

Tesla Stock Price Prediction Using Machine Learning

Importing necessary libraries

In [18]:

```
import pandas as pd
import numpy as np
import matplotlib.pyplot as plt
%matplotlib inline

import chart_studio.plotly as py
import plotly.graph_objs as go
from plotly.offline import plot

#for offline plotting
from plotly.offline import download_plotlyjs, init_notebook_mode, plot, iplot
init_notebook_mode(connected=True)
```

Reading Dataset

In [19]:

```
tesla = pd.read_csv(R"C:\Users\91779\Downloads\datasetsandcodefilesstockmarketprediction\tesla.csv")
tesla.head()
```

Out[19]:

| | Date | Open | High | Low | Close | Adj Close | Volume |
|---|------------|-----------|-------|-----------|-----------|-----------|----------|
| 0 | 29-06-2010 | 19.000000 | 25.00 | 17.540001 | 23.889999 | 23.889999 | 18766300 |
| 1 | 30-06-2010 | 25.790001 | 30.42 | 23.299999 | 23.830000 | 23.830000 | 17187100 |
| 2 | 01-07-2010 | 25.000000 | 25.92 | 20.270000 | 21.959999 | 21.959999 | 8218800 |
| 3 | 02-07-2010 | 23.000000 | 23.10 | 18.709999 | 19.200001 | 19.200001 | 5139800 |
| 4 | 06-07-2010 | 20.000000 | 20.00 | 15.830000 | 16.110001 | 16.110001 | 6866900 |

In [20]:

```
tesla.info()
```

```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 2193 entries, 0 to 2192
Data columns (total 7 columns):
#   Column      Non-Null Count  Dtype
---  -
0   Date        2193 non-null  object
1   Open        2193 non-null  float64
2   High        2193 non-null  float64
3   Low         2193 non-null  float64
4   Close       2193 non-null  float64
5   Adj Close   2193 non-null  float64
6   Volume      2193 non-null  int64
dtypes: float64(5), int64(1), object(1)
memory usage: 120.1+ KB
```

In [21]:

```
tesla['Date'] = pd.to_datetime(tesla['Date'])
```

C:\Users\91779\AppData\Local\Temp\ipykernel_2436\3702129700.py:1: UserWarning:

Parsing '29-06-2010' in DD/MM/YYYY format. Provide format or specify infer_datetime_format=True for consistent parsing.

C:\Users\91779\AppData\Local\Temp\ipykernel_2436\3702129700.py:1: UserWarning:

Parsing '30-06-2010' in DD/MM/YYYY format. Provide format or specify infer_datetime_format=True for consistent parsing.

C:\Users\91779\AppData\Local\Temp\ipykernel_2436\3702129700.py:1: UserWarning:

Parsing '13-07-2010' in DD/MM/YYYY format. Provide format or specify infer_datetime_format=True for consistent parsing.

C:\Users\91779\AppData\Local\Temp\ipykernel_2436\3702129700.py:1: UserWarning:

Parsing '14-07-2010' in DD/MM/YYYY format. Provide format or specify infer_datetime_format=True for consistent parsing.

In [22]:

```
print(f'Dataframe contains stock prices between {tesla.Date.min()} {tesla.Date.max()}')  
print(f'Total days = {(tesla.Date.max() - tesla.Date.min()).days} days')
```

Dataframe contains stock prices between 2010-01-07 00:00:00 2019-12-03 00:00:00

Total days = 3617 days

In [23]:

```
tesla.describe()
```

Out[23]:

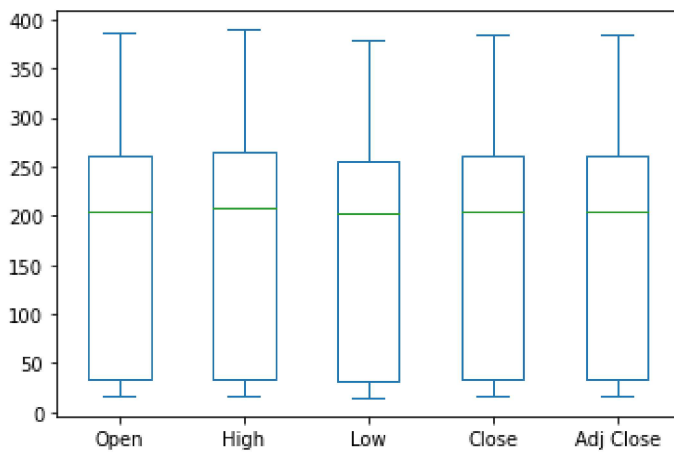
| | Open | High | Low | Close | Adj Close | Volume |
|-------|-------------|-------------|-------------|-------------|-------------|--------------|
| count | 2193.000000 | 2193.000000 | 2193.000000 | 2193.000000 | 2193.000000 | 2.193000e+03 |
| mean | 175.652882 | 178.710262 | 172.412075 | 175.648555 | 175.648555 | 5.077449e+06 |
| std | 115.580903 | 117.370092 | 113.654794 | 115.580771 | 115.580771 | 4.545398e+06 |
| min | 16.139999 | 16.629999 | 14.980000 | 15.800000 | 15.800000 | 1.185000e+05 |
| 25% | 33.110001 | 33.910000 | 32.459999 | 33.160000 | 33.160000 | 1.577800e+06 |
| 50% | 204.990005 | 208.160004 | 201.669998 | 204.990005 | 204.990005 | 4.171700e+06 |
| 75% | 262.000000 | 265.329987 | 256.209991 | 261.739990 | 261.739990 | 6.885600e+06 |
| max | 386.690002 | 389.609985 | 379.350006 | 385.000000 | 385.000000 | 3.716390e+07 |

