

Adventure Works Sales Analysis — Key Insights

This analysis focuses on sales, orders, customers, and profitability trends from **2020 to mid-2022** using the Adventure Works dataset. Insights were derived through **Exploratory Data Analysis (SQL)** and **Interactive Visualization (Power BI)**, supported by both internal data trends and external contextual research.

1. Sales & Orders Growth Trends

- After **Q2 2021**, both sales and orders show a significant upward trend.
- The primary driver of this growth was the introduction of **new product categories (Accessories & Clothing)**, which boosted unit sales and improved the overall order volume.
- Revenue increased from **\$6.4M in 2020** to **\$9.3M by 2022**, showcasing strong business momentum.

2. Seasonal Patterns & Product Demand

- **March to July** sees stable and increased bike orders, aligned with **spring and early summer**, when cycling activity typically peaks in key markets (USA, UK, Australia, Germany, France, Canada).
- **June** consistently shows a sharp rise, marking the beginning of summer demand.
- **December orders surge each year** due to Christmas shopping and end-of-year clearance sales:
 - **2020:** +70.68% vs November
 - **2021:** +50.87% vs November

3. Geographic Performance

- The **USA and Australia contribute 61%** of total revenue from 2020–2022.
- Europe (UK, Germany, France) remains a stable but under-penetrated market with potential for targeted expansion.
- Country-wise top performers by revenue:
 - **USA:** ~\$8M
 - **Australia:** ~\$7M
 - **UK, Germany, France:** ~\$1–3M each

4. Profitability Insights

- Overall **profit margin: 41.97%**, indicating strong pricing and cost control.

- Despite premium pricing (ASP: **\$296**, AOV: **\$990**), return rate remains low at **2.17%**, far outperforming typical retail averages (8–15%).
- Low returns indicate high customer satisfaction and product quality.

5. Product Performance

- **Bikes** remain the largest revenue driver.
- **Accessories** experienced the **highest YoY growth** post-2021, increasing volume significantly.
- Top-selling products include:
 - **Mountain-200 series**
 - **Road-250 series**
 - **Touring-1000 series**

6. Customer Behaviour Insights

- **18,148 total customers**, with **17,416 making at least one purchase** → exceptional **94% conversion rate**.
- **5,857 repeat customers** and a **32% retention rate**, which is high for a high-ticket niche like bikes, Accessories and Clothing.
- Gender distribution is perfectly balanced:
 - **Male:** 50.03%
 - **Female:** 49.30%

7. Operational Efficiency Insights

- **Return rate only 2.17%**, indicating reliable products and strong post-purchase experience.
- Some quarters saw up to **288% QoQ order growth**, driven by product launches and seasonal factors.
- High-value repeat customers generate steady revenue; the top customer purchased **\$16K** over 9 orders.

8. Strategic Recommendations

- Increase focus on **European markets**—currently growing but underutilised.
- Introduce **bundling strategies** (bike + accessories) to boost AOV and margin.
- Develop **loyalty programs** to leverage strong repeat-customer behaviour.

- Use the rising demand for accessories to push **cross-sell and upsell** opportunities.

Conclusion

The Adventure Works Sales Analysis reveals strong business fundamentals, seasonal demand patterns, high customer retention, and excellent product performance. These insights enable actionable decision-making in marketing, inventory planning, pricing, and customer segmentation.