K-Nearest Neighbors (KNN) Classification Project

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Repository: Repository:

https://github.com/ayoubmajid67/learn/tree/main/ai_data/projects/KNN_Project

***** Project Goal

This project predicts whether a user will purchase a product based on demographic data such as:

- Age
- Estimated Salary
- Gender

We use the **K-Nearest Neighbors (KNN)** algorithm — a simple but powerful **machine learning model** that classifies a new point based on its **closest neighbors** in the training data.

Notebook Outline

This notebook demonstrates how to:

- 1. Load and explore data
- 2. Preprocess data for ML models
- 3. Train the KNN classifier
- 4. Evaluate model performance
- 5. Visualize decision boundaries
- 6. Interpret the results visually and statistically

💲 Step 0: Understanding the Idea Behind the KNN Algorithm

Before we start coding, let's understand what KNN is and how it works.

What is KNN?

K-Nearest Neighbors (KNN) is one of the simplest **supervised machine learning algorithms** used for **classification** and **regression**.

- "Supervised" means it **learns from labeled examples** data where we already know the correct answer (for example, whether a user bought a product or not).
- KNN doesn't build an equation or internal model. Instead, it **stores all training examples** and classifies new data by **comparing** it to those examples.

It's often described as "learning by analogy."

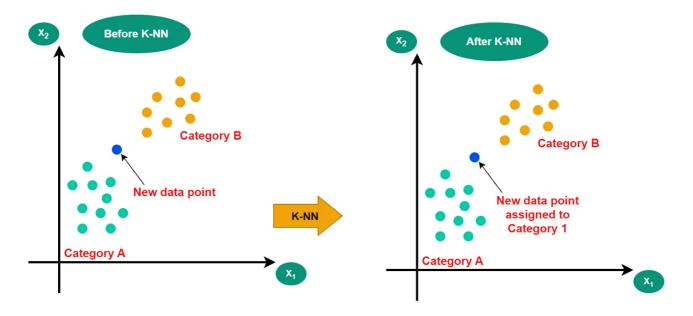
Now It Works – Step by Step

Imagine you have a dataset of users with:

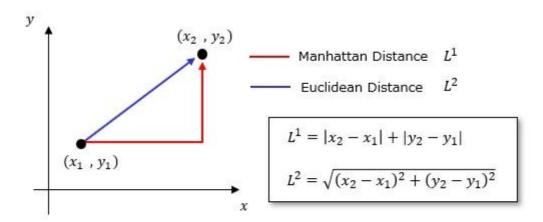
- Age
- Estimated Salary
- Whether they purchased a product (Yes/No)

Now, suppose we meet a **new user** and want to predict if they will buy the product.

Here's what KNN does:



1 Compute Distances:



1 Compute Distances:

- Measure how "close" the new user is to every user in the training set.
- The most common distance metric is the **Euclidean distance**:

[
$$d = \sqrt{(x_1 - x_2)^2 + (y_1 - y_2)^2 + ...}$$

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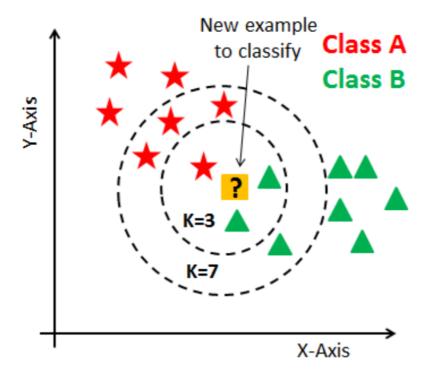
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This tells us how far points are in multi-dimensional space.

2 Find the K Nearest Neighbors:

- Sort all training samples by distance from the new user.
- Pick the **K closest ones** (for example, the 5 nearest points).

3 Voting:



- Each neighbor "votes" for its class (Purchased = 1, Not Purchased = 0).
- The class with the **most votes** becomes the prediction.

Example:

$$K = 5 \rightarrow [1, 0, 1, 1, 0]$$

Votes \rightarrow Purchased = 3, Not Purchased = 2 \rightarrow Predict Purchased (1)

Orange Choosing the Right Value of K

- **Small K** → very sensitive to noise (too local, may overfit).
- Large K → smoother, but may ignore local patterns (underfit).
- Typically, we test several values of K and pick the one with the best validation accuracy.

****Why Does KNN Work Well?**

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KNN works best when:

- The data has clear clusters or groups, like "buyers" and "non-buyers."
- The **features are scaled**, so no feature dominates distance calculation.
- The **relationship between inputs and output is non-linear** KNN doesn't assume any mathematical formula, it adapts to the data shape.

