

IBM-Project-38682-1660384421

PROJECT DOCUMENTATION

REPORT

CRUDE-OIL PRICE PREDICTION

TECHNOLOGY: ARTIFICIAL INTELLIGENCE

Team ID: PNT2022TMID41737

TEAM MEMBERS

Team Size: 4

Team Leader : MOHAMED ASHRAF ALI M

Team member : AKASH K

Team member : KAMALESH P

Team member : KALIDHAS S

INDEX

1. INTRODUCTION

- 1.1 Project Overview
- 1.2 Purpose

2. LITERATURE SURVEY

- 2.1 Existing problem
- 2.2 References
- 2.3 Problem Statement Definition

3. IDEATION & PROPOSED SOLUTION

- 3.1 Empathy Map Canvas
- 3.2 Ideation & Brainstorming
- 3.3 Proposed Solution
- 3.4 Problem Solution fit

4. REQUIREMENT ANALYSIS

- 4.1 Functional requirement
- 4.2 Non-Functional requirements

5. PROJECT DESIGN

- 5.1 Data Flow Diagrams
- 5.2 Solution & Technical Architecture
- 5.3 User Stories

6. PROJECT PLANNING & SCHEDULING

- 6.1 Sprint Planning & Estimation
- 6.2 Sprint Delivery Schedule
- 6.3 Reports from JIRA

7. CODING & SOLUTIONING

- 7.1 Feature 1
- 7.2 Feature 2

8. TESTING

- 8.1 Test Cases
- 8.2 User Acceptance Testing

9. RESULTS

9.1 Performance Metrics

10.ADVANTAGES & DISADVANTAGES

- 11.CONCLUSION
- 12.FUTURE SCOPE

13.APPENDIX

Source Code

GitHub & Project Demo Link

1. INTRODUCTION:

1.1 PROJECT OVERVIEW

This document is provided as a report for the project **Crude Oil Price Prediction.**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.

1.2 PURPOSE

Crude oil price fluctuations have a far-reaching impact on global economies and thus price forecasting can assist in minimizing the risks associated with volatility in oil prices. Price forecasts are very important to various stakeholders: governments, public and private enterprises, policymakers, and investors. According to economic theory, the price of crude oil should be easily predictable from the equilibrium between demand and supply, wherein demand forecasts are usually made from GDP, exchange rates and domestic prices, and supply is predicted from past production data and reserve data. Predicting demand for oil is usually straightforward, however supply is heavily affected by political activity such as cartelisation by OPEC to regulate prices, technological advances leading to the extraction of higher amounts of oil, and wars and other conflicts which can affect supply unpredictably.

2. LITERATURE SURVEY

2.1 EXISTING PROBLEM

One of the most significant commodities in the world, crude oil is responsible for one-third of the world's energy use. It serves as the foundation for the majority of the items we use on a daily basis, ranging from plastics to transportation fuels. Since changes in the price of crude oil have a significant impact on national economies around the world, price forecasting can help reduce the risks brought on by oil price volatility. For a variety of stakeholders, including governments, public and private organizations, policymakers, and investors, price projections are crucial.

2.2 REFERENCES

- https://drive.google.com/drive/folders/1yq9UqoGpyAQFKR6ARNFwpV
 ΜοφΨτΟΗδΧμ?υσπ=σηαρινγ
- Abdullah, S. N. and Zeng, X. (2010) ""Machine learning approach for crude oil price prediction with Artificial Neural Networks-Quantitative (ANN-Q) model"" Proceedings of the International Joint Conference on Neural Networks (IJCNN'2010).
- Agnolucci, P. (2009) ""Volatility in crude oil futures: A comparison of the predictive ability of GARCH and implied volatility models" Energy Economics 31, 316-321.
- Alizadeh, A. and Mafinezhad, K (2010)""Monthly Brent Oil Price Forecasting Using Artificial Neural Networks and A Crisis Index" Proceedings of the International Conference on Electronics and Information Engineering (ICEIE'2010), 2, 465-468.
- Aloui, C. Hamdi, M., Mensi, W. and Nguyen, D. Y. (2012) ""Further evidence on the time varying efficiency of crude oil markets" Energy Studies Review 19(2), 38-51. Amano A. (1987) ""A Small Forecasting Model of the World Oil Market" Journal of Policy Modeling 9(4), 615-635.

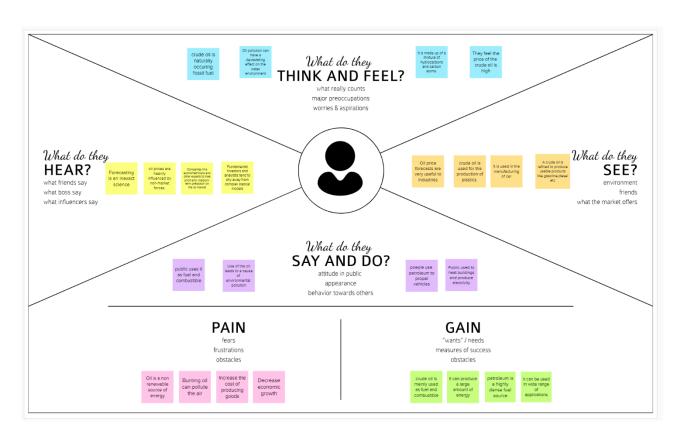
- Amin-Naseri, M. R. and Gharacheh, E. A. (2007) ""A hybrid artificial intelligence approach to monthly forecasting of crude oil price time series". The Proceedings of the 10th International Conference on Engineering Applications of Neural Networks (CEANN'2007), 160-167.
- Barone-Adesi, G., Bourgoin, F. and Giannopoulos, K. (1998) ""Don"t Look Back" Risk 11, 100-104. Beidas-Strom, S. and Pescatori, A. (2014) ""Oil price volatility and the role of speculation" IMF working paper (WP/14/218).
- Bernabe, A., Martina, E., Alvarez-Ramirez, J. and Ibarra-Valdez, C. (2004) ""A multi-model approach for describing crude oil price dynamics" Physica A: Statistical Mechanics and its Applications 338(3), 567-584.
- Blanchard, O. J. and Gali, J. (2007) ""The macroeconomic effects of oil shocks: Why are the 2000s so different from 1970s?"" NBER working paper number 13368.
- Cheong, C.W. (2009) ""Modelling and forecasting crude oil markets using ARCH-type models" Energy Policy 37, 2346-2355.
- Dees, S., Karadeloglou, P., Kaufmann, R. K. and Sanchez, M. (2007) ""Modelling the world oil market: assessment of a quarterly econometric model"" Energy Policy 35, 178-191.
- Fattouh, B. (2012) ""Speculation and oil price formation", Review of Environment, Energy and Economics (Re3), 1-5.
- Ghaffari, A. and Zare, S. (2009) ""A novel algorithm for prediction of crude oil price variation based on soft computing" Energy Economics 31, 531-536.

2.3 PROBELM STATEMENT DEFINITION

It is required to forecast CRUDE OIL PRICE in international market. The input and output should also be shown as charts and/or dashboards in various formats (like day, week, work-week, month, quarter, year, etc.). The models should be built with comprehensive explanation of data (using EDA), trend analysis, assumptions, data cleaning and validation, data augmentation (if required). Performance of various models need to be clearly evaluated and best model needs to be recommended based on some robust evaluation criteria e.g., AIC(Akaike information criterion), Accuracy, RMSE, MSE etc.

