

High-Level Design (HLD) Document

Project Title: Cryptocurrency Liquidity Prediction

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1. Objective of the System

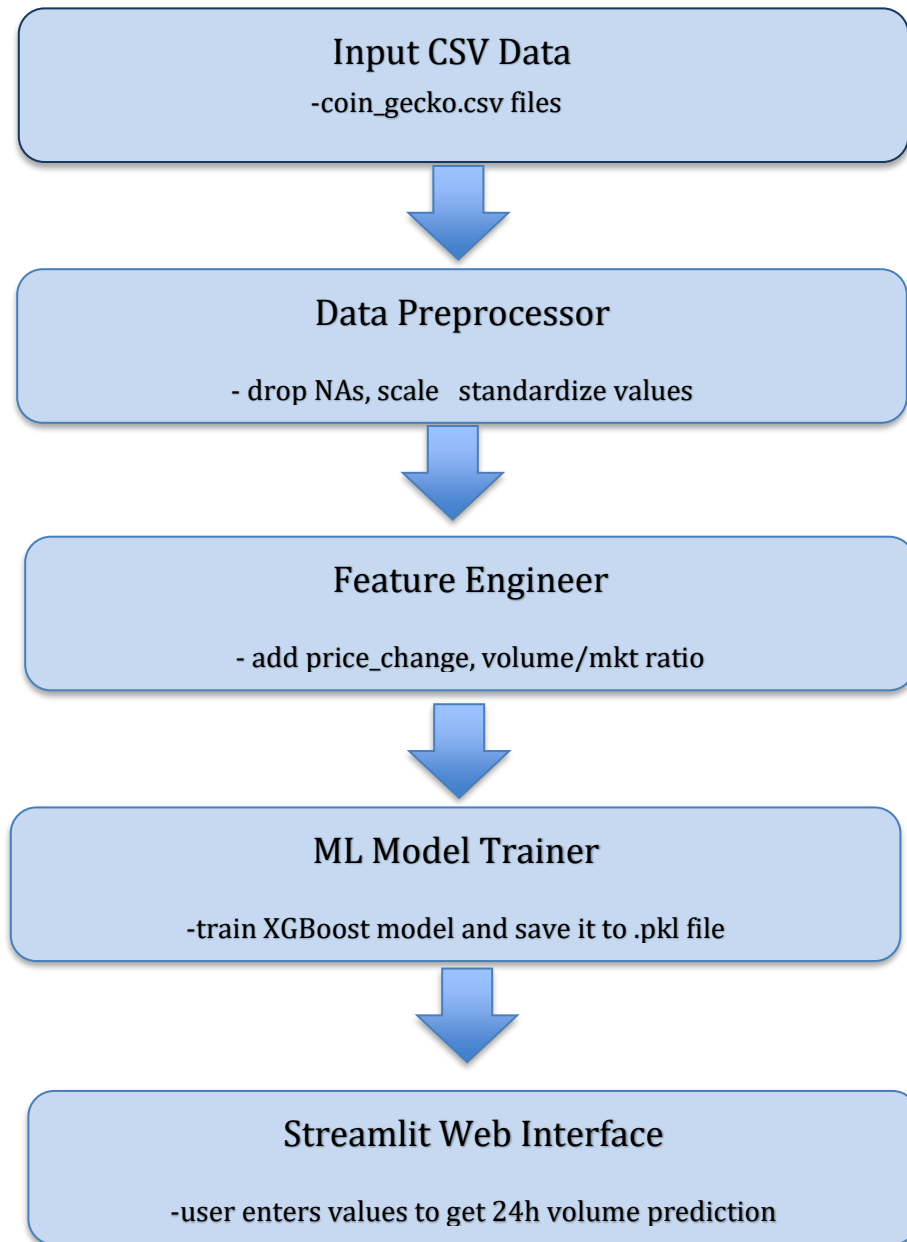
- The goal of this system is to predict the 24-hour trading volume (liquidity) of a cryptocurrency based on market features like price, market cap, and short-term price changes.
- This helps traders, analysts, and platforms identify liquidity risks in advance.

2. System Overview

This is a machine learning-based regression system. It:

- Reads real cryptocurrency market data from CSV files
- Cleans and preprocesses the data
- Extracts meaningful features (like price change score, volume ratios)
- Trains an ML model (XGBoostRegressor)
- Predicts liquidity (24h volume)
- Provides results via a Streamlit web app

3. System Architecture Diagram



4. Main Components

| Component | Description |
|---|---|
| coin_gecko_2022-03-16.csv, coin_gecko_2022-03-17.csv | Raw market data files (e.g., price, volume, change %) |
| crypto_liquidity_model1.py | The main training and analysis script: EDA, feature engineering, model training |
| xgb_model.pkl | Saved trained model (XGBoostRegressor) |
| volume_scaler.pkl | Scaler to reverse-transform predicted volume (if needed) |
| app.py | Streamlit frontend to take inputs and show predictions |
| EDA Report Crypto Liquidity | EDA report with charts like correlation, distributions |

5. Data Flow

1. Load historical market data from CSV files
2. Clean & normalize numeric features
3. Engineer new features (price_change_score, volume_to_marketcap)
4. Split data and train model (XGBoost)
5. Save model and scaler
6. Streamlit interface allows real-time user inputs to predict 24h volume

6. Technology Stack

| Layer | Tool Used |
|---------------|-----------------------|
| Programming | Python 3.x |
| ML Model | XGBoost (via xgboost) |
| Data Handling | Pandas, NumPy |
| Visualization | Matplotlib, Seaborn |
| UI | Streamlit |
| Deployment | Localhost / .py files |

7. Key Features

- Clean preprocessing pipeline
- Lightweight and interpretable XGBoost model
- Visual EDA built-in
- Easy deployment using Streamlit
- Accurate predictions with RMSE ~ 0.35 and $R^2 \sim 0.92$