

### NON FUNGIBLE TOKEN (NFG) WITH MACHINE LEARNING



# SUBMITTED BY ASHWIN M NAYAK REKHA J E SHILPA S

ashwinnayak268@gmail.com tocontactrekha@gmail.com shillpashreeramappa@gmail.com

https://github.com/Ashwin268/NFT\_sales/tree/main

OCTOBER 16, 2022

### Smart Project Report Titles

- 1 INTRODUCTION
  - 1.1 Overview
  - 1.2 Purpose
- 2 LITERATURE SURVEY
  - 2.1 Existing problem
  - 2.2 Proposed solution
- 3 THEORITICAL ANALYSIS
  - 3.1 Hardware / Software designing
- 4 EXPERIMENTAL INVESTIGATIONS
- 5 RESULT
- 6 APPLICATIONS
- 7 CONCLUSION
- 10 FUTURE SCOPE
- 11 BIBILOGRAPHY
  - **APPENDIX** 
    - A. Source Code

Attach the code for the solution built.

**B**. Output

### 1. INTRODUCTION:

Non-fungible tokens (NFTs) are cryptographic assets on a blockchain with unique identification codes and metadata that distinguish them from each other. Unlike cryptocurrencies, they cannot be traded or exchanged at equivalency. This differs from fungible tokens like cryptocurrencies, which are identical to each other and, therefore, can serve as a medium for commercial transactions.

To offer a tangible solution for this problem, we are making use of machine learning and the relevant dataset used for the analysis are taken from the below link https://www.kaggle.com/datasets/mathurinache/nft-history-sales

## 2. LITERATURE SURVEY Existing problem:

NFT buyers and sellers are experiencing problems while visualizing and analyzing the NFT sales transactions.

### Solution:

We are providing a dashboard on NFT sales that helps the buyers and sellers for the better understanding of all the NFT transactions and also to learn more about NFT analytics dashboards and reports can be made. Traders, builders, and collectors might get a competitive edge in a brand-new market by applying analytics tools to spot patterns and anomalies. We will visualize using graph for better understanding.

### 3. HARDWARE/S OFTWARE ANALYSIS

### Hardware:

RAM	Minimum 4GB
Processor	Intel i3/Amd Ryzen 3
HDD	Minimum 250GB

### **Software:**

os	Windows/Linux/Mac
Language	Python/Python Library

### 4. EXPERIMENTAL INVESTIGATIONS

The following summarises the overall strategy used in this project:

- **Data Preparation**: To create a useful dataset for modelling, a significant amount of work was spent on data preparation.
- Data Pre-processing: Clean the data by filling in missing values, smoothing the noisy data, resolving the inconsistency and removing the outliers.
- Machine Learning Model Implementation: Implementing Linear Regression and Random Forest to generate the accuracy of the predictions.
- **Creating a Dashboard**: We are using Cognos Analytics Dashboard and machine learning Algorithms to visualize data.
- Language Used: Python

### 5. FUTURE SCOPE

Right now, the NFT market is booming. According to **NFTGO** data, since May 2021, at least one NFT project has been released onto the chain every single day. Because NFT projects' quality can vary, just like DeFi's does, investors may be susceptible to the "liquidity trap".

### 6. RESULT

The designed algorithm is capable of handling the inputs given by the user and based on the new inputs the algorithm is capable of producing the near futuristic values predictions, from which the users can foresee the predictions and act accordingly

### 7. APPLICATIONS

Right now, the NFT market is booming. According to **NFTGO** data, since May 2021, at least one NFT project has been released onto the chain every single day. Because NFT projects' quality can vary, just like DeFi's does, investors may be susceptible to the "liquidity trap".

