

MACHINE LEARNING PROJECT REPORT

on

BIGMART SALES

Submitted by

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Under the Guidance of

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School of Computer Science & Engineering Lovely Professional University, Phagwara I, LALITH KUMAR, certify that this project is my own work, based on my personal study and/or research and that I have acknowledged all material and sources used in its preparation, whether they be books, articles, reports, lecture notes, and any other kind of document, electronic or personal communication. I also certify that this project has not previously been submitted for assessment in any academic capacity, and that I have not copied in part or whole or otherwise plagiarised the work of other persons. I confirm that I have identified and declared all possible conflicts that I may have.

Date: 03/05/2023

Acknowledgement

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Big Mart Sales

<u>Platform</u>: This dataset was chosen from Google Kaggle. A well-known website for all the data scientists.

<u>Introduction</u>: This is a Big Mart Sales dataset, a kind of a simulation where you perform extensive data analysis to deliver insights on how the company can increase its profits while minimizing the losses. The dataset provides the product details and the outlet information of the products purchased with their sales value split into a train set and test set.

Train set: It contains 8523 rows.

• It contains the item information with sales value in the Train dataset.

Test set: It contains 5681 rows.

• It contains the Item outlet combinations for which sales need to be forecasted.

<u>Keywords</u>: Big market Sales analysis, Machine Learning, Exploratory Data Analysis, Training the data, Testing the data, Prediction of the data, Regression Models.

Abstract: The Big Mart Sales contains the information of the products which have collected in the year of 2013 sales data for 1559 products across 10 stores in different cities.

Also, certain attributes of each product and store have been defined. And our aim is to build a predictive model and predict the sales of each product at a particular outlet. Using this model, the data will try to predict the output that gives the rise in their sales. The Train set contains 12 columns and Test set contains 11 columns.

It is commonly used for data analysis and visualization, as well as for machine learning and predictive modelling.

Description of the Data:

It is a Data set that contains the overview of the product. It 8523 rows and 12 columns -

- ProductID Unique ID for the products.
- Weight Weight of the products.
- FatContent Fat content present in the product.
- Visibility Percentage of total display area of all products in a store allocated to particular product.
- ProductType Category of the product.
- MRP Maximum Retail Price of the product.
- OutletID Unique ID for the store.
- EstablishmentYear Year of establishment of the outlets.
- OutletSize The area covered of the store.
- LocationType The type of city where the outlet is located.
- OutletType The type of the outlet whether it is a grocery store or super market.
- OutletSales Sales of the products in the outlet.

Methodology: We used a machine-learning approach to predict the price of used mobile phones. First, we performed data pre-processing by handling missing values, coding categorical variables, and scaling numeric variables. We then split the dataset into training and test sets. We trained several machines learning models, including linear regression, decision trees, random forests, and gradient boosting, and evaluated their performance using the mean square error (MSE), root mean square error (RMSE), and R-squared (R2) metrics.

Data Collection:

We have collected the data securely in accordance with an agreed methodology. The procedure for the collected data may differ from client to client and is dependent on the type, quantity, availability and need of data.

Data Cleaning and Processing:

The processed data is sent into a cleaning process so that to find the data is segregated properly or not.

And empty values in the data is filled with the aggregate numerical so that it will become easy for prediction.

Data Prediction:

Using XG boost regression and Linear regression and by finding the R Squared value we will calculate our predictive analysis.

And later they will be evaluated using the data.

Data Visualization Process:

Data Analysed is then further picturized to the customer providing insights of the data and how the variables are classified.

