feature Scaling

from sklearn.preprocessing import MinMaxScaler

scaler=MinMaxScaler(feature_range=(0,1))

data_oil=scaler.fit_transform(np.array(data_oil).reshape(-
1,1))

Data

Visualization

plt.title('Crude oil

price')


```
plt.plot(data_oil)
```

```
## Splitting data into Train and Test Data
```

```
training_size=int(len(data_oil)*0.65)
test_size=len(data_oil)-training_size
train_data,test_data=data_oil[0:training_size:],data_oil[training_size:len(data_oil):1]
training_size,test_size
train_data.shape
```

```
## Creating a dataset with sliding windows
```

```
def create_dataset (dataset,
                    time_step=1):
    dataX,dataY = [], []
    for i in range(len(dataset)-time_step-1):
        a = dataset[i:(i+time_step), 0]
        dataX.append(a)
        dataY.append(dataset[i +time_step, 0])
    return np.array(dataX),np.array(dataY)

time_step = 10
X_train,
y_train=create_dataset(train_data,time_step)
X_test, y_test =
create_dataset(test_data,time_step)
print(X_train.shape),print(y_train.shape)
print(X_test.shape),print(y_test.shape)
X_train
X_train.sh
ape
X_train=X_train.reshape(X_train.shape[0],X_train.shape[1],1)
X_test=X_test.reshape(X_test.shape[0],X_test.shape[1],1)
```

```
# MODEL BUILDING
```

```
# Importing the model building libraries
```

```
from tensorflow.keras.models
import Sequential
from tensorflow.keras.layers import Dense
from tensorflow.keras.layers import LSTM# Initializing the model model=Sequential()
```

Adding LSTM Layers

```
model.add(LSTM(50,return_sequences=True,input_shape=(10,1)))
model.add(LSTM(50,return_sequences=True))
model.add(LSTM(50))
```

Adding Output

Layers

```
model.add(Dense(1))
model.summary()
```

Configure The Learning Process

```
model.compile(loss='mean_squared_error',optimizer='adam')#
```

Train The Model

```
model.fit(X_train,y_train,validation_data=(X_test,y_test),epochs=10,batch_size=64,verbose=1)
```

Model Evaluation

```
train_predict=model.predict(X_train)
test_predict=model.predict(X_test)
train_predict=scalar.inverse_transform(train_predict)
test_predict=scalar.inverse_transform(test_predict)
import math
from sklearn.metrics import mean_squared_error
```

```
math.sqrt(mean_squared_error(y_train,train_predict))
```

Save The Model

```
from tensorflow.keras.models
import load_model
model.save("crudeoilprediction.h5")
```

Test The Model

```
look_back= 10
trainPredictPlot =
np.empty_like(data_oil)
trainPredictPlot[:, :]= np.nan
trainPredictPlot[look_back:len(train_predict)+look_back, :]=
train_predict
testPredictPlot =np.empty_like(data_oil)
testPredictPlot[:, :]= np.nan
```

```

testPredictPlot[len(train_predict)+(look_back*2)+1:len(data_oil)-1, :]=
test_predictplt.plot(scalar.inverse_transform(data_oil))
plt.plot(trainPredictP
lot)
plt.plot(testPredictPl
ot) plt.show()
len(test_data)
x_input=test_data[2866:].reshape(1
,-1)x_input.shape
temp_input=list(x_input)
temp_input=temp_input[0].tolist()
temp_input
lst_outpu
t=[]
n_steps=
10 i=0
while(i<1
0):
if(len(temp_input)>10):

```

```

#print(temp_input)
x_input=np.array(temp_input[1:])print(
"{ }day input { }".format(i,x_input))
x_input=x_input.reshape(1,-1)
x_input=x_input.reshape((1, n_steps,
1)) #print(x_input)
yhat = model.predict(x_input,
verbose=0)print("{ } day output
{ }".format(i, yhat))
temp_input.extend(yhat[0].tolist())
temp_input=temp_input[1:]
#print(temp_input)
lst_output.extend(yhat.tolist())
i=i

```

+1

else:

```

x_input = x_input.reshape((1, n_steps,1))yhat =
model.predict(x_input, verbose=0)print(yhat[0])
temp_input.extend(yhat[0].tolist())
print(len(temp_input))lst_output.extend(yhat.tolist())
    i=i+1
print (lst_output)
day_new=np.arange(1,1
1)
day_pred=np.arange(11,
21)len(data_oil)
plt.plot(day_new,scalar.inverse_transform(data_oil[8206:]))
plt.title("Review of prediction")
plt.plot(day_pred,scalar.inverse_transform(lst_output))
plt.show()df3=data_oil.tolist()
df3.extend(lst_output)
plt.title("Past data nad next 10 days
outputprediction")plt.plot(df3[8100:])
df3=scalar.inverse_transform(df3).tolist()
plt.title("Past data nad next 10 days output prediction after reversing the scaled
values")plt.plot(df3)

```

Index.html:

```

<!DOCTYPE html>
<html lang="en">
  <head>
    <meta charset="UTF-8">
    <title>Crudeoil price prediction</title>
    <!--<link rel="stylesheet" href="in.css">
    <link
href="https://fonts.googleapis.com/css2?family=Poppins:wght@300;400;500;600;700&di
splay=swap"rel="stylesheet">
    <link rel="stylesheet" href="https://www.w3schools.com/w3css/4/w3.css">
    <link rel="stylesheet"
href="https://cdnjs.cloudflare.com/ajax/libs/font-awesome/4.7.0/css/font-awesome.min.css">--