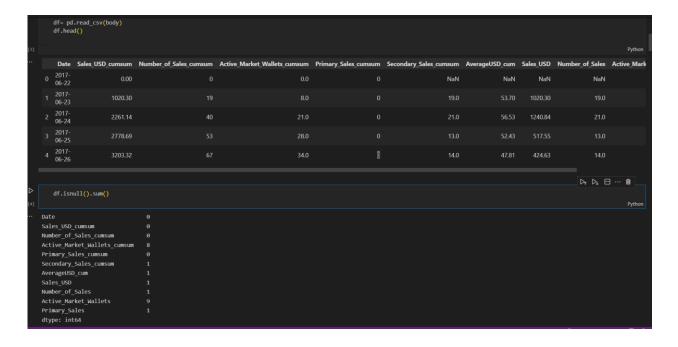
### 8. CONCLUSION

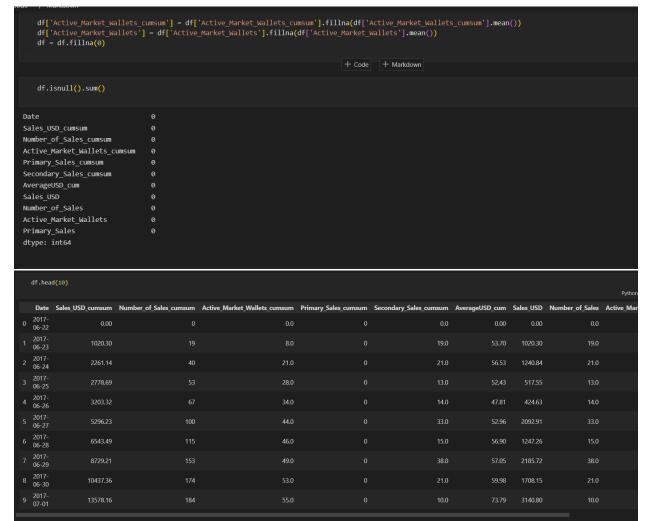
Through these machine learning algorithms and visualization techniques, the buyers can get a better understanding of which NFT is beneficial and the seller can analyze and track the NFT sales transactions. That helps to increase their business and the seller can upscale their business.

### 9. BIBILOGRAPHY

https://us1.ca.analytics.ibm.com/bi/?perspective=dashboard&pathRef=.my\_folders%2F New%2Bdashboard&action=view&mode=dashboard&subView=model00000183e1af65 77 00000003

### **10.APPEND CODE**





df1=df.iloc[:,[9,10,5,6]]
df1

	Active_Market_Wallets	Primary_Sales	Secondary_Sales_cumsum	AverageUSD_cum
0	502.875391	0.0	0.0	0.00
1	8.000000	0.0	19.0	53.70
2	13.000000	0.0	21.0	56.53
3	7.000000	0.0	13.0	52.43
4	6.000000	0.0	14.0	47.81
1601	502.875391	44435.0	14829.0	924.39
1602	502.875391	32156.0	18723.0	924.84
1603	502.875391	27694.0	17128.0	926.44
1604	502.875391	7808.0	6127.0	928.49
1605	502.875391	-1171.0	-1024.0	928.11

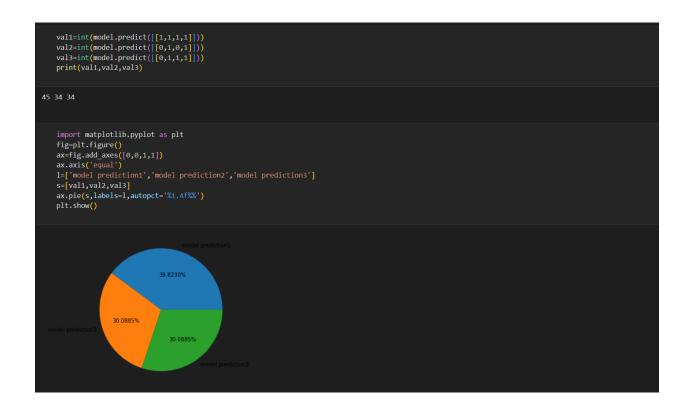
1606 rows × 4 columns

df1=df.iloc[:,[9,10,5,6]]

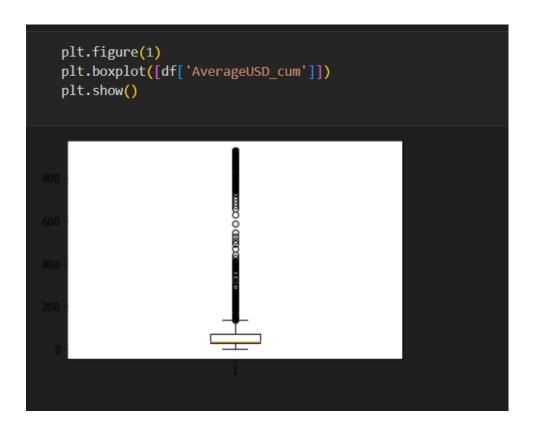
	Active_Market_Wallets	Primary_Sales	Secondary_Sales_cumsum	AverageUSD_cum
0	502.875391	0.0	0.0	0.00
1	8.000000	0.0	19.0	53.70
2	13.000000	0.0	21.0	56.53
3	7.000000	0.0	13.0	52.43
4	6.000000	0.0	14.0	47.81
1601	502.875391	44435.0	14829.0	924.39
1602	502.875391	32156.0	18723.0	924.84
1603	502.875391	27694.0	17128.0	926.44
1604	502.875391	7808.0	6127.0	928.49
1605	502.875391	-1171.0	-1024.0	928.11
	502.875391 ws × 4 columns	-1171.0	-1024.0	928.11

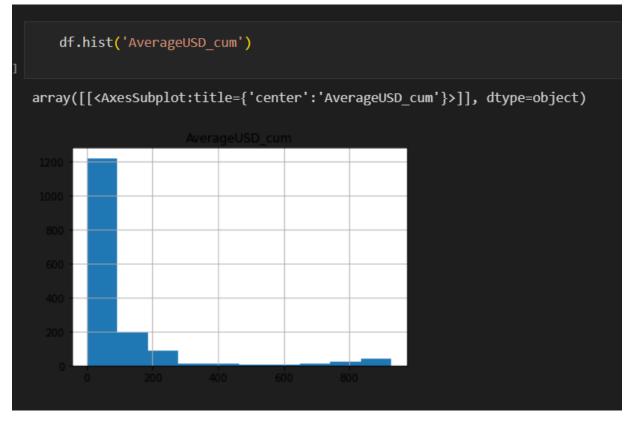
```
x=df.drop(['AverageUSD_cum','Date','Sales_USD_cumsum'],axis=1)
y=df['AverageUSD_cum']
((1076, 8), (530, 8))
   pip install category_encoders
Collecting category_encoders
 Downloading category_encoders-2.5.1.post0-py2.py3-none-any.whl (72 kB)
                                     | 72 kB 1.7 MB/s eta 0:00:01
Requirement already satisfied: patsy>=0.5.1 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from category_encoders) (0.5.2)
Requirement already satisfied: numpy>=1.14.0 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from category_encoders) (1.20.3)
Requirement already satisfied: statsmodels>=0.9.0 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from category_encoders) (0.12.2)
Requirement already satisfied: pandas>=1.0.5 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from category_encoders) (1.3.4)
Requirement already satisfied: scikit-learn>=0.20.0 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from category_encoders) (1.0.2)
Requirement already satisfied: scipy>=1.0.0 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from category_encoders) (1.7.3)
Requirement already satisfied: python-dateutil>=2.7.3 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from pandas>=1.0.5->category encoders) (2.8.2)
Requirement already satisfied: pytz>=2017.3 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from pandas>=1.0.5->category_encoders) (2021.3)
Requirement already satisfied: six in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from patsy>=0.5.1->category_encoders) (1.15.0)
Requirement already satisfied: threadpoolctl>=2.0.0 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from scikit-learn>=0.20.0->category_encoders) (2.2.0)
Requirement already satisfied: joblib>=0.11 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from scikit-learn>=0.20.0->category_encoders) (0.17.0)
```

```
from sklearn.model_selection import train_test_split
x_train,x_test,y_train,y_test=train_test_split(x,y,test_size=0.33,random_state=42)
    x train.shape,x test.shape
((1076, 8), (530, 8))
   pip install category_encoders
Collecting category_encoders
  Downloading\ category\_encoders-2.5.1.post0-py2.py3-none-any.whl\ (72\ kB)
                                       72 kB 1.7 MB/s eta 0:00:01
Requirement already satisfied: patsy>=0.5.1 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from category_encoders) (0.5.2)
Requirement already satisfied: numpy>=1.14.0 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from category_encoders) (1.20.3)
Requirement already satisfied: statsmodels>=0.9.0 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from category_encoders) (0.12.2)
Requirement already satisfied: pandas>=1.0.5 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from category_encoders) (1.3.4)
Requirement already satisfied: scikit-learn>=0.20.0 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from category_encoders) (1.0.2)
  equirement already satisfied: scipy>=1.0.0 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from category_encoders) (1.7.3)
Requirement already satisfied: python-dateutil>=2.7.3 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from pandas>=1.0.5->category_encoders) (2.8.2)
Requirement already satisfied: six in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from patsy>=0.5.1->category_encoders) (1.15.0)
Requirement already satisfied: threadpoolctl>=2.0.0 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from scikit-learn>=0.20.0->category_encoders) (2.2.0)
Requirement already satisfied: joblib>=0.11 in /opt/conda/envs/Python-3.9/lib/python3.9/site-packages (from scikit-learn>=0.20.0->category_encoders) (0.17.0)
Installing collected packages: category-encoders
Successfully installed category-encoders-2.5.1.post0
Note: you may need to restart the kernel to use updated packages.
```









```
plt.figure(figsize=(15,20))
plt.subplot(2,2,1)
sns.violinplot(x='Number_of_Sales',y='AverageUSD_cum',data=df)
plt.show()
```



```
import seaborn as sns
fig, axs = plt.subplots(4, figsize = (5,5))
plt1 = sns.boxplot(dff Active_Market_Mallets_cumsum*], ax = axs[1))
plt2 = sns.boxplot(dff Secondary_sales_cumsum*], ax = axs[1))
plt3 = sns.boxplot(dff Secondary_sales_cumsum*], ax = axs[2])
plt4 = sns.boxplot(dff Secondary_sales_cumsum*], ax = axs[2])
plt1.tight_layout()

Python

/opt/conda/envs/Python-3.9/lib/python3.9/site_packages/seaborn/_decorators.py:36: FutureMarning: Pass the following variable as a keyword arg: x. From version 0.12, the only valid positional argument will be "data", and passing other arguments without an explicit keyword will result in an error or misinterpretation.

warnings.warn(
/opt/conda/envs/Python-3.9/lib/python3.9/site_packages/seaborn/_decorators.py:36: FutureMarning: Pass the following variable as a keyword arg: x. From version 0.12, the only valid positional argument will be "data", and passing other arguments without an explicit keyword will result in an error or misinterpretation.

warnings.warn(
/opt/conda/envs/Python-3.9/lib/python3.9/site-packages/seaborn/_decorators.py:36: FutureMarning: Pass the following variable as a keyword arg: x. From version 0.12, the only valid positional argument will be "data", and passing other arguments without an explicit keyword will result in an error or misinterpretation.

warnings.warn(
/opt/conda/envs/Python-3.9/lib/python3.9/site-packages/seaborn/_decorators.py:36: FutureMarning: Pass the following variable as a keyword arg: x. From version 0.12, the only valid positional argument will be "data", and passing other arguments without an explicit keyword will result in an error or misinterpretation.

warnings.warn(
/opt/conda/envs/Python-3.9/lib/python3.9/site-packages/seaborn/_decorators.py:36: FutureMarning: Pass the following variable as a keyword arg: x. From version 0.12, the only valid positional argument will be "data", and passing other arguments without an explicit keyword will result in an error or misinterpretation.

warnings.warn(
/opt/conda/envs/Python3.9/s
```

```
#from sklearn.linear_model import LinearRegression
#model = LinearRegression()
#model.fit(x, y)
#y_pred = model.predict(x_test)
#confidence = model.score(x_test, y_test)
#print(confidence)
from sklearn.model_selection import train_test_split
x_train,x_test,y_train,y_test=train_test_split(x,y,test_size=0.5,random_state=42)

from sklearn.linear_model import LinearRegression
regressor = LinearRegression()
regressor = regressor.fit(x_train, y_train)
y_pred = regressor.predict(x_test)
print(y_pred)
confidence = regressor.score(x_train,y_pred)
print("Acuuracy of the model: ",confidence)
```

```
Output exceeds the size limit. Open the full output data in a text editor
[ 9.75059413e+00 1.00011849e+02 2.23417494e+02 4.73576150e+01
  5.58479406e+01 4.49104126e+02 1.67388753e+02 8.95221066e+01
 2.28021628e+01 7.47386245e+01 1.77903831e+01 6.01155225e+01
 -3.89537762e+01 7.08048304e+02 5.10592237e+00 4.72816676e+01
 4.72500893e+01 1.42478315e+02 5.74980980e+01 6.50844993e+01
 1.18597122e+02 -4.13875939e+00 5.02756467e+02 9.94889227e+01
 4.72745354e+01 1.57446975e+01 3.06729208e+00 -5.00492606e+01
 6.96808290e+01 8.25706831e+02 4.72870879e+01 5.41160037e+01
 1.20190712e+02 1.70164360e+02 1.11819892e+02 3.63004754e+00
 1.58026471e+01 8.78187483e+01 1.12488483e+02 1.97971170e+02
 8.79490448e+01 2.01081920e+01 -5.84222349e-01 4.71937264e+01
 5.95732497e+01 4.72791282e+01 5.14813020e+01 4.73162024e+01
 -4.00089260e+01 1.08928416e+02 3.63703211e+01 1.05639185e+02
 6.86988254e+02 5.47968998e+01 6.84918518e+01 2.01098924e+02
 9.16249776e+01 6.31574120e+01 -4.08807963e+00 -4.94909505e+01
 1.16069905e+02 4.73063094e+01 1.05813917e+02 1.07589138e+02
 -3.72618570e+01 4.72756298e+01 1.70020018e+02 7.55232580e+01
 -3.45380969e+01 -1.04802966e+01 1.17597279e+02 -1.90695145e+01
 1.15206359e+02 1.22880234e+02 -2.99634064e+01 1.14531921e+02
 1.07233616e+02 5.62590076e+01 3.74137572e+01 4.91087064e+02
 -3.38965492e+01 7.76572303e+01 1.11270043e+02 1.14942804e+02
 -3.84761418e+01 1.04823912e+02 3.83601971e+01 6.52122766e+02
 1.42619462e+02 -6.32201696e+00 1.81003076e+02 9.16627399e+02
 5.38816549e+01 1.21442862e+02 6.03063670e+01 -3.60762113e+01
 7.65996660e+01 4.72586594e+01 1.01229726e+02 -5.33161686e+01
 1.13868091e+02 4.73062417e+01 2.24467634e+02 4.73018678e+01
 -2.54964988e+01 -4.23072888e+01 9.12919074e+01 7.76860330e+01
 -3.34592580e+01 5.90164937e+01 1.15025225e+01
Acuuracy of the model: -1.0260191418952598
```

```
X = df.drop(['AverageUSD_cum', 'Date'],axis=1).values
   X[0:5]
array([[
           0.
                           0.
                                           0.
                                                            0.
           0.
                           0.
                                            0.
                                                          502.87539136,
           0.
                      ],
       [1020.3
                          19.
                                            8.
                                                            0.
          19.
                      , 1020.3
                                          19.
                                                            8.
                      ],
           0.
       [2261.14
                          40.
                                          21.
                                                            0.
           21.
                      , 1240.84
                                          21.
                                                           13.
                      ],
           0.
       [2778.69
                          53.
                                          28.
                                                            0.
          13.
                         517.55
                                          13.
           0.
                      ],
       [3203.32
                          67.
                                          34.
                                                            0.
          14.
                      , 424.63
                                          14.
                      ]])
           0.
```

```
Y = df['AverageUSD_cum'].values
   from sklearn.model_selection import train_test_split
   X_train, X_test, Y_train, Y_test = train_test_split(X, Y, test_size=0.3, random_state=1)
   regressor = LinearRegression()
   regressor.fit(X_train, Y_train)
LinearRegression()
   Y_predict = regressor.predict(X_test)
   Y_predict[0:20]
array([ 39.29516599, 20.18992732, 31.68471214, 48.0839771,
       25.43790456, 646.34956689, 118.75525 , 42.56130434,
       69.46549542, 35.33582055, 121.57233165, 40.50819454,
       29.92785325, 32.59788236, 682.73126896, 34.1982961,
      911.37671386, 67.99818673, 31.15291224, 60.7089928 ])
   from sklearn.metrics import r2_score
   r2_score(Y_predict, Y_test)
0.9675095771486381
```

```
from sklearn.metrics import r2_score
  r2_score(Y_predict, Y_test)

0.9675095771486381

score = regressor.score(x_test, y_test)
  score

0.9701773034691825
```