

Slooze Take Home Challenge: Inventory, Purchase, and Sales Analysis and Optimization

This repository contains the code and analysis for the Slooze Data Science & Analytics take-home challenge. The goal was to leverage transactional data to optimize inventory control and extract valuable business insights related to purchase and sales performance.

Analysis Performed

- Data Preparation:** Cleaning, merging, and feature engineering across all provided CSV files.
- ABC Analysis:** Classification of inventory based on Gross Profit contribution (A, B, and C categories).
- Demand Forecasting:** Time-series forecasting (ARIMA) for a top-selling product.
- Inventory Optimization:** Calculation of Economic Order Quantity (EOQ) and Reorder Point (ROP).
- Lead Time Analysis:** Assessment of supply chain efficiency and vendor performance.
- Financial Insights:** Calculation of Inventory Turnover Ratio (ITR) and Gross Profit Margin (GPM) analysis.

Repository Contents

File Name	Description
Slooze_Data_Science_Analytics_Report.md	The final report summarizing the findings, recommendations, and next steps.
data_preparation.py	Script for initial data loading, cleaning, and merging.
abc_analysis.py	Script for performing the ABC inventory classification.
demand_forecasting.py	Script for time-series demand forecasting.
inventory_optimization.py	Script for calculating EOQ and ROP.
lead_time_analysis.py	Script for analyzing vendor lead times and payment lags.

<code>additional_insights.py</code>	Script for ITR, GPM, and city sales analysis.
<code>demand_forecast_plot.png</code>	Visualization of the demand forecast.

How to Run the Code Locally

Prerequisites

You need Python 3.x installed.

1. Setup Environment

Install the required Python libraries:

```
```bash pip install pandas numpy statsmodels matplotlib ```
```

### 2. Data Placement

Place the six original CSV files provided in the challenge into a directory named `upload/` in the same root folder as the Python scripts.

The required files are:

- `2017PurchasePricesDec.csv`
- `BegInvFINAL12312016.csv`
- `EndInvFINAL12312016.csv`
- `InvoicePurchases12312016.csv`
- `PurchasesFINAL12312016.csv`
- `SalesFINAL12312016.csv`

### 3. Execution

The scripts must be run sequentially as they rely on the output (cleaned CSV files) of the previous steps.

```
```bash
```

1. Data Cleaning and Preparation

```
python3 data_preparation.py
```

2. ABC Analysis

`python3 abc_analysis.py`

3. Demand Forecasting (generates `demand_forecast_plot.png`)

`python3 demand_forecasting.py`

4. Inventory Optimization (EOQ/ROP)

`python3 inventory_optimization.py`

5. Lead Time Analysis

`python3 lead_time_analysis.py`

6. Additional Insights (ITR, GPM, City Sales)

`python3 additional_insights.py `````

After execution, the final report and all generated artifacts will be available in the root directory.