



Inventory management for Etsy small business

By Dariga Kokenova



Data overview:

Source:

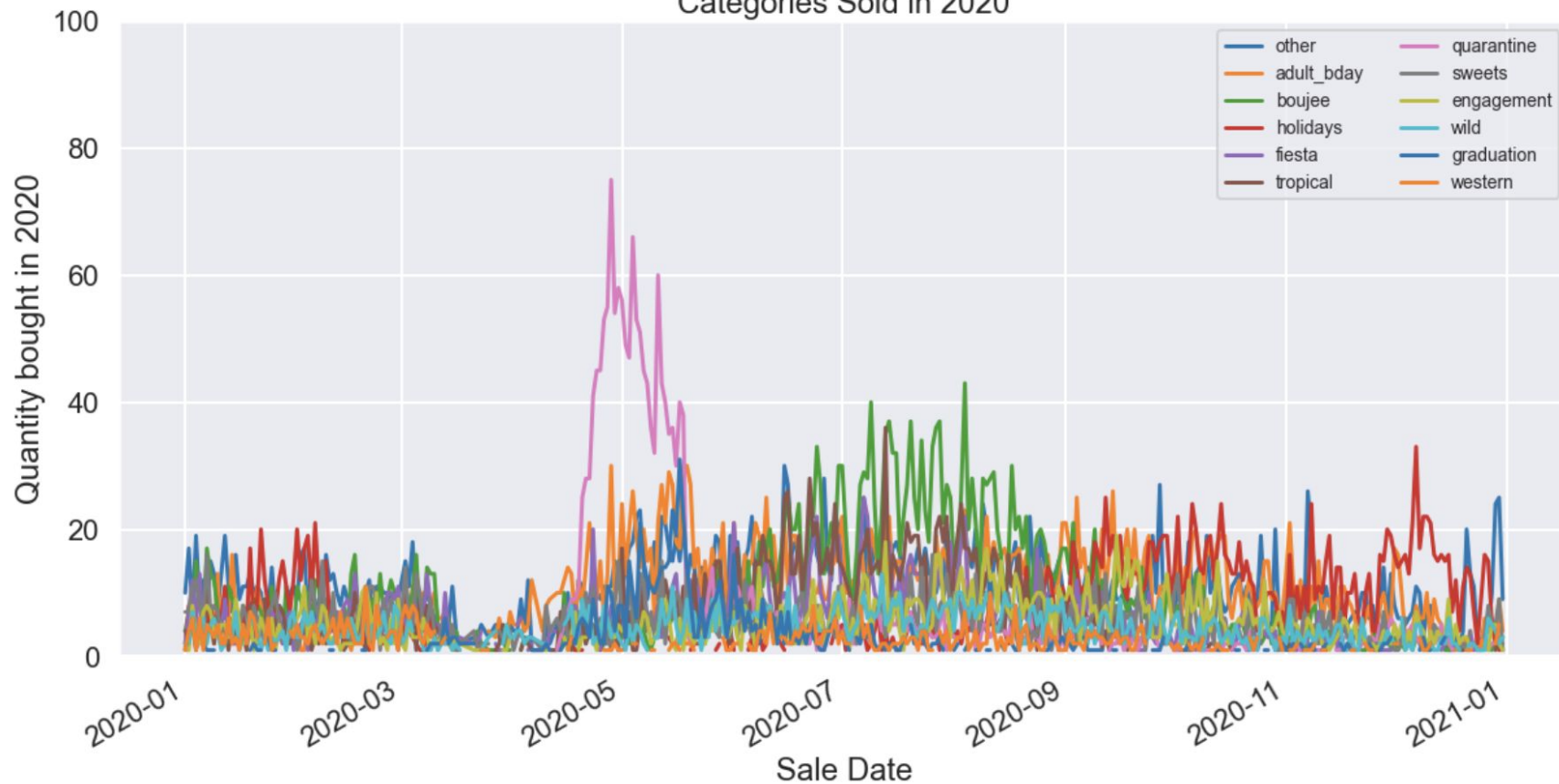
- 2020 sales data provided by small business owner
- Detailed item description obtained from Etsy API

