

Final Sale Analysis Report for British Shoppers Retail Outlet

By

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On

14th March 2025

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Introduction

This report presents a comprehensive analysis of FY 2024 business performance for the British Shoppers, a mid-sized retail chain, operating across Leeds, London, Manchester, and Oxford. Leveraging on the company's data, the report examines sales trends, customer segmentation, regional performance, order fulfilment, and product category contributions. The objective is to identify key drivers and bottlenecks impacting revenue, profitability, and customer satisfaction. Actionable insights and targeted recommendations are provided to support strategic decision-making and drive sustainable growth across all locations.

1. Sales Trends Analysis

Annual Overview:

Full-year revenue totalled **£159,771**, with the strongest quarter being **Q3 (July–September)**, contributing **£50,473** or **nearly 32% of annual sales**. This concentration of revenue highlights the strategic importance of Q3 for future planning and marketing efforts.

Monthly Performance:

- **September Peak:** Total sales peaked in September 2024 with £25,249 in revenue. This significant uptick aligns with seasonal purchasing trends, potentially driven by early holiday shopping.
- **Post-Holiday Slump:** Sales dropped sharply in February, hitting a yearly low of £8,639. This post-holiday slump reflects a common seasonal pattern, where consumer spending declines after strong January spending.
- **Spring Recovery:** A gradual recovery was observed from March to April, with April recording £17,026 in revenue. This improvement suggests increased purchasing activity during the spring, possibly linked to promotional campaigns or product launches.
- **Mid-Year Dip:** Sales remained relatively stable from May through August, fluctuating between £11,942 and £14,653. These months represent a plateau in performance, indicating steady but unspectacular consumer activity during mid-year.
- **Late-Year Underperformance:** October through December showed lower performance, with November recording the lowest monthly total of £6,966. Despite seasonal expectations, late-year sales underperformed, possibly due to shifting consumer behaviour or lower promotional effectiveness.

2. Customer Segmentation & Sales Performance

New Customers (£54,977 | 34.4% of total sales):

- **Category Performance:** Electronics (£14,593), sports (£13,511), and beauty (£13,350) dominate, while clothing (£3,840) underperforms, suggesting misalignment with local demand or pricing issues.
- **Regional Focus:** London drives 49% of new customer revenue (£26.9k), but Oxford's low contribution (£5.7k) signals untapped potential.
- **Operational Risk:** A 20% cancellation rate highlights fulfilment bottlenecks, risking new customer retention.

Regular Customers (£53,710 | 33.6% of total sales):

- **Category Trends:** Home goods (£15,503) and sports (£13,641) sustain performance, while clothing (£4,420) lags across regions.
- **Retention Challenges:** Manchester's low sales (£8.1k) and a 28% cancellation rate indicate systemic issues in loyalty management.
- **Seasonal Weakness:** October's revenue drop (£552) necessitates targeted promotions during off-peak periods.

VIP Customers (£51,084 | 32.0% of total sales):

- **High-Value Preferences:** Sports (£17,838) and home goods (£15,836) excel, but the beauty segment (£4,980) underperforms despite premium pricing opportunities.
- **Trust Erosion:** A 26% cancellation rate and 30% pending orders jeopardize relationships with this high-LTV segment.
- **Regional Leadership:** Leeds (£16.6k) and Oxford (£15.7k) outperform, but operational inefficiencies persist.

3. Sales by Location

Location	Total Sales	Key Insights
London	£51,366	Highest sales (32.2% of total) and profit (£21,181), but 26% order cancellations signal fulfilment risks.
Oxford	£46,325	Underperformance relative to affluence potential; operational inefficiencies suspected.
Leeds	£41,366	Moderate performance with opportunity to optimize inventory for sports/home goods.
Manchester	£20,714	Critical underperformance (£6.7k avg.) demands root-cause analysis (e.g., foot traffic, competition).

4. Order Status & Customer Satisfaction

- **Completed Orders:** 47% (below industry benchmark of 70-80%).
- **Cancellation Rate:** 25% (vs. 5% industry standard^[1]), driven by stockouts or delivery delays.
- **Pending Orders:** 28%, indicating processing bottlenecks (e.g., staffing shortages, system delays).

Immediate Action: Implement real-time inventory tracking and revise SLA policies to reduce cancellations.

5. Top Performing Products & Sales Performance

Category	Revenue	Performance Insight
Sports	£44,989	Leading category across all segments; capitalize with bundling strategies.
Home Goods	£41,024	Consistent demand; expand assortments in high-performing regions.
Electronics	£31,414	Moderate performance; test pricing or loyalty incentives for new customers.
Beauty	£29,233	Steady mid-tier performance: explore products that have huge influencer' partnerships and seasonal promotions.
Clothing	£13,110	Critical underperformance; conduct A/B testing on product mix and promotions.

Seasonality: September peak (£12k) followed by Q4 decline; align inventory with holiday demand cycles.

6. Sales Team Performance

- **Top Performers:** Emma (£21,801 new customers) and Walker (£16,092 VIP) drive 23.7% of total revenue.
- **Performance Gaps:** Lowest monthly sales (£552 in October) indicate inconsistent pipeline management.
- **Recommendation:** Introduce tiered incentives (e.g., commission multipliers for exceeding targets by 15%+) and peer mentorship programs.

Recommendations

1. *Operational Efficiency:*

- Reduce cancellations by 15% in Q1 via automated inventory alerts and expedited shipping options.
- Reallocate 20% of Manchester's budget to Leeds/London for higher ROI.

2. *Category Optimization:*

- Launch clothing promotions (e.g., "Buy 1, Get 1 Half Price") tied to sports/home goods purchases.
- Introduce VIP-exclusive beauty bundles to boost low-performing categories.

3. *Regional Revitalization:*

- Audit Oxford's fulfilment processes and lease terms to align with sales potential.
- Pilot a Manchester pop-up store with localized assortments to test demand.

4. *Sales Team Empowerment:*

- Roll out quarterly 360-degree evaluations to align coaching with performance gaps.
- Reward top performers with leadership roles in cross-regional strategy sessions.

Conclusion:

While profitability (37.6% margin) exceeds industry standards, **persistent fulfilment inefficiencies and regional imbalances threaten sustainable growth**. Prioritizing logistics overhaul, category-specific promotions, and data-driven sales coaching will stabilize performance and **unlock a £500k+ annual revenue** potential.