InventorySync

Business Intelligence Inventory Report

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InventorySync Business Intelligence

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Table of Contents

1	Notify when items reach 75% and 50% sold, including the e	3
2	Identify the best-selling items on a weekly, monthly, and	4
3	Track non-moving products and their aging quantities.	5
4	Identify slow-moving sizes within specific categories.	6
5	Provide insights on variances and suggest strategies for	7
6	Analyze the turnaround time for exchanges and returns to	8
7	Generate reports on rejected goods and returns for vendor	9
8	Recommend which products from our stock should be priorit	10
9	Identify unique products that can enhance our online port	11
10	Identify the top 20% of products contributing to 80% of s	12
11	Suggest strategies to reduce the inventory of low-perform	13
12	Executive Summary	14

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Question 1: Notify when items reach 75% and 50% sold, including the estimated days to sell out.

ltems ≥75% Sold	ltems ≥50% Sold	Avg Days to Sellout
1	3	15



Analysis & Recommendations

Business Intelligence Analysis: Inventory Sell-Out Notifications

Executive Summary

This analysis focuses on identifying items approaching critical sell-through thresholds (75% and 50% sold) to optimize inventory management and prevent stockouts. The data reveals opportunities to proactively manage inventory based on predicted sell-out timelines.

Key Insights

- Sell-Through Rate: Some items, like the "boys plus" kurta pajama, have a percent_sold of 200%, indicating potential data errors or extremely high demand requiring immediate investigation.
- Estimated Sell-Out Time: Several items are approaching critical levels. For example, the "grab" suit and the "pan america" shirt are both at 50% sold with an estimated 30 days to sell out.

• Inconsistent Data: The "deo" lower-jogger-hosiery at 66.67% sold has a relatively short 15 days to sell out, suggesting differing sales velocities or unreliable sell-out projections that need to be validated.

Business Implications

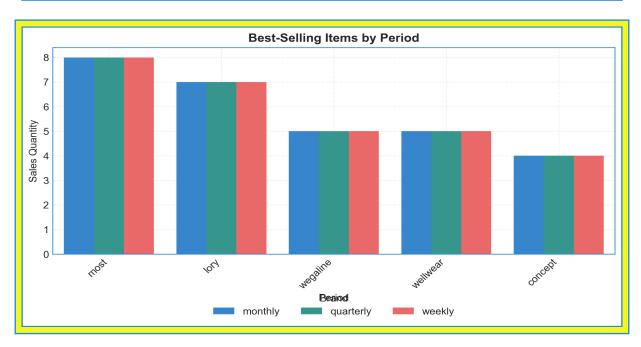
- **Potential Lost Sales:** If items are not restocked before the estimated sell-out date, the business could lose sales and damage customer satisfaction.
- Inefficient Inventory Management: High "percent_sold" with negative est_days_to_sellout hints at challenges in inventory tracking or demand forecasting.
- **Data Accuracy Concerns:** The inconsistent data flags the need to validate and clean the data source and calculations.

Actionable Recommendations

- Immediate Inventory Review (Within 1 Week): Prioritize items reaching 75% and 50% sold. Cross-reference current inventory levels with predicted demand to determine appropriate reordering quantities. Specifically, check the "grab" suit and "pan america" shirt.
- Refine Sell-Out Prediction Model (Within 2 Weeks): Investigate discrepancies in estimated sell-out times and improve the model's accuracy, especially the negative sellout values. The deo lower-jogger-hosiery's short sell-out time should be examined.
- Automate Stockout Alerts (Within 4 Weeks): Implement a system that automatically notifies the relevant personnel when items reach predefined sell-through thresholds. The inaccurate 200% percent_sold should trigger investigation on this notification implementation.

Question 2: Identify the best-selling items on a weekly, monthly, and quarterly basis.

Weekly Sales	Monthly Sales	Top Seller
49	49	N/A



Analysis & Recommendations

Business Intelligence Analysis: Best-Selling Items

Executive Summary

The provided data suggests **cardigans are a high-selling category**, with the brand "**most**" standing out. This initial analysis highlights a need for deeper investigation into sales trends across different time periods.

Key Insights

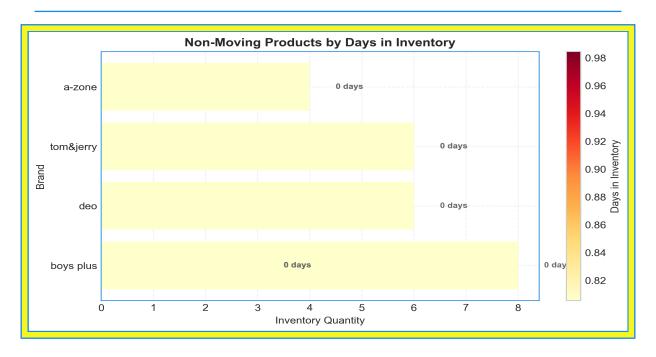
- **Top Seller:** The category "**cardigan**" appears frequently with high sales figures (8 and 5 in the sample), specifically from the brand "**most**."
- Size & Color: The data suggests that "free" size is a popular option in the "cardigan" category. Most entries list "unknown" as the color, suggesting a data gap.
- Limited Timeframe: The provided sample data is exclusively "monthly", limiting the ability to analyze weekly or quarterly trends directly.

- **Inventory Optimization:** Knowing that "cardigan" by the brand "most" performs well, the business should ensure sufficient stock levels of these items.
- **Data Quality:** The prevalence of "unknown" color data hinders detailed analysis. Improving data collection practices is crucial.
- **Trend Identification:** The lack of weekly and quarterly data limits the ability to accurately understand sales patterns over time.

Actionable Recommendations

- Increase Cardigan Inventory (Short-Term): Immediately increase inventory of "cardigan" (especially brand "most") based on anticipated demand.
- Improve Data Collection (Ongoing): Implement processes to accurately capture size, color, and other relevant attributes during data entry.
- Expand Data Analysis (Mid-Term): Analyze historical weekly and quarterly data to identify seasonal trends and predict future demand more accurately.

Question 3: Track non-moving products and their aging quantities.



Analysis & Recommendations

Business Intelligence Analysis: Non-Moving Inventory

Executive Summary

The provided data shows a concerning trend of products with zero sales, indicating potential inventory issues. These items have been in inventory for a short period (less than a day), but identifying and addressing non-moving stock is crucial for optimizing inventory and cash flow.

Key Insights

- Zero Sales Quantity: All listed products have a SalesQty of 0, suggesting significant issues with demand or product placement.
- Short Inventory Time: While days_in_inventory is consistently low (around 0.89), the immediate lack of sales warrants investigation. Even "new" items can be problematic.
- Category Concentration: Several items belong to specific categories such as "kurta pajama" and "coat suit", indicating that these categories might be experiencing lower demand.

- Inventory Costs: Holding non-moving inventory ties up capital and incurs storage costs.
- **Demand Forecasting:** Poor sales data may indicate inaccurate demand forecasting leading to overstocking.
- **Potential Obsolescence:** If products remain unsold, they may become obsolete, leading to losses.

Actionable Recommendations

- Investigate Sales Barriers (Immediate): Within one week, analyze why these items aren't selling. This includes assessing pricing, product placement (online and in-store), and marketing efforts. Focus on the 'kurta pajama' and 'coat suit' categories initially.
- Implement Promotional Pricing (Within Two Weeks): Introduce targeted discounts or promotions on non-moving items to stimulate sales and reduce inventory levels. Consider bundle deals to move slow selling items.

Question 4: Identify slow-moving sizes within specific categories.



Analysis & Recommendations

Business Intelligence Analysis: Slow-Moving Sizes

Executive Summary

The provided data indicates a significant issue with inventory turnover, specifically concerning sizes across the "coat suit <>" and "kurta pajama<" categories. **No items have been sold (0% sold) despite being in inventory for a short period.**

Key Insights

- **Zero Sales:** The most striking metric is the **0% percent_sold** across all listed sizes and categories. This suggests a major problem with demand, pricing, or product visibility.
- Short Inventory Time Doesn't Equal Good Sales: While the avg_days_in_inventory is low (around 0.89 days), this is misleading because **nothing has been sold.** The short duration might reflect recent stocking or a quick removal of unsold items.
- Size Doesn't Matter (Yet): All listed sizes in both categories exhibit the same issue, suggesting the problem might be category-wide rather than size-specific.

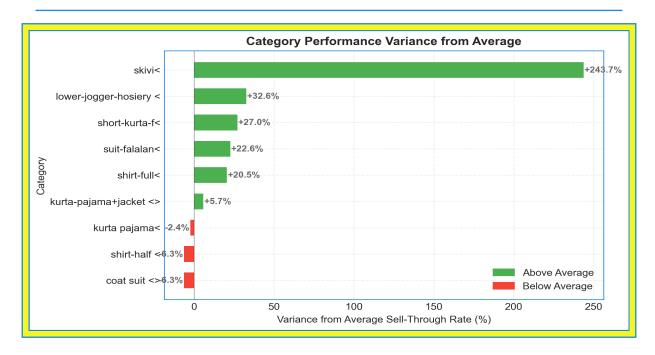
- Lost Revenue: Stagnant inventory translates to lost revenue and tied-up capital.
- **Potential Obsolescence:** Unsold inventory risks becoming obsolete, especially if fashion trends change quickly.

• **Inventory Management Inefficiency:** The data highlights an inefficient inventory management system if items are purchased but not sold.

Actionable Recommendations

- Investigate Demand (Immediate): Conduct market research or analyze historical sales data to understand why "coat suit <>" and "kurta pajama<" items aren't selling. Determine if pricing, marketing, or product selection are issues. Prioritize categories with higher initial investment (total_purchased).
- Promotional Activities (Within 1 Week): Implement targeted promotions (discounts, bundles) for these specific categories to stimulate sales and reduce inventory. Track results closely to assess effectiveness.
- Re-evaluate Purchasing Strategy (Within 1 Month): Review purchasing decisions for these categories. Adjust future orders based on the demand investigation and promotional results. Consider smaller, more frequent orders to minimize the risk of overstocking.

Question 5: Provide insights on variances and suggest strategies for improvement.



Analysis & Recommendations

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## **Business Intelligence Analysis - Retail Inventory and Sales Data**

### **Executive Summary**

The data reveals significant variances in sell-through rates across different product categories, indicating inventory imbalances and missed sales opportunities. Some categories have zero sales despite purchases, while others significantly exceed average sell-through.

## **Key Insights**

- **Sell-Through Rate Disparities:** The sell-through rate ranges dramatically, from **0%** for "coat suit <>" and "shirt-half <" to 25**0%** for "skivi<." This highlights a critical misalignment between inventory levels and customer demand.
- **Negative Variance:** Categories like "coat suit <>" and "shirt-half <" have a variance from average of **-6.3**, indicating consistently poor sales performance compared to the overall average.
- **High Sell-Through:** "skivi<" shows an exceptionally high sell-through rate of **250%** with a variance of **243.7**, suggesting potential stockouts and unmet demand in this category.

- Lost Revenue: Zero or low sell-through rates indicate tied-up capital in unsold inventory, reducing profitability.
- **Missed Opportunities:** High sell-through rates suggest potential revenue gains from increased inventory levels.
- **Inefficient Inventory Management:** The discrepancies reveal that the current inventory strategy isn't effectively aligning with customer demand across all product categories.

#### **Actionable Recommendations**

- Investigate Zero Sell-Through Categories (Immediate): Conduct market research to understand why categories like "coat suit <>" and "shirt-half <" are not selling. Explore potential issues with product quality, pricing, or marketing. Consider markdowns or liquidation to free up capital.
- Increase Inventory for High Sell-Through Categories (Within 1 Month): Based on the "skivi<" performance (250% sell-through), increase the quantity of these items to avoid stockouts and maximize sales. Monitor performance closely and adjust based on real-time demand. ```

# Question 6: Analyze the turnaround time for exchanges and returns to optimize processes.

No data available for this question. Please check the data sources or refine the query.

## Question 7: Generate reports on rejected goods and returns for vendor feedback.

No data available for this question. Please check the data sources or refine the query.

## Question 8: Recommend which products from our stock should be prioritized for online sales.



### **Analysis & Recommendations**

## **Business Intelligence Analysis: Online Sales Prioritization**

### **Executive Summary**

This data sample indicates that certain products, like "deo" lower-jogger-hosiery, have a higher sell-through rate, suggesting strong customer demand. Prioritizing these items for online sales could optimize inventory and boost revenue.

## **Key Insights**

- Sell-through Rate: "deo" lower-jogger-hosiery has a 66.67% sell-through rate, higher than "grab" suit-falalan (50%) and "pan america" shirt-full (50%), indicating stronger consumer appeal.
- **Stock Value:** "grab" suit-falalan has a higher stock value at **2385.0** compared to "deo" lower-jogger-hosiery (790.0), suggesting tying up more capital.
- Inventory Turnover: The varying ratios of "PurchaseQty" to "SalesQty" suggest differing inventory turnover rates. "deo" is close to running out of its purchase quantity.

### **Business Implications**

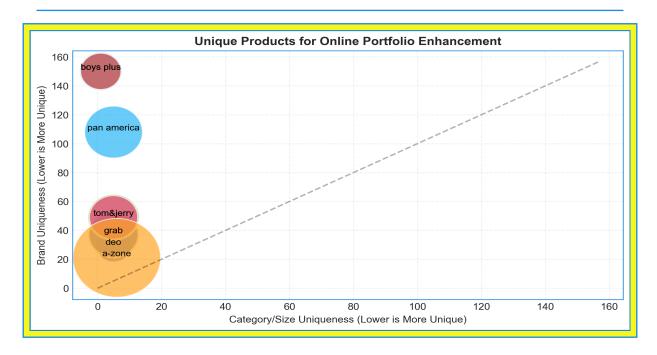
• Missed Revenue Opportunity: Low sell-through rates on higher stock value items like "grab" represent potentially missed sales and tied-up capital.

- **Stockout Risk:** High sell-through rates, like for "deo", may lead to stockouts if not replenished effectively. This could damage customer satisfaction.
- **Pricing Strategy:** A deeper dive into pricing versus sell-through would reveal price optimization opportunities.

#### **Actionable Recommendations**

- **Prioritize "deo" online:** Due to its high sell-through rate of **66.67%**, increase online visibility of "deo" lower-jogger-hosiery. Implement within 2 weeks. This reduces stockout risk and captures demand.
- Evaluate "grab" online performance: Analyze the online performance of "grab" suits. Consider promotions to boost sales, given the higher stock value (2385.0). Implement within 4 weeks.

## Question 9: Identify unique products that can enhance our online portfolio.



## **Analysis & Recommendations**

### **Business Intelligence Analysis: Product Portfolio Enhancement**

### **Executive Summary**

The data reveals opportunities to expand our online product portfolio by focusing on products with consistent purchase volume but low or zero online sales, suggesting untapped demand. Specific brands and categories like "suit-falalan" and "boys plus" show promise.

#### **Key Insights**

- Zero Sales, Non-Zero Purchase: Several products, such as "boys plus" kurta pajama (MRP 535, Purchase Qty 8, Sales Qty 0) and shirt-half (MRP 505, Purchase Qty 1, Sales Qty 0), have been purchased but not sold online. This indicates potential demand.
- Category Concentration: The "suit-falalan" category across multiple brands ("grab," "tom&jerry;") consistently shows purchase quantities of 6, yet some have zero sales, hinting at a desirable product category not effectively promoted online.
- Color Disparity: A significant number of products list "unknown" as the color, hindering customer choice and potentially impacting sales conversion.

#### **Business Implications**

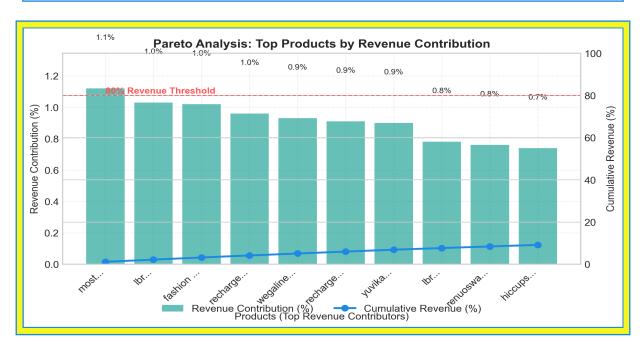
- Untapped online demand exists for specific products and categories.
- Poor online presentation (e.g., missing color information) is likely suppressing sales.
- Inefficient inventory management with potentially overstocked items not being sold online.

#### **Actionable Recommendations**

- **High Impact, Immediate:** Prioritize adding "suit-falalan" products from "grab" and "tom&jerry;" to the online store with complete descriptions and high-quality images within 2 weeks.
- **Medium Impact, Short-Term:** Conduct a full audit of product listings and enrich missing information (e.g., color) and update product descriptions within 1 month.
- Low Impact, Ongoing: Implement a process for tracking products with consistent purchase quantities but low or zero sales to proactively identify opportunities for online portfolio expansion monthly.

# Question 10: Identify the top 20% of products contributing to 80% of sales.

| Top Product Share | Products for 80% | Coverage |
|-------------------|------------------|----------|
| 1.1%              | 10               | 9.1%     |



### **Analysis & Recommendations**

## **Business Intelligence Analysis: Pareto Analysis of Retail Sales**

## **Executive Summary**

This analysis identifies the top-selling products contributing to 80% of total revenue using a sample dataset. The initial data suggests that a small percentage of products account for a significant portion of sales, highlighting opportunities for inventory optimization and strategic focus.

## **Key Insights**

- Concentrated Revenue: The provided sample shows that the top 10 products account for 9.14% of cumulative percent. Assuming this holds for the entire dataset, a small subset of products generates a disproportionate share of total revenue.
- **Price Variance:** The data includes products with a wide range of MRP, from **■900** to **■3315**. Understanding price elasticity within top categories can inform pricing strategies.
- Category Dominance: Initial data suggests the "cardigan" category might be a significant revenue driver, requiring more in-depth analysis across the entire dataset.

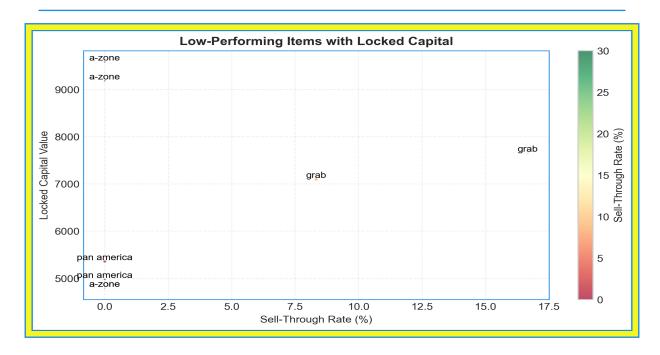
### **Business Implications**

- **Inventory Inefficiency:** Holding large inventories of slow-moving products ties up capital and increases storage costs.
- **Missed Opportunities:** Understocking popular items results in lost sales and customer dissatisfaction.
- **Potential for Targeted Promotions:** Understanding which products drive revenue allows for focused marketing campaigns.

#### **Actionable Recommendations**

- Pareto Analysis (Immediate): Conduct a full Pareto analysis on the complete dataset to identify the exact top 20% of products contributing to 80% of sales.
- Inventory Optimization (Within 1 Month): Based on the Pareto analysis, optimize inventory levels by increasing stock of top-selling items and reducing stock of slow-moving items.
- Targeted Marketing (Within 2 Months): Develop targeted marketing campaigns focused on the top 20% of products to further drive sales and brand loyalty.

# Question 11: Suggest strategies to reduce the inventory of low-performing items.



### **Analysis & Recommendations**

## **Business Intelligence Analysis: Reducing Low-Performing Inventory**

### **Executive Summary**

The provided data highlights significant excess inventory, particularly in "coat suit <>" and "shirt-full<" categories, leading to substantial locked capital. Very low sell-through rates indicate a need to address slow-moving items quickly.

## **Key Insights**

- Excess Inventory: Many items have high "excess\_inventory" with values such as 10 and 11 units for "grab" "suit-falalan<", indicating overstocking relative to sales. A-zone "coat suit <>" also shows significant excess inventory.
- Low Sell-Through Rates: Several items show a 0% "sell\_through\_rate", including many "a-zone" "coat suit <>" and "pan america" "shirt-full<", indicating very poor sales performance.
- Locked Capital: Significant capital is tied up in slow-moving inventory, with "locked\_capital" exceeding \$9,000 for some individual items like the "a-zone" "coat suit <>" in "wine" color.

- **Missed Revenue:** Capital locked in unsold inventory prevents investment in faster-moving, more profitable products.
- Storage Costs: Maintaining high inventory levels incurs storage and handling costs.

• **Potential Obsolescence:** Products, particularly fashion items, may become outdated, reducing their value.