3. IDEATION & PROPOSED SOLUTION:

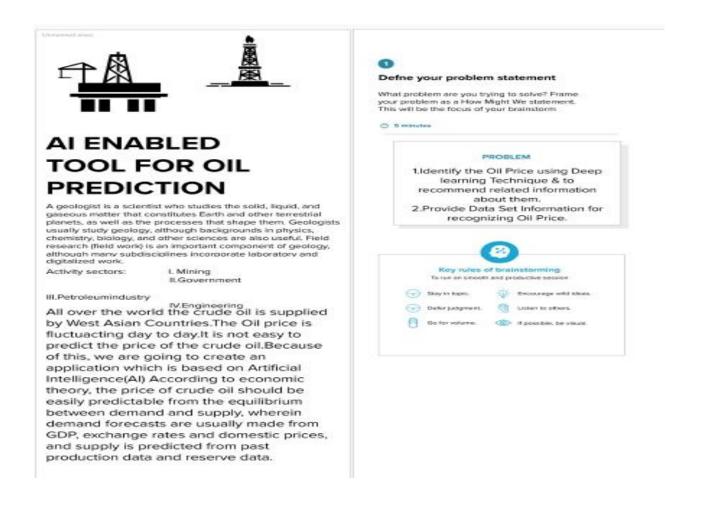
3.1 EMPATHY MAPS CANVAS



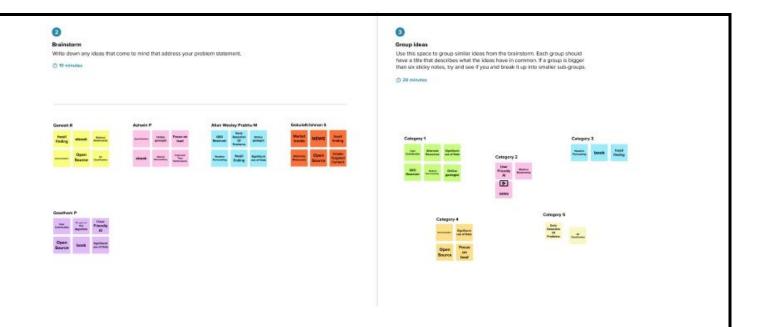
3.2 IDEATION AND BRAINSTORMING

Brainstorming provides a free and open environment that encourages everyone within a team to participate in the creative thinking process that leads to problem solving. Prioritizing volume over value, out-of-the-box ideas are welcome and built upon, and all participants are encouraged to collaborate, helping each other develop a rich number of creative solutions.

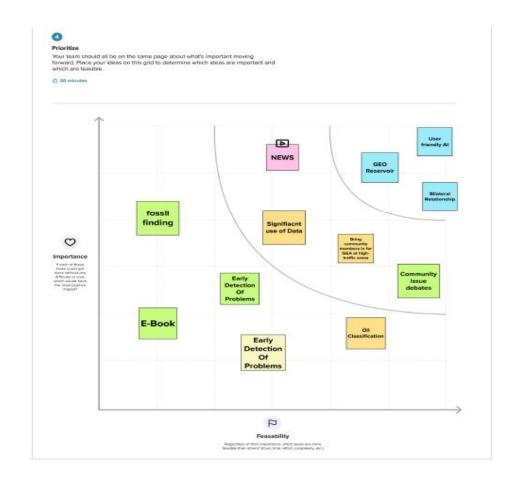
Step-1: Team Gathering, Collaboration and Select the Problem Statement



Step-2: Brainstorm, Idea Listing and Grouping



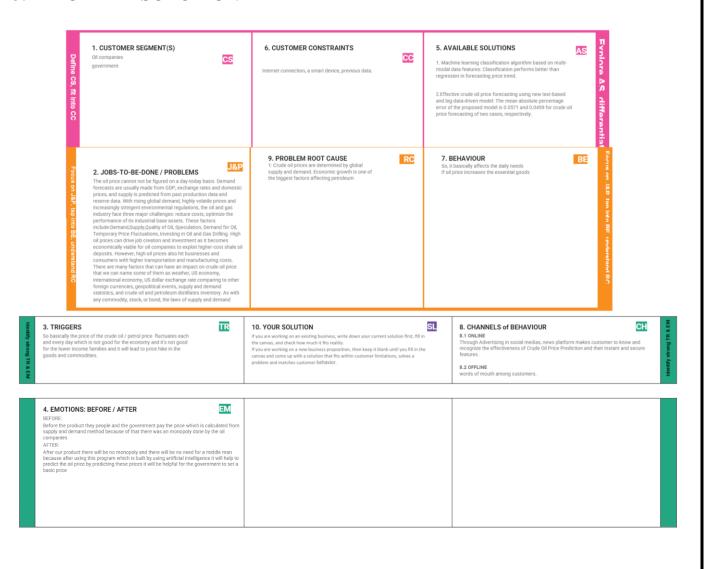
Step-3: Idea Prioritization



3.3 PROPOSED SOLUTION

S. No.	Parameter	Description		
1	Problem Statement (Problem tobe Solved)	Predicting the price of the crude oil is very difficult in recent days due to war time. The oil price which is controlled by the west Asian countries.		
2	Idea / Solution description	This system is built by using the AI. By using this system, we can. Predict the oil price which can be useful for countries to buy the crude oil.		
3	Novelty / Uniqueness	The application will make understand people how oil price is predicted. There is no mediator between buyer and seller.		
4	Social Impact / CustomerSatisfaction This system provides an effective support both the buyer and seller & create a satisfact between them. So, the oil price can be compared to older price.			
5	Business Model (RevenueModel)	This system covers a wide range because we can predict both crude oil, petroleum products & natural gas.		
6	Scalability of the Solution	Implementing this system provides the performance and fulfillness within the market and creating a platform which can be used worldwide.		

3.4 PROBLEM SOLUTION FIT



4. REQUIREMENT ANALYSIS

4.1 FUNCTIONAL REQUIREMENT

FR No.	Functional Requirement (Epic)	Sub Requirement (Story / Sub-Task)				
FR-1	User Application	User Direct Open with Google Play Store App User Can Download The Crude Oil Price				
FR-2	User Products Available	User Using the Application There Are So Many Products In Crude Oil Price App User Update the Energy and Oil Price Instant the Application				
FR-3	User Additional Features	User Can Read Latest News and View Oil Price Charts User View Major Energy Quotes User Can Using A Multiple Color Themes				
FR-4	User Exceptions	User Can Exchange Rates and Currency Converter				

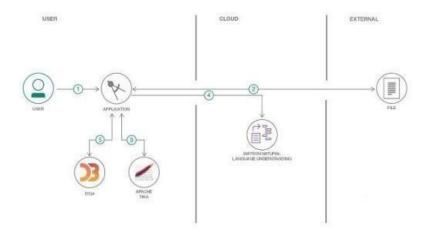
4.2 NON - FUNCTIONAL REQUIREMENT

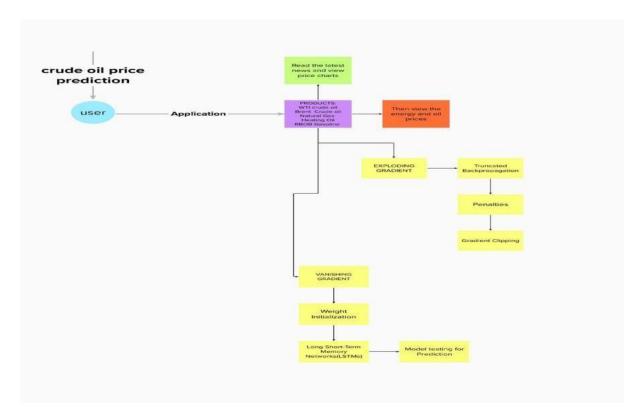
FR No.	Non-Functional Requirement	Description
NFR-1	Usability	Used to improve to the Accuracy of crude oil price prediction
NFR-2	Security	In the rising oil price can even shift economical/political power from oil importers to oil exporters communications will be secured
NFR-3	Reliability	Reliability of the pointing towards high -risk components