And in this we will see graphs like -

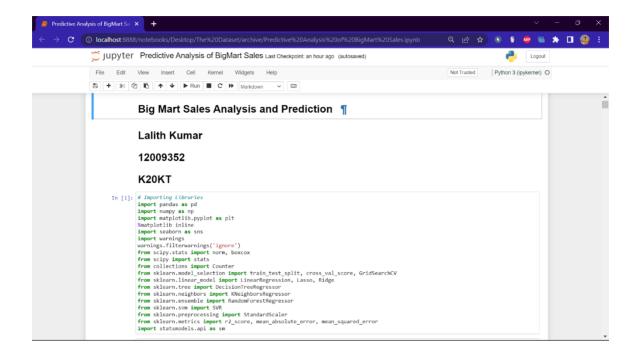
- Count Plot
- Scatter Plot
- Distplot

Corelation graphs which shows the insights of how each variable is connected to another variable.

Distplot contains the combination of both -

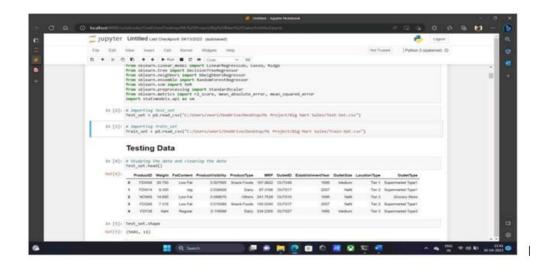
- Hist (Histogram)
- Dist (Density)

Importing The Libraries



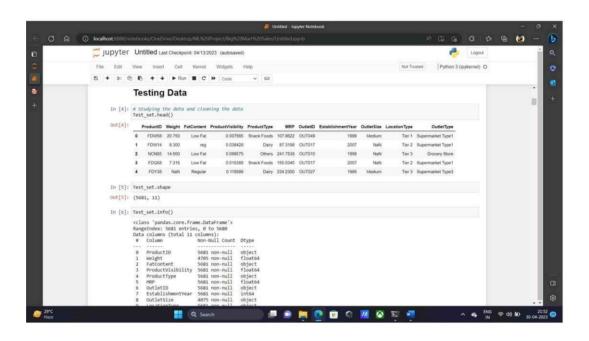
Importing different python libraries which are used for the prediction of our dataset

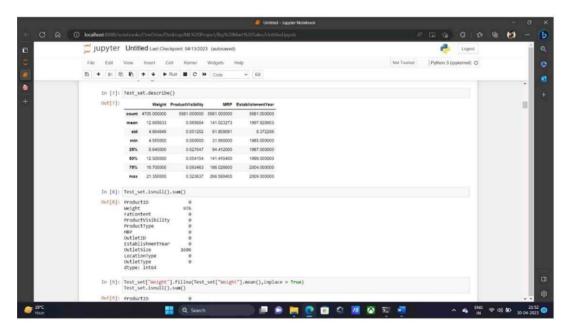
Importing the Test and Train dataset:

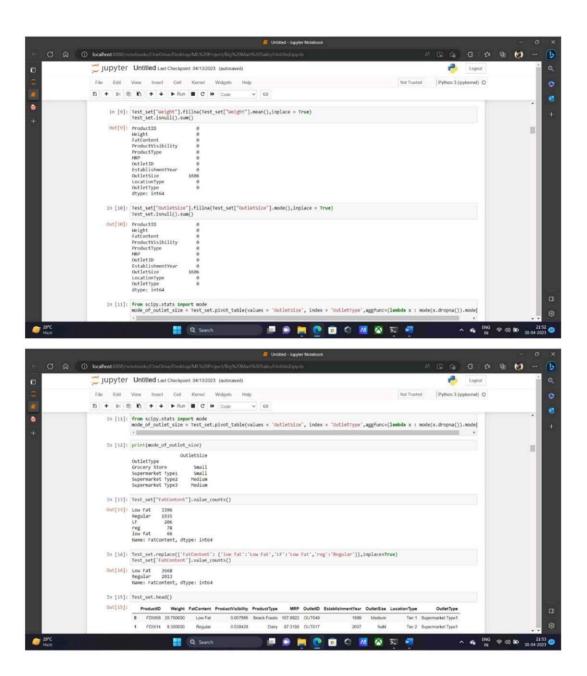


 Importing test and train model datasets into our jupyter notebook so we can analyse our data using python libraries.

