

KSR COLLEGE OF ENGINEERING

TEAM ID: PNT2022TMID12065

**CRUDE OIL PRICE
PREDICTION**

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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 that 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), wavelet neural networks (WNN) and generalized regression neural network Models (GRNN) were used to forecast the price. Finally, we compare and analyze 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 DP9572Castle 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

Oil demand is inelastic, therefore the rise in price is good news for producers because they will see an increase in their revenue. Oil importers, however, will experience increased costs of purchasing oil. Because oil is the largest traded commodity, the effects are quite significant. A rising oil price can even shift economic/political power from oil importers to oil exporters. The crude oil price movements are subject to diverse influencing factors.

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.

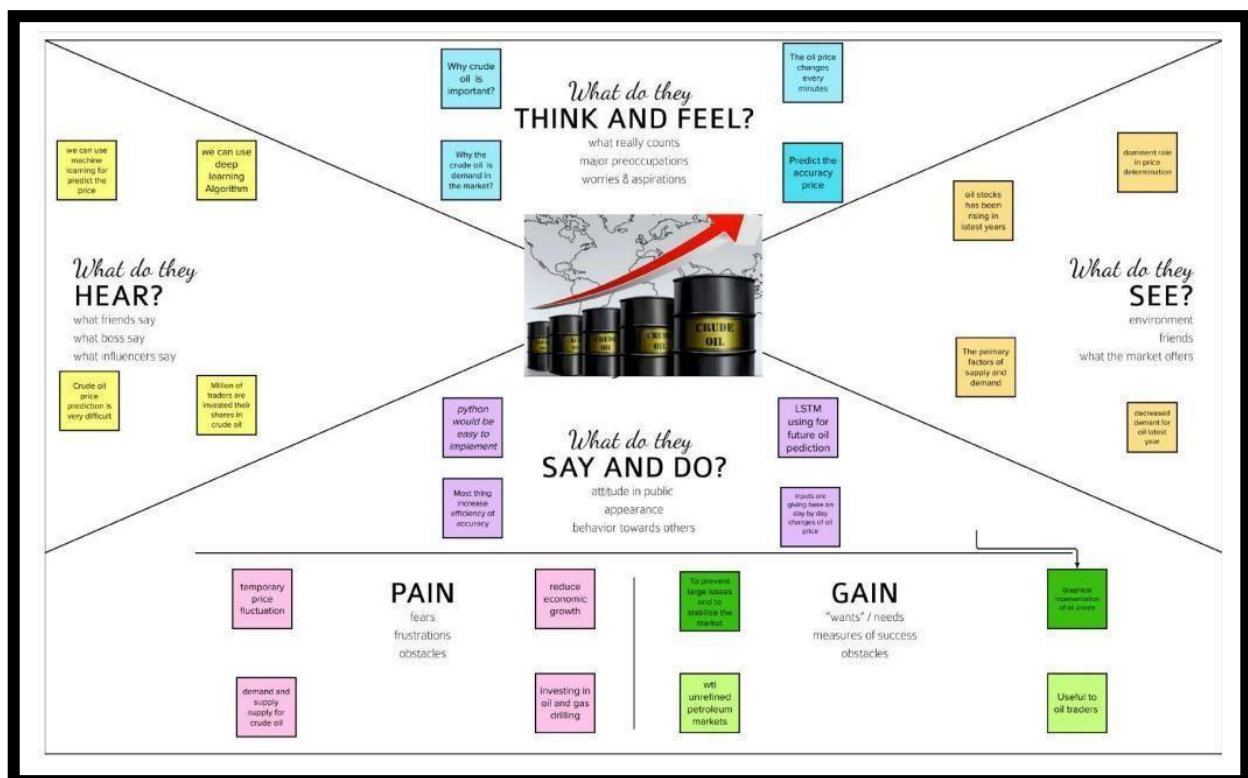
3.IDEATHON AND PROPOSED SOLUTION

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 helps 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

Use this template in your own brainstorming sessions so your team can unleash their imagination and start shaping concepts even if you're not sitting in the same room.

