

# **Crypto price prediction using FbProphet.**

## **Project Report**

### **1. INTRODUCTION** 1.1 Project Overview 1.2 Purpose

### **2. LITERATURE SURVEY**

- 2.1 Existing problem
- 2.2 References
- 2.3 Problem Statement Definition

### **3. IDEATION & PROPOSED SOLUTION**

- 3.1 Empathy Map Canvas
- 3.2 Ideation & Brainstorming

### **4. REQUIREMENT ANALYSIS**

- 4.1 Functional requirement
- 4.2 Non-Functional requirements

### **5. PROJECT DESIGN**

#### **5.1 Data Flow Diagrams & User Stories**

#### **5.2 Solution Architecture**

### **6. PROJECT PLANNING & SCHEDULING**

- 6.1 Technical Architecture**
- 6.2 Sprint Planning & Estimation**
- 6.3 Sprint Delivery Schedule**

### **7. CODING & SOLUTIONING (Explain the features added in the project along with code)**

- 7.1 Feature 1**
- 7.2 Feature 2**
- 7.3 Database Schema (if Applicable)**

### **8. PERFORMANCE TESTING**

#### **8.1 Performance Metrics**

### **9. RESULTS**

#### **9.1 Output Screenshots**

### **10. ADVANTAGES & DISADVANTAGES**

### **11. CONCLUSION**

### **12. FUTURE SCOPE**

### **13. APPENDIX**

[Source Code](#)  
[GitHub & Project Demo Link](#)

## 1. Project Introduction

The core idea of this project is to be able to predict the price of Bitcoin which is the most valuable cryptocurrency in the world with reasonable accuracy, using time series forecasting libraries like FbProphet.

This will not only enable us to take trades on the basis of future price but on a larger scale if the model is accurate enough it can also be used to make crypto market more predictable and hence more acceptable in general public who usually wants to avoid high risk environments.

Bitcoin prediction can be useful in various ways, offering valuable insights to investors, traders, and the broader cryptocurrency community. By analyzing historical data and market trends, these predictions can help individuals make informed investment decisions, manage risk, and optimize their portfolios. They can also serve as a foundation for trading strategies and automated algorithms, enabling users to capitalize on price movements.

Additionally, Bitcoin predictions can foster awareness, education, and market sentiment analysis, contributing to a better understanding of the cryptocurrency market's dynamics and its potential for both gains and losses. However, it's essential to remember that cryptocurrency markets are highly volatile, and predictions are never fool proof, so they should be used in conjunction with other research and risk management strategies.

## 2. LITERATURE SURVEY

**Time Series Forecasting in Finance:** Explore research papers and articles on the application of time series forecasting in financial markets. Understand different methods and algorithms used for predicting financial time series data.

**Cryptocurrency Price Prediction:** Look into studies specifically focused on predicting cryptocurrency prices. Analyse the challenges and methodologies employed in predicting the volatile nature of crypto assets.

**FbProphet and Time Series Forecasting:** Investigate academic papers or documentation related to FbProphet to understand its underlying principles. Examine case studies where FbProphet has been successfully applied in various domains.

**Web-based Machine Learning Model Deployment:** Explore literature on deploying machine learning models on the web, especially using Flask. Understand the best practices, challenges, and security considerations in deploying predictive models online.

**User Acceptance of Predictive Models:** Search for literature discussing user perceptions and acceptance of predictive models, especially in the context of financial markets. Consider ethical implications and transparency in deploying predictive models to a wider audience.

**Integration of Data Sources (Yahoo Finance):** Investigate how financial data from sources like Yahoo Finance is used in academic and industry research. Understand the challenges and best practices in collecting and pre-processing financial time series data.

**Evaluation Metrics for Predictive Models:** Explore literature on metrics used to evaluate the performance of time series forecasting models. Understand the limitations of common metrics and any proposed alternatives.

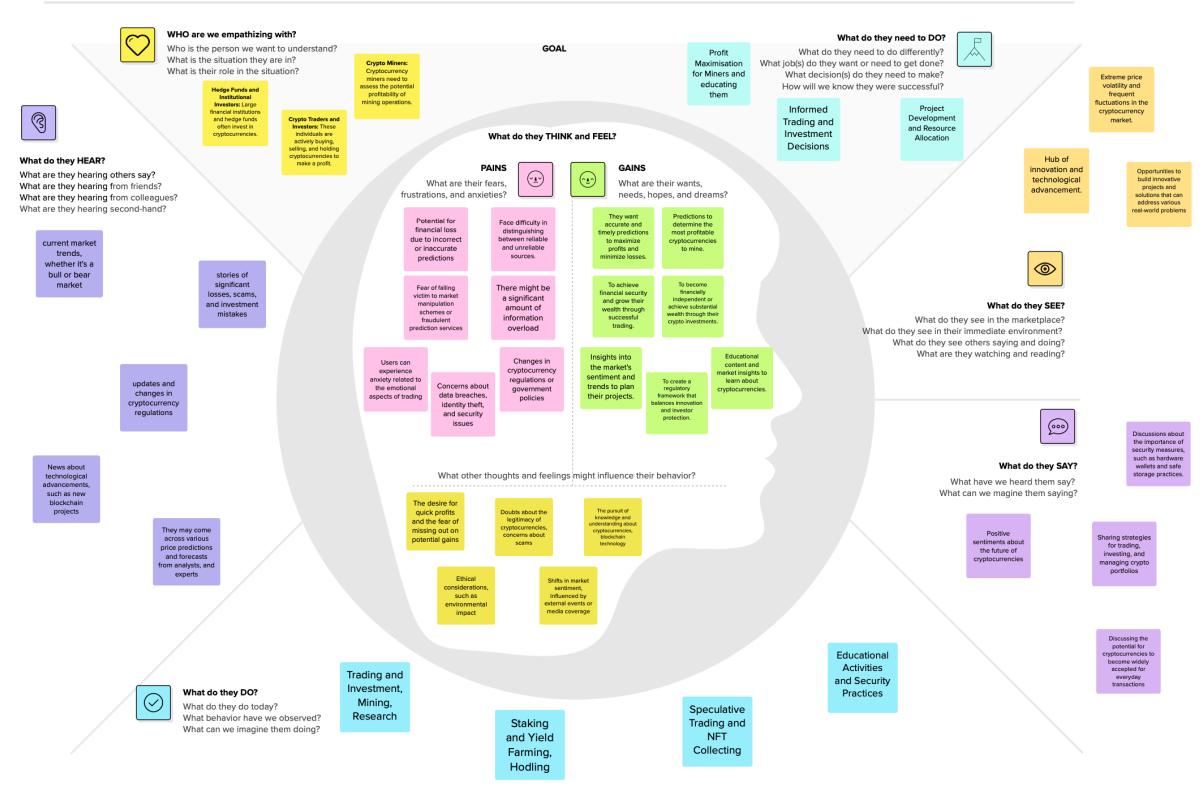
**Impact of Predictive Models on Financial Markets:** Research articles discussing the potential impact of accurate predictive models on financial markets. Consider both positive and negative implications and the overall market dynamics.

**Machine Learning Model Interpretability:** Look into research on making machine learning models more interpretable, especially in the context of financial predictions. Understand the importance of model interpretability for user trust and acceptance.

**Future Trends in Crypto and Finance Prediction:** Explore recent publications discussing emerging trends and advancements in the field of cryptocurrency prediction and financial forecasting.

### 3. IDEATION & PROPOSED SOLUTION

## 3.1 Empathy Map



## 3.2 Brain Storming

**Brainstorm & idea prioritization**

Use this template in your own brainstorming sessions so your team can unleash their imagination and start shaping concepts even if you're not sitting in the same room.

**Before you collaborate**

A little bit of preparation goes a long way with this session. Here's what you need to do to get going.

10 minutes

**1. Define your problem statement**

What problem are you trying to solve? Frame your problem as a How Might We statement. This will be the focus of your brainstorm.