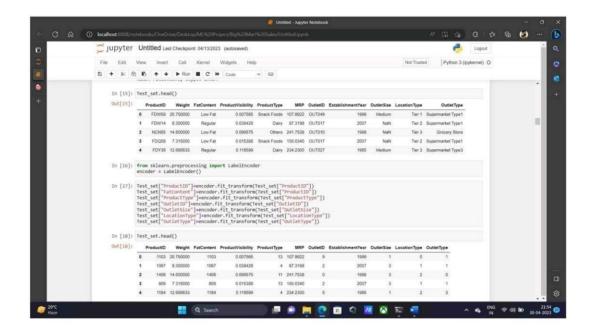
Studying and Analysing our Test Dataset:





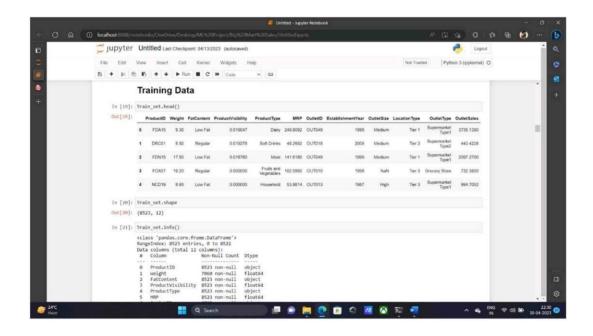


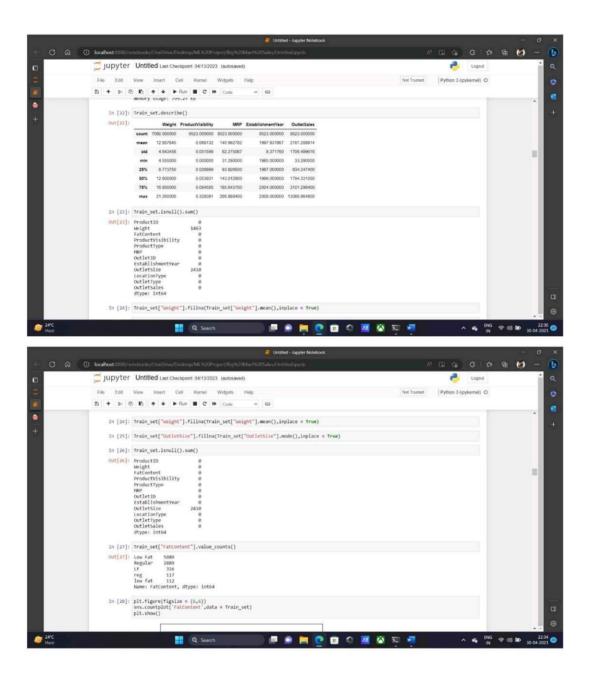
- We analysed the data and studied the whole dataset is about.
- We performed data cleaning method which includes removing null values, removing unwanted columns, removing duplicate values from the dataset.
- And we will perform that the columns which contains string value has changed to numerical value.



 We can see that the string values in the column has changed to numerical values so that we can perform our analysis clearly and based on that we can do the prediction.

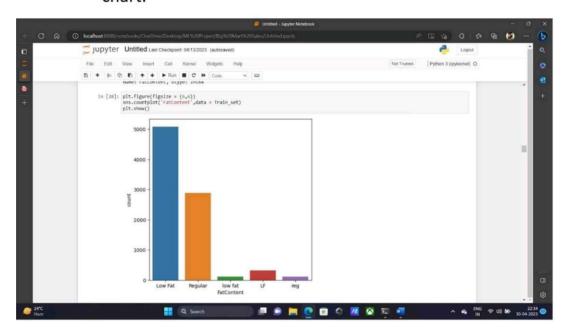
Studying and Analysing our Train Dataset:

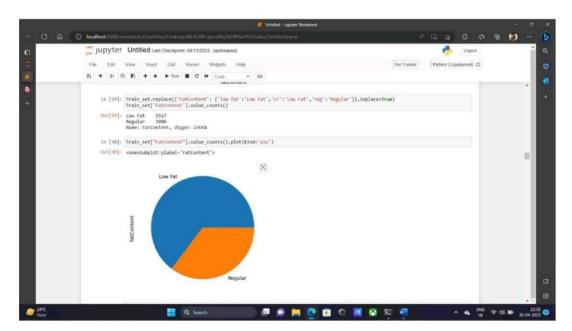




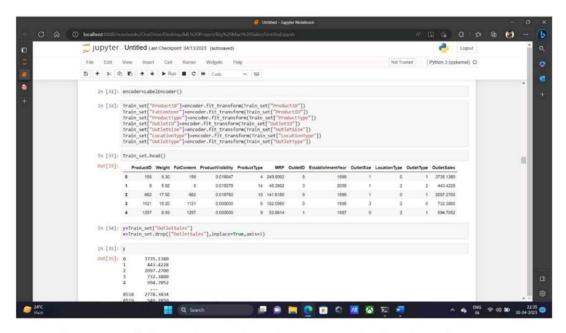
- We performed the same analytical statistics which we have performed for our test dataset.
- And now we will perform the count plot for Fat Content variable so that we can clearly observe that how many of them are duplicated values.

 And after that we will remove duplicate values and combine them into one value and visualize it using pie chart.



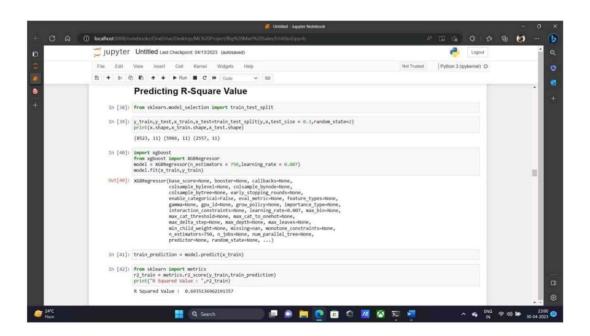


 We can see that the Fat Content variable values in our train data are different from that of test data.



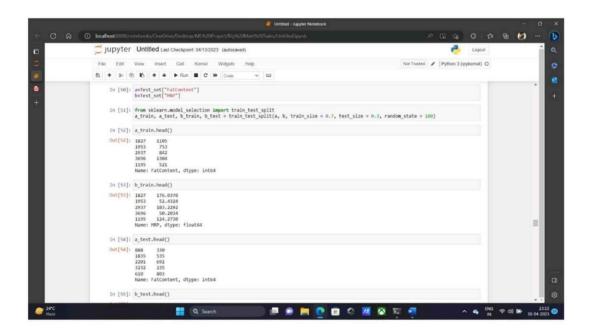
- Converted the string values into numerical values for our predictive analysis.
- And removed the outlet sales value and stored it aside so that we can calculate our R-Squared value which is used for predictive models.

Predicting R-Squared value:

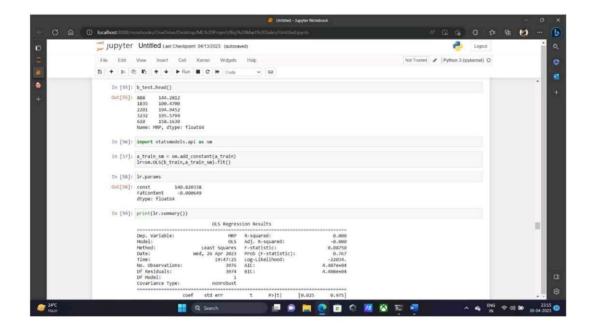


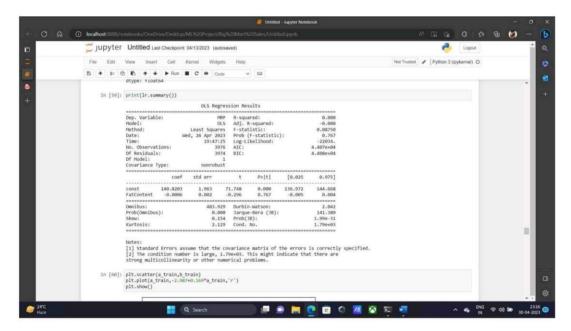
- By Using the above data cleaning and data prediction for train set and test set we found the R-Squared value.
- With R-Squared value we can define that it is a goodness-of-fit measure for linear regression models. And from this value we can see the best fit line for our linear regression model which is used for the prediction analysis.

Performing Linear Regression model on Test data:

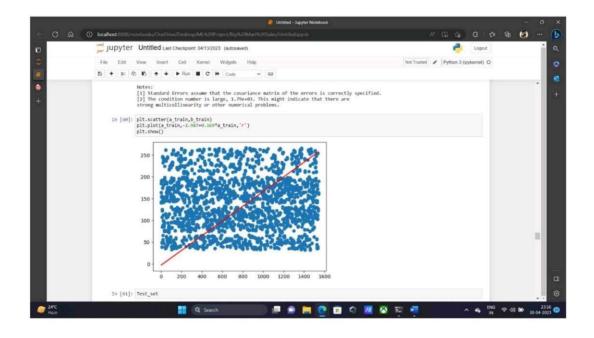


- For our prediction in Linear Regression model, we will use our Fat Content variable and MRP Sales of the dataset.
- By this we can see the best fit line for our Linear Regression model which is used for predictive analysis.
- And we will be seeing T-Test value, P-Value, F-Score value and all other statistical values for our Linear Regression model.



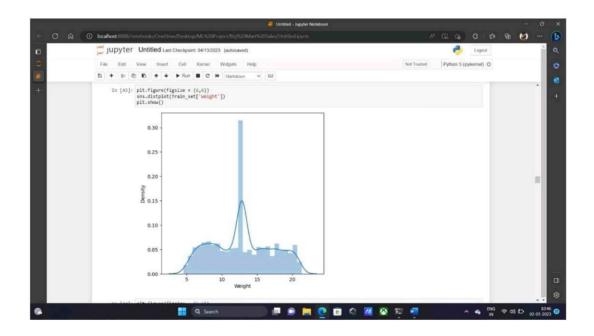


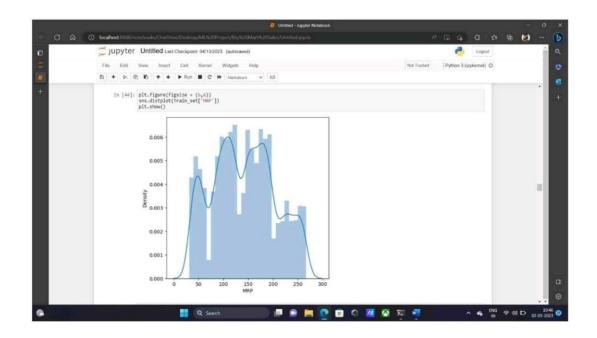
- From the above we can see all the statistical values which are used for Hypothesis Testing –
- If the P-value is greater than 0.05 then we will accept the null hypothesis.
- If the P-value is less than 0.05 then we will accept the alternate hypothesis.

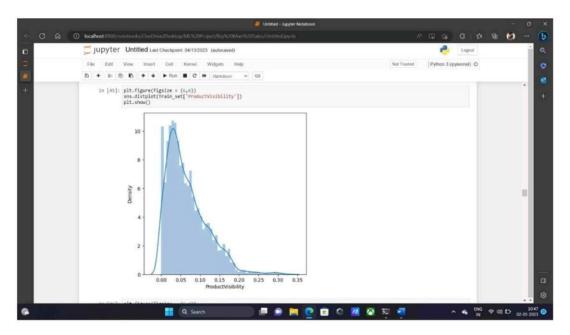


- We can see that best fit line for our Linear Regression model.
- From that we can say that the MRP Sales increases if there is decrease in Fat Content in the products.