🕒 10 minutes to prepare
🕒 1 hour to collaborate
👤 2-8 people recommended

➔

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

A

Team gathering

Define who should participate in the session and send an invite. Share relevant information or pre-work ahead.

B

Set the goal

Think about the problem you'll be focusing on solving in the brainstorming session.

C

Learn how to use the facilitation tools

Use the Facilitation Superpowers to run a happy and productive session.

[Open article](#) ➔

1

Define your problem statement

What problem are you trying to solve? Frame your problem as a How Might We statement. This will be the focus of your brainstorm.

🕒 5 minutes

PROBLEM

How might we [your problem statement]?

🧠

Key rules of brainstorming

To run an smooth and productive session

🗣️ Stay in topic.

💡 Encourage wild ideas.

🕒 Defer judgment.

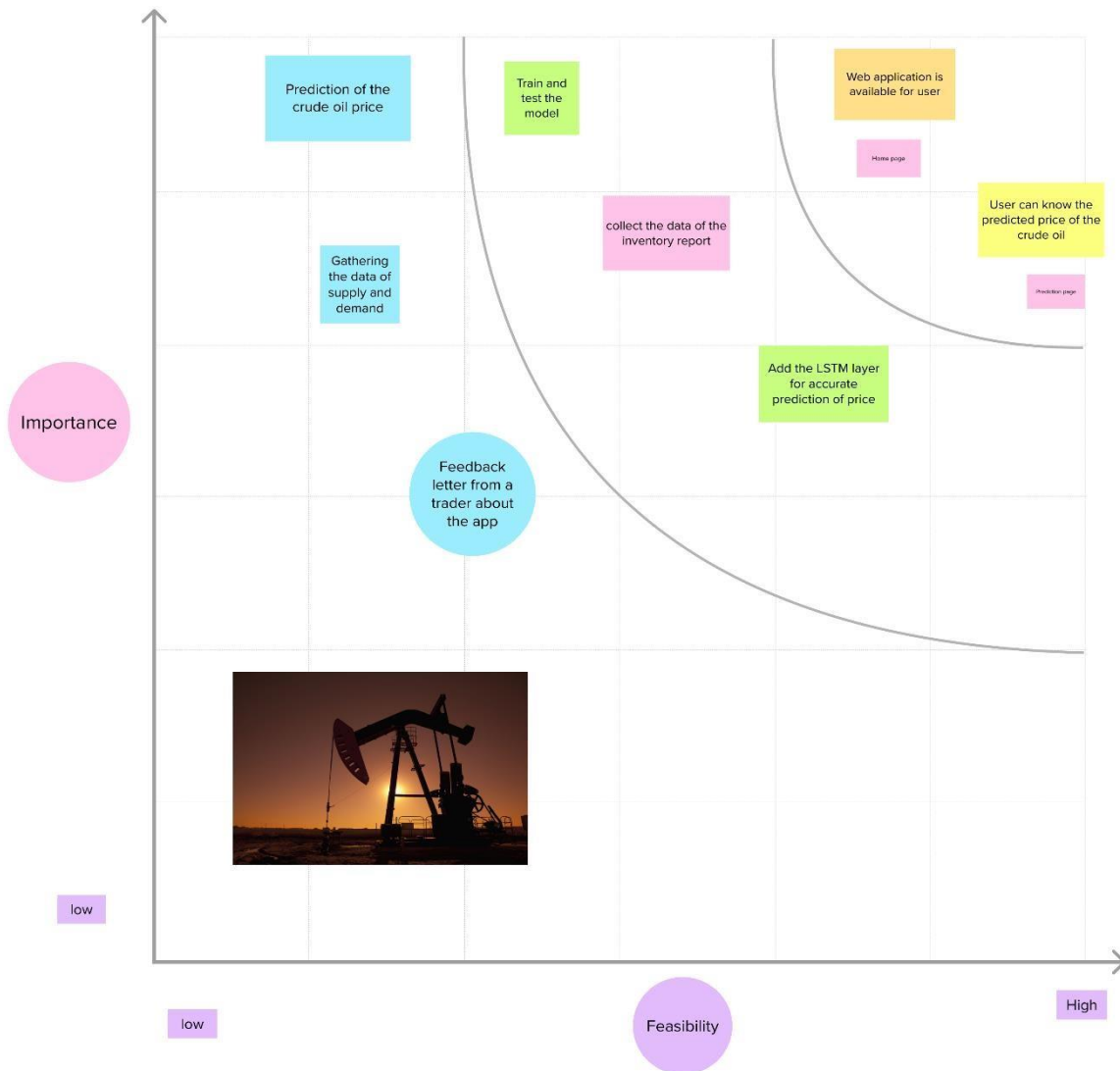
👂 Listen to others.