5 minutes

**PROBLEM**

Creating a cryptocurrency price prediction model using Facebook Prophet is an interesting project that combines time series analysis, machine learning, and data visualization. Facebook Prophet is a powerful forecasting tool that is often used for predicting stock market data, making it a suitable choice for predicting cryptocurrency prices

**Key rules of brainstorming**

To run a smooth and productive session

- Stay in topic.
- Encourage wild ideas.
- Deficit judgment.
- Listen to others.
- Go for volume.
- If possible, be visual.

**2. Brainstorm**

Write down any ideas that come to mind that address your problem statement.

10 minutes

**Person 1**

- Gradient boost
- Decision Tree Regressor
- Using Convolutional neural network

**Person 2**

- Linear Regression
- Lasso & Ridge Regression
- Long Short-Term Memory RNN

**Person 3**

- SVM
- XGBoost
- ARIMA Model

**TIP**

You can select a velocity rate and the period [hours] to control how fast ideas are generated.

**Group Ideas**

Take turns sharing your ideas while clustering similar or related notes as you go. Once all sticky notes have been grouped, give each cluster a sentence-like label. If a cluster is bigger than six sticky notes, try and see if you can break it up into smaller sub-groups.

⌚ 20 minutes

**TP**  
Add nonremovable tags to sticky notes to group them together. Between, organize, and categorize your notes by adding themes within your mural.

**Prioritize**

Your team should all be on the same page about what's important moving forward. Place your ideas on this grid to determine which ideas are important and which are feasible.

⌚ 20 minutes

**TP**  
Participants can use their cursors to point at where they want to move a note on the grid. The facilitator can select the note and drag it to the new location using the **H key** on the keyboard.

**Group 1**

- Data Collection
- see the outliers and remove them
- visualise the data

**Group 2**

- Organize your data, ensuring you have a timestamp
- Install and import the necessary Python libraries
- preprocess data and see the skewness of each parameter
- handling missing values using mean, etc.
- split the data into test and train data sets
- min-max scaler can be used for scaling

**Group 3**

- make a 3 layer network
- Utilize Facebook Prophet to create a time series forecasting model
- Calculate metrics to evaluate the performance of your model
- you can deploy it as a web application

**Importance**  
A scale of 0 to 100. 0 is 'not important' and 100 is 'extremely important'. Feasibility is determined by how much time, effort, and difficulty it would take to implement the idea.

**Feasibility**  
A scale of 0 to 100. 0 is 'not feasible' and 100 is 'extremely feasible'. Feasibility is determined by how much time, effort, and difficulty it would take to implement the idea.

**After you collaborate**

You can export the mural as an image or PDF to share with members of your company who might find it helpful.

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**Quick add-ons**

- Share the mural**  
Share a new link to the mural with stakeholders to keep them in the loop about the outcomes of the session.
- Export the mural**  
Export a copy of the mural as a PNG or PDF to attach to emails, include in slides, or save in your Drive.

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**Keep moving forward**

- Strategy Map**  
Define the components of a new idea or strategy.  
[Open the template](#)
- Customer experience journey map**  
Understand the customer needs, motivations, and behaviors to create a better experience.  
[Open the template](#)
- Strengths, weaknesses, opportunities & threats**  
Identify strengths, weaknesses, opportunities, and threats (SWOT) to develop a plan.  
[Open the template](#)

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**Share template feedback**

## 4. Requirement Analysis

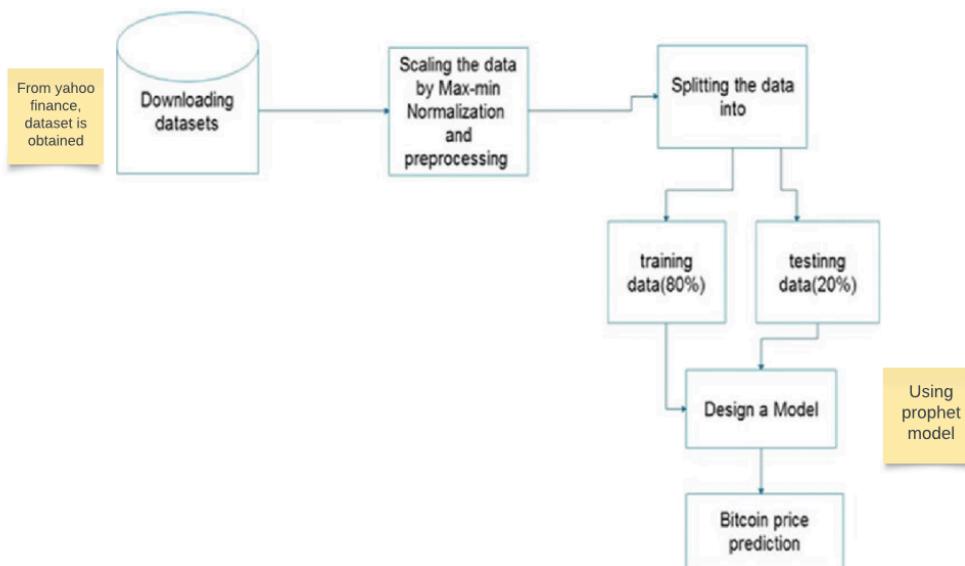
Table-1 : Components & Technologies:

Component	Description	Technology
User Interface	How user interacts with application	HTML, CSS, Flask
Application Logic-1	Predicting the results in the background at cloud or local system and letting user interact with it on the web	Flask frame work
Cloud Database	Database Service on Cloud	Flask
File Storage	File storage requirements	Local file
External API-1	The purpose of API is to fetch accurate data of bitcoin for our model to train and make predictions.	yfinance
Machine Learning Model	The model is built to be able to predict bitcoin values using available data	Prophet
Infrastructure (Server / Cloud)	Local server configuration and to deploy an application to the cloud	Flask, Google

Table-2: Application Characteristics:

Characteristics	Description	Technology
Open-Source Frameworks	The framework should be open-source, which means that the underlying code and algorithms are freely available to the public. This encourages collaboration, transparency, and a wider user base.	Flask
Security Implementations	Cryptocurrency-related projects need to be mindful of security issues, especially when dealing with financial data. The framework should incorporate best practices for data security and user authentication.	https
Scalable Architecture	Cryptocurrency markets can be highly volatile and require real-time analysis. Therefore, the framework should be scalable to handle large volumes of data efficiently.	google cloud
Availability	To ensure the availability of the system, it's crucial to use a reliable and redundant infrastructure.	google cloud
Performance	Continuously fine-tune the Prophet models to adapt to changing market conditions and improve prediction accuracy.	metrics

Technical Architecture:



**Proposed Solution Template:**

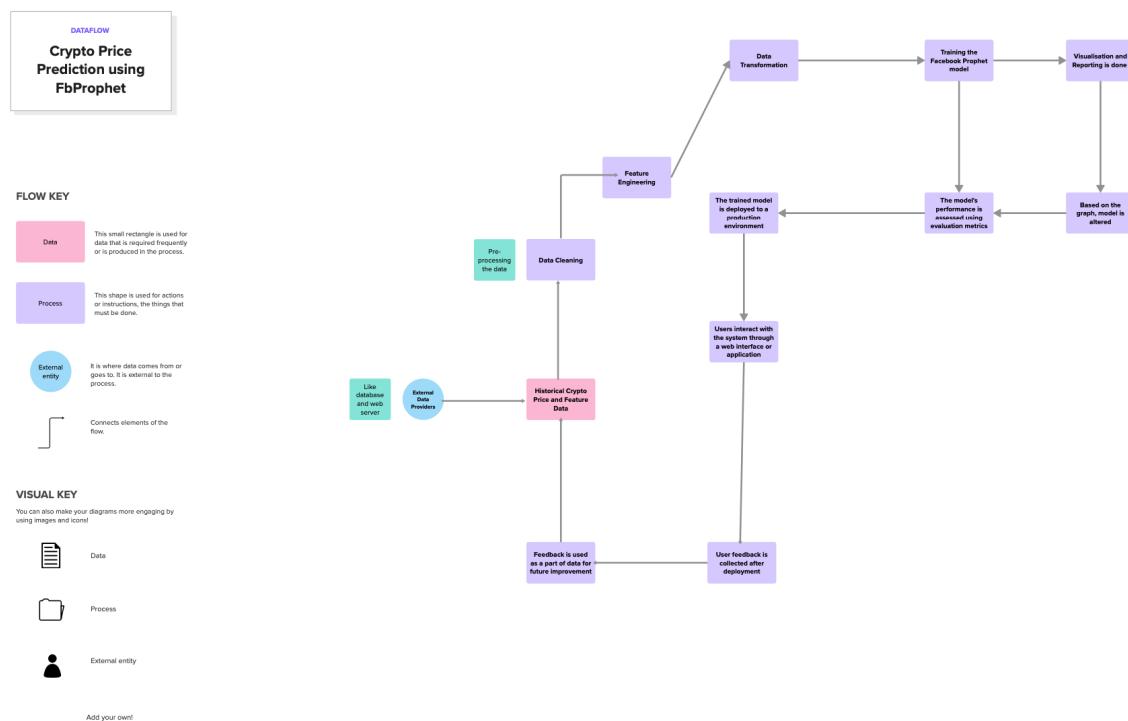
Project team shall fill the following information in proposed solution template.