In our case:

- Users with **similar ages and incomes** tend to behave similarly.
- So KNN can easily find patterns based on proximity in feature space.

KNN in One Sentence:

"To predict something new, look at your closest examples and do what most of them do."

Now that you understand the concept, let's move on to **data loading and preprocessing** so we can apply this algorithm in practice.

E Step 0.5: Understanding the Project Structure

```
KNN_Project/
  – data/
   # Documentation files
 — docs/
   └── KNN_SIG_MODEL.postman_collection.json # Postman collection for testing
API
 - models/
   └─ knn_model.pkl
                                 # Saved trained KNN model for reuse
  - notebooks/
   knn_classification.ipynb
                               # Main Jupyter Notebook
- src/
                                # Source code directory containing
reusable modules
   ├─ __init__.py
                                 # Marks src as a Python package
    — data_loader.py
                                 # Loads and returns the dataset
                                 # Encodes, scales, and splits the data
    — preprocessing.py
   - model_train.py
                                 # Trains and saves the KNN model
                                 # Evaluates the model (accuracy,
   — evaluate.py
confusion matrix)
   visualize.py
                                 # Plots decision boundaries and data
distributions
```

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```
api/
                                       # Flask API application
    — __init__.py
                                       # Initialize the Flask app
      routes/
                                        # Endpoints of the API
        api_bp.py
                                        # Blueprint with all endpoints
├─ main_train.py
                                        # Script to train the model outside
notebook
                                        # Start the Flask API server
├─ main.py
├─ requirements.txt
                                        # Dependencies list (e.g., pandas,
sklearn, flask)
README.md
                                         # Project overview, usage
instructions, setup guide
```

Explanation of Each Component

- data/ → Stores all raw or processed datasets used by the model.
- models/ → Keeps trained model files so they can be reused in APIs or other applications.
- src/ → Contains all modularized Python scripts for each process: loading, preprocessing, training, evaluation, and visualization.
- **notebooks/** → Interactive notebooks used for experimentation and documentation.
- requirements.txt → Lists all Python dependencies to replicate the environment easily.

This modular design follows the principle of **separation of concerns**, ensuring that each part of the system has a single responsibility.

Step-by-Step Guide to Run the Project (Using venv)

1. Clone the repository:

```
git clone https://github.com/ayoubmajid67/learn.git
cd projects/KNN_Project
```

2. Create a virtual environment:

```
python -m venv venv
```

- 3. Activate the virtual environment:
- Windows (cmd):

```
venv\Scripts\activate
```

• Windows (PowerShell):

venv\Scripts\Activate.ps1

• Linux / MacOS:

source venv/bin/activate

4. Install dependencies:

pip install -r requirements.txt

5. Train the model (optional if not already trained):

python main_train.py

- Reads the dataset, preprocesses it, trains the KNN model, and saves it to models/knn_model.pkl.
- 6. Start the Flask API server:

python main.py

- The API will run at http://127.0.0.1:5000.
- 7. Test the API:
- Check API documentation: Open docs/api_documentation.pdf.
- **Postman testing**: Import docs/KNN_SIG_MODEL.postman_collection.json into Postman and run the endpoints directly.
- Example request :

```
mp KNN_SIG_MODEL / predict
                                                                                       Share
               localhost:5000/api/predict
                                                                                       Send
POST
                                                  Body ∨ √
                                                                             200
                                                                                   ○ ▼ ⊕
Body
                                                  {} JSON ∨ ▷ ☑ ∨
                                                                                  Ē Q
                                                                                           6

⇒ Schema Beautify

raw
                                                             "message": "The model predicts the
         "Age": 30,
         "EstimatedSalary": 50000,
                                                             "prediction": 0
         "Gender": 1
```

☑ Tips / Notes

- Keep your virtual environment activated whenever you work on the project.
- Store all new documentation or API updates in the docs/ folder.
- The **Postman collection** is a ready-to-use way to test all endpoints without writing additional code.

Step 1: Import Dependencies and Setup

We'll import the modules from our /src package to keep our project modular and clean.

```
import sys
import os

# Optional: run once to include project root in sys.path
"""

project_root = os.path.abspath(os.path.join(os.getcwd(), '..'))
if project_root not in sys.path:
    sys.path.append(project_root)
"""

from src.model_train import train_knn, save_model
from src.evaluate import evaluate_model
from src.data_loader import load_data
from src.preprocessing import preprocess_data
from src.visualize import plot_decision_boundary_train_test

import pandas as pd
import matplotlib.pyplot as plt
import seaborn as sns
```

Step 2: Load and Explore the Dataset

We start by loading our dataset — **Social_Network_Ads.csv**, which contains information about users and whether they purchased a product after seeing an ad.