🗣️ Go for volume.

👁️ If possible, be visual.

Step 2: Brainstorm, Idea listing and Grouping

IDEA PRIORITIZATION



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.
6.	Scalability of the Solution	The concept we put out would use periodic input to alter and train so that it could adapt to a variety of different scenarios.

3.4 PROBLEM SOLUTION FIT

Define CS, fit into CC	1. CUSTOMER SEGMENT(S) <small>Who is your customer?</small> Crude Oil Based Industries and companies for Business purposes	6. CUSTOMER CONSTRAINTS <small>What constraints prevent your customers from taking action or limit their choices of solutions?</small> The risks and problems are the obstacles for the customers which limits them from proceeding further in the process.	5. AVAILABLE SOLUTIONS <small>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?</small> The frustrations about the results can be avoided by providing a proper timeline and proper planning will be helpful in finishing it in time with the expected output.	Explore AS, differentiate
	2. JOBS-TO-BE-DONE / PROBLEMS <small>Which jobs-to-be-done (or problems) do you address for your customers?</small> The difficulty in predicting the Crude Oil Price more accurately is one of the major problems The information to be collected for providing the desired results may be a problem	9. PROBLEM ROOT CAUSE <small>What is the real reason that this problem exists? What is the back story behind the need to do this job?</small> It can both Man-made error or machine error which can sometimes go wrong. This can cause a problem in proving an accurate or desired result. This is the main root cause of this issue.	7. BEHAVIOUR <small>What does your customer do to address the problem and get the job done?</small> The problems faced by the customer can be reported in a form of a detailed document so that it can be properly addressed by the team and it can rectify.	
Focus on J&P, tap into BE, understand RC	3. TRIGGERS <small>What triggers customers to act?</small> The business ideas trigger customers for the crude oil price prediction for the benefits	10. YOUR SOLUTION <small>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.</small> Discount seekers Wandering customers Local customers	8. CHANNELS of BEHAVIOUR <small>8.1 ONLINE What kind of actions do customers take online? Extract online channels from #7</small> Discount seekers Wandering customers Local customers	Extract online
TR & EM				

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:

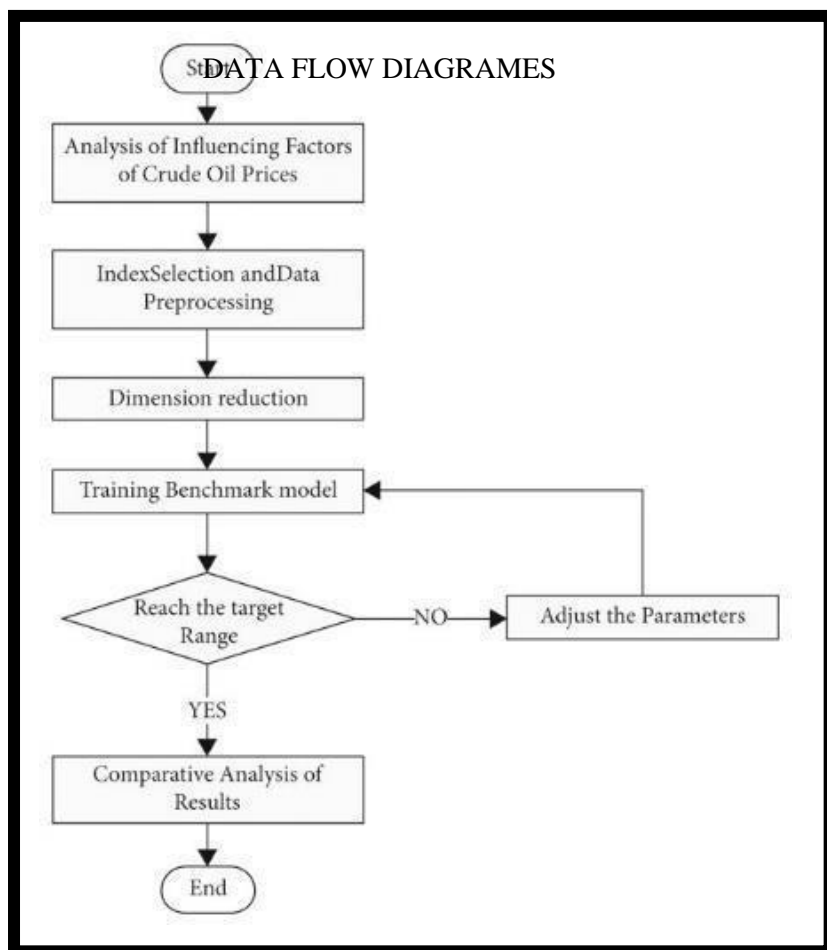
Following are the non-functional requirements of the proposed solution.

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 DIAGRAMES

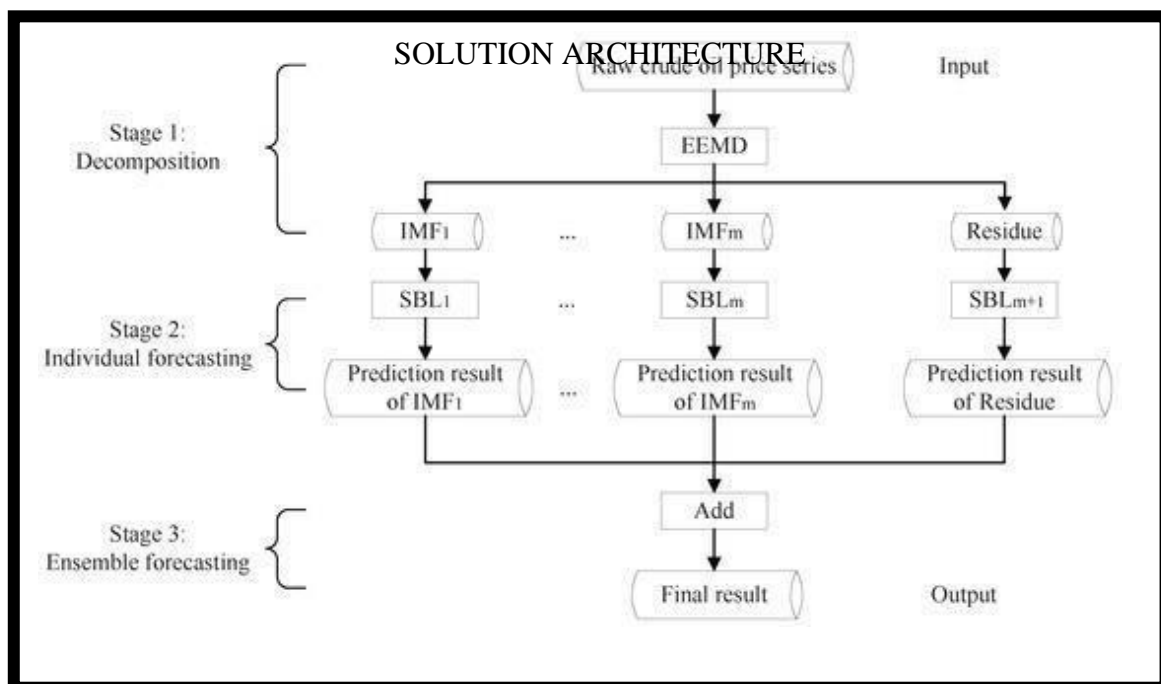
A Data Flow Diagram (DFD) is a traditional visual representation of the information flows within a system. A neat and clear DFD can depict the right amount of the system requirement graphically. It shows how data enters and leaves the system, what changes the information, and where data is stored.