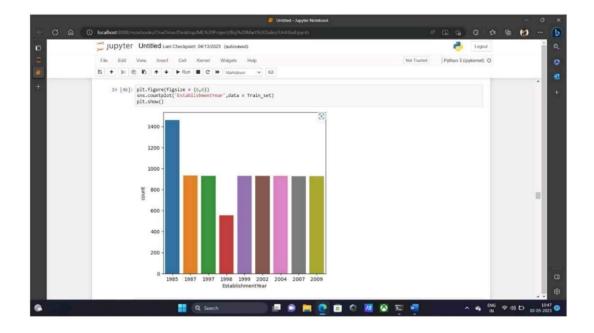
Visualization of the dataset:



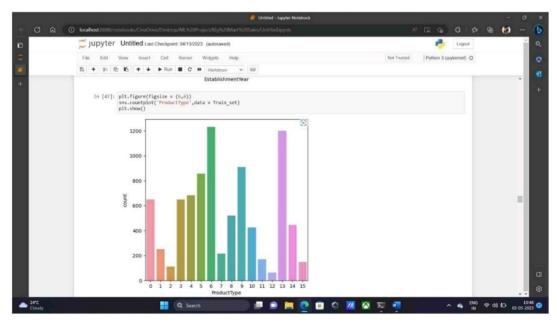




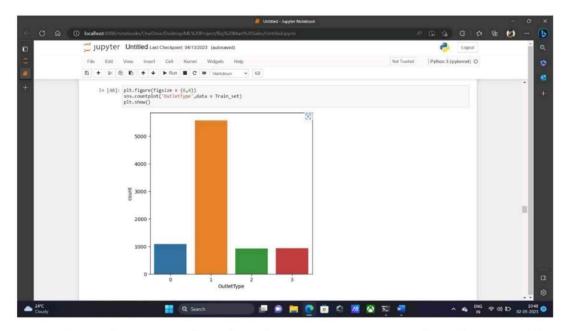
- These three graphs are the distplot which represents the density and hist of the given variable.
- And here we checked how the density is distributed throughout the data for the Weight, MRP, Product Visibility.
- We can observe that MRP is fluctuating here and when we check for product visibility it is decreasing rapidly.



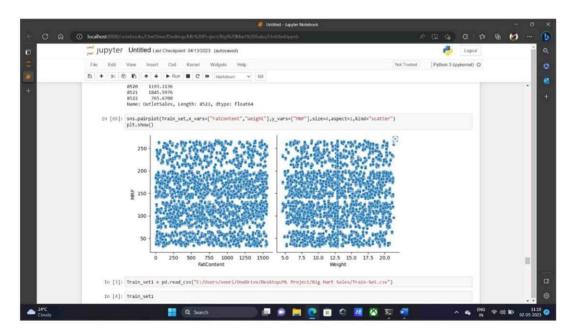
From the count plot of the establishment year we can see that
the most of the outlets are established in the year of 1985 and
from preceding year they are establishing equal number of
outlets except in the year of 1998.



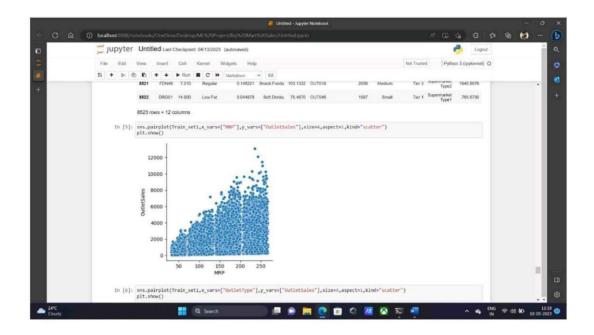
 From the count plot of product type, we can see that the 6, 13 are having the greater number of sales as compared to others.