```
def load_data(path='data/Social_Network_Ads.csv'):
    return pd.read_csv(path)

df = load_data("../data/Social_Network_Ads.csv")
    df.head()
    df.info()
```

Observations

- Features: Age, Gender, EstimatedSalary
- Target: Purchased (1 = yes, 0 = no)
- We will later convert categorical values like "Male/Female" into numeric codes.

🗱 Step 3: Data Preprocessing

Machine Learning models can't understand text or unscaled values — they work best with **numerical**, **normalized data**.

```
from sklearn.model_selection import train_test_split
from sklearn.preprocessing import LabelEncoder, StandardScaler
def preprocess_data(df):
    # Encode gender (text → numeric)
    df['Gender'] = LabelEncoder().fit_transform(df['Gender'].astype(str))
    # Split into features and target
    X = df[['Age', 'EstimatedSalary', 'Gender']].values
    y = df['Purchased'].values
    # Train-test split (75% training, 25% testing)
    X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.25,
random_state=0)
    # Scale features for KNN (important!)
    sc = StandardScaler()
    X_train = sc.fit_transform(X_train)
    X_test = sc.transform(X_test)
    return X_train, X_test, y_train, y_test
```

```
X_train, X_test, y_train, y_test = preprocess_data(df)
print(f"Training set: {X train.shape}, Test set: {X test.shape}")
```

Why Scaling?

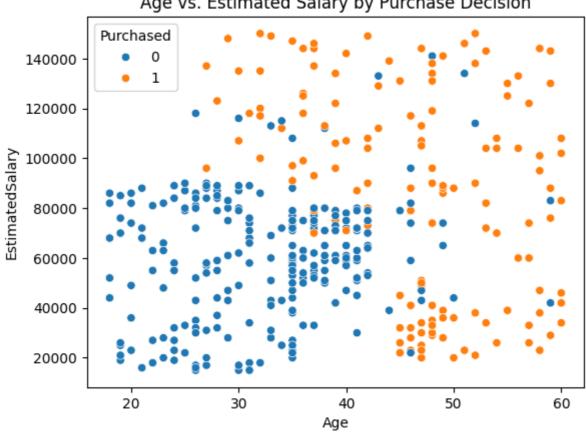
KNN uses distance to decide neighbors.

Without scaling, a feature like salary (which can be in thousands) would dominate over age.

Step 4: Visualize the Data

Before training, let's visualize how Age and Estimated Salary relate to purchasing decisions.

```
sns.scatterplot(data=df, x='Age', y='EstimatedSalary', hue='Purchased',
palette='coolwarm')
plt.title("Age vs. Estimated Salary by Purchase Decision")
plt.show()
```



Age vs. Estimated Salary by Purchase Decision

(2) Interpretation:

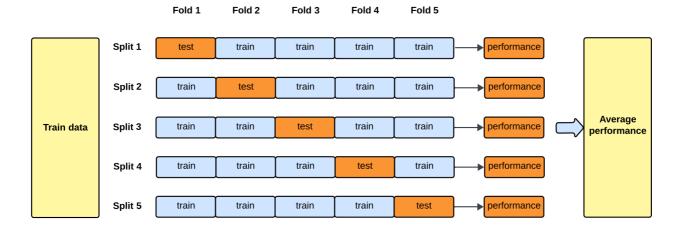
- Clusters form naturally: younger users with lower income rarely purchase.
- Older or higher-salary users are more likely to purchase.
- This gives intuition for why KNN (a distance-based algorithm) works well here.

Step 5: Train the KNN Model

KNN works by looking at the K nearest neighbors of a point and letting them "vote" on its class.

```
from sklearn.neighbors import KNeighborsClassifier
from sklearn.model_selection import cross_val_score
import numpy as np
import pickle
def train_knn(X_train, y_train, n_neighbors=5, cv_folds=5, verbose=True):
    Train a K-Nearest Neighbors classifier and perform cross-validation.
    Parameters:
    - X_train: Training features
    y_train: Training labels
    - n neighbors: Number of neighbors for KNN
    - cv folds: Number of folds for cross-validation
    - verbose: Whether to print cross-validation results
    Returns:
    - classifier: Trained KNN model
    - cv_scores: Array of cross-validation scores
    - mean_cv_score: Average accuracy across folds
    # Initialize KNN classifier
    classifier = KNeighborsClassifier(n_neighbors=n_neighbors)
    # Perform cross-validation
    cv_scores = cross_val_score(classifier, X_train, y_train, cv=cv_folds,
scoring='accuracy')
    mean_cv_score = np.mean(cv_scores)
    if verbose:
        print(f"Cross-validation scores ({cv_folds} folds): {cv_scores}")
        print(f"Average CV accuracy: {mean_cv_score:.2f}")
    # Train KNN on full training set
    classifier.fit(X_train, y_train)
    return classifier, cv_scores, mean_cv_score
```

Why Use Cross-Validation?



Cross-validation is a method to evaluate model performance more reliably.

Instead of using a single train-test split:

- We **split the data multiple times** into training and validation sets.
- Train the model on each split and record the performance.
- Calculate the **average performance** → more robust and less biased estimate of accuracy.

Benefits:

- Reduces risk of overfitting to a single train-test split
- Gives insight into model stability
- Helps choose the best K for KNN