Data volume:

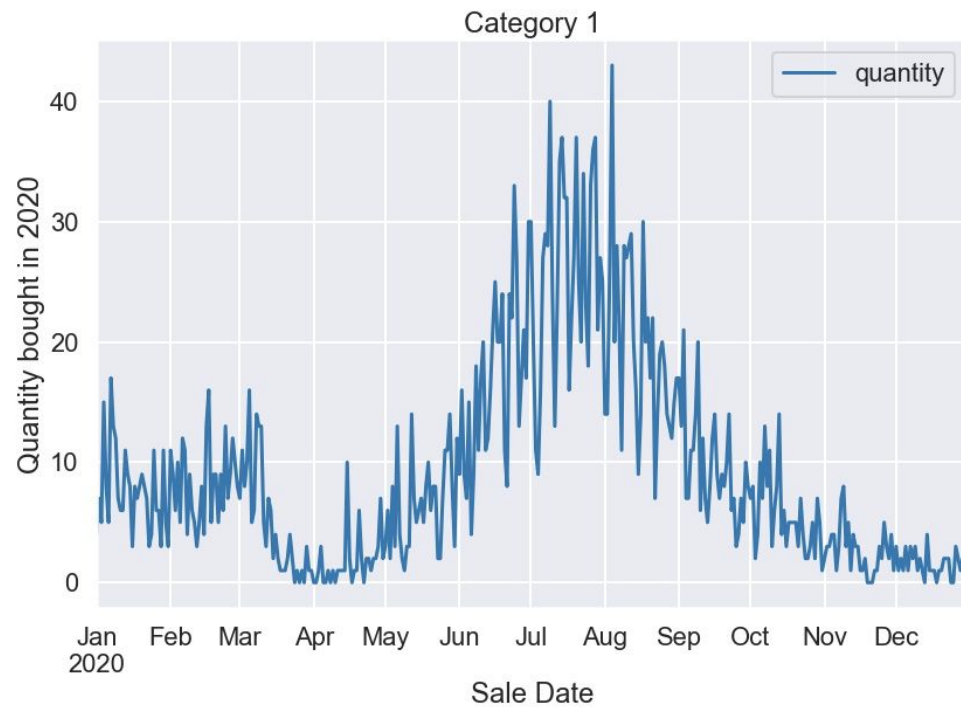
- 26,665 daily sales observations
- 700 item descriptions currently sold on Etsy

