# **Employee Attrition Analysis Report**

#### **Executive Summary**

This report presents an in-depth analysis of employee attrition within the company, based on data visualized through a Power BI dashboard. Key findings highlight attrition trends across demographics, job roles, education, salary slabs, and tenure. The overall attrition rate is 16.1%, with specific groups showing higher tendencies to leave. This report identifies critical focus areas for retention strategies and provides actionable recommendations to address the root causes of attrition.

# **Key Metrics**

1. Total Employees: 1,470

2. Attrition Count: 237 employees

3. **Attrition Rate**: 16.1%

4. Average Age: 37 years

5. Average Salary: \$6,500 (assumed monthly or in thousands annually)

6. Average Tenure: 7 years

# **Analysis by Categories**

### 1. Attrition by Education

Attrition is broken down by educational qualifications:

- **Life Sciences (38%)**: Highest attrition rate, potentially due to job dissatisfaction or career alignment issues.
- Medical (27%): Indicates moderate dissatisfaction or better opportunities elsewhere.
- Marketing (15%): Relatively stable, but still contributes significantly to attrition.
- **Technical Degrees (14%)**: Lowest attrition rate, suggesting satisfaction in roles suited to their expertise.

**Implication**: Focus on Life Sciences and Medical professionals by offering role-specific growth plans and support.

#### 2. Attrition by Age

Attrition numbers across age groups:

- **26-35 years (116 employees)**: Highest attrition, likely due to mid-career growth expectations or burnout.
- **18-25 years (44 employees)**: Represents early-career transitions or dissatisfaction with entry-level roles.
- 36-45 years (43 employees): Lower attrition, possibly due to career stability.
- **46-55 years (26 employees)**: Further decline, reflecting greater commitment or fewer external opportunities.
- 55+ years (8 employees): Lowest attrition, aligning with pre-retirement stability.

**Implication**: Address the needs of the 26-35 age group with career progression opportunities and engagement initiatives.

#### 3. Attrition by Job Role

Attrition trends across job roles:

- Laboratory Technicians (62 attritions): Highest attrition, indicating dissatisfaction or lack of advancement.
- Sales Executives (57 attritions): High turnover due to job pressure and external competition.
- Research Scientists (47 attritions): Significant attrition, requiring focus on growth paths.
- Sales Representatives (33 attritions): Likely driven by high-performance pressure.
- Human Resources (12 attritions): Low attrition, reflecting stability in administrative roles.

**Implication**: Roles with high attrition, such as Laboratory Technicians and Sales, need tailored retention strategies.

# 4. Attrition by Salary Slab

Salary impacts attrition significantly:

- \$0-5K (163 employees): Majority of attrition occurs in this low-income group.
- \$5K-10K (49 employees): Attrition decreases as salary increases.
- \$10K-15K (20 employees) and \$15K+ (5 employees): Minimal attrition in higher salary brackets.

**Implication**: Reassess pay structures for employees earning less than \$5K and introduce incentive-based compensation plans.

#### 5. Attrition by Gender

- Male Employees (143 attritions): Higher numbers, potentially due to role-specific factors.
- **Female Employees (80 attritions)**: Lower attrition rate, possibly reflecting different job distributions or external factors.

Implication: Conduct further analysis to understand gender-specific dynamics in attrition trends.

### 6. Attrition by Tenure

Attrition by years at the company:

- 2-5 years (59 attritions): Peak attrition, often a critical period for employee engagement.
- **0-2 years (16 attritions)**: Onboarding seems effective.
- 5-10 years (19 attritions) and 10+ years (18 attritions): Lower attrition as tenure increases.

**Implication**: Strengthen engagement efforts during the 2-5 year period to improve retention.

# **Key Insights**

- 1. **Demographic Focus**: The **26-35 age group** is the most vulnerable to attrition, particularly in roles like **Laboratory Technicians** and **Sales Executives**, earning less than **\$5K**.
- 2. **Role-Specific Trends**: High turnover in technical and sales roles suggests the need for improved job satisfaction and performance recognition.
- 3. **Compensation**: Salary plays a critical role, with lower-paid employees showing the highest attrition.
- 4. **Tenure Patterns**: Attrition peaks between **2-5 years**, signaling a need for better career development opportunities during this period.

# Recommendations

- 1. Improve Compensation and Benefits:
  - Reevaluate pay structures, especially for employees earning below \$5K.
  - Introduce performance-based bonuses or incentives.

#### 2. Focus on Career Development:

- Provide clear growth opportunities for mid-career employees, particularly in the 26 35 age group.
- o Offer training, mentorship, and role rotation programs to enhance job satisfaction.

### 3. Enhance Employee Engagement:

- o Conduct regular surveys to understand employee concerns.
- Organize team-building activities and recognition programs to improve workplace morale.

#### 4. Targeted Retention Strategies:

 For high-attrition roles (e.g., Laboratory Technicians, Sales Executives), introduce tailored retention plans such as additional support, flexible schedules, or career advancement opportunities.

## 5. Strengthen Onboarding and Early Career Support:

- o Focus on employees in their first 2-5 years to prevent disengagement.
- o Offer structured onboarding programs with defined career paths.

#### Conclusion

This report highlights key attrition drivers and areas requiring immediate attention. By implementing the recommended strategies, the organization can improve employee retention, reduce costs associated with turnover, and foster a more engaged and satisfied workforce.