```
model = train_knn(X_train, y_train)
```

C Example:

If (K = 5) and among the 5 nearest users, 3 purchased and 2 did not \rightarrow the model predicts **Purchased = 1**.

Step 6: Save the Trained Model

We save the trained KNN model using Python's pickle for reuse in APIs or apps.

```
save_model(model, '../models/knn_model.pkl')
```

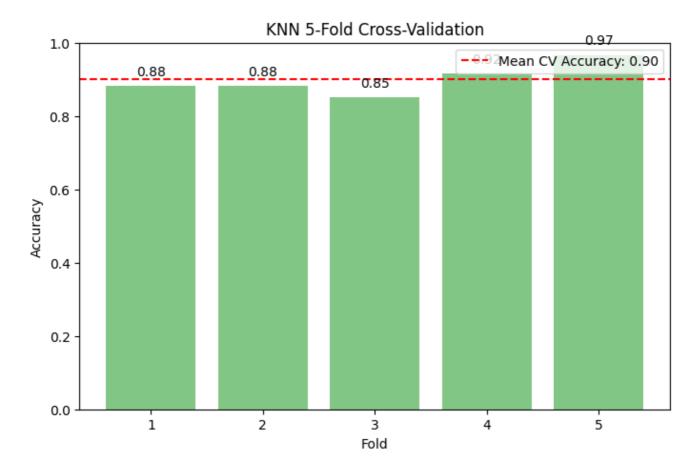
Step 7: Evaluate the Model

1. Visualize accuracy for each fold in cross-validation.

```
from src.model_train import train_knn
from src.visualize import plot_cv_folds

# Train KNN with cross-validation
model, cv_scores, mean_score = train_knn(X_train, y_train, n_neighbors=5,
cv_folds=5)

# Visualize fold accuracies
plot_cv_folds(cv_scores, title="KNN 5-Fold Cross-Validation")
```



cross validation :interpretation

Fold	Accuracy
1	0.8833
2	0.8833
3	0.8500
4	0.9167
5	0.9667

- Step 1: Examine Each Fold
 - Folds 1 & 2 (0.8833): Very similar accuracy → model performs consistently on these splits.
 - Fold 3 (0.85): Slight drop → some harder-to-classify samples present in this fold.
 - Fold 4 (0.9167) & Fold 5 (0.9667): Excellent performance → these splits were easier for the model.
- Step 2: Overall Model Assessment
 - Average accuracy = 0.90 → The model is strong and generalizes well across unseen data.
 - Variance across folds:

Maximum: 0.9667Minimum: 0.85

Range = 0.1167 → small variability, indicating stable performance.

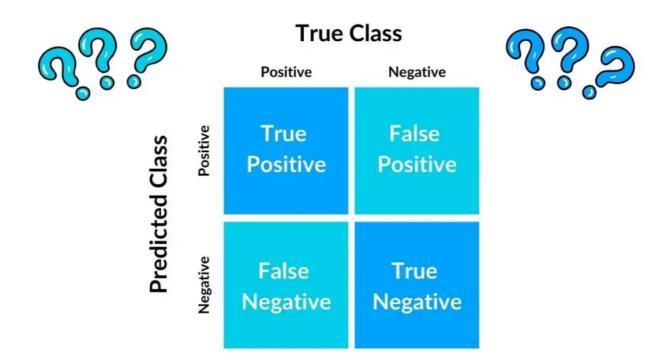
- Step 3: Insights
 - 1. Consistent performance across most folds \rightarrow KNN is capturing the underlying patterns.
 - 2. **Fold 3 slightly lower (0.85)** → could be due to a few borderline samples or overlap in feature space.
 - 3. **High folds (0.9167 & 0.9667)** → confirms that when clusters are well-separated, KNN performs extremely well.
 - 4. **Decision boundaries** can visually show why some points (Fold 3) are harder to classify overlapping regions in Age/Salary space.

Step 4: Summary Interpretation

The KNN model achieves a solid average accuracy of 90% with low variability across folds, demonstrating good generalization while highlighting that a few samples in overlapping feature regions may be misclassified.

2. evaluate accuracy and confusion matrix.

We test our model on unseen data and calculate performance metrics.

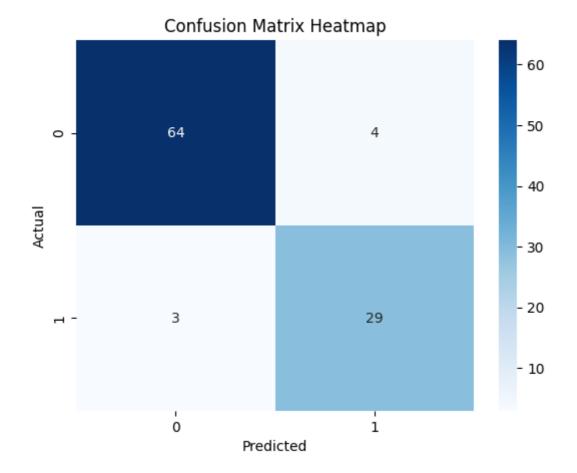