S.No.	Parameter	Description
1.	Problem Statement (Problem to be solved)	One of the biggest things stopping widespread adoption of Crypto is it's high and unpredictable volatility, when you own a dollar or an rupee you know it is going to be valued same at any time after a month, or a year, there is an expected loss due to inflation of 4-8% but that is acceptable to most of people as long as it stays in that range, but with crypto a dollar can be worth 10X or 0.1X after a month.
2.	Idea / Solution description	The idea is to be able to predict the price of crypto currency specifically bit coins to a certain margin of error, if people know that okay after two months BTC would be worth say 40,000 USD 5-10% more or less, then they would feel much more comfortable to hold an invest in them, and that is exactly our idea, to give people an educated estimate on what will be the future value of the crypto they are holding or are planning to buy.
3.	Novelty / Uniqueness	Though there are many websites who do all sorts of predictions they hardly have interests of retail customers in mind, as they are mostly operated by some crypto exchange, who is not an neutral party in this game, as exchange will always want people to buy crypto, that is how they earn, our product will be consumer centric and therefore will try to provide conservative estimates and predictions won't be rigid by any incentives to sell the same crypto whose price we are trying to predict.
4.	Social Impact / Customer Satisfaction	If we are able to make an model that is able to predict the value of BTC even with inaccuracy of 5-10% then it would encourage widespread adoption of crypto currency and therefore fast forward the inevitable revolution of Web 3.

5.	Business Model (Revenue Model)	There are multiple revenue models here, first and most obvious being that if someone can predict price of BTC with any reasonable accuracy than he/she can leverage that to trade according to those prices and make money out of it, the second revenue model consists of a subscription based model, where general public will have access to normal predictions and will be able to view a bit into future, but the traders who want the most accurate information fastest will have to pay a premium price to get predictions of BTC future into the future.
6.	Scalability of the Solution	Once the model has been made and it is able to make reasonable predictions, it can easily be scaled to unimaginable levels, as all it would require is a cloud to host a website and to a bit of computation power to run the algorithm, and then virtually anyone from any part of the world can simply create an account on website and see what will be the price of the BTC in future according to the algorithm.

## 5. Project Design

Data flow diagram:

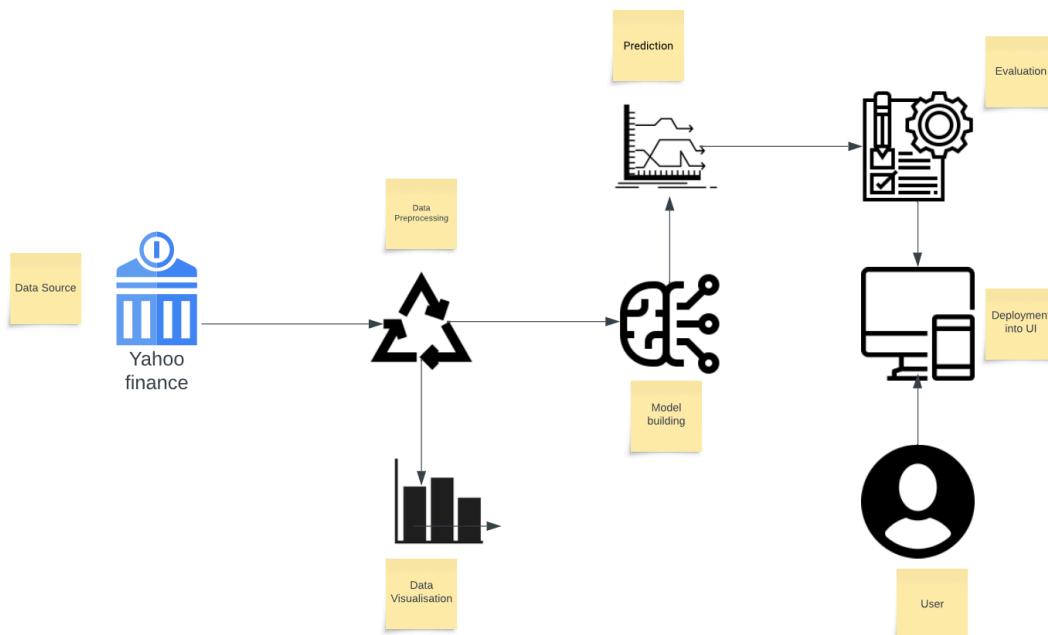


## User stories:

### User Stories

User Type	Functional Requirement	User Story Number	User Story / Task	Acceptance criteria	Priority	Release
Investor	Display daily price predictions for a selected cryptocurrency.	USN-1	As a crypto investor, I want to see a daily price prediction for a specific cryptocurrency, so I can make informed investment decisions.	The system should allow the user to input the cryptocurrency symbol and select a date range. - The system should provide daily price predictions for the selected cryptocurrency within the specified date range. - The predictions should be displayed in an easy-to-read format (e.g., chart or table).	HIGH	SPRINT-1
Trader	Set price threshold alerts. - Send email notifications when the predicted price crosses the set threshold.	USN-2	As a trader, I want to receive email notifications when the predicted price of a cryptocurrency crosses a certain threshold, so I can take action accordingly.	The user should be able to set price threshold alerts. - When the predicted price crosses the set threshold, an email notification should be sent.	HIGH	SPRINT-1
Researcher	Provide historical price data in a downloadable format. - Allow users to specify the date range for historical data.	USN-3	As a researcher, I want to access historical crypto price data for analysis, so I can study market trends.	The system should provide historical price data in a downloadable format (e.g., CSV). - The user should be able to specify the date range for the historical data.	LOW	SPRINT-2
Developer	Implement FbProphet for time series forecasting. - Regularly update the model with new data.	USN-4	As a developer, I want the system to use FbProphet to perform accurate price predictions for cryptocurrencies, so the predictions are reliable and up-to-date.	The system should implement FbProphet for time series forecasting. - The model should be regularly updated with new data.	HIGH	SPRINT-1
General User	Create a user-friendly and intuitive web interface. - Allow users to input parameters and view predictions	USN-5	As a user, I want to have an easy-to-use web interface for accessing crypto price predictions, so I can navigate and use the system without technical expertise.	The web interface should be user-friendly and intuitive. - Users should be able to input parameters easily and view predictions.	MEDIUM	SPRINT-1

## Solution Architecture:



## **6. Project Planning and Scheduling**

## Product Backlog, Sprint Schedule, and Estimation

Sprint	Functional Requirement (Epic)	User Story Number	User Story / Task Story	Points	Priority
Sprint 1	Prophet	USN-1	Enhance Model for BTC Price Prediction	8	HIGH
Sprint 1		USN-2	Real-time data ingestion	5	HIGH
Sprint 2		USN-3	User authentication and security	5	MEDIUM
Sprint 3	Prophet	USN-4	Model deployment optimization	13	HIGH
Sprint 3	Flask,HTML,CSS	USN-5	Making the UI for web	7	LOW

Project Tracker, Velocity & Burndown Chart:

Sprint	Total story point	Duration	Sprint Start Date	Sprint End Date (Planned)
Sprint-1	13	5 days	28 October 2023	1 November 2023
Sprint-2	5	3 days	2 November 2023	4 November 2023
Sprint-3	20	6 days	6 November 2023	12 November 2023

Projects / Bitcoin Price Prediction Project

## All sprints

SEARCH 🔍 JD ST GROUP BY None Insights View settings ⋮

TO DO 3	IN PROGRESS 2	DONE 0
User authentication and security SCRUM-4	Enhance model for BTC price prediction SCRUM-1	+ SCRUM-2
Model deployment optimization SCRUM-5	Real-time data ingestion SCRUM-2	
Making Web UI SCRUM-6		

Backlog		Epics			Sprints		
Issue	Type	Owner	Status	Progress	Start Date	End Date	Action
SCRAM-1 Enhance model for BTC price prediction	Task	John Doe	In Progress	0%	28 Oct	1 Nov	Complete sprint
SCRAM-2 Real-time data ingestion	Task	John Doe	In Progress	0%	28 Oct	1 Nov	...
+ Create issue							
SCRAM Sprint 1	28 Oct – 1 Nov (2 issues)	0	0	0	28 Oct	1 Nov	...
SCRAM-3 Model deployment optimization	Task	John Doe	To Do	0%	2 Nov	4 Nov	...
SCRAM-4 User authentication and security	Task	John Doe	To Do	0%	2 Nov	4 Nov	...
+ Create issue							
SCRAM Sprint 2	2 Nov – 4 Nov (1 issue)	0	0	0	2 Nov	4 Nov	...
SCRAM-5 Model deployment optimization	Task	John Doe	To Do	0%	6 Nov	12 Nov	...
SCRAM-6 Making Web UI	Task	John Doe	To Do	0%	6 Nov	12 Nov	...
+ Create issue							
SCRAM Sprint 3	6 Nov – 12 Nov (2 issues)	0	0	0	6 Nov	12 Nov	...

## Timeline

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	OCT 19	20	21	22	23	24	25	OCT 26	27	28	29	30	31	1	2	3	4	5	6	7	8	9	NOV 10
Sprints																							
+ Create Epic																							

 There isn't a match for your current Epic display option.

[Clear Epic display option](#)

## **7. Coding and Solutioning**

→Phase one – Setting up the environment

- In this phase we created an separate anaconda environment for the project, in-order to avoid any clashes in requirements, then we installed the FbProphet, Yfinance, PlotLy, Flask and other libraries using ‘pip install’ command.

→Phase two – Data collection

- Once the environment was ready, our first task was to collect the historical data

→Phase three – Data pre-processing and data visualization

- In this phase we visualized the time series data and cleaned the data and made it ready for the algorithm

→Phase four – Model building

- Once the data was ready it was time to feed the data to our FbProphet model in order to train it, this is what was done in this phase

→Phase five – Deployment

- After the model was ready we finally deployed the model using HTML,CSS and Flask

Let's now look at these phases one by one in detail

### **Setting up the environment**

→This phase was simple and straight forward, we started by downloading anaconda navigator, then installed the Jupyter notebook.

→Once this was done we began installing required libraries starting from FbProphet, then PlotLy, Flask and Yfinance, we accomplished using pip commands.

## Data collection

→ The data collected in this project comes directly from [Yahoo Finance](#).

→ To collect the data we have used Yfinance library of Python, the data is collected from 01/01/2016 till 02/11/23.

```
▼ Loading the Dataset

[ ] import yfinance as yf

[ ] st_date = "2016-01-01"
td_date = dt.today().strftime("%Y-%m-%d")

print("Starting Date:", st_date)
print("Today's Date :", td_date)

Starting Date: 2016-01-01
Today's Date : 2023-11-02

▶ df = yf.download("BTC-USD", st_date, td_date)
df.head()

[?] [*****100%*****] 1 of 1 completed
      Open        High        Low       Close   Adj Close    Volume
Date
2016-01-01  430.721008  436.246002  427.515015  434.334015  434.334015  36278900
2016-01-02  434.622009  436.062012  431.869995  433.437988  433.437988  30096600
2016-01-03  433.578003  433.743011  424.705994  430.010986  430.010986  39633800
2016-01-04  430.061005  434.516998  429.084015  433.091003  433.091003  38477500
2016-01-05  433.069000  434.182007  429.675995  431.959991  431.959991  34522600
```

## Data pre-processing and visualization

→ This phase included understanding, visualizing and finally cleaning the data for model to use.

→ First we checked whether there were any discrepancies.

```
[ ] df.info()
<class 'pandas.core.frame.DataFrame'>
DatetimeIndex: 2862 entries, 2016-01-01 to 2023-11-01
Data columns (total 6 columns):
 #   Column      Non-Null Count  Dtype  
--- 
 0   Open        2862 non-null    float64
 1   High        2862 non-null    float64
 2   Low         2862 non-null    float64
 3   Close       2862 non-null    float64
 4   Adj Close   2862 non-null    float64
 5   Volume      2862 non-null    int64  
dtypes: float64(5), int64(1)
memory usage: 156.5 KB

[ ] df.shape
(2862, 6)

[ ] df.describe()

  Open      High      Low      Close     Adj Close     Volume
count  2862.000000  2862.000000  2862.000000  2862.000000  2862.000000  2.862000e+03
mean   16397.794126  16786.357058  15976.882811  16408.447428  16408.447428  1.917040e+10
std    16137.430435  16534.000945  15686.914678  16135.236348  16135.236348  1.945663e+10
min    365.072998   374.950012   354.914001   364.330994   364.330994   2.851400e+07
25%    4034.599426  4110.110962  3968.972778  4039.051270  4039.051270  3.671598e+09
50%    9484.943848  9671.880859  9282.042480  9487.736816  9487.736816  1.564545e+10
75%    26533.612305  26909.723145  26173.731934  26560.643066  26560.643066  2.992057e+10
max    67549.734375  68789.625000  66382.062500  67566.828125  67566.828125  3.509679e+11
```

### Checking for NULL Values

---

```
[ ] df.isnull().sum()

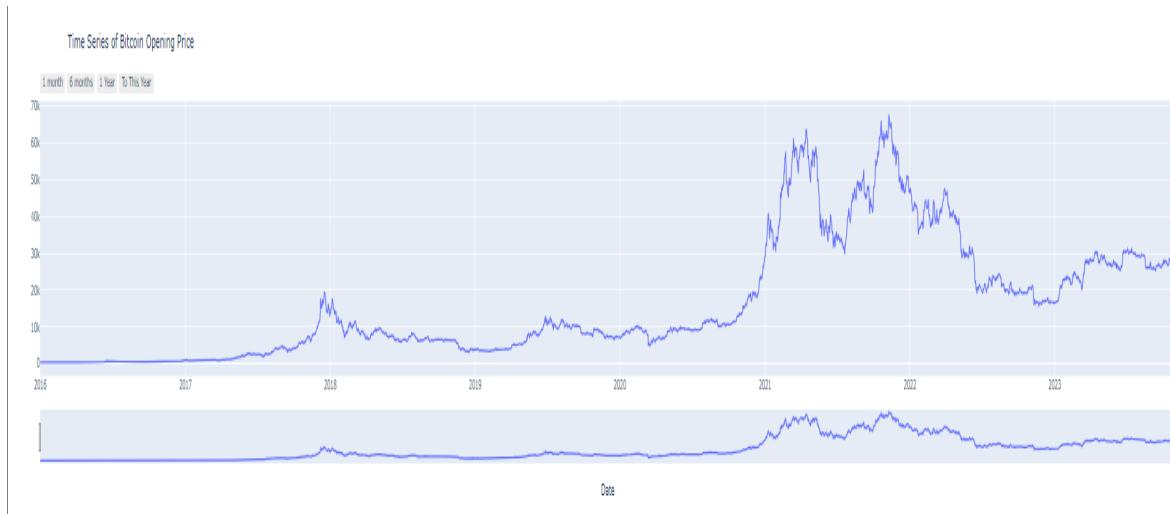
Open      0
High      0
Low       0
Close     0
Adj Close 0
Volume    0
dtype: int64
```

→ After checking it was reviled that the there were some discrepancies in indexing of data which we fixed using ‘reset index’ function of ‘pandas’ apart from that there wasn’t anything that could hamper our accuracy of our model, so we started visualizing data to understand it better.

## • Data Visualisation

```
① fig = go.Figure()
    fig.add_trace(go.Scatter(x=df["Date"], y=df["Open"]))

    fig.update_layout(
        title_text = "Time Series of Bitcoin Opening Price",
        xaxis = dict(
            rangeslider = dict(
                buttons=list([
                    dict(count=1, label = "1 month",
                        step="month", stepmode="backward"),
                    dict(count=6, label = "6 months",
                        step="month", stepmode = "backward"),
                    dict(count=1, label = "1 Year",
                        step="year", stepmode="backward"),
                    dict(count=1, label = "To This Year",
                        step="year", stepmode="todate")
                ])
            ),
            rangeslider = dict(visible = True),
            title = "Date",
        )
    )
```



→ In the final step of this phase we prepared the data for training and testing, we separated our target variable from rest of the dataset in-order for timeseries prediction to work.

## Preparing Training Data

```
[ ] x_train = df.iloc[:, :2]
```

```
[ ] x_train.head()
```

	Date	Open
0	2016-01-01	430.721008
1	2016-01-02	434.622009
2	2016-01-03	433.578003
3	2016-01-04	430.061005
4	2016-01-05	433.069000

## Renaming Columns for Model Training Purpose

```
[ ] x_train.columns = ["ds", "y"]
```

```
[ ] x_train.head()
```

	ds	y
0	2016-01-01	430.721008
1	2016-01-02	434.622009
2	2016-01-03	433.578003
3	2016-01-04	430.061005
4	2016-01-05	433.069000

## Model building

→ Once we had understood the data, cleaned it and separated target variable, it was time for us to actually build the model

→ So first we imported the model, then we created an ‘instance’ of that model.

→ After which we called ‘fit’ object from the model to fit our dataset.

## Importing Prophet Library

```
[ ] from prophet import Prophet
```

### Model Initialisation

```
[ ] prophet_model = Prophet(seasonality_mode = "multiplicative")
```

### Training the Model

```
prophet_model.fit(X_train)
```

```
INFO:prophet:Disabling daily seasonality. Run prophet with daily_seasonality=True to override this.  
DEBUG:cmdstanpy:input tempfile: /tmp/tmpck6aktvm/uqb9otjc.json  
DEBUG:cmdstanpy:input tempfile: /tmp/tmpck6aktvm/i5xj_r_u.json  
DEBUG:cmdstanpy:idx 0  
DEBUG:cmdstanpy:running CmdStan, num_threads: None  
DEBUG:cmdstanpy:CmdStan args: ['/usr/local/lib/python3.10/dist-packages/prophet/stan_model/prophet_model.bin', 'random', 's  
12:19:20 - cmdstanpy - INFO - Chain [1] start processing  
INFO:cmdstanpy:Chain [1] start processing  
12:19:22 - cmdstanpy - INFO - Chain [1] done processing  
INFO:cmdstanpy:Chain [1] done processing  
<prophet.forecaster.Prophet at 0x7f517fa13640>
```

→ Once the model was fitted it was time for us to test it and check if it gave reasonable predictions, we did that using ‘predict’ object of the model.

### Future Predictions

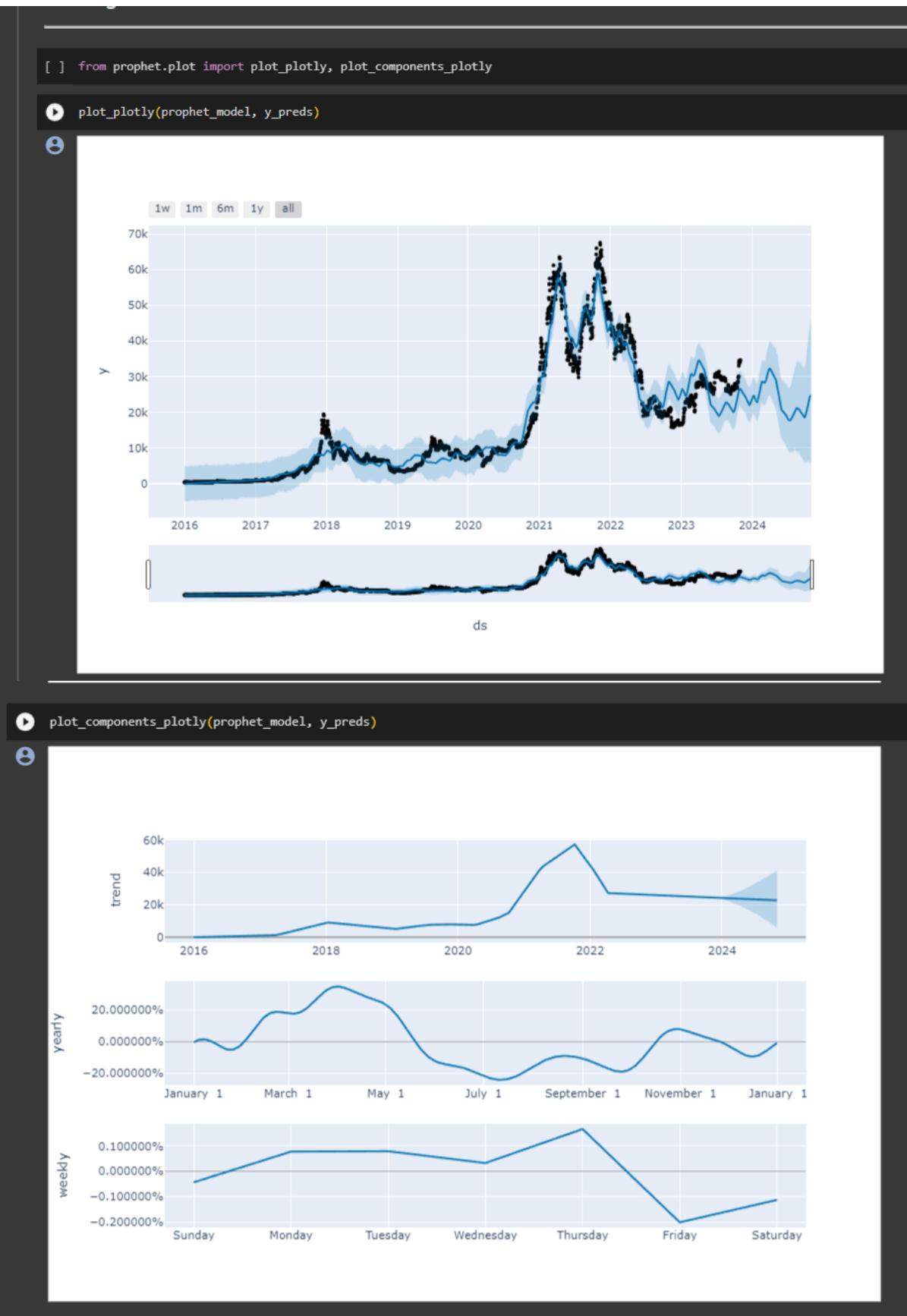
```
[ ] next_day = (dt.today() + td(days=1)).strftime("%Y-%m-%d")  
next_day
```

```
'2023-11-03'
```

```
[ ] y_preds[y_preds["ds"] == next_day][view_cols]
```

ds	yhat	yhat_lower	yhat_upper
2863 2023-11-03	26398.829022	21572.512701	31299.63957

→ After which we also plotted the future predictions of the model on the graph to understand it better.