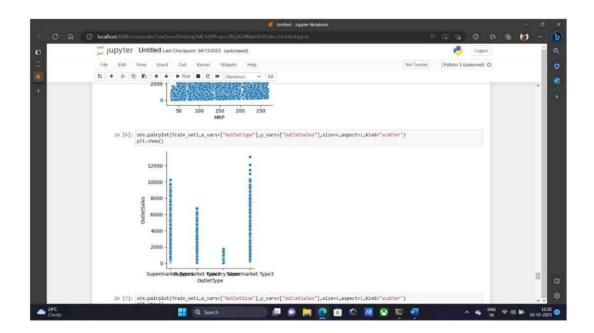
 From the count plot of outlet type we can see that the type 1 is greater than other outlets which means supermarkets are selling more than the grocery stores.

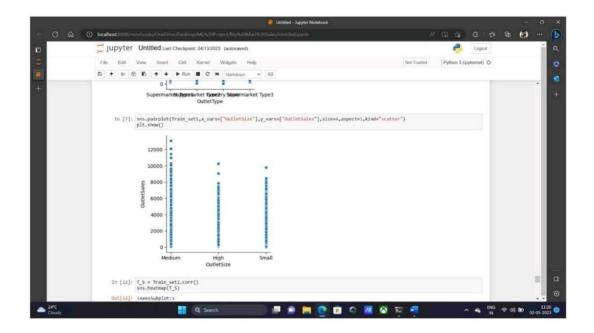


 Scatter plot for Fat Content and weight for train data depending upon the MRP sales and from this we can see it is also same as the test data.

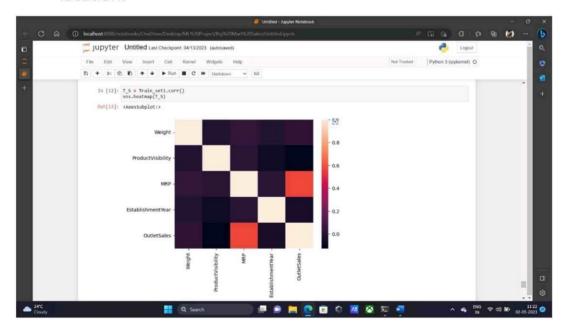


 From the above scatter plot we have checked the outlet sales depending upon the MRP sales and we can observe that the outlet sales are increasing rapidly in increase of the MRP sales.





 We can see here that the outlet sales do depend on the size of the outlet and here medium outlet size has a greater number of sales than high and small outlet size and we can say it does not depend whether the size is big or small it depends on the location.



Conclusion:

We have applied four algorithms XGBoost, Linear Regression and Decision Tree. From the results, we can conclude that among all the four algorithms XGBoost has the highest accuracy of 61.14% when distinguished together. Hence, we can say that XGBoost is the better algorithm for efficient sales analysis. This methodology is primarily used by shopping marts, groceries, Brand outlets etc. The data analysis applied to the predictive machine learning models provides a very effective way to manage sales, it also generously contributes to better decisions and plan strategies based on future demands. This approach is very much encouraged in today's world since it aids many companies, enterprises, researchers and brands for outcomes that lead to management of their profits, sales, inventory management, data research and customer demand.

From the above Statistical Analysis, Virtualization, Linear Regression Model we can conclude that our data is normally distributed.

And the null hypothesis is accepted.

We can also conclude that the outlet sales for the train data depends upon the Location, Outlet Type, Fat Content and MRP price of the product

We can clearly see that sales are high for the products which has low fat content.

And outlet sales do not depend upon the outlet size but it will depend upon the outlet type.

The big mart with medium size has more sales.

The big mart with small size has more size than big outlet size.

From the Linear Regression graph we can clearly see that the MRP increases in the future when there is increase in products which has low Fat Content.

Due to increase in MRP the Outlet Sales will be automatically increased.

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THANK YOU