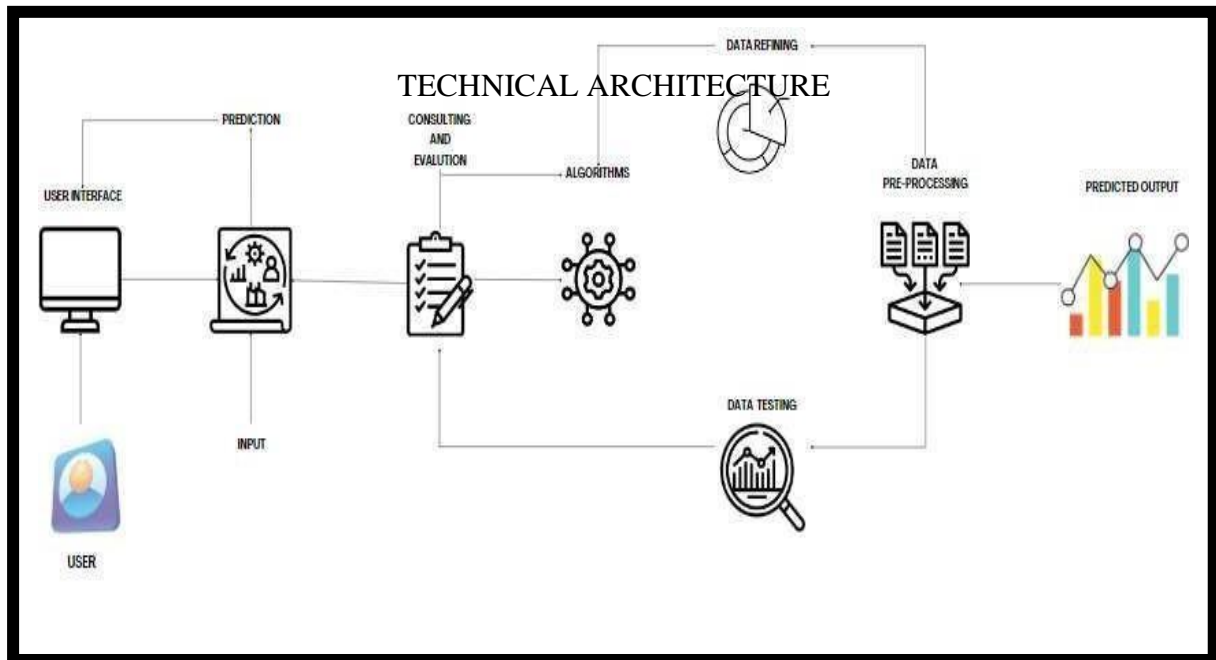
5.2 SOLUTION & TECHNICAL ARCHITECTURE

SOLUTION ARCHITECTURE

- A complicated process with several sub-processes, solution architecture connects business issues with technological solutions. Its objectives are to
- 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.
- Define objectives, phases for development and solution requirements.
- 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 LineBar 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 user access.	Users' authorization to access.	High	Sprint-4
	Database		Admins have access to user information.	keeps user information.	High	Sprint-4