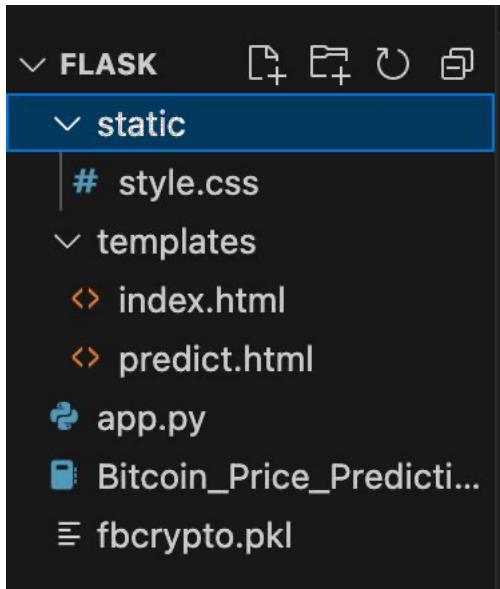
## ↳ Saving the Model

```
[ ] import pickle  
pickle.dump(prophet_model,open('fbcrypto.pkl','wb'))
```

## Model deployment

- We are going to use Flask to deploy our machine learning model.
- Flask requires a saved version of our ipynb where our model is being developed and we are using pickle to save our model in .pkl format.
- In the flask application, the input parameters are taken from the HTML page. These factors are then given to the model to predict the price of bitcoin on a selected date and showcased on the HTML page to notify the user. Whenever the user interacts with the UI and selects the “predict” button, the next page is opened where the user selects the date and predicts the output.

The file structure of our flask deployment looks like this:



→ We have made two html files, index.html for the homepage and predict.html for the prediction page.

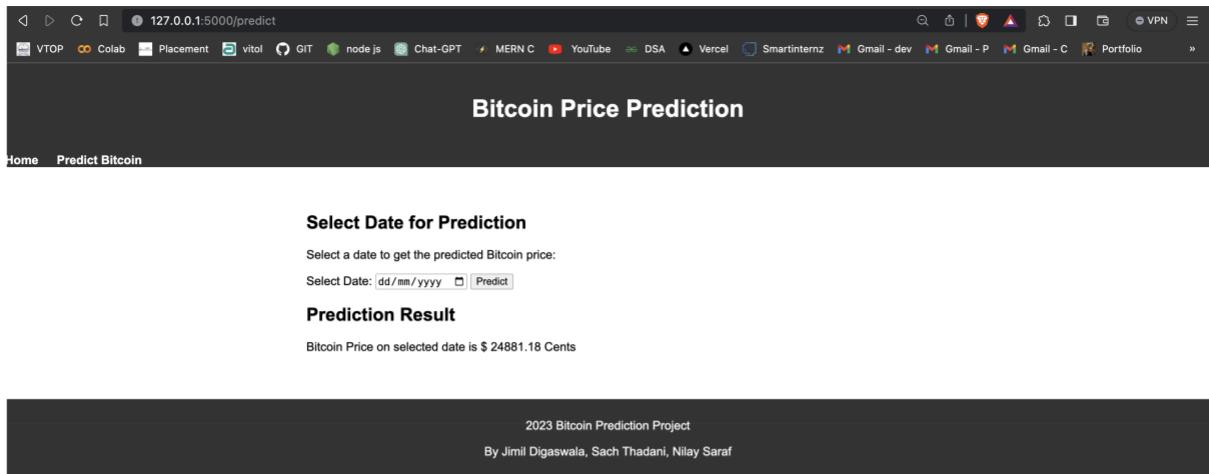
→ The code and deployment of the **index.html** looks like this:

```
tes > <> index.html > ...
<!DOCTYPE html>
<html>
<head>
    <title>Bitcoin Prediction Project</title>
    <link rel="stylesheet" type="text/css" href="{{ url_for('static', filename='style.css') }}"/>
</head>
<body>
    <header>
        <h1>Welcome to Bitcoin Prediction Project using FbProphet</h1>
    </header>
    <nav>
        <ul>
            <li><a href="index.html">Home</a></li>
            <li><a href="{{ url_for('prediction') }}">Predict Bitcoin</a></li>
        </ul>
    </nav>
    <main>
        <section>
            <h2>About the Project</h2>
            <p>This project provides predictions for Bitcoin's value based on historical data and machine learning algorithms using prophet.</p>
        </section>
        <section>
            <h2>How is this project useful?</h2>
            <p>Bitcoin prediction can be useful in various ways, offering valuable insights to investors, traders, and the broader cryptocurrency community. By analyzing historical data and market trends, these predictions can help individuals make informed investment decisions, manage risk, and optimize their portfolios. They can also serve as a foundation for trading strategies and automated algorithms, enabling users to capitalize on price movements. Additionally, Bitcoin predictions can foster awareness, education, and market sentiment analysis, contributing to a better understanding of the cryptocurrency market's dynamics and its potential for both gains and losses. However, it's essential to remember that cryptocurrency markets are highly volatile, and predictions are never foolproof, so they should be used in conjunction with other research and risk management strategies.</p>
        </section>
        <section>
            <h2>Get Started</h2>
            <p>To predict Bitcoin's value, please navigate to the prediction page by clicking on the link below:</p>
            <a href="{{ url_for('prediction') }}">Predict Bitcoin</a>
        </section>
    </main>
    <footer>
        <p> 2023 Bitcoin Prediction Project</p>
        <p> By Jimil Digaswala, Sach Thadani, Nilay Saraf </p>
    </footer>
</body>
</html>
```

The screenshot shows a web browser window with the URL 127.0.0.1:5000. The title bar says "Welcome to Bitcoin Prediction Project using FbProphet". The main content area has a dark background with white text. It includes a "About the Project" section, a "How is this project useful?" section with a detailed paragraph about Bitcoin prediction's applications, a "Get Started" section with a link to "Predict Bitcoin", and a footer with copyright information for 2023 Bitcoin Prediction Project by Jimil Digaswala, Sach Thadani, Nilay Saraf.

→ The code and deployment of the `predict.html` looks like this:

```
<!DOCTYPE html>
<html>
<head>
    <title>Bitcoin Prediction - Select Date</title>
    <link rel="stylesheet" type="text/css" href="{{ url_for('static', filename='style.css') }}>
</head>
<body>
    <header>
        <h1>Bitcoin Price Prediction</h1>
    </header>
    <nav>
        <ul>
            <li><a href="index.html">Home</a></li>
            <li><a href="predict.html">Predict Bitcoin</a></li>
        </ul>
    </nav>
    <main>
        <section>
            <h2>Select Date for Prediction</h2>
            <p>Select a date to get the predicted Bitcoin price:</p>
            <form method="POST" action="/predict">
                <label for="date">Select Date:</label>
                <input type="date" id="date" name="Date">
                <input type="submit" value="Predict">
            </form>
        </section>
        <section>
            <h2>Prediction Result</h2>
            <p><span>{{ prediction_text }}</span></p>
        </section>
    </main>
    <footer>
        <p>2023 Bitcoin Prediction Project</p>
        <p>By Jimil Digaswala, Sach Thadani, Nilay Saraf </p>
    </footer>
</body>
</html>
```



Now, the main file of flask app.py is required to host the model as it contains the code which links the model, and the two html files responsible for ui and calling methods.

App.py code:

Task1: Importing libraries

```
import numpy as np
import pandas as pd
from flask import Flask, request, render_template
import pickle
```

Task2: Creating our model and loading out model using pandas.

```
app = Flask(__name__)
m = pd.read_pickle("fbcrypto.pkl")
```

## Task3: Routing to HTML pages and making future predictions:

```
@app.route('/', methods=['GET'])
def index():
    return render_template('index.html')

@app.route('/predict', methods=['POST', 'GET'])
def prediction():
    if request.method == 'POST':
        ds = request.form['Date']
        ds = str(ds)
        next_day = ds

        future = m.make_future_dataframe(periods=365)
        forecast = m.predict(future)

        prediction = forecast[forecast['ds'] == next_day]['yhat'].item()
        prediction = round(prediction, 2)
        print(prediction)
        return render_template('predict.html', prediction_text="Bitcoin Price on selected date is $"
        "{} Cents".format(prediction))
    return render_template('predict.html')

if __name__ == "__main__":
    app.run(debug=False)
```