```
acc, cm = evaluate_model(model, X_test, y_test)
print(f"Accuracy: {acc:.2f}")
print("Confusion Matrix:\n", cm)

sns.heatmap(cm, annot=True, fmt='d', cmap='Blues')
plt.title("Confusion Matrix Heatmap")
plt.xlabel("Predicted")
plt.ylabel("Actual")
plt.show()
```

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III Interpreting the Confusion Matrix

From your documentation:

Term	Meaning	Count
TN (True Negative)	Correctly predicted non-buyers	64
FP (False Positive)	Incorrectly predicted buyers	4
FN (False Negative)	Missed actual buyers	3
TP (True Positive)	Correctly predicted buyers	29

Accuracy: 93% Precision: 88% Recall: 91% F1-Score: 89%

igspace The model performs well — minimal misclassifications, strong generalization.

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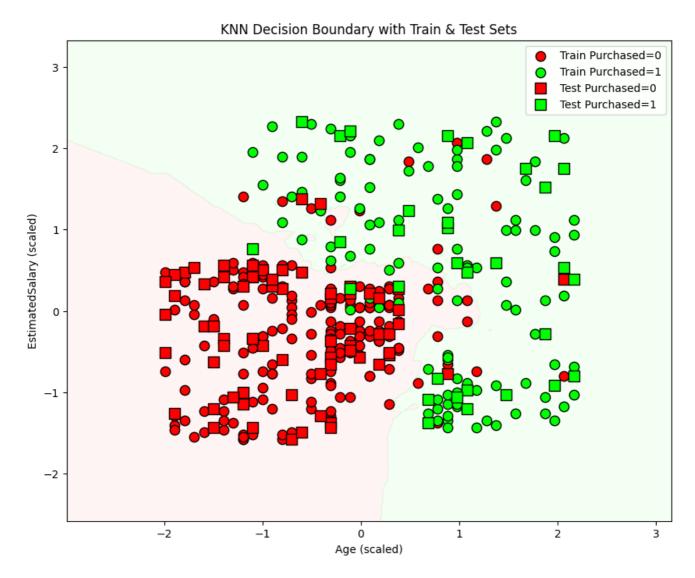
Step 8: Visualize Decision Boundaries

Now, let's see how the model makes its decisions visually.

 $\verb|plot_decision_boundary_train_test(model, X_train, y_train, X_test, y_test)|\\$

How It Works (from your visualization doc):

- 1. **Meshgrid Creation** a grid of possible (Age, Salary) pairs is generated.
- 2. Model Prediction KNN predicts each point as "buy" or "not buy."
- 3. Color Regions:
 - Red: Model predicts "Not Purchased (0)"
 - Green: Model predicts "Purchased (1)"
- 4. Data Points:
 - Circles → Training set
 - Squares → Test set



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Graph Insights

- Green and red zones show decision boundaries created by KNN.
- Overlapping regions represent uncertain areas.
- Misclassified points appear in the "wrong" color zone.
- The model captures complex shapes a major strength of KNN.

✓ Step 9: Conclusion

- KNN effectively distinguishes buyers from non-buyers based on demographic data.
- Accuracy: 93% with balanced precision and recall.
- Visualization reveals how KNN adapts to nonlinear patterns.
- Model saved as models/knn_model.pkl for reuse.

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