5. PROJECT DESIGN

5.1 PROJECT FLOW DIAGRAM

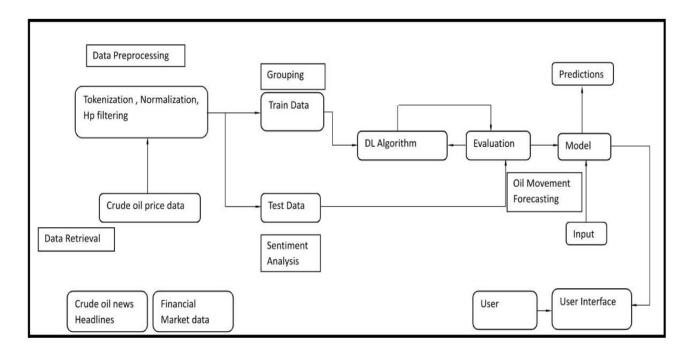
The classic visual representation of how information moves through a system is a data flow diagram (DFD). A tidy and understandable DFD can graphically represent the appropriate quantity of the system demand. It demonstrates how information enters and exits the system, what modifies the data, and where information is kept.



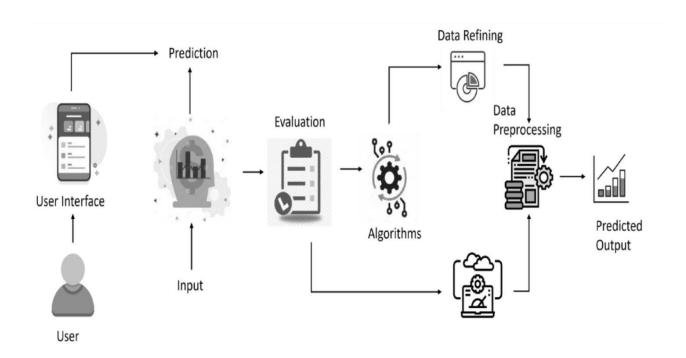


5.2 SOLUTION AND TECHNICAL ARCHITECTURE:

SOLUTION ARCHITECTURE



TECHNICAL ARCHITECTURE



5.3 USER STORIES:

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	As a user,I can register for the application by entering my email, password,and confirming my password.	I can access my account/ Displays Line gragh / Bar gragh.	High	Sprint-1
		USN-2	As a user,I will receive confirmation email once I have registered for the application	l can receive confirmation email & click confirm	High	Sprint-1
		USN-3	As a user,I can register for the application through Facebook	I can register & accessthe my Account	Low	Sprint-2
		USN-4	As a user,I can register for the application through Gmail	I can register through already logged in gmail account.	Medium	Sprint-1
	Login	USN-5	As a user,I can log into the application by entering email & password	After registration,I can log in by only email & password.	High	Sprint-1
	Line∖Bar gragh		After entering the inputs,the model will display predictions in Line\Bar Gragh Format.	I can get the expected prediction in various formats.	High	Sprint-3
Customer (Web user)	Login	USN-1	As the web user,I can login simply by using Gmail or Facebook account.	Already created gmail can be used for Login.	Medium	Sprint-2

Customer Care Executive	Support	The Customer care service will provide solutions for any FAQ and also provide ChatBot.	I can solve the problems arised by Support.	Low	Sprint-3
Administrator	News	Admin will give the recent news of Oil Prices.	Provide the recent oil prices.	High	Sprint-4
	Notification	Admin will notify when the oil prices changes.	Notification by Gmail.	High	Sprint-4
	Access Control	Admin can control the access of users.	Access permission for Users.	High	Sprint-4
	Database	Admin can store the details of users.	Stores User details.	High	Sprint-4

6. PROJECT PLANNING ANDSCHEDULING

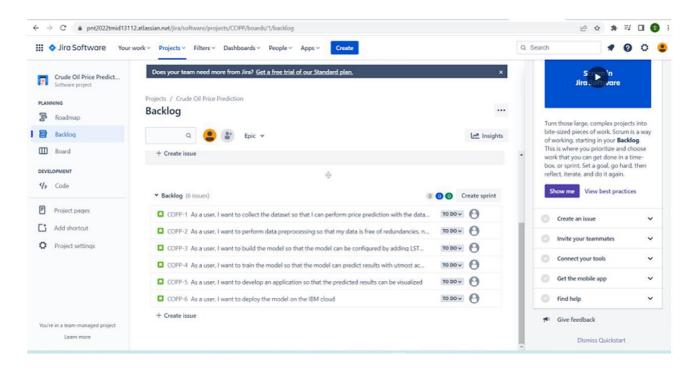
6.1 SPRINT PLANNING AND ESTIMATION

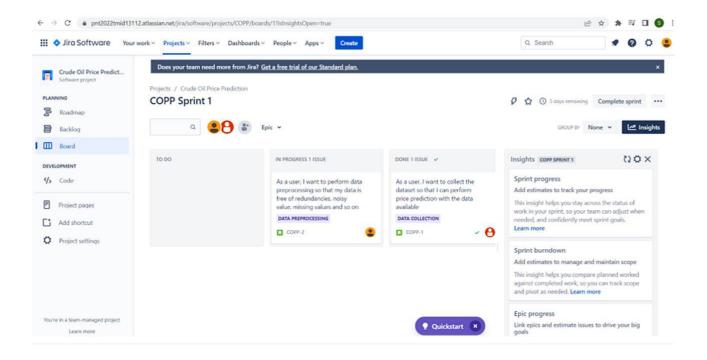
Sprint	Total Story Points	Duration	Sprint Start Date	Sprint End Date (Planned)	Story Points Completed (as on Planned End Date)	Sprint Release Date(Actual)
Sprint-1	10	6 Days	24 Oct 2022	29 Oct 2022	8	29 Oct 2022
Sprint-2	10	6 Days	31 Oct 2022	05 Nov 2022	7	05 Nov 2022
Sprint-3	10	6 Days	07 Nov 2022	12 Nov 2022	8	12 Nov 2022
Sprint-4	10	6 Days	14 Nov 2022	19 Nov 2022	7	19 Nov 2022

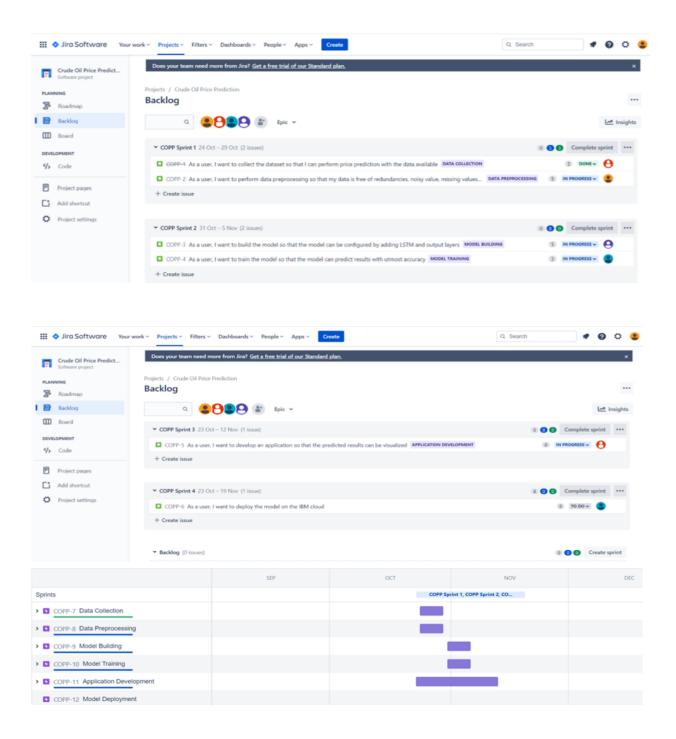
6.2 SPRINT DELIVERY SCHEDULE

Sprint	Functional Requirement (Epic)	User Story Number	User Story / Task	Story Points	Priority
Sprint-1	Data Collection	USN-1	Collecting the Dataset	10	High
Sprint-1		USN-2	Data Pre-processing	7	Medium
Sprint-2	Model Building	USN-3	Import the required libraries, add the necessary layers and compile the model.	10	High
Sprint-2		USN-4	Training the data classification model using RNN and others systems.	7	Medium
Sprint-3	Training and Testing	USN-5	Training the model and testing the model'sperformance	10	High
Sprint-4		USN-6	Build the system and deploy the model in IBM Cloud	7	Medium

6.3 REPORT FROM JIRA







7. CODING AND SOLUTION

7.1 FEATURE 1

```
import numpy as np
import pandas as pd import
seaborn as sns
import matplotlib.pyplot as plt

In [1]:

In [2]:

from google.colab import files

uploaded = files.upload()

In [3]:
```

import io

ds = pd.read_excel(io.BytesIO(uploaded['Crude Oil Prices Daily.xlsx']))ds.head() ds[:10]

	Date	Closing Value
0	1986-01- 02	25.56
1	1986-01- 03	26.00
2	1986-01- 06	26.53
3	1986-01- 07	25.85
4	1986-01- 08	25.87
5	1986-01- 09	26.03
6	1986-01- 10	25.65
7	1986-01- 13	25.08
8	1986-01- 14	24.97
9	1986-01- 15	25.18

ds.isnull().sum() Date Closing Value	0	In [4]:
dtype: int64		Out[4]:
ds.dropna(axis=0,inplac	re= True)	
ds.isnull().sum()		In [5]:
Date	0	In [6]:
Closing Value	0	
dtype: int64		Out[6]:
data=ds.reset_index()['C	Closing Value']	
data		In [7]:

Out[3]:

```
Out[7]:
0
           25.56
           26.00
1
2
           26.53
3
           25.85
4
           25.87
           73.89
8211
             74.19
8212
8213
             73.05
8214
             73.78
8215
             73.93
Name: Closing Value, Length: 8216, dtype: float64
from sklearn.preprocessing import MinMaxScaler
                                                                                                    In [8]:
scaler=MinMaxScaler(feature_range=(0,1))
data=scaler.fit_transform(np.array(data).reshape(-1,1))
data array([[0.11335703],
                                                                                                    In [9]:
          [0.11661484],
          [0.12053902],
                                                                                                  Out[9]:
          [0.46497853],
          [0.47038353],
          [0.47149415]])
plt.plot(data)
[<matplotlib.lines.Line2D at 0x7f9e733ad2d0>]
                                                                                                  In [10]:
 1.0
                                                                                                 Out[10]:
 0.8
 0.6
 0.4
 0.2
 0.0
                   2000
                                4000
                                             6000
                                                          8000
training_size=int(len(data)*0.65)
test_size=len(data)-training_size
                                                                                                  In [11]:
train_data,test_data=data[0:training_size,:],data[training_size:len(data),:1]
                                                                                              In [12]:
training_size,test_size
(5340, 2876)
                                                                                              Out[12]:
train_data.shape
(5340,1)
                                                                                              In [13]:
def create_dataset(dataset,time_step=1):
 dataX,dataY=[],[]
                                                                                              Out[13]:
 for i in range(len(dataset)-time_step-1):
a=dataset[i:(i+time_step),0]
                                                                                              In [14]:
dataX.append(a
```

)

```
dataY.append(dataset[i+time_step,0])
return np.array(dataX), np.array(dataY)
                                                                                       In [15]:
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)(5329, 10)
                                                                                       In [16]:
(5329,)
(None, None)
                                                                                       Out[16]:
print(x_test.shape),print(y_test.shape)(2865, 10)
(2865,)
                                                                                       In [17]:
(None, None)
x train
                                                                                       Out[17]:
                                                                                       In [18]:
                                                                                       Out[18]:
array([[0.11335703, 0.11661484, 0.12053902, ..., 0.10980305, 0.1089886
          0.11054346],
         [0.11661484, 0.12053902, 0.11550422, ..., 0.1089886,
0.11054346,
           0.10165852],
         [0.12053902, 0.11550422, 0.1156523, ..., 0.11054346,
0.10165852,
          0.099067081,
         [0.36731823, 0.35176958, 0.36080261, ..., 0.36391234,
0.37042796,
          0.37042796],
         [0.35176958, 0.36080261, 0.35354657, ..., 0.37042796,
0.37042796,
          0.37879461],
         [0.36080261, 0.35354657, 0.35295424, ..., 0.37042796,
0.37879461,
          0.37916482]])
                                                                                       In [19]:
x_test
                                                                                       Out[19]:
array([[0.38005331, 0.36872501,
                                           0.37324152,
                                                                       0.3537687,
0.35465719,
          0.3499926],
                  [0.36872501, 0.37324152, 0.38205242,
                                                                       0.35465719,
                                                                                     0.3499926
          0.3465867],
                  [0.37324152, 0.38205242, 0.38042352,
                                                                       0.3499926, 0.3465867
          0.34355101],
                  [0.40604176, 0.41218718, 0.41041019,
                                                                       0.46794017,
0.47297497,
           0.47119799],
                  [0.41218718, 0.41041019, 0.43513994,
                                                                       0.47297497,
0.47119799,
```

```
0.47341922],
           [0.41041019, 0.43513994, 0.4417296, ..., 0.47119799,
 0.47341922,
                                                                                             In [20]:
             0.46497853]])
 x_train1=x_train.reshape(x_train.shape[0],x_train.shape[1],1)
                                                                                             In [21]:
 x_test=x_test.reshape(x_test.shape[0],x_test.shape[1],1)
 x_train1
                                                                                             Out[21]:
 array ([[[0.11335703],
             [0.11661484],
             [0.12053902],
             [0.10980305],
             [0.1089886],
             [0.11054346]],
            [[0.11661484],
             [0.12053902],
             [0.11550422],
             [0.1089886],
             [0.11054346],
             [0.10165852]],
            [[0.12053902],
             [0.11550422],
             [0.1156523],
             [0.11054346],
             [0.10165852],
             [0.09906708]],
           ...,
            [[0.36731823],
             [0.35176958],
             [0.36080261],
             [0.36391234],
             [0.37042796],
             [0.37042796]],
           [[0.35176958],
             [0.36080261],
             [0.35354657],
             [0.37042796],
             [0.37042796],
             [0.37879461]],
            [[0.36080261],
             [0.35354657],
             [0.35295424],
             [0.37042796],
```