In [24]:

```
tesla[['Open', 'High', 'Low', 'Close', 'Adj Close']].plot(kind='box')
```

Out[24]:

<AxesSubplot:>



In [25]:

```
# Setting the layout for our plot
layout = go.Layout(
    title='Stock Prices of Tesla',
    xaxis=dict(
        title='Date',
        titlefont=dict(
            family='Courier New, monospace',
            size=18,
            color='#7f7f7f'
        )
    ),
    yaxis=dict(
        title='Price',
        titlefont=dict(
            family='Courier New, monospace',
            size=18,
            color='#7f7f7f'
        )
    )
)

tesla_data = [{'x':tesla['Date'], 'y':tesla['Close']}]
plot = go.Figure(data=tesla_data, layout=layout)
```

In [26]:

```
#plot(plot) #plotting offline  
iplot(plot)
```

Stock Prices of Tesla



Building the regression model

In [35]:

```
from sklearn.model_selection import train_test_split  
  
#For preprocessing  
from sklearn.preprocessing import MinMaxScaler  
from sklearn.preprocessing import StandardScaler  
  
#For model evaluation  
from sklearn.metrics import mean_squared_error as mse  
from sklearn.metrics import r2_score
```

In [36]:

```
#Split the data into train and test sets  
X = np.array(tesla.index).reshape(-1,1)  
Y = tesla['Close']  
X_train, X_test, Y_train, Y_test = train_test_split(X, Y, test_size=0.3, random_state=101)
```

In [37]:

```
# Feature scaling
scaler = StandardScaler().fit(X_train)
```

In [38]:

```
from sklearn.linear_model import LinearRegression
```

In [39]:

```
#Creating a linear model
lm = LinearRegression()
lm.fit(X_train, Y_train)
```

Out[39]:

```
LinearRegression()
```

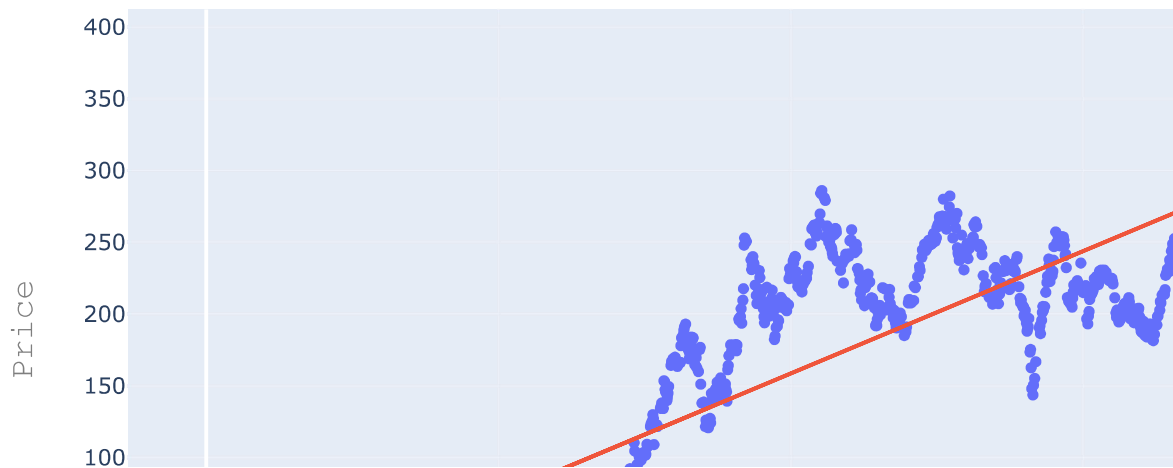
In [40]:

```
#Plot actual and predicted values for train dataset
trace0 = go.Scatter(
    x = X_train.T[0],
    y = Y_train,
    mode = 'markers',
    name = 'Actual'
)
trace1 = go.Scatter(
    x = X_train.T[0],
    y = lm.predict(X_train).T,
    mode = 'lines',
    name = 'Predicted'
)
tesla_data = [trace0,trace1]
layout.xaxis.title.text = 'Day'
plot2 = go.Figure(data=tesla_data, layout=layout)
```

In [41]:

```
iplot(plot2)
```

Stock Prices of Tesla



In [42]:

```
#Calculate scores for model evaluation
scores = f'''
{'Metric'.ljust(10)}{'Train'.center(20)}{'Test'.center(20)}
{'r2_score'.ljust(10)}{r2_score(Y_train, lm.predict(X_train))}\t{r2_score(Y_test, lm.predict(X_test))}
{'MSE'.ljust(10)}{mse(Y_train, lm.predict(X_train))}\t{mse(Y_test, lm.predict(X_test))}
'''
print(scores)
```

| Metric | Train | Test |
|----------|--------------------|--------------------|
| r2_score | 0.8658871776828707 | 0.8610649253244574 |
| MSE | 1821.3833862936174 | 1780.987539418845 |

In []: