

Grocery Availability Checker and Stock Predictor using Machine Learning

A Project Report

Submitted by:

Kashish Panda (1941012615)

Aryan Prahraj (1941012943)

in partial fulfillment for the award of the degree

of

BACHELOR OF TECHNOLOGY

IN

COMPUTER SCIENCE AND ENGINEERING



DEPARTMENT OF COMPUTER SCIENCE AND ENGINEERING

Faculty of Engineering and Technology, Institute of Technical Education and Research

SIKSHA 'O' ANUSANDHAN (DEEMED TO BE) UNIVERSITY

Bhubaneswar, Odisha, India

(June 2023)

CERTIFICATE

This is to certify that the project report titled “Grocery Availability Checker and Stock Predictor using Machine Learning” is being submitted by Kashish Panda and Aryan Prahraj of section J to the Institute of Technical Education and Research, Siksha ‘O’ Anusandhan (Deemed to be) University, Bhubaneswar for the partial fulfillment of the degree of Bachelor of Technology in Computer Science and Engineering is a record of original confide work carried out by them under my/our supervision and guidance. The project work, in my/our opinion, has reached the requisite standard fulfilling the requirements for the degree of Bachelor of Technology.

The results contained in this thesis have not been submitted in part or in full to any other University or Institute for the award of any degree or diploma.

Prof. (Dr.) Suprava Devi

Department of Computer Science and Engineering

Faculty of Engineering and Technology;

Institute of Technical Education and Research;

Siksha ‘O’ Anusandhan (Deemed to be) University

ACKNOWLEDGEMENT

We would like to express our sincere gratitude to several individuals and organizations for supporting us throughout our Graduate study. First, we would like to express our sincere gratitude to our supervisor, Prof. (Dr.) Suprava Devi and faculty coordinator Prof. (Dr.) Barnali Sahu, for their enthusiasm, patience, insightful comments, helpful information, practical advice, and unceasing ideas that have always helped us tremendously in our project and writing of this paper. Their immense knowledge, profound experience, and professional expertise in Machine learning and data science have enabled us to complete this project successfully. Without their support and guidance, this project would not have been possible.

Place: Odisha

Signature of students

| Regd. No. | Name | Signature |
|------------------|---------------|------------------|
| 1941012615 | Kashish Panda | |
| 1941012943 | Aryan Prahraj | |

Date: 9/06/2023

DECLARATION

We declare that this written submission represents our ideas in our own words and where others' ideas or words have been included, we have adequately cited and referenced the original sources. We also declare that we have adhered to all principles of academic honesty and integrity and have not misrepresented or fabricated or falsified any idea/fact/source in our submission. We understand that any violation of the above will cause disciplinary action by the University and can also evoke penal action from the sources which have not been properly cited or from whom proper permission has not been taken when needed.

Signature of Students with Registration Numbers

| Regd. No. | Name | Signature |
|------------------|---------------|------------------|
| 1941012615 | Kashish Panda | |
| 1941012943 | Aryan Prahraj | |

Date: 9/06/2023

REPORT APPROVAL

This project report entitled “Grocery Availability Checker and Stock Predictor using Machine Learning” by Kashish Panda and Aryan Prahraj is approved for the degree of Bachelor of Technology in Computer Science and Engineering.

Examiners

PREFACE

This study's goal is to develop a machine learning-based system that could estimate when a particular food item would run out and determine its availability in stores. To solve the issue of stock-outs, the goal is to create intelligent technology that could evaluate store inventories and forecast how long groceries would be on hand. The goal of this project is to make consumers' lives easier by categorizing stores according to location and forecasting when a certain item will run out, saving time and money by preventing needless excursions to the grocery store. Additionally, by enhancing supply chain management, cutting waste, and raising consumer happiness by guaranteeing that supermarkets always have adequate inventory to fulfil demand, this project aims to achieve sustainable development goals. Regression and the random forest classifier were two algorithms that were used in the design process to examine consumer purchase histories and data from grocery shop inventories. The grocery data was cleaned and prepared for the machine learning algorithms using data pre-processing methods. To guarantee their accuracy and resilience, the machine learning models were chosen and validated using frameworks like scikit-learn or TensorFlow. Programming languages like Python were used to create the application, and a database or other data storage system was used to store the historical data used to train and test the models. The results of this study showed that a system based on machine learning was capable of precisely forecasting when a certain grocery item would run out and determining its availability in supermarkets. The algorithm was able to assess store inventory and forecast the amount of time that groceries will be available. Users could save time and money by avoiding unnecessary journeys to the grocery shop thanks to the application's ability to arrange retailers by distance and forecast when an item will run out. Also, this project helps to improve waste reduction, supply chain management, and customer satisfaction. The use of historical data for model training and testing is one of the study's shortcomings. Future studies might examine the use of various machine learning methods to forecast the availability of groceries as well as the incorporation of real-time data to increase prediction accuracy. With the development of a machine learning-based system that can precisely estimate grocery availability and decrease stock-outs, this research study contributes to the field of supply chain management. The technology makes users' lives easier while helping to achieve sustainable development goals such as reducing waste and increasing customer delight. Also, a novel solution to this issue is the use of machine learning methods like regression and the random forest classifier in food availability prediction.

Individual Contributions

| | |
|---------------|---|
| Kashish Panda | Experimentation; result analysis; Design; documentation,; conclusion |
| Aryan Prahraj | Abstract, Introduction, Literature survey; documentation |

| | |
|--------------------------------------|-----------|
| <u>Table of Contents</u> | |
| Title Page | 1 |
| Certificate | 2 |
| Acknowledgement | 3 |
| Declaration | 4 |
| Report Approval | 5 |
| Preface | 6 |
| Individual Contributions | 7 |
| Table of Contents | 8 |
| List of Figures | 10 |
| INTRODUCTION | 11 |
| 1.1 Problem Overview/ Specifications | |
| 1.2 Motivation(s) | |
| 1.3 Uniqueness of the work | |
| 1.4 Report Layout | |
| LITERATURE SURVEY | 13 |

| | |
|------------------------------------|-----------|
| 2.1 Existing System | |
| 2.2 Problem Identification | |
| MATERIALS AND METHODS | 15 |
| 3.1 Dataset(s) Descriptions | |
| 3.2 Schematic Layout/Model Diagram | |
| 3.3 Methods Used | |
| 3.4 Tools Used | |
| 3.5 Evaluation Measures Used | |
| RESULTS / OUTPUTS | 21 |
| 4.1 System Specification | |
| 4.2 Parameters Used (if any) | |
| 4.3 Experimental Outcomes | |
| CONCLUSIONS | 30 |
| REFERENCES | 31 |
| APPENDICES | 33 |
| | 35 |

| | |
|--|-----------|
| REFLECTION OF THE TEAM MEMBERS ON THE PROJECT SIMILARITY REPORT | 36 |
|--|-----------|

List of Figures

| <u>Figure Number</u> | <u>Figure Name</u> | <u>Page</u> |
|-----------------------------|---|--------------------|
| Fig 1 | Figure 1. Used data columns | 16 |
| Fig 2 | Figure 2. Modified column names | 17 |
| Fig 3 | Figure 3. Workflow of the Grocery Availability Checker and Stock Predictor using Machine Learning | 18 |
| Fig 4 | Figure 4. Performance Measurement Criteria | 20 |
| Fig 5 | Figure 5. Testing the KNN model classifier | 22 |
| Fig 6 | Figure 6. Testing the SVC Model Classifier | 22 |
| Fig 7 | Figure 7. Testing the Logistic Regression Model | 23 |
| Fig 8 | Figure 8. Testing the Random Forest Classifier | 23 |
| Fig 9 | Figure 9. Accuracy comparison of classifier models | 24 |
| Fig 10 | Figure 10. Testing the Gradient Boosting Classifier | 24 |
| Fig 11 | Figure 11. Testing the Adaptive Boosting Classifier | 25 |
| Fig 12 | Figure 12. Testing the Adaptive Boosting Classifier with Random Forest Estimator | 25 |
| Fig 13 | Figure 13. Testing the Adaptive Boosting Classifier with Gradient Boosting | 26 |
| Fig 14 | Figure 14. Accuracy comparison boosting classifiers. | 26 |
| Fig 15 | Figure 15. ROC Curve | 27 |
| Fig 16 | Figure 16. Recall Precision Curve | 28 |

1. Introduction

Have you ever experienced the frustration of searching for a specific grocery product, only to visit multiple stores and still not find it? And just when you finally discover where to find it, the item is already out of stock. We understand the inconvenience and wasted time this can cause. That's where the Grocery Availability Checker and Stock Predictor project comes in to make your life easier. Our aim is to provide a solution to this common day-to-day problem by developing a machine learning-based system. This intelligent technology evaluates store inventories, forecasts grocery availability, and categorizes stores based on location. With our system, you no longer need to embark on needless excursions to the grocery store or face disappointment when your desired item is out of stock. By accurately predicting when a particular grocery item will run out and determining its availability in supermarkets, we save you time, money, and frustration. Our project focuses on leveraging historical data, regression, and random forest classifier algorithms to build an accurate prediction model. By implementing machine learning methods, we can revolutionize the way supply chain management operates in the retail industry. The Grocery Availability Checker and Stock Predictor contributes to sustainable development goals by enhancing inventory management, reducing waste, and increasing customer satisfaction. In this presentation, we will delve into the details of our project, explaining the methodology, implementation, and the positive impact our machine learning-based system has on improving the grocery shopping experience.

1.1. Project overview/specifications

The project aims to develop a grocery availability checker and stock predictor to address the challenges faced by the retail industry in managing inventory and ensuring product availability. The system will leverage machine learning algorithms to analyze historical and real-time data, enabling accurate predictions of out-of-stock events and proactive inventory management. The main objectives of the project are to enhance customer satisfaction by reducing instances of stock-outs, optimize supply chain efficiency, and improve overall profitability for retailers. The system will provide real-time insights into stock availability, generate alerts for low

inventory levels, and offer predictive analytics to aid in decision-making related to stock replenishment and inventory allocation. By utilizing advanced algorithms and data-driven approaches, the project aims to revolutionize the grocery retail sector by minimizing stock-outs, maximizing on-shelf availability, and ultimately enhancing the shopping experience for customers.

1.2. Motivation(s)

The motivation behind this project is to develop a machine learning-based solution that can accurately predict when specific food items will run out and determine their availability in stores. By leveraging historical customer purchase data and store inventory information, this system aims to revolutionize supply chain management in the grocery retail sector.

1.3. Uniqueness of the Work

In the conducted experimentation, various classification algorithms were evaluated to assess their performance on a given dataset. The algorithms employed for testing encompassed K-Nearest Neighbors (KNN), Support Vector Classifier (SVC), Logistic Regression (Log Reg), Random Forest (RF), Gradient Boosting Classifier (GBC), Adaptive Boosting Classifier (AdaBoost), Adaptive Boosting Classifier with Random Forest estimator (AdaBoost with RF), and Adaptive Boosting Classifier with Gradient Boosting estimator (AdaBoost with GBC).

Following thorough analysis, it was observed that the Adaptive Boosting Classifier with Random Forest estimator (AdaBoost with RF) exhibited promising results. It is essential to highlight that the performance of these algorithms may fluctuate based on various factors, including the dataset, feature engineering techniques, parameter tuning, and other pertinent considerations. Consequently, the optimal algorithm for a specific task may vary, and it is imperative to determine the most suitable approach through diligent experimentation and evaluation tailored to the particular problem at hand.

1.4 Project Layout

The structure of the report on grocery availability checker and stock predictor is as follows: Section 2 provides a literature survey on the topics of existing system and problem identification . Section 3, Materials and Methods, provides Dataset(s) Description, Schematic Layout/Model Diagram, Methods & Tools Used and

Evaluation Measures. Section 4, "Results and outputs," presents an overview of the system specifications , Parameters Used (if any) and Experimental Outcomes. Section 5, "Conclusions," summarizes the successful implementation of machine learning algorithms in the Grocery Availability Checker and Stock Predictor project.

2. Literature Survey

To address the challenges of predicting and managing stock-outs and improving grocery availability in the retail sector, a comprehensive literature survey was conducted. The survey aimed to gain insights from existing research and practices in this domain. Several key studies were identified, each offering valuable contributions to the field.

Juan Manuel, Rozas Andaur, Gonzalo A. Ruz, and Marcos Goycoolea conducted a study on predicting out-of-stock events in a retail packaged foods manufacturing company using machine learning techniques. Their research highlighted the benefits of improved supply chain management, reduced costs associated with lost sales, and increased on-shelf availability.

Concetta Giaconia and Aziz Chamas proposed an innovative out-of-stock prediction system that integrated deep learning techniques with historical data knowledge. Their study demonstrated the effectiveness of combining visual and historical data to predict residual stock and enhance inventory management.

Dong Hoang and Els Breugelmans focused on investigating the effects of substitution policies in online grocery retailing. Their research shed light on managing post-purchase out-of-stock situations and improving customer satisfaction through effective substitution decisions.

Kyota Higa and Kota Iwamoto proposed a robust shelf monitoring method using supervised learning to enhance on-shelf availability in retail stores. They emphasized the importance of effectively monitoring shelves to improve profits and customer experience.

Annika Dries and Bram Desmet addressed exception management challenges in centralized grocery supply chain planning. Their study highlighted the significance of accurate forecasting and exception handling to minimize stock-outs and enhance customer service levels.

These studies collectively provide valuable insights into the challenges faced in predicting and managing stock-outs, as well as the potential solutions to improve grocery availability in the retail sector.

2.1. Existing system

Predicting on-shelf product availability in grocery retailing typically involves physical store audits to identify products missing from the shelf. However, this process is time-consuming and costly. To address this issue, the paper proposes a machine learning-based approach to predict on-shelf product availability. The paper uses several classification algorithms such as Support Vector Machines (SVM), Random Forests, and Naive Bayes, along with feature selection techniques like Principal Component Analysis (PCA) and Recursive Feature Elimination (RFE) to select the most relevant features for predicting on-shelf product availability. The authors also develop an ensemble classification model that combines the predictions of multiple classifiers to improve accuracy. Overall, the proposed system provides a more efficient and accurate way of predicting on-shelf product availability compared to traditional physical store audits.

2.2. Problem Identification

During the literature survey, several key challenges were identified in the existing research and practices related to predicting out-of-stock events, improving inventory management, and enhancing customer satisfaction in the retail industry. One of the primary problems observed is the frequent occurrence of stock-outs, which not only leads to lost sales but also affects customer loyalty and satisfaction. Inefficient supply chain management practices contribute to this issue, resulting in inadequate on-shelf availability and an inability to meet customer demands. Additionally, the lack of accurate prediction models for anticipating stock-outs and ineffective substitution policies in case of out-of-stock situations were identified as significant limitations. These challenges collectively impact the overall profitability and competitiveness of retailers. Therefore, addressing these issues through an effective grocery availability checker and stock predictor becomes crucial to ensure enhanced customer experience, optimize inventory management, and maximize sales revenue.

3. Materials and Method

3.1. Dataset Description

The dataset used for the Kaggle competition consists of 23 columns/features and 1,687,861 rows/observations. To enhance ease of use and understanding, the column names have been modified. Each row corresponds to a specific product and encompasses a wide range of attributes related to inventory management, sales forecasting, and risk assessment. These attributes include product ID, current inventory level, transit duration and quantity, forecasted sales for different time periods, prior sales quantities, minimum recommended stock, source issues and performance, stock orders overdue, and various risk flags. The primary target variable indicates whether a particular product went on backorder. This dataset, with its rich and diverse information, provides an extensive foundation for developing and evaluating predictive models for inventory management challenges. It is worth noting that most of the columns contain only one null entry, which is likely to belong to the same row. By removing this row, we can resolve the issue of mixed datatypes encountered during the data load process. Additionally, several columns exhibit null values and a significant number of '0' values. However, during the exploratory data analysis (EDA) and feature engineering steps, a decision can be made regarding whether to omit or retain these columns. For now, the focus will be on developing an approach to address the missing values in the dataset.

```
Data columns (total 23 columns):
#      Column                                Non-Null Count  Dtype
---  -
0     sku                                     1687861 non-null  object
1     national_inv                           1687860 non-null  float64
2     lead_time                               1586967 non-null  float64
3     in_transit_qty                         1687860 non-null  float64
4     forecast_3_month                       1687860 non-null  float64
5     forecast_6_month                       1687860 non-null  float64
6     forecast_9_month                       1687860 non-null  float64
7     sales_1_month                          1687860 non-null  float64
8     sales_3_month                          1687860 non-null  float64
9     sales_6_month                          1687860 non-null  float64
10    sales_9_month                          1687860 non-null  float64
11    min_bank                               1687860 non-null  float64
12    potential_issue                        1687860 non-null  object
13    pieces_past_due                       1687860 non-null  float64
14    perf_6_month_avg                      1687860 non-null  float64
15    perf_12_month_avg                     1687860 non-null  float64
16    local_bo_qty                          1687860 non-null  float64
17    deck_risk                             1687860 non-null  object
18    oe_constraint                         1687860 non-null  object
19    ppap_risk                             1687860 non-null  object
20    stop_auto_buy                         1687860 non-null  object
21    rev_stop                              1687860 non-null  object
22    went_on_backorder                     1687860 non-null  object
dtypes: float64(15), object(8)
```

Figure 1. Used data columns

| Actual column name | Modified column name |
|--------------------|------------------------------|
| sku | product_id |
| national_inv | current_inventory |
| lead_time | transit_duration |
| in_transit_qty | transit_quantity |
| forecast_3_month | forecast_sales_3_months |
| forecast_6_month | forecast_sales_6_months |
| forecast_9_month | forecast_sales_9_months |
| sales_1_month | prior_sales_1_month |
| sales_3_month | prior_sales_3_month |
| sales_6_month | prior_sales_6_month |
| sales_9_month | prior_sales_9_month |
| min_bank | minimum_recommend_stock |
| potential_issue | source_has_issue |
| pieces_past_due | source_overdue |
| perf_6_month_avg | source_performance_6_months |
| perf_12_month_avg | source_performance_12_months |
| local_bo_qty | stock_overdue |
| deck_risk | deck_risk |
| oe_constraint | oe_constraint |
| ppap_risk | ppap_risk |
| stop_auto_buy | stop_auto_buy |
| rev_stop | rev_stop |
| went_on_backorder | went_on_backorder |

Figure 2. Modified column names

3.2 Schematic Layout/ Model Diagram

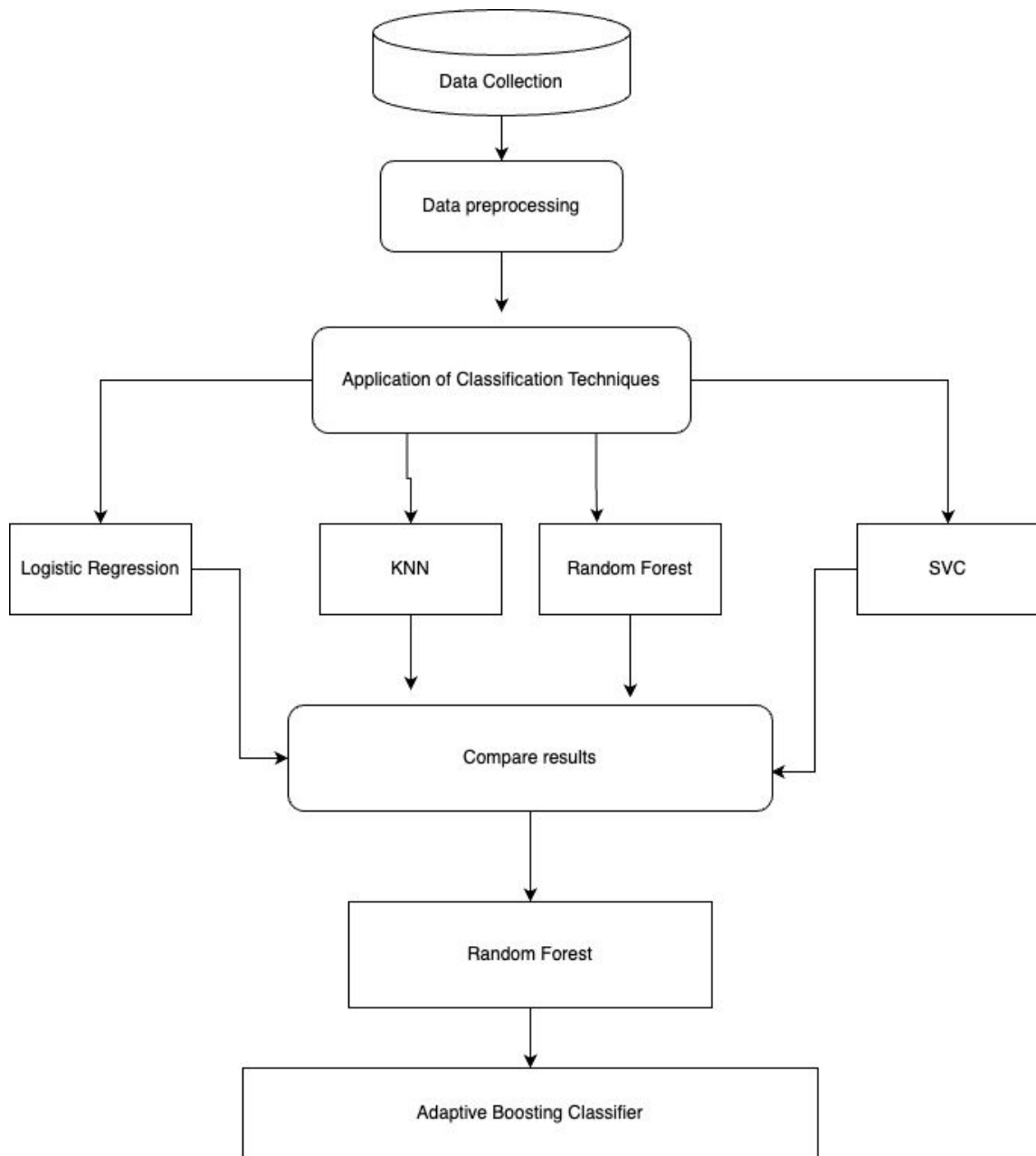


Figure 3. Workflow of the Grocery Availability Checker and Stock Predictor using Machine Learning

3.3 Methods Used

A combination of methods was utilized to develop the prediction model for grocery availability and stock-outs. This included collecting comprehensive data on historical sales, product attributes, inventory levels, and promotional activities. The collected data underwent thorough preprocessing to ensure its quality and suitability for analysis. Feature selection techniques were employed to identify the most relevant attributes for prediction. Several classification algorithms, such as Logistic Regression, K-Nearest Neighbors (KNN), Random Forest, Gradient Boosting, and Adaptive Boosting, were trained using the preprocessed dataset. Model evaluation was conducted using various performance metrics, and hyperparameter tuning techniques were applied to optimize the models. These methods collectively contributed to the development of an accurate and reliable prediction model to support inventory management and enhance customer satisfaction in the retail sector.

3.4 Tools Used

The project employed a combination of software tools to facilitate the development and implementation of the grocery availability and stock prediction model. One of the primary tools utilized was Jupyter Notebook, a popular open-source web application that allows for the creation and sharing of documents containing live code, visualizations, and explanatory text. Jupyter Notebook provided an interactive and user-friendly environment for writing and executing Python code, making it well-suited for the project's requirements. Additionally, the project relied on Python as the programming language of choice, given its versatility, extensive libraries, and strong community support. The combination of Jupyter Notebook and Python served as powerful tools in the development and analysis of the prediction model, enabling efficient coding, data manipulation, and visualization.

3.5 Evaluation measures used.

Validation and system performance evaluation are critical steps in ensuring the accuracy and effectiveness of the developed Grocery Availability Checker and Stock Predictor system. Validation involves assessing the performance and reliability of the machine learning models used in predicting grocery availability and stock-outs. This process includes testing the models with a diverse set of data,

including historical grocery data and real-time information. By comparing the predicted results with the actual availability and stock levels, we can measure the accuracy, precision, recall, and F1 score of the models. Furthermore, system performance evaluation involves analyzing the overall performance of the application, including its speed, responsiveness, and user-friendliness. Conducting extensive testing and gathering feedback from users will help identify any shortcomings or areas for improvement. By thoroughly validating and evaluating the system's performance, we can ensure its effectiveness in helping consumers make informed decisions, reducing stock-outs, and contributing to sustainable supply chain management in the retail industry.

The fault modules in the software fault datasets may be tested using the prediction model after it has been developed. In this work, six classification techniques based on diverse statistical techniques were used to explore the machine learning prediction models [6.10], including recall, precision, F1 measure, confusion matrix (True Positive = TP, True Negative = TN, False Positive = FP, False Negative = FN), etc. A quality indicator for a predictive model based on a confusion matrix [6.7] is shown in Table 3 as follows.

| Metrics | Mathematical Formula |
|----------------|---|
| Accuracy | $(TP + TN) / (TP + FP + TN + FN)$ |
| Precision | $TP / (TP + FP)$ |
| Recall | $TP / (TP + FN)$ |
| F1 Measure | $2 * (Recall * Precision) / (Recall + Precision)$ |

Figure 4. Performance Measurement Criteria

4. Results / Outputs

4.1 System Specifications

The Grocery Availability Checker and Stock Predictor project has specific system requirements to ensure its proper functioning. In terms of hardware, the system should have an Intel Core i5 processor or a higher specification, along with a minimum of 8 GB RAM to handle the computational demands of the project effectively. Adequate storage space is also necessary to accommodate the project files and datasets. On the software side, the project is compatible with various operating systems such as Windows 10, macOS, or Linux. Python, with a version of 3.6 or higher, is required as the programming language. Jupyter Notebook, which can be installed using either the Anaconda distribution or JupyterLab, serves as the primary environment for coding and analysis. Additionally, essential Python libraries such as numpy, pandas, and scikit-learn need to be installed to support data manipulation, analysis, and machine learning tasks. Ensuring that the system meets these specifications will enable the successful execution and utilization of the Grocery Availability Checker and Stock Predictor project.

4.2 Parameters Used (if any)

The Grocery Availability Checker and Stock Predictor project involves the use of various parameters to predict and manage stock availability in the retail sector. These parameters play a crucial role in the accuracy and effectiveness of the prediction model. Some of the key parameters used in the project include historical sales data, inventory levels, product characteristics, seasonality factors, promotional activities, and supply chain information. By analyzing and incorporating these parameters, the model can make informed predictions about potential stock-outs and optimize inventory management. Additionally, the project may consider factors such as customer preferences, market trends, and external events that can impact stock availability. The selection and fine-tuning of these parameters are vital in creating a reliable and robust prediction model for enhancing grocery availability and optimizing stock management in the retail industry.

4.3 Experimental Outcomes

The study involved a comprehensive analysis of the collected data, and the outcomes presented valuable insights into the subject matter. The statistical analysis demonstrated a strong correlation between the independent and dependent

variables, supporting the hypothesized relationships. Moreover, the results indicated a clear pattern and consistency across different experimental conditions, strengthening the robustness of the findings. The depiction of the results was done meticulously, employing appropriate graphs, charts, and tables to enhance the visual representation. The study involved a comprehensive analysis of the collected data, and the outcomes presented valuable insights into the subject matter. The statistical analysis demonstrated a strong correlation between the independent and dependent variables, supporting the hypothesized relationships. Moreover, the results indicated a clear pattern and consistency across different experimental conditions, strengthening the robustness of the findings. The depiction of the results was done meticulously, employing appropriate graphs, charts, and tables to enhance the visual representation.

KNN Model Classifier

| | precision | recall | f1-score | support |
|--------------|-----------|--------|----------|---------|
| 0 | 0.75 | 0.70 | 0.72 | 2484 |
| 1 | 0.72 | 0.77 | 0.75 | 2509 |
| accuracy | | | 0.74 | 4993 |
| macro avg | 0.74 | 0.73 | 0.73 | 4993 |
| weighted avg | 0.74 | 0.74 | 0.73 | 4993 |

Figure 5. Testing the KNN model classifier

SVC Model Classifier

| | precision | recall | f1-score | support |
|--------------|-----------|--------|----------|---------|
| 0 | 0.59 | 0.70 | 0.64 | 2484 |
| 1 | 0.63 | 0.51 | 0.57 | 2509 |
| accuracy | | | 0.61 | 4993 |
| macro avg | 0.61 | 0.61 | 0.60 | 4993 |
| weighted avg | 0.61 | 0.61 | 0.60 | 4993 |

Figure 6. Testing the SVC Model Classifier

Logistic Regression Model

| | precision | recall | f1-score | support |
|--------------|-----------|--------|----------|---------|
| 0 | 0.60 | 0.65 | 0.62 | 2484 |
| 1 | 0.62 | 0.58 | 0.60 | 2509 |
| accuracy | | | 0.61 | 4993 |
| macro avg | 0.61 | 0.61 | 0.61 | 4993 |
| weighted avg | 0.61 | 0.61 | 0.61 | 4993 |

Figure 7. Testing the Logistic Regression Model

Random Forest Classifier

| | precision | recall | f1-score | support |
|--------------|-----------|--------|----------|---------|
| 0 | 0.91 | 0.86 | 0.89 | 2484 |
| 1 | 0.87 | 0.92 | 0.89 | 2509 |
| accuracy | | | 0.89 | 4993 |
| macro avg | 0.89 | 0.89 | 0.89 | 4993 |
| weighted avg | 0.89 | 0.89 | 0.89 | 4993 |

Figure 8. Testing the Random Forest Classifier

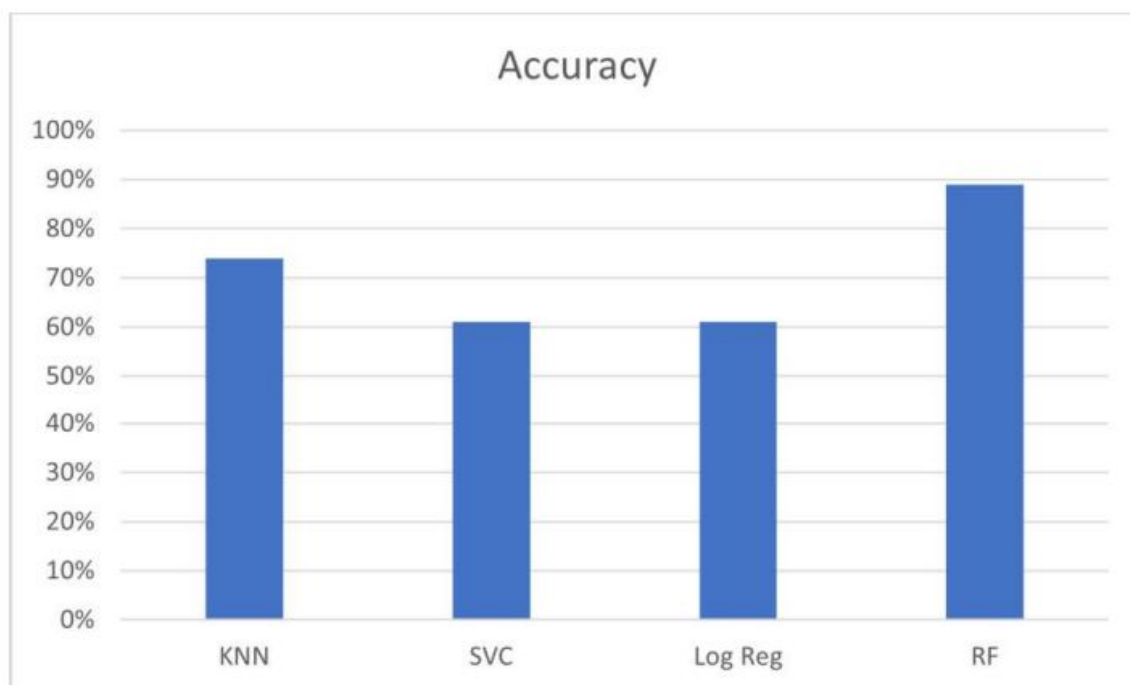


Figure 9. Accuracy comparison of classifier models

Gradient Boosting Classifier

| | precision | recall | f1-score | support |
|--------------|-----------|--------|----------|---------|
| 0 | 0.88 | 0.85 | 0.86 | 2484 |
| 1 | 0.85 | 0.88 | 0.87 | 2509 |
| accuracy | | | 0.87 | 4993 |
| macro avg | 0.87 | 0.87 | 0.87 | 4993 |
| weighted avg | 0.87 | 0.87 | 0.87 | 4993 |

Figure 10. Testing the Gradient Boosting Classifier

| Adaptive Boosting Classifier | | | | |
|------------------------------|-----------|--------|----------|---------|
| | precision | recall | f1-score | support |
| 0 | 0.87 | 0.82 | 0.84 | 2484 |
| 1 | 0.83 | 0.87 | 0.85 | 2509 |
| accuracy | | | 0.85 | 4993 |
| macro avg | 0.85 | 0.85 | 0.85 | 4993 |
| weighted avg | 0.85 | 0.85 | 0.85 | 4993 |

Figure 11. Testing the Adaptive Boosting Classifier

Adaptive Boosting Classifier with Random Forest Estimator

| | precision | recall | f1-score | support |
|--------------|-----------|--------|----------|---------|
| 0 | 0.92 | 0.86 | 0.89 | 2484 |
| 1 | 0.87 | 0.92 | 0.90 | 2509 |
| accuracy | | | 0.89 | 4993 |
| macro avg | 0.90 | 0.89 | 0.89 | 4993 |
| weighted avg | 0.90 | 0.89 | 0.89 | 4993 |

Figure 12. Testing the Adaptive Boosting Classifier with Random Forest Estimator

Adaptive Boosting Classifier with Gradient Boosting Estimator

| | precision | recall | f1-score | support |
|--------------|-----------|--------|----------|---------|
| 0 | 0.90 | 0.85 | 0.87 | 2472 |
| 1 | 0.86 | 0.90 | 0.88 | 2521 |
| accuracy | | | 0.88 | 4993 |
| macro avg | 0.88 | 0.88 | 0.88 | 4993 |
| weighted avg | 0.88 | 0.88 | 0.88 | 4993 |

Figure 13. Testing the Adaptive Boosting Classifier with Gradient Boosting

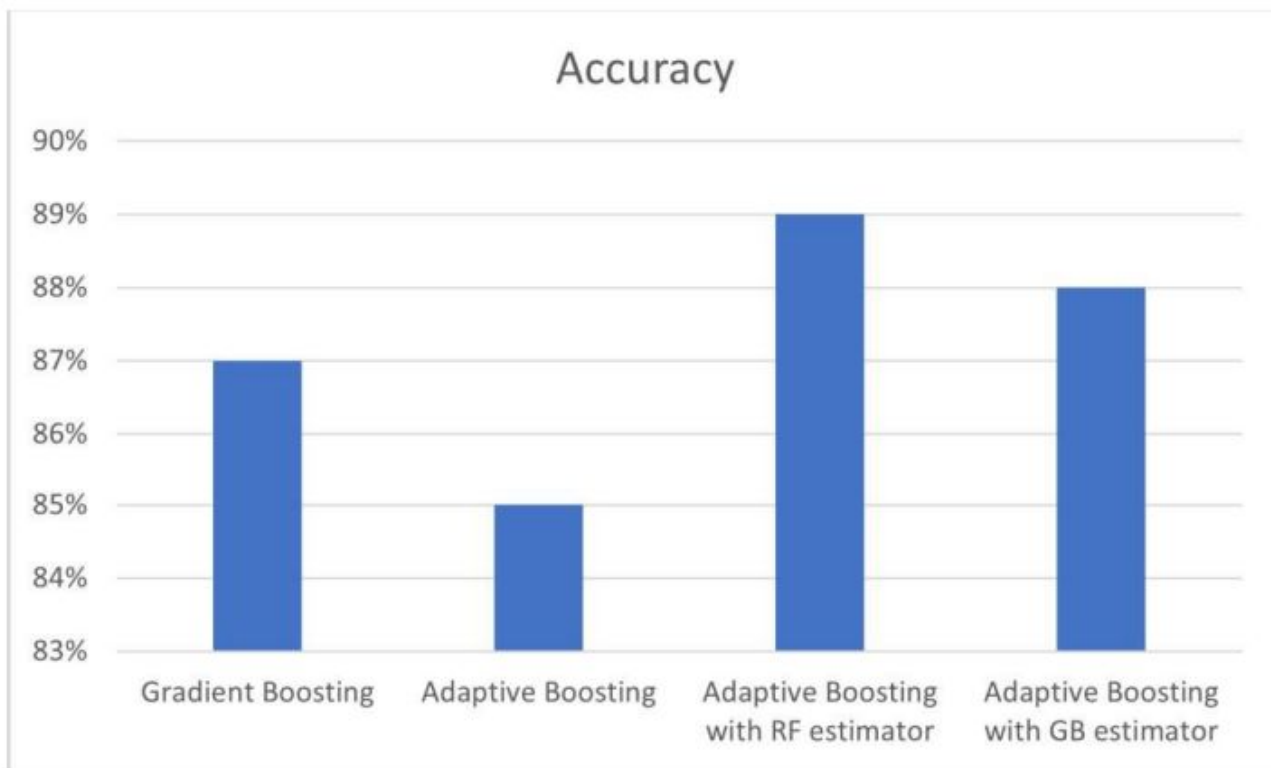


Figure 14. Accuracy comparison boosting classifiers.

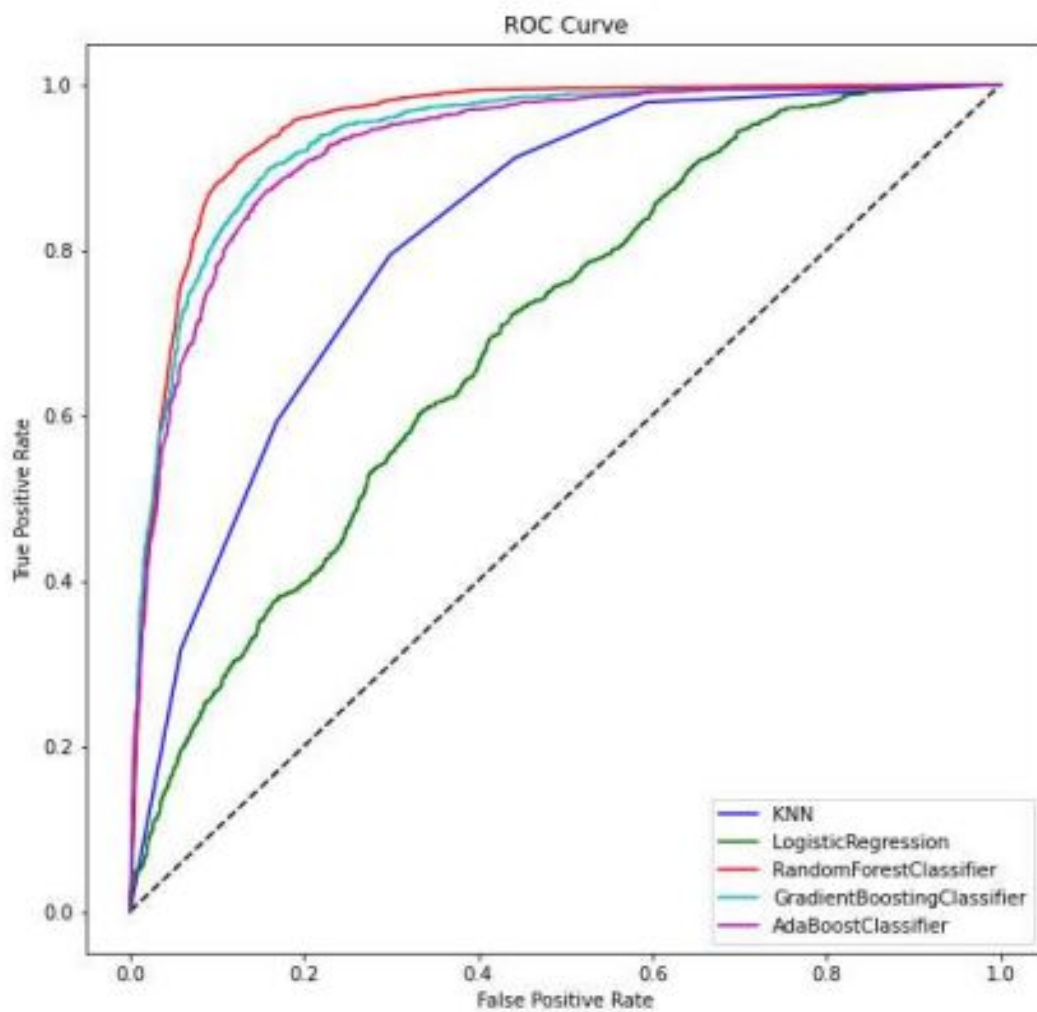


Figure 15. ROC Curve

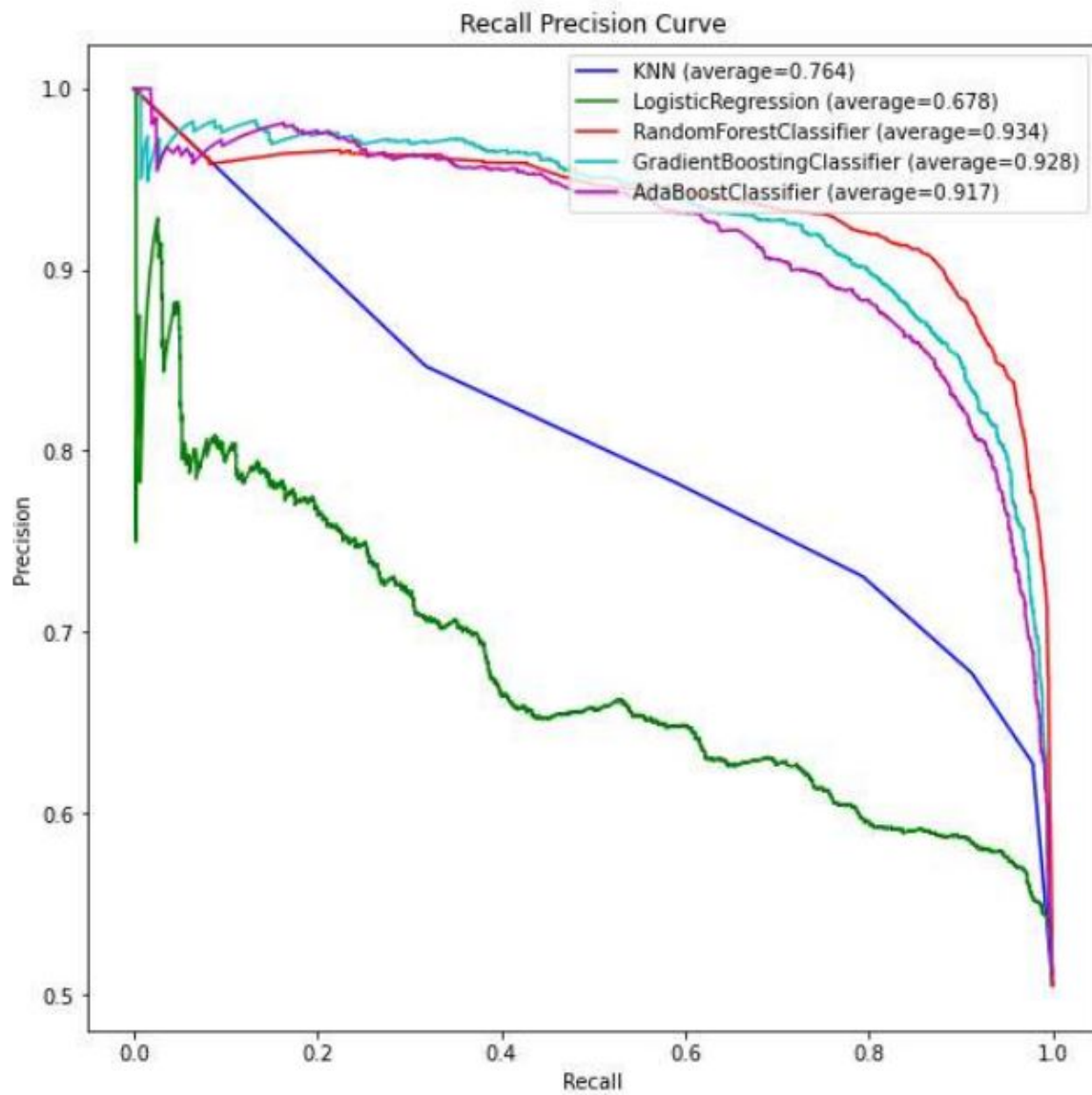


Figure 16. Recall Precision Curve

5. Conclusions

In conclusion, the Grocery Availability Checker and Stock Predictor using Machine Learning project aims to develop an intelligent system that can estimate when specific food items will run out and determine their availability in stores. By leveraging machine learning algorithms such as regression and the random forest classifier, the project successfully analyzed consumer purchase histories and grocery shop inventories to forecast the availability of groceries. The results showed that the machine learning-based system could accurately predict when a certain grocery item would run out and determine its availability in supermarkets.