Range of Time: 01/01/2020 - 12/31/2020

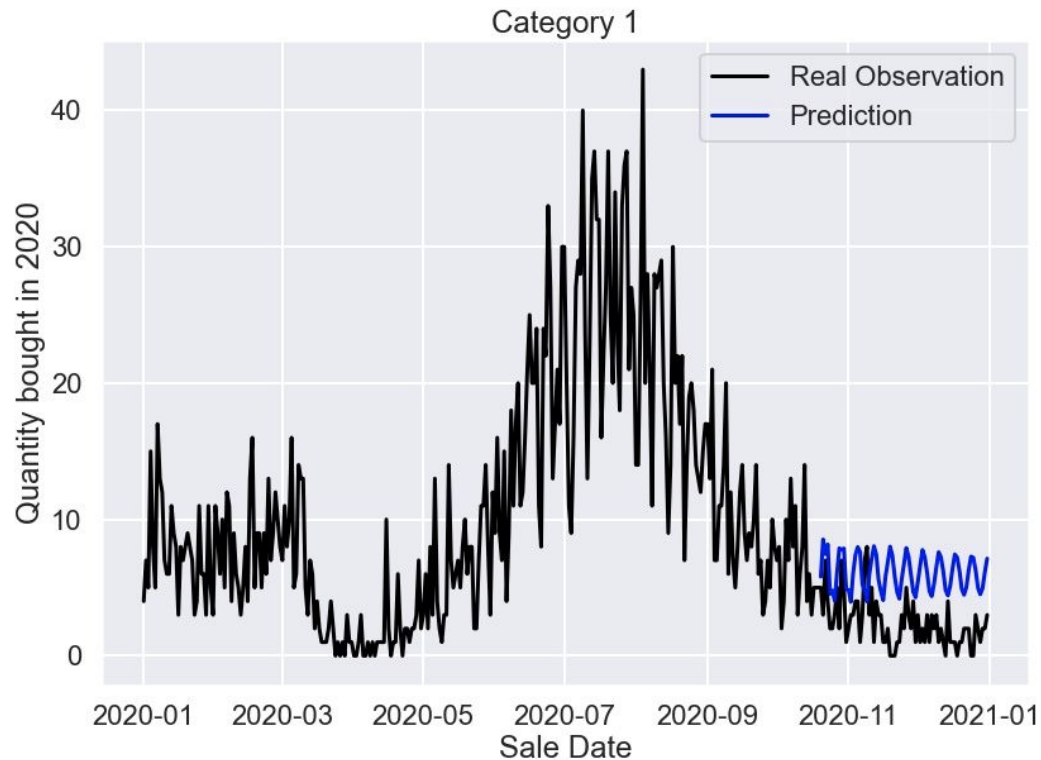
Categories Sold in 2020



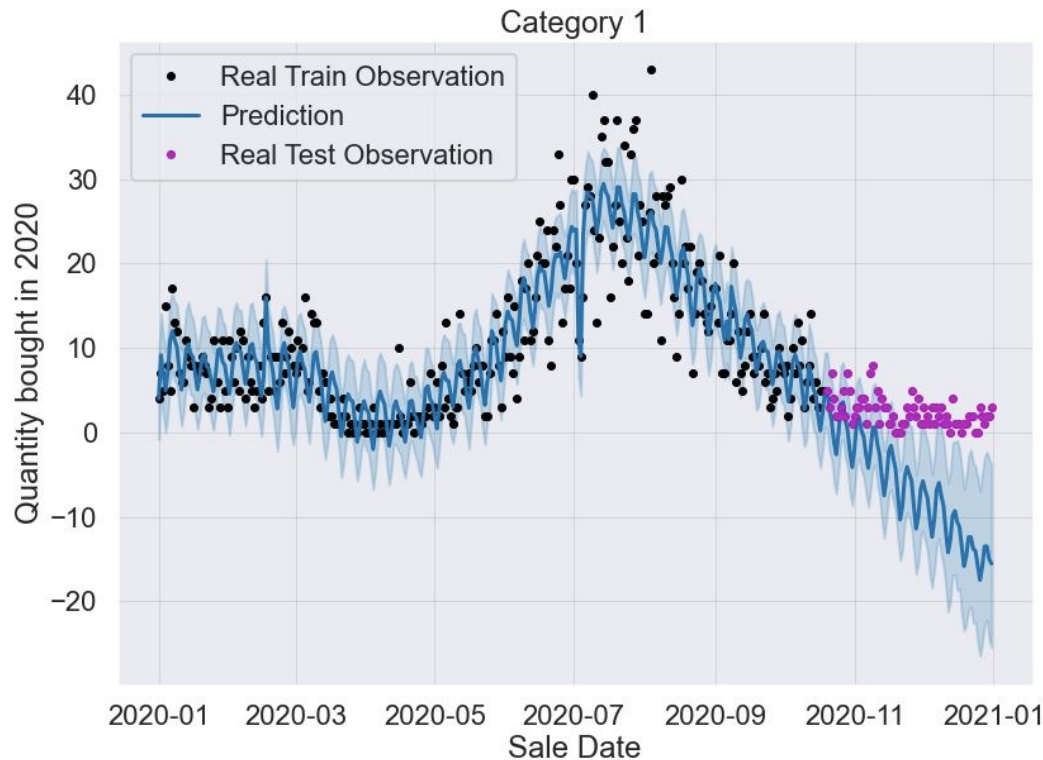
Category 1



Category 1: ARIMA (order=4,1,5)