[0.37879461], [0.37916482]]]) from tensorflow.keras.models impotensorflow.keras.layers import Etensorflow.keras.layers import LST MODEL	Dense from		In [22]:
model=Sequential() ADDING LSTM AND OUTPUT LA	YERS		In [23]:
model.add(LSTM(50,return_sequence		()))	In [24]:
model.add(Dense(1))			In [25]:
model.summary() Model: "sequential"			In [26]:
Layer (type)	Output Shape	Param #	
lstm (LSTM)	(None, 10, 50)	10400	
lstm_1 (LSTM)	(None, 10, 50)	20200	
lstm_2 (LSTM)	(None, 50)	20200	
dense (Dense)	(None, 1)	51	
Total params: 50,851 Trainable params: 50,851 Non-trainable params: 0 CONFIGURING THE LEARNING F	DPOCESS		
CONFIGURING THE LEARNING F	ROCESS		In [27]:
model.compile(loss='mean_squared_e MODEL TRAINING	error',optimizer='adam')		
model.fit(x_train,y_train,validation_da Epoch 1/3 84/84 [====================================			In [28]:
84/84 [====================================			
84/84 [====================================	======] - 2s 23ms/step - los	ss: 1.2624e-	0
			Out[28]:

<keras.callbacks.History at 0x7f9e150bd650>
MODEL EVALUATION

In [29]:

Out[28]:

```
##Transformback to original form
train predict=scaler.inverse transform(train data)
test_predict=scaler.inverse_transform(test_data) ### Calculate RMSE
performance metrics
import math
from sklearn.metrics import mean squared error
math.sqrt(mean_squared_error(train_data,train_predict))
                                                                                            Out[29]:
29.347830443269938
MODEL SAVING
                                                                                            In [30]:
from tensorflow.keras.models import load_model
                                                                                            In [31]:
model.save("crude oil.hs")
WARNING:absl:Found untraced functions such as lstm_cell_layer_call_fn,
lstm_cell_layer_call_and_return_conditional_losses, lstm_cell_1_layer_call_fn,
lstm cell 1 layer call and return conditional losses, lstm cell 2 layer call fn while saving (showing
5 of 6). These functions will not be directly callable after loading.
MODEL TESTING
In [32]:
### Plotting
look_back=10
trainpredictPlot = np.empty_like(data)trainpredictPlot[:,
:]= np.nan
trainpredictPlot[look_back:len(train_predict)+look_back,:] =train_predict
# shift test predictions for plotting testPredictplot =
np.empty like(data)testPredictplot[:,: ] = np.nan
testPredictplot[look_back:len(test_predict)+look_back, :] =test_predict
# plot baseline and predictions plt.plot(scaler.inverse_transform(data))
plt.show()
 140
 120
 100
  80
  60
  40
  20
```

In [33]:
len(test_data)
Out[33]:

6000

2000

4000

In [34]:

8000

```
x_input=test_data[2866:].reshape(1,-1)x_input.shape
(1, 10)
                                                                                        Out[34]:
temp_input=list(x_input) temp_input=temp_input[0].tolist()
                                                                                        In [35]:
temp input [0.44172960165852215,
0.48111950244335855,
                                                                                        In [36]:
0.49726047682511476,
0.4679401747371539.
                                                                                        Out[36]:
0.4729749740855915,
0.47119798608026064,
0.47341922108692425,
0.4649785280616022,
0.4703835332444839,
0.47149415074781587]
lst output=[]
n_steps=10 i=0
while(i<10):
     if(len(temp_input)>10):
                                                                                        In [37]:
#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(vhat[0])
         temp_input.extend(yhat[0].tolist())
         print(len(temp_input))
         lst_output.extend(yhat.tolist())
         i=i+1
[0.4805713]
1 day input [0.4811195  0.49726048 0.46794017 0.47297497 0.47119799
0.47341922
0.46497853 0.47038353 0.47149415 0.4805713 ]
1 day output [[0.4844224]]
2 day input [0.49726048 0.46794017 0.47297497 0.47119799 0.47341922
0.46497853
0.47038353 0.47149415 0.4805713 0.48442239]
2 day output [[0.4833879]]
3 day input [0.46794017 0.47297497 0.47119799 0.47341922 0.46497853
0.47038353
```

 $0.47149415\ 0.4805713\ 0.48442239\ 0.48338789]$

3 day output [[0.48069027]]		
4 day input [0.47297497 0.47119799 0.47341922	0.46497853	0.47038353
0.47149415		
0.4805713		
4 day output [[0.4820817]]		
5 day input [0.47119799 0.47341922 0.46497853	0.47038353	0.47149415
0.4805713		
0.48442239 0.48338789 0.48069027 0.48208171]		
5 day output [[0.48304394]]		
6 day input [0.47341922 0.46497853 0.47038353	0.47149415	
0.4805713 0.48442239		
0.48338789 0.48069027 0.48208171 0.48304394]		
6 day output [[0.48441863]]		
7 day input [0.46497853 0.47038353 0.47149415	0.4805713	0.48442239
0.48338789		
0.48069027 0.48208171 0.48304394 0.48441863]		
7 day output [[0.48566842]]		
8 day input [0.47038353 0.47149415 0.4805713	0.48442239	0.48338789
0.48069027		
0.48208171 0.48304394 0.48441863 0.48566842]		
8 day output [[0.48811078]]		
9 day input [0.47149415 0.4805713 0.48442239	0.48338789	0.48069027
0.48208171		

 $0.48304394\ 0.48441863\ 0.48566842\ 0.48811078]$

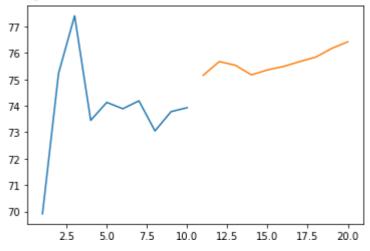
9 day output [[0.48995987]]

In [38]:

day_new=np.arange(1,11) day_pred=np.arange(11,21)len(data) plt.plot(day_new, scaler.inverse_transform(data[8206:]))plt.plot(day_pred, scaler.inverse_transform(lst_output))

[<matplotlib.lines.Line2D at 0x7f9e151ef6d0>]

Out[38]:

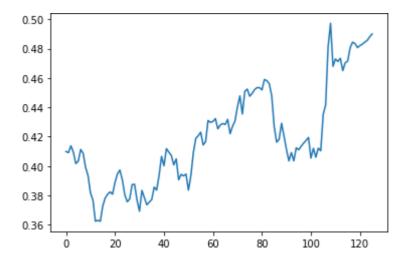


df3=data.tolist() df3.extend(lst_output) plt.plot(df3[8100:])

In [39]:

[<matplotlib.lines.Line2D at 0x7f9e10cc3d10>]

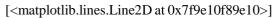
Out[39]:

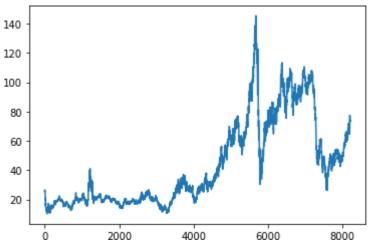


 $df3 = scaler.inverse_transform(df3).tolist()plt.plot(scaler.inverse_transform(data))$

In [40]:

Out[40]:





7.2 FEATURE 2

login.html

```
<!DOCTYPE html>
<html lan="en" and dir="Itr">
  <head>
    <meta charset="utf-8">
    <title>login form</title>
    <link rel="stylesheet" href="style.css">
     <script src ="login.js"></script>
  </head>
  <body>
    <form class="box" action="login.html" method="POST">
       <h1>CRUDE OIL PRICE PREDICTION</h1>
       < h2 >
         LOGIN
       </h2>
       <input type="text" name="" placeholder="Enter Username" id="username">
      <input type="password" name="" placeholder="Enter Password" id="password">
       <input type="submit" name="" value="Login" onclick="validate()">
       <h3><a href="register.html"> New User? Register </a></h3>
    </form>
  </body>
</html>
register.html
<!DOCTYPE html>
<html lan="en" and dir="Itr">
  <head>
    <meta charset="utf-8">
    <title>login form</title>
    <link rel="stylesheet" href="register.css">
     <script src ="login.js"></script>
  </head>
  <body>
    <form class="box" action="login.html" method="POST">
       <h1>CRUDE OIL PRICE PREDICTION</h1>
      <h2>
         Register
       </h2>
       <input type="text" name="" placeholder="Enter Username" id="username">
```

Style.css

```
body{
  margin: 0;
  padding: 0;
  font-family: sans-serif;
  background: url(p2.jpg);
  background-size: cover;
}
.box{
  width: 300px;
  padding: 30px;
  position: absolute;
  top: 50%;
  left: 50%;
  transform: translate(-50%,-50%);
  background: rgb(14, 14, 14);
  text-align: center;
.box h1
  color: rgb(253, 249, 251);
  text-transform: uppercase;
  font-weight: 700;
}
.box h2
  color: rgb(253, 249, 251);
  text-transform: uppercase;
  font-weight: 700;
}
.box input[type="text"],.box input[type="password"] ,.box input[type="date"],.box
input[type="Number"],.box input[type="Email"]
{
```

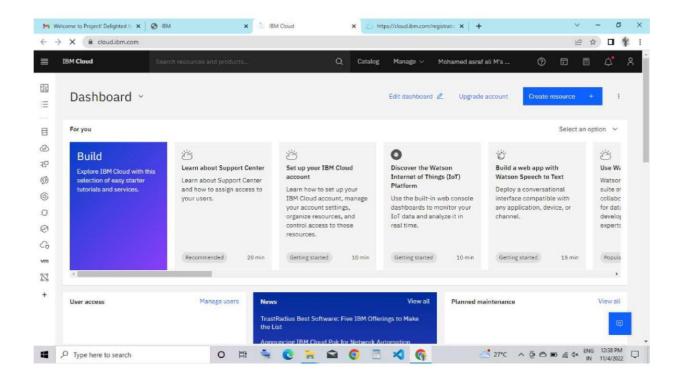
```
border: 0;
  background: white;
  display: block;
  margin: 28px auto;
  text-align: center;
  border: 3px solid #2af003;
  padding: 14px 10px;
  width: 220px;
  outline: none;
  color: #fff6ff(18, 18, 179);
  border-radius: 24px;
  transition: 0.25px;
.box input[type="text"]:focus,.box input[type="password"]:focus{
  width: 270px;
  border-color: rgb(238, 26, 203);
.box input[type="submit"]{
  border: 0;
  background: none;
  display: block;
  margin: 28px auto;
  text-align: center;
  border: 3px solid rgb(211, 15, 152);
  padding: 14px 10px;
  width: 220px;
  outline: none;
  color: rgb(73, 31, 224);
  border-radius: 24px;
  transition: 0.25px;
  cursor: pointer;
.box input[type="submit"]:hover{
  background: rgb(100, 182, 53);
}
h3{
  color: wheat;
}
```

Register.css

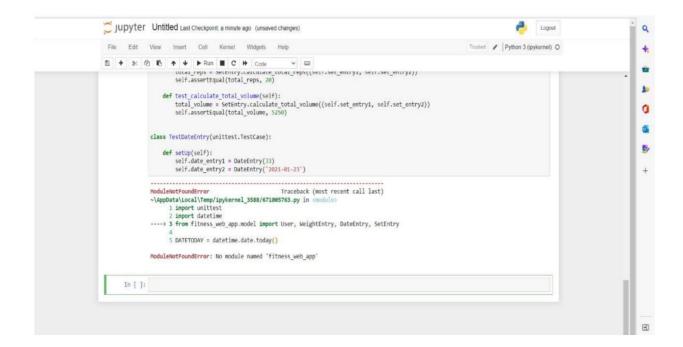
```
margin: 0;
  padding: 0;
  font-family: sans-serif;
  background: url(ppp.jpg);
  background-size: cover;
.box{
  width: 300px;
  padding: 30px;
  position: absolute;
  top: 50%;
  left: 50%;
  transform: translate(-50%,-50%);
  background: rgb(14, 14, 14);
  text-align: center;
}
.box h1
  color: rgb(253, 249, 251);
  text-transform: uppercase;
  font-weight: 700;
.box h2
  color: rgb(253, 249, 251);
  text-transform: uppercase;
  font-weight: 700;
.box input[type="text"],.box input[type="password"],.box
input[type="date"],.box input[type="Number"],.box input[type="Email"]
  border: 0;
  background: white;
  display: block;
  margin: 28px auto;
  text-align: center;
```

```
border: 3px solid #2af003;
  padding: 14px 10px;
  width: 220px;
  outline: none;
  color: #fff6ff(18, 18, 179);
  border-radius: 24px;
  transition: 0.25px;
.box input[type="text"]:focus,.box input[type="password"]:focus{
  width: 270px;
  border-color: rgb(238, 26, 203);
.box input[type="submit"]{
  border: 0;
  background: none;
  display: block;
  margin: 28px auto;
  text-align: center;
  border: 3px solid rgb(211, 15, 152);
  padding: 14px 10px;
  width: 220px;
  outline: none;
  color: rgb(73, 31, 224);
  border-radius: 24px;
  transition: 0.25px;
  cursor: pointer;
}
.box input[type="submit"]:hover{
  background: rgb(100, 182, 53);
}
h3{
  color: wheat;
}
```

SREENSHOTS



CLOUD ACCOUNT CREATION



8. TESTING

8.1 TEST CASES

A test case has components that describe input, action and an expected response, in order to determine if a feature of an application is working correctly. A test case is a set of instructions on "HOW" to validate a particular test objective/target, which when followed willtell us if the expected behavior of the system is satisfied or not.

Characteristics of a good test case:

• Accurate: Exacts the purpose.

• Economical: No unnecessary steps or words.

• Traceable: Capable of being traced to requirements.

• Repeatable: Can be used to perform the test over and over.