6. PROJECT PLANNING & SCHEDULING

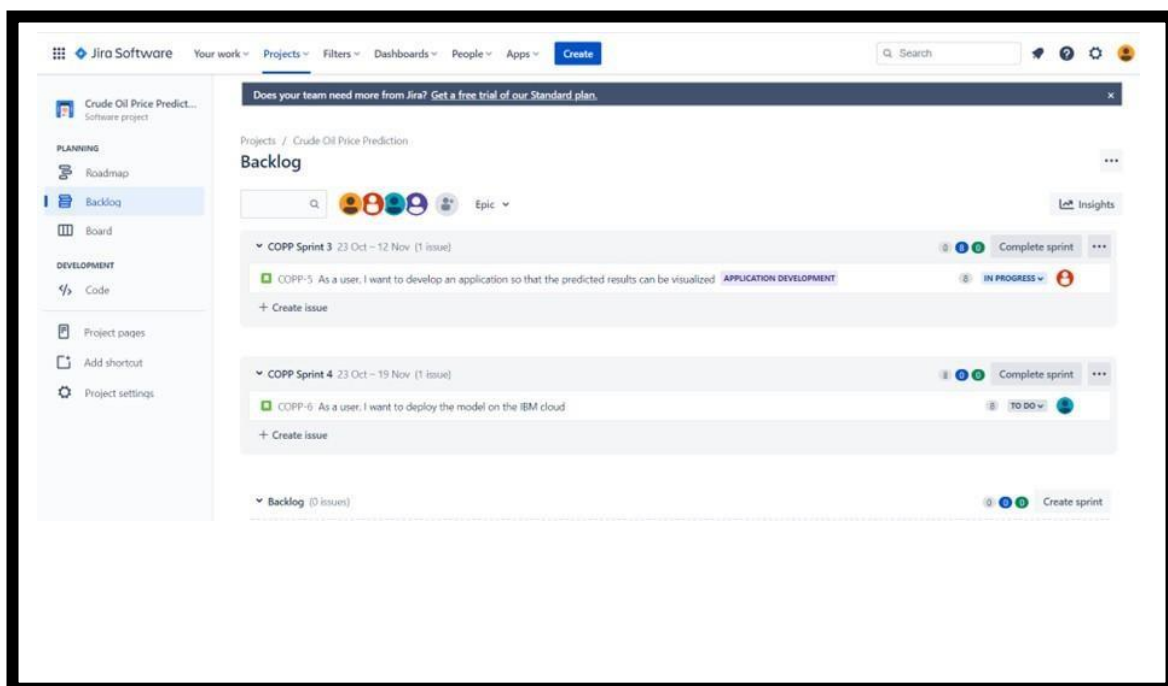
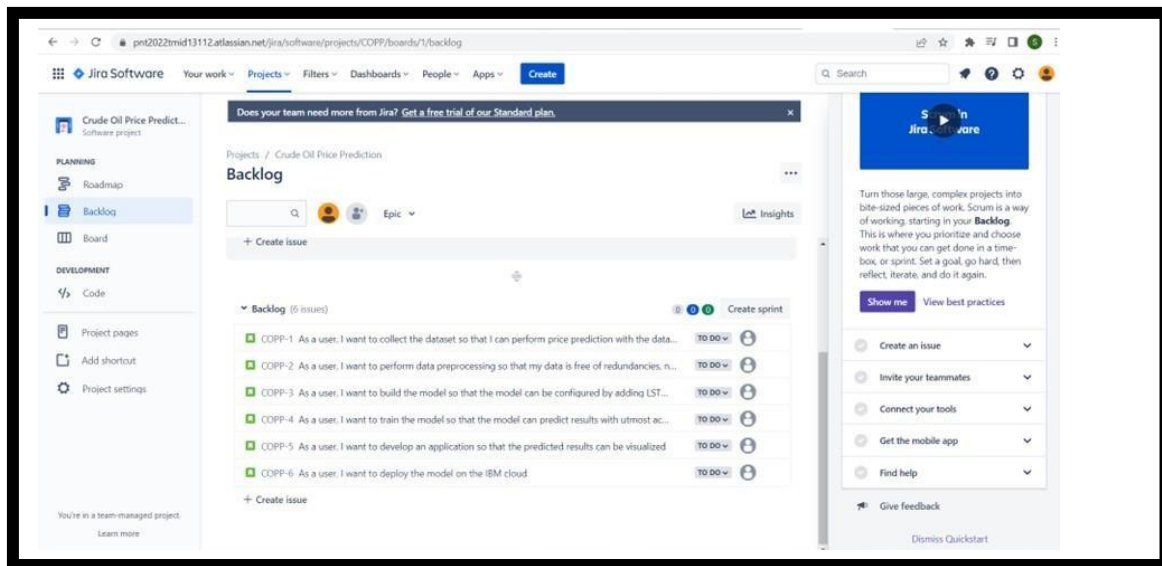
6.1 SPRINT PLANNING & ESTIMATION

Sprint	Functional Requirement (Epic)	User Story Number	User Story / Task	Story Points	Priority	Team Members
Sprint-1	Registration	USN-1	I may sign up for the application as a user by providing my email, password, and password confirmation.	10	High	Suresh K
Sprint-1		USN-2	When I register for the application as a user, I will get a confirmation email.	10	High	Thirumal G
Sprint-1	Login	USN-3	I may access the application as a user by providing my email address and password.	15	High	Vignesh M
Sprint-2	Input Necessary Details	USN-4	I can enter information to predict the probability of crude oil as a user.	15	High	Sathesh Kumar S
Sprint-2	Data Pre-processing	USN-5	Put raw data into a format that will allow for prediction.	15	High	Suresh K
Sprint-3	Prediction of Crude Oil Price	USN-6	I can anticipate crude oil as a user using a Machine Learning model.	20	High	Vignesh M
Sprint-3		USN-7	As a buyer, I can predict the price of crude oil with accuracy.	5	Medium	Thirumal G
Sprint-4	Review	USN-8	I may comment on the application as a user.	20	High	Sathesh Kumar S

6.2 SPRINT DELIVERY SCHEDULE

Sprint	Total Story Points	Duration	Sprint Start Date	Sprint End Date (Planned)	Story Points Completed (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

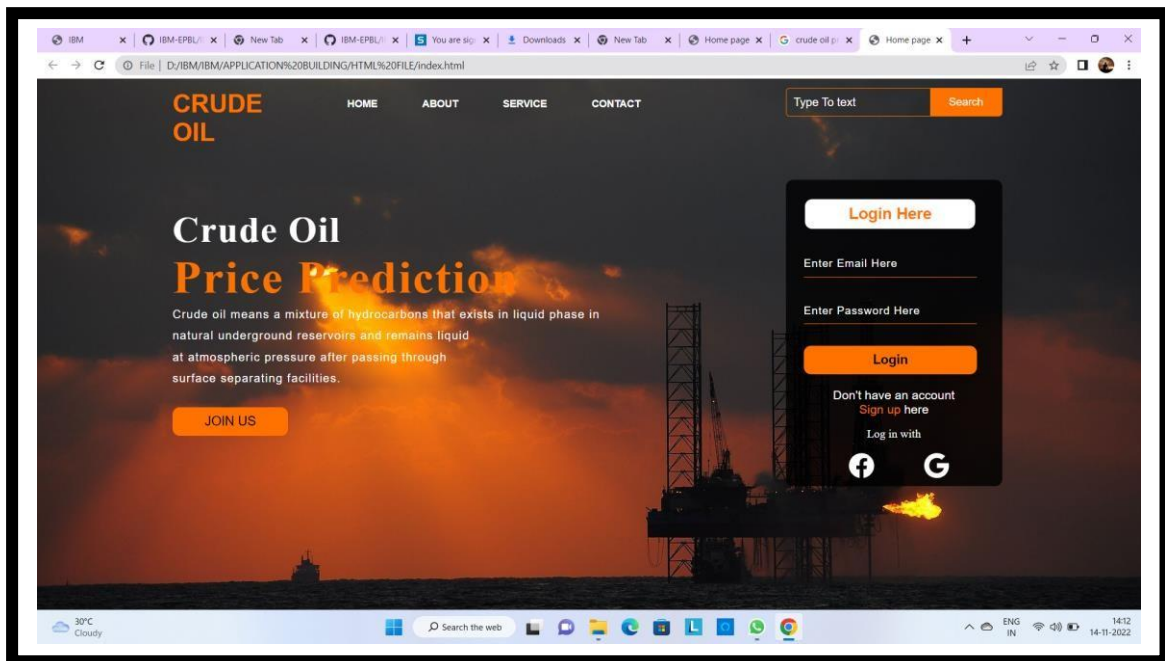
6.3 REPORTS FROM JIRA



7. CODING & SOLUTIONING

7.1 FEATURE

- ❖ The crude oil prediction website provides two options
 - Home
 - predict
- ❖ The home allows the user to have an insight on the importance of crude oil priceprediction
- ❖ The predict allows the user to give the 10 days input and arrive at the predictionresults.



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 after passing 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="bttn"><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.css"
    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>
<br>
<input type="email" name="email"
id="name" placeholder="Enter Your Valid Email">
<br><br>
<label>Gender : </label>
<br>
&nbsp; &nbsp; &nbsp; &nbsp;
<input type="radio"
name="gender" id="male">
&nbsp;
<span
id="male">Male</span>
&nbsp; &nbsp; &nbsp; &nbsp;
<input type="radio"
name="gender" id="female">
&nbsp;
<span id="female">Female</span>
<br><br>
<input type="submit"
value="Submit" name="submit"
id="submit">
</form>
</div>
</div>
</body>
</
```


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 Report output	4	0	0	4

8.1 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 release to user acceptance testing

Defect Analysis:

The report shows the number of resolved and 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

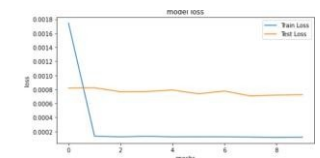
Test case analysis

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 Report Output	4	0	0	4

9. RESULTS

9.1 PERFORMANCE METRICS

S.No	Parameters	Values	Screenshot															
1.	Model Summary		<div>Model: "sequential_1"</div> <table><thead><tr><th>Layer (type)</th><th>Output Shape</th><th>Param #</th></tr></thead><tbody><tr><td>lstm_3 (LSTM)</td><td>(None, 10, 50)</td><td>10400</td></tr><tr><td>lstm_4 (LSTM)</td><td>(None, 10, 50)</td><td>20200</td></tr><tr><td>lstm_5 (LSTM)</td><td>(None, 50)</td><td>20200</td></tr><tr><td>dense_1 (Dense)</td><td>(None, 1)</td><td>51</td></tr></tbody></table> <div>Total params: 50,851 Trainable params: 50,851 Non-trainable params: 0</div>	Layer (type)	Output Shape	Param #	lstm_3 (LSTM)	(None, 10, 50)	10400	lstm_4 (LSTM)	(None, 10, 50)	20200	lstm_5 (LSTM)	(None, 50)	20200	dense_1 (Dense)	(None, 1)	51
Layer (type)	Output Shape	Param #																
lstm_3 (LSTM)	(None, 10, 50)	10400																
lstm_4 (LSTM)	(None, 10, 50)	20200																
lstm_5 (LSTM)	(None, 50)	20200																
dense_1 (Dense)	(None, 1)	51																
2	Accuracy		<div>Train Mean Absolute Error: 1.0278217422906264 Train Root Mean Squared Error: 1.4285248639934083 Test Mean Absolute Error: 2.780526920817909 Test Root Mean Squared Error: 3.6348234466523737</div> 															

10. ADVANTAGES & DISADVANTAGES

ADVANTAGES:

- 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
- Prediction of crude oil prices can help the exporters to increase the demand
- It can even help in shifting the political powers
- can assist in minimizing the risks associated with volatility in oil prices

DISADVANTAGES

- The prediction results may lack accuracy
- 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 real time 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

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

data_oil=scalar.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_predict
plt.plot(trainPredictPlot)
plt.plot(testPredictPlot)
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<10):
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 output
        prediction") 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&dis
isplay=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:
hidden;
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
    increase in their revenue. Oil importers, however, will
    experience
    increased costs of purchasing oil. Because oil is the largest traded
    commodity,the effects are quite significant. A rising oil price can even shift
    economic/political
    power from oil importers to oil exporters. The crude oil rice movements
    aresubject to diverse 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,
redirect import 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_input = 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_learning
from
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 phase
def
    guid_from_space_name(cli
    ent, space_name):
    space=client.spaces.get_de
    tails() #print(space)
return(next(item for item in space['resources'] if
item['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("tensorfl
ow_rt22.1-py3.9")software_spec_uid

```