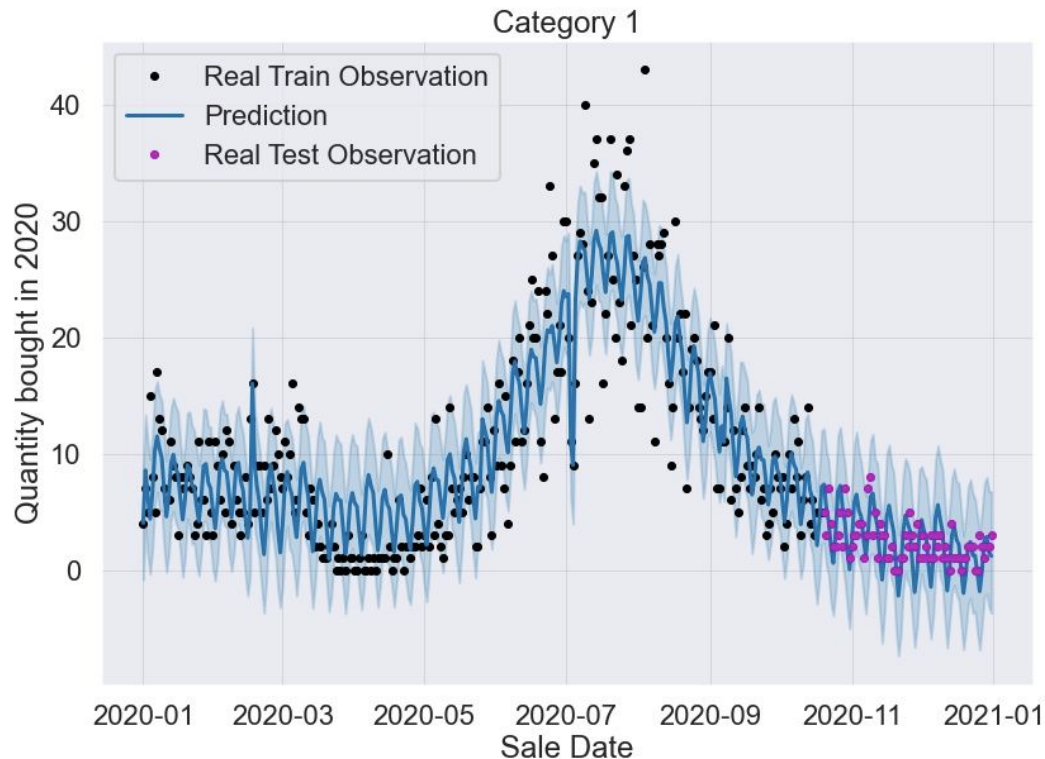
Category 1: Linear FB Prophet (monthly seasonality)



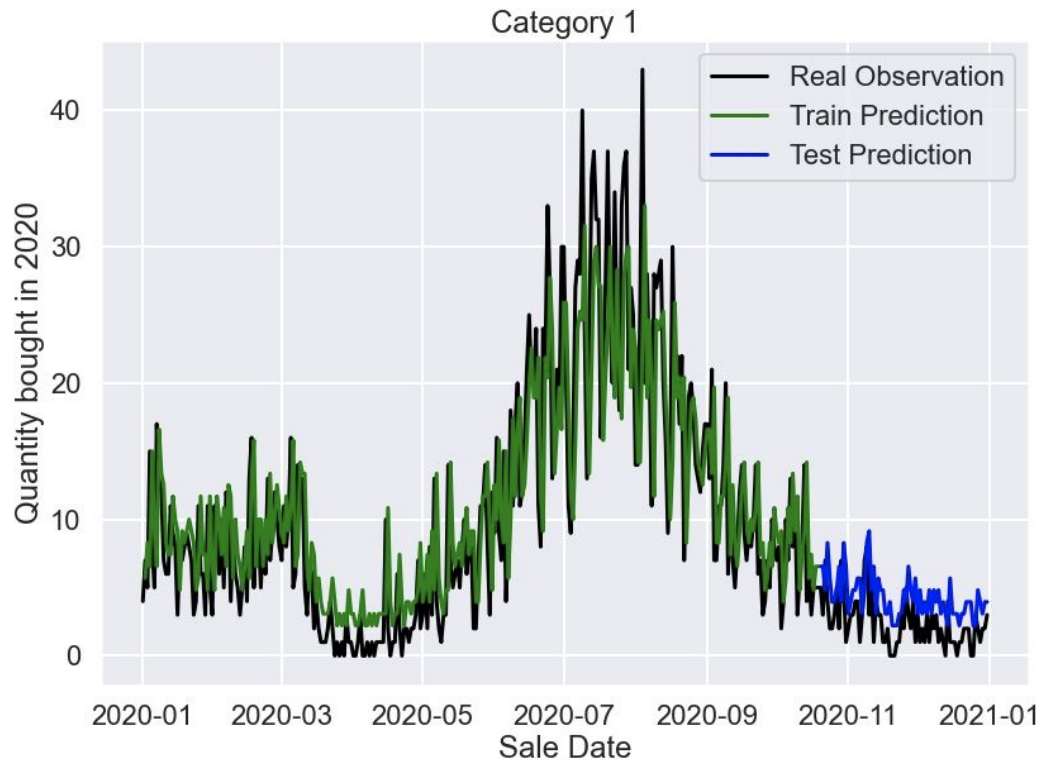
Category 1: Logistic FB Prophet (monthly seasonality)

