

# Description

## Overarching goal :

The overarching goal of the project is to predict total sales for every product and store in the next month. The dataset contains time - series data consisting of daily sales data, by one of the largest Russian software firms .

## datasets:

You are provided with daily historical sales data.

File descriptions

- [sales\\_train.csv](#) - the dataset. Daily historical data from January 2013 to October 2015.
- [items.csv](#) - supplemental information about the items/products.
- [item\\_categories.csv](#) - supplemental information about the items categories.
- [shops.csv](#)- supplemental information about the shops.

## Data fields:

- **shop\_id** - unique identifier of a shop
- **item\_id** - unique identifier of a product
- **item\_category\_id** - unique identifier of item category
- **item\_cnt\_day** - number of products sold. You are predicting a monthly amount of this measure
- **item\_price** - current price of an item
- **date** - date in format dd/mm/yyyy
- **date\_block\_num** - a consecutive month number, used for convenience. January 2013 is 0, February 2013 is 1,..., October 2015 is 33
- **item\_name** - name of item
- **shop\_name** - name of shop
- **item\_category\_name** - name of item category

**tasks:**

## **1. Data Preparation, Exploratory Analysis:**

### **CLEANING DATA**

- Look for any Missing Data
  - Identify observations on Missing Data
  - Graph the representations of Missing Data
  - Decide whether to populate or to remove Missing Data
  - Identify the possible impact of it while Modelling

## **2. OUTLIER DETECTION:**

Find out the months of sale which are considered as outliers for any shop.

## **3. FEATURE SELECTION/ENGINEERING:**

Identify and convert Categorical columns/values to Numerical representation using Dummy Variables if suitable for modelling

## **4. MODELING:**

Build 2 different models that uses all data from the training.csv and other files for all the months and years except October 2015.

## **5. Validation:**

Use October 2015 data as test set and present

- a. Mean squared error
- b. root mean squared error (RMSE)

**6. Compute confidence interval of Model 1 and Model 2 for the following different confidence levels:**

80%, 90%, 95%

**7. Compare these two models considering:**

a. error

b. efficiency in training time (scalability)