• Reusable: Can be reused if necessary

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

8.2 USER ACCEPTANCE TESTING

This sort of testing is carried out by users, clients, or other authorized bodies to identify the requirements and operational procedures of an application or piece of software. The most crucial stage of testing is acceptance testing since it determines whether or not the customer will accept the application or programme. It could entail the application's U.I., performance, usability, and usefulness. It is also referred to as end-user testing, operational acceptance testing, and user acceptance testing (UAT). 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:

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

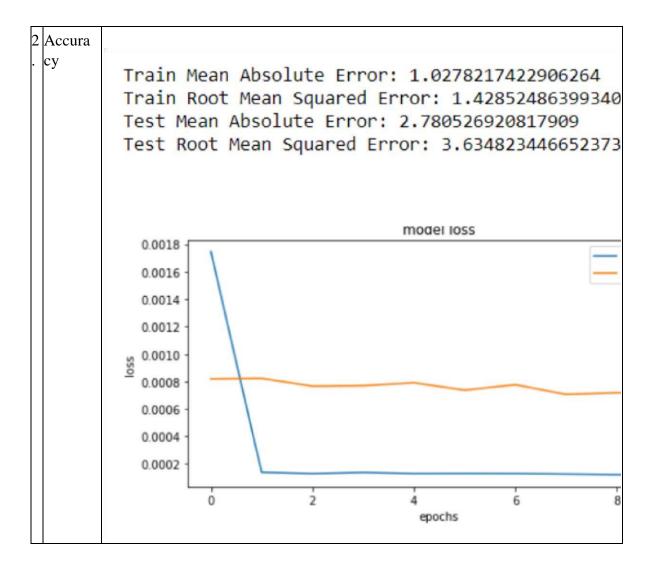
The report shows the number of resolved and closed bugs at each severity level and how they were resolved

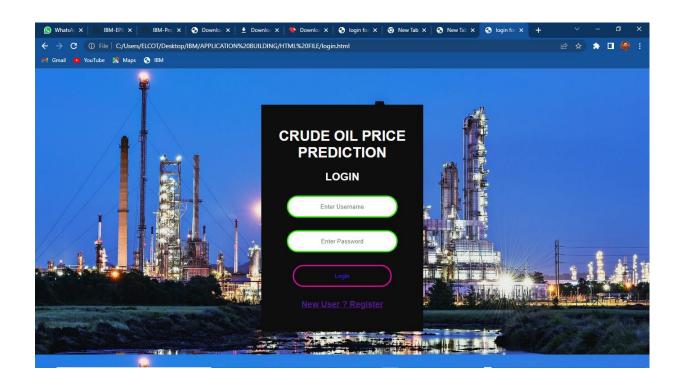
Resolution	Severity 1	Severity 2	Severity 3	Severity 4	Subtotal
By Design	3	0	0	0	3
Duplicate	1	0	1	0	2
External	0	0	0	0	0
Fixed	4	0	1	1	6

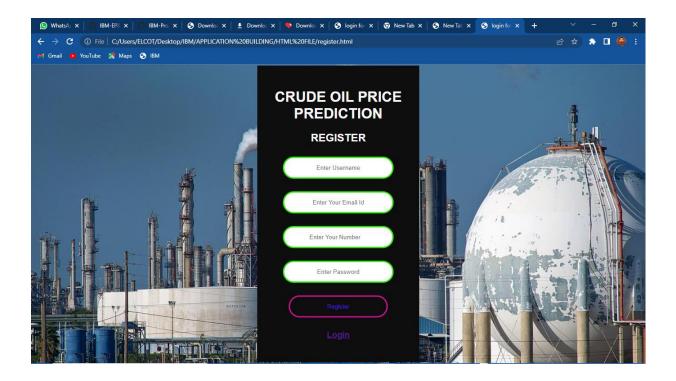
9. RESULTS

9.1 PERFORMANCE METRICS

S.N	Paramet	Valu	Screenshot			
О	ers	es				
	Model Summar y		Model: "sequential_1"			
			Layer (type)	Output	Shape	
			lstm_3 (LSTM)	(None,	10, 50)	
			lstm_4 (LSTM)	(None,	10, 50)	
			lstm_5 (LSTM)	(None,	50)	
			dense_1 (Dense)	(None,	1)	
			Total params: 50,851 Trainable params: 50,851 Non-trainable params: 0			









10. ADVANTAGES & DISADVANTAGES

ADVANTAGE

- Give accurate result
- Easy to access and get the price
- Effective with large datasets
- 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

DISADVANTAGE

- · Hard to find oil price
- Inefficient in accuracy
- Poor Customer support
- The prediction results may lack accuracy
- Volatility in prices may be misleading

11. CONCLUSION

Predicting Crude Oil prices is a very challenging problem due to the high volatility of oil prices. In this paper, we developed a new oil price prediction approach using ideas and tools from stream learning, a machine learning paradigm for analysis and inference of continuous flow of non-stationary data. Our stream learning model will be updated whenever new oil price data are available, and provided to model, so the model continuously evolves over time, and can capture the changing pattern of oil prices. In addition, updating the model requires only a small constant time per new data example, the experiment results show that our stream learning model outperformed four other popular oil price prediction models over a variety of forecast time horizons. This process is used to Predict the oil Prices. The prediction model predicts continuous valued functions.

12. FUTURE SCOPE

Future research may extend our work by considering a richer set of market variables, such as political or commercial factors and phases of economic instability, which are often determinants of crude oil price. Moreover, another direction for future research is the application of the proposed model to forecast the price of other commodities. Moreover, it is a worthwhile direction to explore the consideration of one or more computational cost factors when comparing different forecasting models. Therefore, calculations based on operational research methods might be a good direction.

13. APPENDIX

SOURCE CODE

BUILDING PYTHON

IMPORTING LIBRARIES

```
import numpy as np # linear algebra
import pandas as pd # data processing, CSV file I/O (e.g.
pd.read_csv)import datetime
from pylab import rcParams
import matplotlib.pyplot as
pltimport warnings
import itertools
import statsmodels.api as sm
from keras.models import
Sequentialfrom keras.layers
import Dense
from keras.layers import
LSTM from keras.layers
import Dropout
from sklearn.metrics import mean_squared_error
from keras.callbacks import ReduceLROnPlateau, EarlyStopping,
ModelCheckpointfrom sklearn.metrics import mean_squared_error
from sklearn.metrics import
mean_absolute_errorimport seaborn as sns
sns.set_context("paper", font_scale=1.3)
sns.set_style('white')
import math
from sklearn.preprocessing import MinMaxScaler
# Input data files are available in the "../input/" directory.
# For example, running this (by clicking run or pressing Shift+Enter) will list all
files under the input directory
warnings.filterwarnings("ignore")
plt.style.use('fivethirtyeight')
```

```
import os
for dirname, _, filenames in
   os.walk('/kaggle/input'):for filename in
   filenames:
      print(os.path.join(dirname, filename))
```

IMPORTING DATA

```
dateparse = lambda x: pd.datetime.strptime(x, '%b %d,
%Y')#Read csv file
from google.colab import
filesuploaded =
files.upload()
```

Upload widget is only available when the cell has been executed in the current browser session. Pleasererun this cell to enable.