Cap = 100

Floor = 0

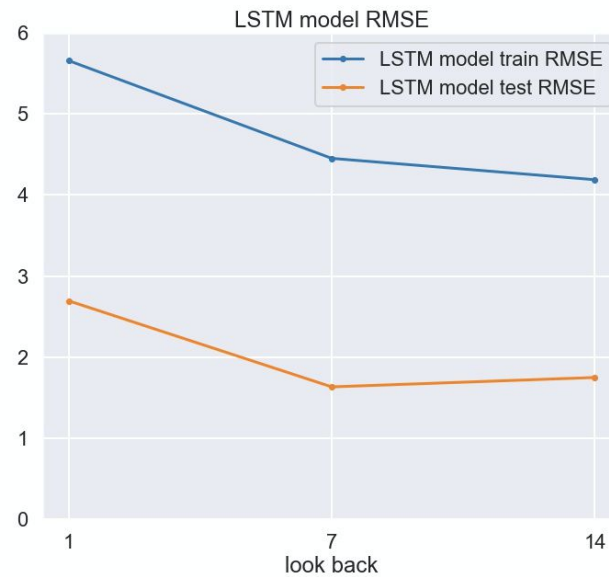
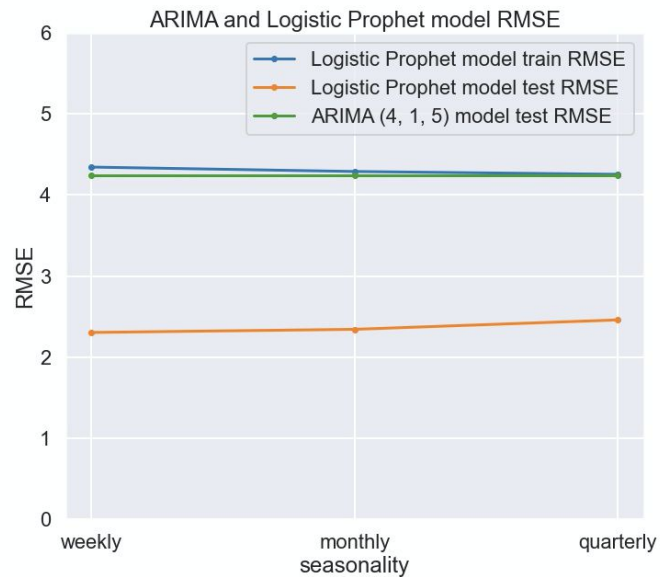


Category 1: LSTM Networks (look_back=1)



Evaluation: RMSE

Compare train and test RMSE





Next Steps

- Add exogenous variable(s)
- Add SARIMAX model
- Add LSTM with Conv1D model



Questions?

GitHub: https://github.com/darigak/Inventory_management

LinkedIn: <https://www.linkedin.com/in/darigakokenova/>