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IN3062 – INTRODUCTION TO ARTIFICIAL INTELLIGENCE

Coursework

Document Version 1.0

TABLE OF CONTENTS

[1. INTRODUCTION 2](#_Toc59011547)

[1.1 PROBLEM DOMAIN 2](#_Toc59011548)

[1.2 DATASET 2](#_Toc59011549)

[2. REGRESSION 2](#_Toc59011550)

[3. MISSING DATA 3](#_Toc59011551)

[4. MODELS USED 3](#_Toc59011552)

[4.1 LINEAR REGRESSION 3](#_Toc59011553)

[4.2 SUPPORT VECTOR MACHINES 3](#_Toc59011554)

[4.3 RANDOM FOREST REGRESSION 4](#_Toc59011555)

[5. INPUT VARIABLES ENCODED 4](#_Toc59011556)

[6. ACCURACY EVALUATION CRITERIA 4](#_Toc59011557)

[7. RESULTS 4](#_Toc59011558)

[7.1 LINEAR REGRESSION 4](#_Toc59011559)

[7.2 SUPPORT VECTOR MACHINES 4](#_Toc59011560)

[7.3 RANDOM FOREST REGRESSION 4](#_Toc59011561)

[8. ENCOUNTERED DATASET PROBLEMS 4](#_Toc59011562)

[9. REFERENCES 4](#_Toc59011563)

# **INTRODUCTION**

Video game culture has exponentially grown to become a popular source of entertainment and consumed by modern pop culture, evolving from humble beginnings to a multibillion-dollar industry today**1**. Current predictions estimate the net global revenue of video games in 2020 to be over $160 billion dollars**2**, an increase of over 7.6% from 2019.  Throughout its history, the market for video games has only strengthened due to continuous advancements in computer technology, through an increase in processing power, graphical performance, and game design. With each successive year, more advanced consoles have spawned a plethora of video game titles and genres, with thousands of titles available to feed increased sale demands. This impact also meant that digital sales has exponentially risen resulting in UK gaming outlets to struggle selling physical units. Severity of the impact can be assessed from one of UK’s leading commercial video game retailers – ‘GAME’ store**3**.

## 1.1 PROBLEM DOMAIN

The distribution of video game sales in the UK reflects that 80% is sold digitally via   
micro-transactions, DLC and subscription services. Thus, digital revenue is up by 12.5% year-on-year whilst physical revenue goes down by 2.8%**4**. As a result, commercial retailers are threatened by losing profit from excess supply of physical video game units. This is reflected by the UK’s prominent video games retailer ‘GAME’ store, case study below:

**Case Study:** UK retailer GAME runs out of money, enters administration**5**

With supply of physical units increasing overtime, has meant that not enough revenue is generated from in-store transactions. To alleviate excess supply, unit pricing of popular games was reduced, resulting in profit-loss.  
Popularity of E-commerce overtime had led to excess overhead costs of maintaining store operations thus forcing 40 ‘GAME’ stores to go into administration.



Fig 1: ‘GAME’ store administration.

Digital formatted video games sold via E-commerce will continually rise, as consumers benefit with improved convenience, accessibility, and privacy. Developers of next-gen consoles will eventually want to move over to operating only on digital formatted video games in their bid to reduce carbon footprint**6** and maintain corporate social responsibility.

Our aim to help commercial video game retailers like ‘GAME’ to adapt to these changes, also make effective predictions on which game titles and platforms will be popular to maintain stock control i.e., best-selling. Goal is to prevent stock-overload and efficiently manage stock inventory with the purpose of maximising revenue and reducing overhead.

## 1.2 DATASET

The original dataset titled ‘Video Game Sales with Rating’ can be found on Kaggle, here is the [link](https://www.kaggle.com/rush4ratio/video-game-sales-with-ratings). The dataset itself contained outdated gaming platforms and game titles thus opted to narrow down our dataset to the top 100 selling video games across 5 platforms that are released within the years 2010 and 2016 – PC, Xbox One, PS4, Nintendo Wii U and 3DS. To ensure accurate predictions are generated about future sales, we are focusing on video games released between 2010 & 2016, because within this date range the regional sales are consistent thus enabling better predictive analysis from which patterns can be identified. Moreover, the dataset highlights additional factors such as: genre, publisher, platform amongst many other factors. From which correlations can be identified and could contribute to determine a video game’s success rate.

# **REGRESSION**

Our models will mainly be computed using supervised learning methods like Linear Regression, SVM and Random Forest Regression. The main goal is to allow us to predict new continuous data based on the trends and results of the datasets that have already been tested using the different regression algorithms and see which variables are most correlated to Video Games having high sales numbers. We will use Pearson’s correlation coefficient to see which 2 variables have the best correlation. R value of 1 meaning perfect correlation, 0 meaning no correlation and -1 meaning perfect inverse correlation.

# **MISSING DATA**

Having filtered the top 100 sales for each platform within time period 2010-2016, we found discrepancies within columns critic score and critic count missing. This would hinder our results as no correlation can be identified between user reviews and video games sold over time. We thought about using the mean or median of the critic score/count values to fill in the blanks, but this wouldn’t be adequate. We concluded that since critic score and count is an opinion-based system, we decided to manually enter the missing data for each game which has been taken from a credible source such as ‘[Meta Critic’](https://www.metacritic.com/) link.

# **TECHNIQUES USED**

****For our dataset, we decided to use **Pearson's Coefficient** in order to find out which 2 variables depict the strongest correlation that will help us predict video game sales in the future.

We used a heatmap to represent the coefficients for 2 variables. We can see that Sales for different regions have a strong relation to Global Sales which is to be expected. For our analysis we made Global Sales our dependent variable and as it counts for all regions, we decided to drop the other sales features. So, when disregarding the relationship between Global Sales and region we can see that Critic Score and Critic Count have the next highest positive relationship with a value of 0.28 and 0.36. Despite Critic Count having the higher value we decided to disregard this feature as yes it may have a relation with Global Sales however users buy games depending on the Critic Score and not critic count. Therefore, our main focus is Critic Score to Global Sales.

# **MODELS USED**

## 4.1 LINEAR REGRESSION

## 4.2 SUPPORT VECTOR MACHINES

## RANDOM FOREST REGRESSION

# **INPUT VARIABLES ENCODED**

# **ACCURACY EVALUATION CRITERIA**

# **RESULTS**

## 7.1 LINEAR REGRESSION

## 7.2 SUPPORT VECTOR MACHINES

## 7.3 RANDOM FOREST REGRESSION

# **ENCOUNTERED DATASET PROBLEMS**

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