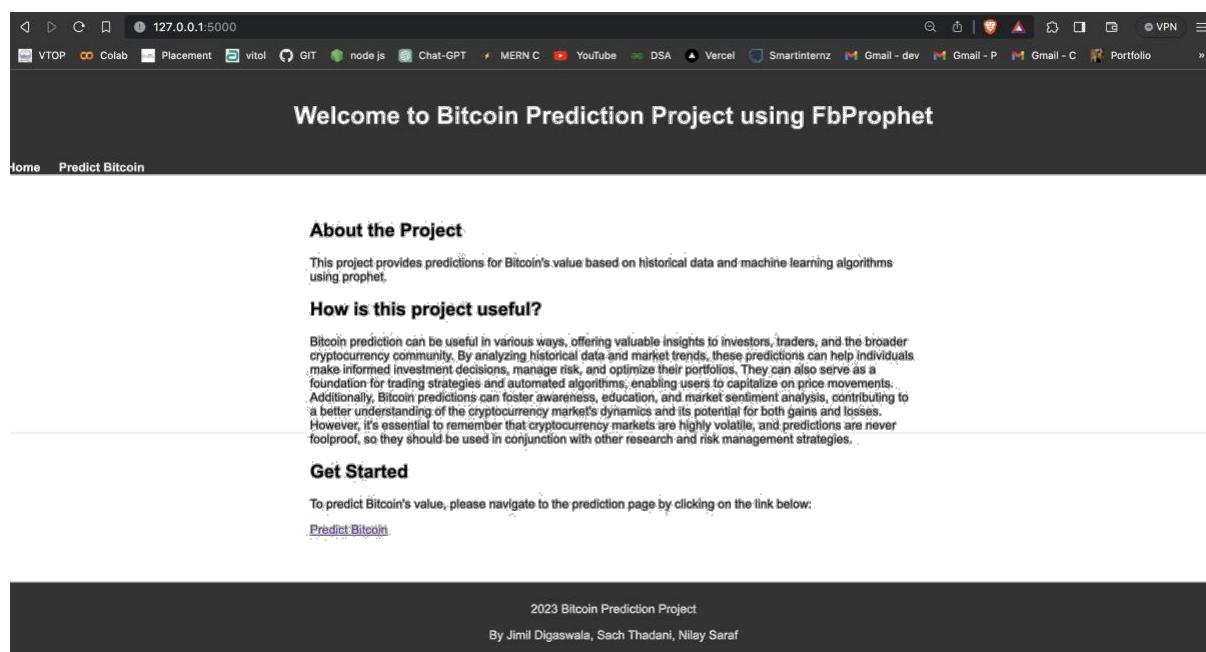
This is done using prophet model and the predictions made by the model is showed on the ui by routing in the html pages and then showing it in the deployment.

## Steps to predict the bitcoin price using the ui:

### 1. Run the app.py file

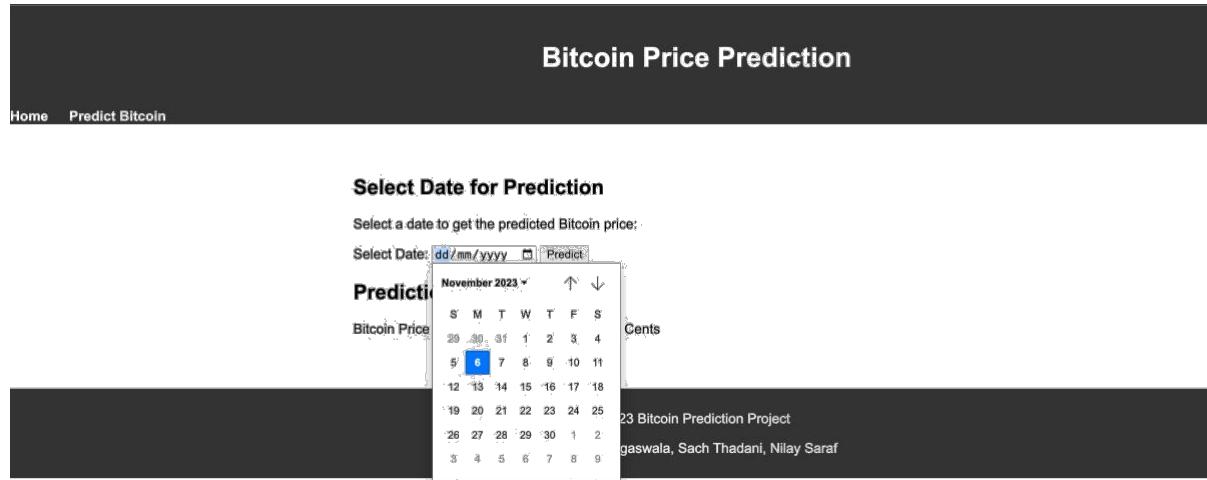
```
PROBLEMS OUTPUT DEBUG CONSOLE TERMINAL PORTS
/usr/local/bin/python3 /Users/jimildigaswala/Desktop/flask/app.py
(base) jimildigaswala@jimils-MacBook-Air flask % /usr/local/bin/python3 /Users/jimildigaswala/Desktop/flask/app.py
* Serving Flask app 'app'
* Debug mode: off
WARNING: This is a development server. Do not use it in a production deployment. Use a production WSGI server instead.
* Running on http://127.0.0.1:5000
Press CTRL+C to quit
127.0.0.1 - - [06/Nov/2023 15:29:47] "GET / HTTP/1.1" 200 -
127.0.0.1 - - [06/Nov/2023 15:29:47] "GET /static/style.css HTTP/1.1" 200 -
127.0.0.1 - - [06/Nov/2023 15:29:47] "GET /favicon.ico HTTP/1.1" 404 -
127.0.0.1 - - [06/Nov/2023 15:30:43] "GET /predict HTTP/1.1" 200 -
127.0.0.1 - - [06/Nov/2023 15:30:43] "GET /static/style.css HTTP/1.1" 304 -
24881.18
127.0.0.1 - - [06/Nov/2023 15:30:49] "POST /predict HTTP/1.1" 200 -
127.0.0.1 - - [06/Nov/2023 15:30:49] "GET /static/style.css HTTP/1.1" 304 -
```

### 2. A localhost link will be provided, navigate to the link and you will see the page given below:

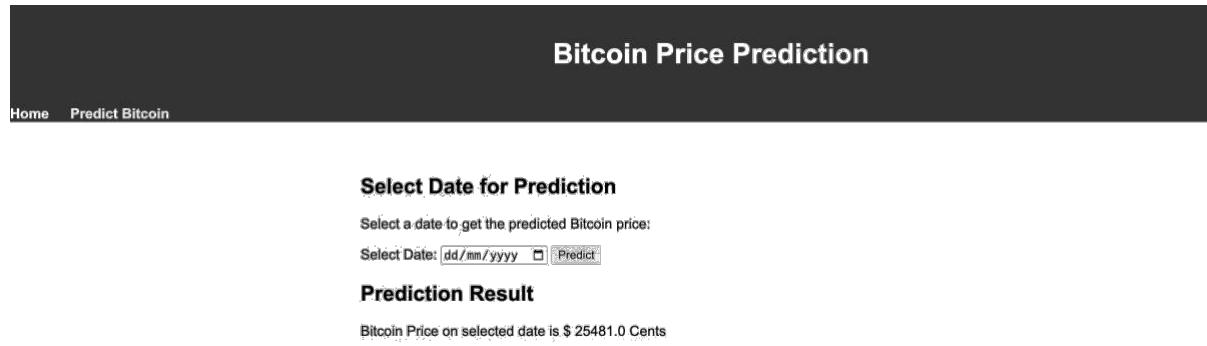


Now, click on the predict button and you will be navigated to the prediction page.