Saving Crude Oil Prices Daily.xlsx to Crude Oil Prices Daily.xlsximport io df = pd.read_excel(io.BytesIO(uploaded['Crude Oil Prices Daily.xlsx']))df.head() df[:10]

	Date	Closing Value
0	1986-01-02	25.56
1	1986-01-03	26.00
2	1986-01-06	26.53
3	1986-01-07	25.85
4	1986-01-08	25.87
5	1986-01-09	26.03
6	1986-01-10	25.65
7	1986-01-13	25.08
8	1986-01-14	24.97
9	1986-01-15	25.18

```
Datedf =

df.sort_values('Date')

df = df.groupby('Date')['Closing

Value'].sum().reset_index()df.set_index('Date',
inplace=True)

df=df.loc[datetime.date(year=2000,month=1,day=1):]

df.head()
```

	Closing Value
Date	
2000-01-04	25.56
2000-01-05	24.65
2000-01-06	24.79
2000-01-07	24.79
2000-01-10	24.71

#Sort dataset by column

DATA PRE-PROCESSING

```
def DfInfo(df_initial):
    # gives some infos on columns types and numer of null values
    tab_info = pd.DataFrame(df_initial.dtypes).T.rename(index={0: 'column type'})tab_info =
tab_info.append(pd.DataFrame(df_initial.isnull().sum()).T.rename(index={0: 'null values (nb)'}))
    tab_info =
tab_info.append(pd.DataFrame(df_initial.isnull().sum() /
df_initial.shape[0] * 100).T.
rename(index={0: 'null values (%)'}))
    return
tab_info
DfInfo(df)
```

	Closing Value
Column type	float64
null values (nb)	0
null values (%)	0.0

```
df.index
DatetimeIndex(['2000-01-04', '2000-01-05', '2000-01-06', '2000-01-
                                                               07',
             '2000-01-10', '2000-01-11', '2000-01-12', '2000-01-13',
              '2000-01-14', '2000-01-18',
              '2018-06-26', '2018-06-27', '2018-06-28', '2018-06-29',
              '2018-07-02', '2018-07-03', '2018-07-04', '2018-07-05',
              '2018-07-06', '2018-07-09'],
             dtype='datetime64[ns]', name='Date', length=4673,
freq=None)y = df['Closing Value'].resample('MS').mean()
y.plot(figsize=(15, 6))
plt.show()
rcParams['figure.figsize'] = 18, 8
decomposition = sm.tsa.seasonal_decompose(y,
model='additive')fig = decomposition.plot()
plt.show()
sc = MinMaxScaler(feature_range =
(0, 1)df = sc.fit_transform(df)
```

TRAINING AND TESTING

LSTM LAYER

```
regressor = Sequential()
regressor.add(LSTM(units = 60, return_sequences = True,
input_shape =(X_train.shape[1], 1)))
regressor.add(Dropout(0.1))
regressor.add(LSTM(units = 60, return sequences =
True))regressor.add(Dropout(0.1))
regressor.add(LSTM(units =
60))
regressor.add(Dropout(0.1))
regressor.add(Dense(units = 1))
regressor.compile(optimizer = 'adam', loss =
'mean_squared_error')reduce_lr =
ReduceLROnPlateau(monitor='val_loss',patience=5) history
=regressor.fit(X_train, Y_train, epochs = 20, batch_size =
15, validation_data=(X_test, Y_test),
callbacks=[reduce_lr],shuffle=False)Epoch 1/20
212/212 [=====
0.0047 - val loss:
                                          ======1 - 23s 88ms/step - loss:
0.0251 - lr: 0.0010
Epoch 2/20
```

```
- 17s 82ms/ste - loss: 0.012 - val_loss:
212/212
0.04/8 - Ir: 0.0010
Epoch 3/20
212/212
                                       - 1/s 82ms/ste - loss: 0.011 - val_loss:
0.0505 - Ir: 0.0010
Epoch 4/20
                                       - 1/s 81ms/ste - loss: 0.016 - val_loss:
212/212
0.0461 - Ir: 0.0010
Epoch 5/20
                                       - 19s 91ms/ste - loss: 0.019 - val_loss:
212/212
0.0461 - Ir: 0.0010
Epoch 6/20
                                      - 1/s 82ms/ste - loss: 0.017 - val_loss:
212/212
0.0605 - Ir: 0.0010
Epoch 7/20
                                       - 18s 83ms/ste - loss: 0.02½ - val_loss:
212/212
0.0047 - Ir: 1.0000e-04
Epoch 8/20
212/212
[=====
                                       - 18s 83ms/ste - loss: 0.004 - val_loss:
0.0032 - Ir: 1.0000e-04
Epoch 9/20
                                       - 17s 82ms/ste - loss: 0.002 - val_loss:
212/212
0.0021 - Ir: 1.0000e-04
Epoch 10/20
212/212
                                       - 17s 81ms/ste - loss: 0.002 - val_loss:
0.0017 - Ir: 1.0000e-04
Epoch 11/20
                                       - 17s 83ms/ste - loss: 0.002 - val_loss:
212/212
0.0016 - Ir: 1.0000e-04
Epoch 12/20
                                       - 17/s 82ms/ste - loss: 0.001 - val_loss:
0.0015 - Ir: 1.0000e-04
Epoch 13/20
                                       - 1/s 83ms/ste - loss: 0.001 - val_loss:
212/212
0.0014 - Ir: 1.0000e-04
```

```
Epoch 14/20
                                      - 18s 83ms/ste - loss: 0.001 - val_loss:
212/212
0.0014 - Ir: 1.0000e-04
Epoch 15/20
                                      - 18s 83ms/ste - loss: 0.001 - val_loss:
212/212
0.0013 - lr: 1.0000e-04
Epoch 16/20
                                     - 18s 84ms/ste - loss: 0.001 - val_loss:
212/212
0.0014 - Ir: 1.0000e-04
Epoch 17/20
212/212
                                      - 18s 86ms/ste - loss: 0.001 - val_loss:
0.0014 - Ir: 1.0000e-04
Epoch 18/20
                                      - 19s 8/ms/ste - loss: 0.001 - val_loss:
212/212
0.0015 - Ir: 1.0000e-04
Epoch 19/20
                                      - 1/s 82ms/ste - loss: 0.001 - val_loss:
212/212
0.0013 - Ir: 1.0000e-05
Epoch 20/20
212/212
                                      - 18s 83ms/ste - loss: 0.001 - val_loss:
0.0013 - lr: 1.0000e-05
```

MODEL TRAINING

PREDICTION

```
print('Train Mean Absolute Error:', mean_absolute_error(Y_train[0],
train predict[:,0]))
print('Train Root Mean Squared Error:',np.sqrt(mean_squared_error(Y_train[0],
train_predict[:,0])))
print('Test Mean Absolute Error:', mean_absolute_error(Y_test[0],
test_predict[:,0]))
print('Test Root Mean Squared Error:',np.sqrt(mean_squared_error(Y_test[0],
test predict[:,0])))
plt.figure(figsize=(8,4)) plt.plot(history.history['loss'],
label='Train Loss') plt.plot(history.history['val_loss'],
label='Test Loss')plt.title('model loss')
plt.ylabel('loss') plt.xlabel('epochs')
plt.legend(loc='upper right')
plt.show();
Train Mean Absolute Error: 2.3165036988408305
Train Root Mean Squared Error: 3.285617879896689
Test Mean Absolute Error: 2.3989636110004624 Test
Root Mean Squared Error: 5.289593391043789
aa=[x \text{ for } x \text{ in range}(180)]
plt.figure(figsize=(8,4))
plt.plot(aa, Y_test[0][:180], marker='.', label="actual") plt.plot(aa,
test_predict[:,0][:180], 'r', label="prediction")plt.tight_layout()
sns.despine(top=True)
plt.subplots adjust(left=0.07)
plt.ylabel('Price', size=15)
plt.xlabel('Time step', size=15)
plt.legend(fontsize=15) plt.show();
```

GITHUB LINK:

https://github.com/IBM-EPBL/IBM-Project-38682-1660384421