

FINAL PROJECT PRESENTATION

GROUP 9

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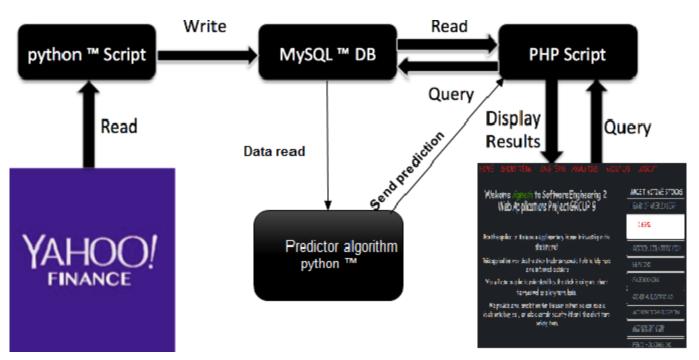
BACKGROUND

- Stock prediction
 - Short "term" using Bayesian and RSI, MACD in SVR
 - "Long" term prediction using pattern recognition in SVM
- Assist naïve traders in giving some confidence of trading a security.
- Supervised machine learning techniques (regression analysis and classification).
- An interactive front end with easy to use interface.
- A simple but effective voting mechanism to assist the users





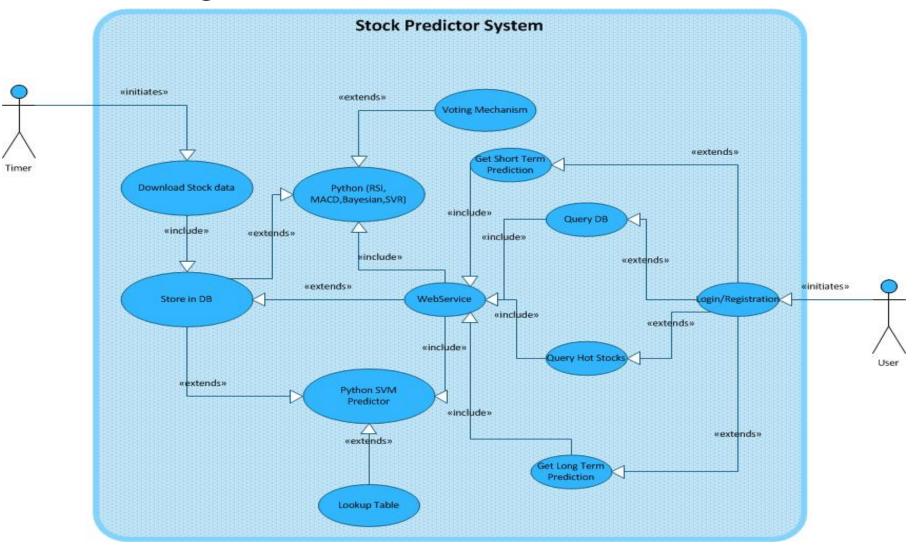
System Design



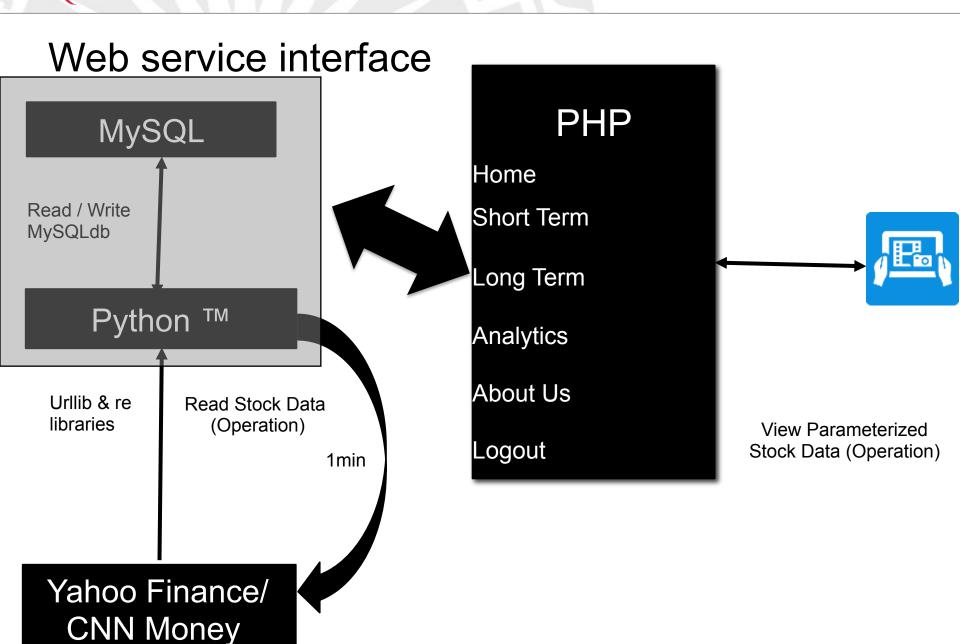
User Interface



UML Diagram



RUTGERS





Prediction Strategies

Short term

- SVR analysis on stock and features like RSI & MACD; Bayesian also.
- Use linear interpolation to predict next value for stock, RSI, and MACD.
- Voting mechanism to predict Sell/Buy/Hold (majority wins)
- Raw data used: Stock Price, RSI*, and MACD*
- Metrics are highly indicative of how market has behaved recently.

Long term

- Strategy is to predict general trends in data than values.
- Detect "Triangles", "Rounding Bottom"
- Use SVM prediction to detect the patterns.
- Voting mechanism to predict Sell/Buy/Hold
- Raw data used: Stock price
- Metrics are highly indicative of local minima/maxima and good positions to buy & sell.

Stock Trends

- Trends
 - $RSI = 100 100/(1 + RS^*)$

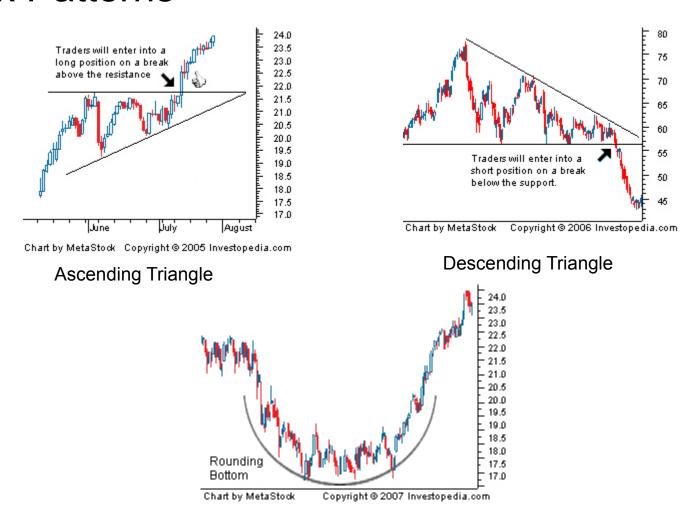
*Where RS = Average of x days' up closes / Average of x days' down closes

MACD

- MACD stands for Moving Average Convergence Divergence. It makes use of moving averages of different time frames to indicate momentum changes and swings in the mood of the crowd, to give buying and selling signals that catches the big moves.
- 26 day EMA 13 day EMA; signal line is 9 day EMA



Stock Patterns



Rounding Bottom



FEATURES

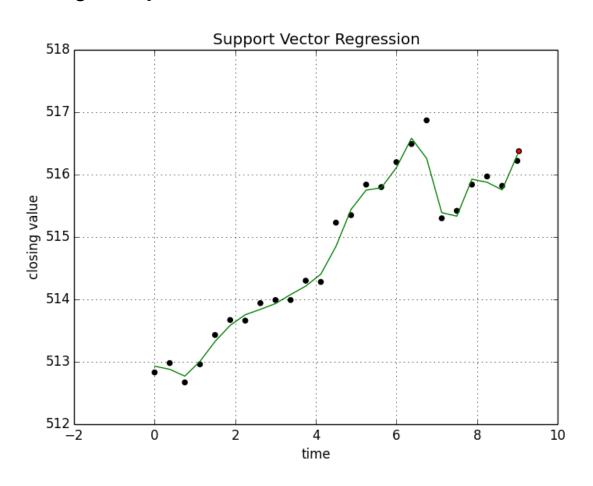
- Short term and Long term Prediction.
- Stock Visualizer.
- Secure Login.
- Maintaining User History.
- · Hot Stocks.
- Stock Analyzer.





Short term Prediction

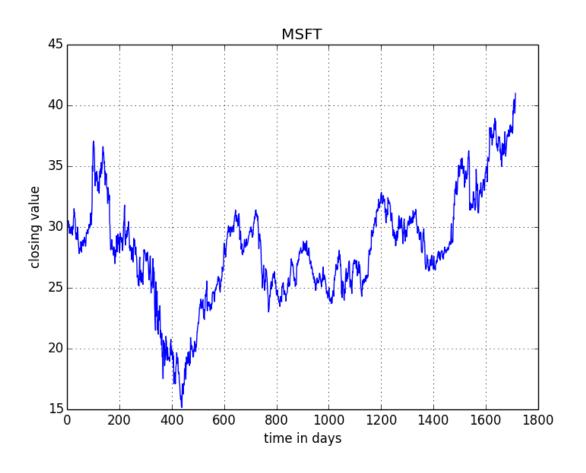
Short Term Prediction: Machine learning & Bayesian estimation, RSI, MACD,





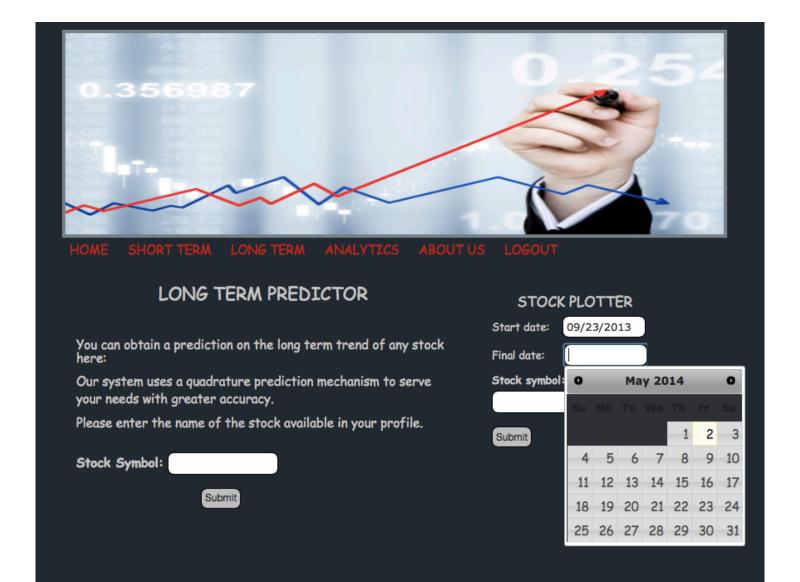
Long term Prediction

Support vector machine techniques (SVM)



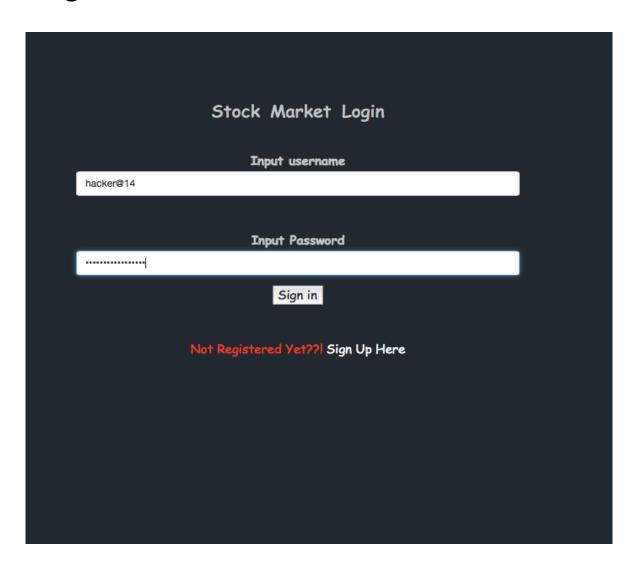


Stock Visualizer



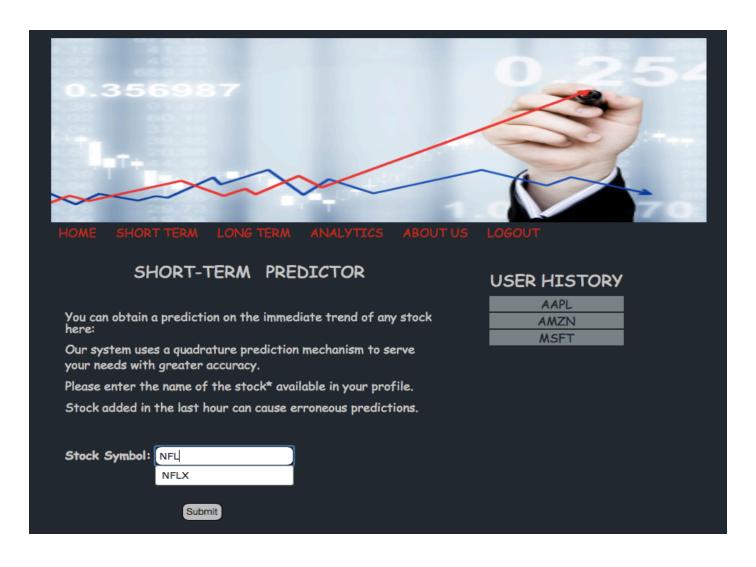


Secure Login





Maintaining User History





Hot Stocks





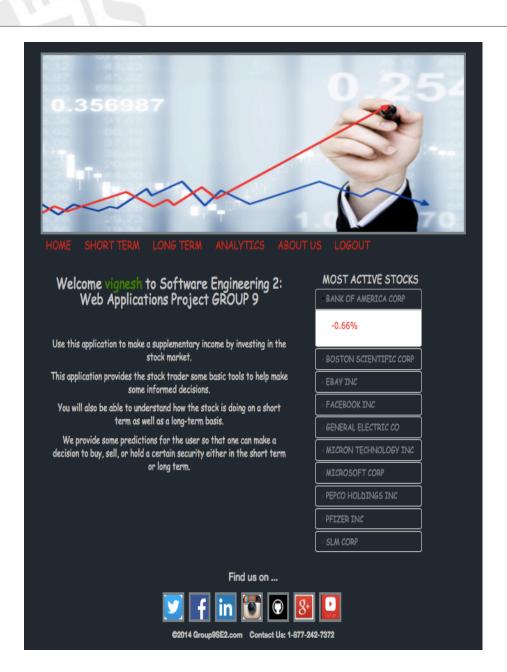
Stock Analyzer



RUTGERS

Web Sources

- Data pulled from Yahoo Finance
- PHP front end
 - User based input to access application.
 - Pulls data directly from the SQL database to perform the prediction
- Input Stock symbol, time duration (short/long)
- Output Predicted stock value (short) & Prediction for Buy/Sell/Hold.





CONTRIBUTION

Each team member will be contributing equally to the project.