3. In the predict page, you will find a dialog box to select the date you want to predict the bitcoin price for:



4. After selecting the date, click on the predict button and the predicted price should be displayed on the screen.



## 8. Performance Testing:

### Metrics:

MAE: 6366.8

MSE: 49493173.95

RMSE: 7835.14

R2: -2.78

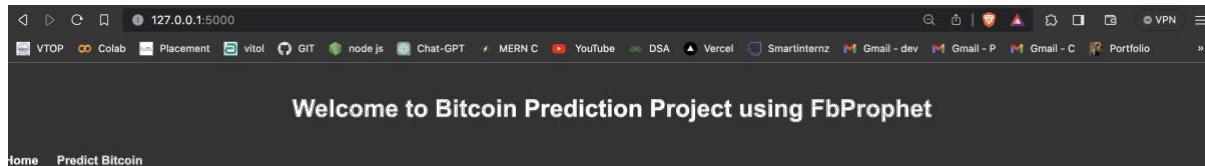
```
✓ [35] 1 error
os      Date      Actual     Predicted Difference
2557 2023-01-01 16547.914062 25727.026582 -9179.112519
2558 2023-01-02 16625.509766 25887.545653 -9262.035887
2559 2023-01-03 16688.847656 25992.850999 -9304.003343
2560 2023-01-04 16680.205078 26071.708875 -9391.503797
2561 2023-01-05 16863.472656 26200.157554 -9336.684898
...
2863 2023-11-03 34942.472656 24523.518713 10418.953943
2864 2023-11-04 34736.324219 24505.558053 10230.766166
2865 2023-11-05 35090.011719 24479.883658 10610.128061
2866 2023-11-06 35044.789062 24451.064407 10593.724656
2867 2023-11-07 35047.792969 24389.500061 10658.292908
311 rows x 4 columns

✓ [41] 1 mae = mean_absolute_error(error["Actual"], error["Predicted"])
2 mse = mean_squared_error(error["Actual"], error["Predicted"])
3 rmse = np.sqrt(mse)
4 r2 = r2_score(error["Actual"], error["Predicted"])

✓ [42] 1 print("Mean Absolute Error: ", mae)
2 print("Mean Squared Error: ", mse)
3 print("Root Mean Squared Error: ", rmse)
4 print("R2 Score: ", r2)

Mean Absolute Error: 6366.772234151625
Mean Squared Error: 49493173.942134805
Root Mean Squared Error: 7035.138516201
R2 Score: -2.777329452234827
```

## 9. Output Screenshots :



### About the Project

This project provides predictions for Bitcoin's value based on historical data and machine learning algorithms using prophet.

### How is this project useful?

Bitcoin prediction can be useful in various ways, offering valuable insights to investors, traders, and the broader cryptocurrency community. By analyzing historical data and market trends, these predictions can help individuals make informed investment decisions, manage risk, and optimize their portfolios. They can also serve as a foundation for trading strategies and automated algorithms, enabling users to capitalize on price movements. Additionally, Bitcoin predictions can foster awareness, education, and market sentiment analysis, contributing to a better understanding of the cryptocurrency market's dynamics and its potential for both gains and losses. However, it's essential to remember that cryptocurrency markets are highly volatile, and predictions are never foolproof, so they should be used in conjunction with other research and risk management strategies.

### Get Started

To predict Bitcoin's value, please navigate to the prediction page by clicking on the link below:

[Predict Bitcoin](#)

2023 Bitcoin Prediction Project

By Jimil Digaswala, Sach Thadani, Nilay Saraf

## Bitcoin Price Prediction

Home Predict Bitcoin

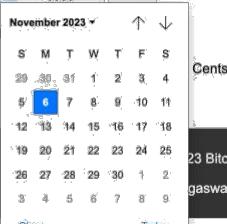
### Select Date for Prediction

Select a date to get the predicted Bitcoin price:

Select Date: dd/mm/yyyy

### Prediction

### Bitcoin Price



23 Bitcoin Prediction Project  
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## Bitcoin Price Prediction

Home Predict Bitcoin

### Select Date for Prediction

Select a date to get the predicted Bitcoin price:

Select Date: dd/mm/yyyy

### Prediction Result

Bitcoin Price on selected date is \$ 25481.0 Cents

## **10. Advantages and Disadvantages:**

### **Advantages:**

**Ease of Use:** FbProphet is designed to be user-friendly, making it easy for developers and analysts to implement time series forecasting without extensive expertise.

**Handling Missing Data:** FbProphet can handle missing data and outliers effectively, which is crucial when working with financial time series data that may have irregularities.

**Automatic Seasonality Detection:** The model can automatically detect and incorporate seasonality patterns in the data, simplifying the process for users who may not be familiar with the underlying seasonality components.

**Interpretability:** FbProphet provides insights into the forecast components, making it easier for users to interpret and understand the factors influencing the predicted prices.

**Flexibility in Input Data:** The model can handle both daily and seasonal data, providing flexibility in capturing different patterns and trends in the cryptocurrency market.

**Open Source and Community Support:** Being an open-source library, FbProphet benefits from community contributions and continuous improvement, ensuring updates and enhancements.

**Scalability:** FbProphet is scalable and can handle large datasets, making it suitable for applications with substantial historical financial data.

## **Disadvantages:**

**Sensitivity to Hyperparameters:** The model's performance can be sensitive to the choice of hyperparameters, and tuning them for optimal results may require domain-specific knowledge.

**Limited Forecast Horizon:** FbProphet may not perform as well when forecasting for a very long-term horizon. Its strength lies in short to medium-term predictions.

**Assumption of Additive Components:** The model assumes that different components (trend, seasonality, holidays) contribute additively to the overall forecast. In cases where this assumption doesn't hold, the model's accuracy may be compromised.

**Lack of Advanced Features:** FbProphet may lack some advanced features available in other time series forecasting models, limiting its applicability in certain scenarios.

**Handling Rapid Market Changes:** Cryptocurrency markets can experience rapid changes and unexpected events. FbProphet may struggle to adapt quickly to sudden shifts in market dynamics.

**Limited Uncertainty Estimation:** While FbProphet provides uncertainty intervals, the estimation might be oversimplified, and more advanced models could offer more nuanced uncertainty estimates.

**Dependency on Historical Data Quality:** The accuracy of the predictions heavily relies on the quality and representativeness of the historical data. Inaccuracies or biases in the data can affect the model's performance.

## **11. Conclusion:**

In conclusion, the crypto price prediction project employing FbProphet has successfully navigated through crucial phases, showcasing a robust framework for forecasting Bitcoin prices. The establishment of a dedicated Anaconda environment and the collection of comprehensive historical data from Yahoo Finance underscore the project's technical foundation. Through meticulous data pre-processing and visualization, the team ensured data integrity and visual clarity, laying the groundwork for effective model training. The implementation of FbProphet as the forecasting tool, combined with Flask for web deployment, reflects a holistic approach to time series prediction, demonstrating the team's technical proficiency. While achievements include user-friendly interfaces and insightful predictions, challenges such as hyperparameter sensitivity and limitations in forecasting horizons have been acknowledged. The project's learning outcomes span technical skills in data analysis, time series forecasting, and model deployment. Looking ahead, considerations for model refinement, exploration of advanced features, and continuous evaluation underscore the project's commitment to adaptability in the dynamic realm of cryptocurrency markets. In essence, this project not only contributes to the understanding of crypto market dynamics but also serves as a practical demonstration of machine learning applications in the financial domain, with implications for future advancements in predictive modelling.

## **12. Future Scope:**

The future scope of this cryptocurrency price prediction project is promising and multifaceted. Firstly, continuous refinement and optimization of the forecasting model can enhance its accuracy and reliability, offering more precise predictions in an ever-evolving crypto market. Exploring advanced machine learning techniques, incorporating additional data sources, and leveraging ensemble models could further elevate the project's predictive capabilities. Additionally, integrating sentiment analysis from social media and news platforms may provide valuable insights into external factors influencing cryptocurrency prices. The project's scalability allows for the incorporation of multiple cryptocurrencies, expanding its utility across a broader spectrum of digital assets. Furthermore, collaboration with financial institutions, traders, and policymakers could yield valuable feedback and foster the project's integration into real-world financial decision-making processes. As the crypto space continues to grow and mature, the project holds the potential to contribute to a more informed and predictable market, promoting wider acceptance and understanding of digital assets among the general public.

## **13. Appendix:**

### **GitHub link:**

<https://github.com/smarterinternz02/SI-GuidedProject-589580-1697519158.git>

### **Demonstration video link:**

<https://drive.google.com/file/d/1P0kfZ8UDmD4X3-pgpn52Eh3StG0sH8Rh/view?usp=sharing>