```

```
>
<st
  yl
  e
  >
  ul
  {
list-style-type:
none;margin: 0;
padding: 0;
overflow:hidde
n;
border: 1px solid
#e7e7e7; background-
color: #057514;
}

li {
  float: left;
}

li a {
  display: inline-
block;color:
rgb(78, 3, 3);
text-align: center;
padding: 14px
16px; text-
decoration: none;
background-color:rgb(18, 116, 5) ;
}
li a:hover{

  border:1px solid;
  background-color: lightseagreen;
}

</style>
</head>
```

```

<body>
  <nav class="navbar navbar-inverse">
    <div class="container-fluid">
      <ul>
        <li class="parts"><a href="#">Home</a></li>
        <li class="parts"><a href="predict.html">predict</a></li>
      </ul>
    </div>
  </nav>

  <h1>Crudeoil price prediction</h1>

  <style>
    body {
      background-image:
        url('static/css/image.jpeg');background-
        repeat: no-repeat;
      background-
        attachment:fixed;
      background-size: 100%
        100%;
    }
  </style>

  <h3 style="font-family:system-ui;">
    Demand for oil is inelastic, therefore the rise in
    price is good news for producers because they will see an
    increaseintheir revenue.Oil importers, however,will experience
    increased costs of purchasing oil. Because oil is the largest
    tradedcommodity,theeffectsare quite significant. A rising oil price can even
    shift
    economic/political
    power from oil importers to oil exporters. The crude oil ricemovements
    aresubject todiverse influencing factors</h3>
</body>

```

```
</html>
```

Predict.html:

```
<html>
  <head>
    <link rel="stylesheet" href="static/css/style.css">
    <style>
      body {
        background-image:
          url('static/css/image3.jpg');background-
          repeat: no-repeat;
        background-
          attachment:fixed;
        background-size: 100%
          100%;

      }
    </style>

  </head>
  <script>
    document.getElementById("demo").innerHT
ML=document.getElementById("ten");
  </script>
  <body>
    <form action="/method" method="POST" enctype = "multipart/form-data">
    <div class="container">
      <!--<div class="brand-logo"></div>-->
      <div class="brand-title">predict the oil price</div>
      <div class="inputs">
        <label>Enter Price</label>
        <input type="text" placeholder="Enter ten days price" id="ten" name="val"/>
        <button
          type="submit">Predict</button><br><br>
```

```

        The next day price is : {{prediction}}
    </div>
</div>
</form>
</body>
</html>

```

App.py:

```

from flask import Flask, render_template, request,
redirectimport numpy as np
# from tensorflow.k

from keras.saving.save import load_model
app = Flask(__name__,template_folder='template')

@app.route('/',
methods=["GET"])def index():
    return render_template('index.html')

@app.route('/predict.html', methods=["POST",
"GET"])@app.route('/method', methods=["POST",
"GET"])
def method():
    if request.method ==
        "POST":string =
        request.form['val']
        string= string.split(',')
        temp_input = [eval(i) for i in string]

        x_input = np.zeros(shape=(1,
10))x_input.shape

        lst_output
        = []
        n_steps =
        10

```



```

i = 0
while (i < 10):
    if (len(temp_input) > 10):
        x_input =
        np.array(temp_input[1:])x_inp
        ut = x_input.reshape(1, -1)
        x_input = x_input.reshape((1, n_steps, 1))yhat
        = model.predict(x_input,
        verbose=0)
        temp_input.extend(yhat[0].tolist(
        )) temp_input = temp_input[1:]
        lst_output.extend(yhat.tolist())
        i = i + 1

    else:
        x_input = x_input.reshape((1, n_steps,1))yhat
        = model.predict(x_input,
        verbose=0)
        temp_input.extend(yhat[0].tolist(
        )) lst_output.extend(yhat.tolist())
        i = i + 1

    val =
    lst_output[9]
return render_template('predict.html', prediction=val)

    if request.method == "GET":
        return render_template('predict.html')

if __name__ == "__main__":
    model =
    load_model(r'crudeoilpr
    ediction.h5')
    app.run(debug=True)

```

#cloud deployment code in ml model

```
!pip install
```

```
ibm_watson_machine_learningfrom
```

```
ibm_watson_machine_learning
```

```
import APIClientwml_credentials
```

```
= {
```

```
    "url" : "https://us-south.ml.cloud.ibm.com",
```

```
    "apikey" : "cRkqykhsnLO1Ogs_xoYjgLkNTtTS1Qxyi0Mn1GSIQ1P5"
```

```
}
```

```
client = APIClient(wml_credentials)
```

```
#for creating a deployment
```

```
phasedef
```

```
    guid_from_space_name
```

```
    (client, space_name):
```

```
        space=client.spaces.get
```

```
        _details()#print(space)
```

```
return(next(item for item in
```

```
space['resources'] ifitem['entity']['name'] ==
```

```
space_name)['metadata']['id'])
```

```
space_uid =
```

```
guid_from_space_name(client,
```

```
'models')print("Space UID =
```

```
"+space_uid)
```

```
client.set.default_space(space_uid
```

```
)
```

```
client.software_specifications.list(
```

```
) software_spec_uid=
```

```
client.software_specifications.get_uid_by_name("tens
```

```
orflow_rt22.1-py3.9")software_spec_uid
```