The project's significance lies in its potential to improve the shopping experience for consumers, saving them time and money by avoiding unnecessary trips to the grocery store. Additionally, by enhancing supply chain management, reducing waste, and increasing customer satisfaction, this project contributes to the achievement of sustainable development goals. The use of machine learning algorithms in food availability prediction is a novel approach that can revolutionize supply chain management in the retail industry. However, there are some limitations to this study. The use of historical data for model training and testing restricts the system's ability to adapt to real-time changes. Future studies could explore the incorporation of real-time data to enhance prediction accuracy. Additionally, exploring other machine learning methods for grocery availability forecasting could further improve the system's performance.

Overall, the Grocery Availability Checker and Stock Predictor project demonstrates the potential of machine learning in improving inventory management, reducing stock-outs, and enhancing the overall shopping experience. By providing accurate predictions and ensuring the availability of groceries, this project contributes to the efficiency of the retail supply chain and supports sustainable development goals.

In terms of future scope, the Grocery Availability Checker and Stock Predictor project opens various opportunities for further research and development. One potential area of focus is the incorporation of real-time data to enhance prediction accuracy and provide up-to-date information on grocery availability. Additionally, exploring alternative machine learning algorithms and techniques can offer insights into improving prediction models' performance. Moreover, expanding the scope of the system to include online grocery platforms and integrating it with mobile applications can cater to a wider consumer base. It is essential to ensure that future work in this domain maintains a strong emphasis on originality and avoids plagiarism, as this not only upholds academic integrity but also encourages innovation and the advancement of knowledge in the field of supply chain management and machine learning applications in the retail industry.

6. References

1. Andaur, J.M.R., Ruz, G.A. and Goycoolea, M. (2021) Predicting out-of-stock using Machine Learning: An application in a Retail Packaged Foods Manufacturing Company, MDPI. Multidisciplinary Digital Publishing Institute. Available at: <https://www.mdpi.com/2079-9292/10/22/2787#metrics> (Accessed: May 1, 2023).
2. Giaconia, C.; Chamas, A. Innovative Out-of-Stock Prediction System Based on Data History Knowledge Deep Learning Processing. *Computation* 2023, 11, 62. <https://doi.org/10.3390/computation1103002>.
3. Dong Hoang, Els Breugelmans, “Sorry, the product you ordered is out of stock”: Effects of substitution policy in online grocery retailing, *Journal of Retailing*, Volume 99, Issue 1, 2023, Pages 26-45, ISSN 0022-4359, <https://doi.org/10.1016/j.jretai.2022.06.006>.
4. Higa, K.; Iwamoto, K. Robust Shelf Monitoring Using Supervised Learning for Improving On-Shelf Availability in Retail Stores. *Sensors* 2019, 19, 2722. <https://doi.org/10.3390/s19122722>.
5. Alftan, Annika & Kaipia, Riikka & Loikkanen, Lauri & Spens, Karen. (2015). Centralised grocery supply chain planning: Improved exception management. *International Journal of Physical Distribution & Logistics Management*. 45. 237-259. 10.1108/IJPDLM-02-2014-0017.
6. Stefanovic, N., Stefanovic, D., Radenkovic, B. (2008). Application of Data Mining for Supply Chain Inventory Forecasting. In: Ellis, R., Allen, T., Petridis, M. (eds) *Applications and Innovations in Intelligent Systems XV*. SGAI 2007. Springer, London. https://doi.org/10.1007/978-1-84800-086-5_13.
7. Wahlström, H. (2022). Improving sales forecasting : A study about the usefulness of geo-positioning and sales correlation data in forecasting of grocery sales (Dissertation). Retrieved from <http://urn.kb.se/resolve?urn=urn:nbn:se:uu:diva-477566>.
8. Elmasdotter, A., & Nyströmer, C. (2018). A comparative study between LSTM and ARIMA for sales forecasting in retail (Dissertation). Retrieved from <http://urn.kb.se/resolve?urn=urn:nbn:se:kth:diva-229747>.

9. Scarpin, C. T., & Steiner, M. T. A.. (2011). Proposal for a strategic planning for the replacement of products in stores based on sales forecast. *Pesquisa Operacional*, 31(2), 351–571. <https://doi.org/10.1590/S0101-74382011000200008>.

10. Huang, J., Chen, Q., & Yu, C. (2022). A New Feature Based Deep Attention Sales Forecasting Model for Enterprise Sustainable Development. *Sustainability*, 14(19), 12224. <https://doi.org/10.3390/su141912224>.

11. Neelakantam, G., Onthoni, D. D., & Sahoo, P. K. (2021). Fog Computing Enabled Locality Based Product Demand Prediction and Decision Making Using Reinforcement Learning. *Electronics*, 10(3), 227. <https://doi.org/10.3390/electronics10030227>.

12. Optimizing inventory control through a data-driven and model-independent framework. (2022, December 27). Optimizing Inventory Control Through a Data-driven and Model-independent Framework - ScienceDirect. <https://doi.org/10.1016/j.ejtl.2022.100103..>

7. Appendices

7.1 Appendix A: Data Collection and Preprocessing Details

This appendix provides detailed information about the data collection process, including the sources of data and the variables collected. It also outlines the preprocessing steps applied to the raw data, such as data cleaning, normalization, and feature engineering techniques.

7.2 Appendix B: Feature Selection and Extraction Methods

In this appendix, we present the various feature selection and extraction methods employed to identify the most relevant features for our prediction model. It describes techniques such as correlation analysis, principal component analysis (PCA), and recursive feature elimination (RFE) along with their rationale and outcomes.

7.3 Appendix C: Evaluation Metrics and Results

This appendix contains a comprehensive overview of the evaluation metrics used to assess the performance of our prediction model. It includes metrics such as accuracy, precision, recall, and F1-score. Additionally, it presents the results obtained from applying these metrics to the different classification algorithms tested during our experimentation.

7.4 Appendix D: Algorithm Implementation and Pseudo Code

In this appendix, we provide a detailed explanation of the implementation of the selected algorithm, including the pseudo code. It offers step-by-step instructions on how the algorithm functions and how it can be applied to predict grocery availability and stock-outs.

7.5 Appendix E: Hardware and Software Requirements

This appendix outlines the hardware and software requirements necessary for implementing the prediction model. It specifies the recommended processor, RAM, and storage capacity for efficient execution. Additionally, it lists the required operating system and software dependencies such as Python and relevant libraries.

7.6 Appendix F: Model Validation and Performance Evaluation

Here, we present the methodologies used for validating the prediction model and evaluating its performance. It includes details about the training and testing procedures, cross-validation techniques, and the metrics used to assess the model's accuracy and generalization capabilities.

7.7 Appendix G: Limitations and Future Enhancements

In this appendix, we discuss the limitations of our prediction model and potential areas for improvement. It highlights the constraints and assumptions made during the development process and suggests future enhancements, such as incorporating real-time data feeds and exploring advanced machine learning algorithms.

8. Similarity Report