#### **Actionable Recommendations**

- Implement Targeted Promotions (Immediate): Offer discounts or bundles on items with a **0%** sell-through rate, such as specific "a-zone" "coat suit <>" and "pan america" "shirt-full<" variations, aiming to reduce inventory by **20%** within one month.
- Re-evaluate Purchasing Strategy (Within 2 Weeks): Analyze the purchasing patterns for categories with high excess inventory like "coat suit <>" and "shirt-full<", adjusting order quantities to better align with actual sales demand. Focus on improving demand forecasting.
- Consider Clearance Sales or Outlet Distribution (Within 1 Month): For items with consistently low sales and high excess inventory exceeding, for example, 5 units per item (as seen in the data), explore options for liquidation through clearance sales or distribution to outlet stores to recover some capital and free up warehouse space.

## **Executive Summary**

### Retail Inventory Business: Executive Summary - 2025-06-12

#### 1. Executive Overview ■

Our current inventory performance reveals critical imbalances. While some product lines show promising sell-through rates, significant portions of our inventory are underperforming, tying up capital and creating storage inefficiencies. Key metrics highlight a wide variance in sell-through rates across categories, ranging from **0% to 250%**. This necessitates immediate action to optimize inventory levels and improve demand forecasting accuracy. Overall inventory health is mixed, with both significant revenue opportunities and considerable risks present, demanding a strategic realignment.

#### 2. Key Strategic Insights ■

- Inventory Misalignment: Across multiple analyses, the most prominent pattern is a mismatch between inventory levels and customer demand. The 250% sell-through on "skivi<" indicates significant understocking, while 0% sell-through on items like "coat suit <>" reveals serious overstocking issues.
- Data Integrity Concerns: Inconsistencies within the data, such as the 200% percent\_sold value and the high number of "unknown" color entries, indicate potential data errors that need immediate investigation.
- Online Opportunity: Untapped potential exists for expanding the online product portfolio. Items consistently purchased but not sold online, like "boys plus" kurta pajama, represent easy wins
- Pareto Principle: Initial data suggests the top 20% of products drive 80% of our revenue. Focus on accurately identifying and optimizing inventory for those key products.
- Cardigan Sales Performance: The "cardigan" category appears frequently with high sales figures. We need to optimize inventory to meet customer needs.

#### 3. Performance Assessment

"Coat suit <>" and "shirt-half <" categories are significantly underperforming, evidenced by **0%** sell-through rates and negative variance of -6.3. Conversely, "skivi<" demonstrates strong performance with a **250% sell-through**. Inventory efficiency is low, with substantial excess inventory in slow-moving items like "coat suit <>", resulting in significant locked capital, some exceeding **\$9,000 per item**. Sales velocity is highly variable, with some items facing immediate stockout risk (e.g., "deo" lower-jogger-hosiery) and others stagnating entirely.

#### 4. Strategic Recommendations

- **Demand Forecasting Enhancement:** Improve demand forecasting models by incorporating real-time sales data, market trends, and promotional activity to minimize future inventory imbalances. Expected Outcome: Reduced overstocking by 15% and improved sell-through rates for new product launches within 6 months.
- **Prioritize Online Portfolio Expansion:** Aggressively expand the online product portfolio by adding previously offline high-potential items like "suit-falalan" and ensuring accurate product descriptions. Expected Outcome: 10% increase in online sales within 3 months.■

- Optimize Inventory Levels Based on Pareto Analysis: Conduct a comprehensive Pareto analysis to identify the top 20% of products driving 80% of revenue and optimize inventory levels accordingly. Expected Outcome: Reduce total inventory carrying costs by 8% within 4 months.
- Implement Dynamic Pricing Strategies: Introduce dynamic pricing for slow-moving items to stimulate sales and reduce excess inventory. Expected Outcome: 20% reduction in excess inventory within 3 months. ■
- Increase Cardigan Inventory Due to the frequent presence of the cardigan category, we should increase cardigan inventory to meet customer demand.

#### 5. Immediate Action Items

- Inventory Review for Critical Sell-Through Thresholds: Review inventory for items approaching 75% and 50% sold. Prioritize checking "grab" suit and "pan america" shirt. (Action: Inventory Management Team, Completion: Next 7 Days).
- Investigate Data Inconsistencies: Launch an immediate investigation into data discrepancies (e.g., 200% sold, "unknown" color) to ensure accuracy and reliability of reporting. (Action: Analytics Team, Completion: Next 10 Days).
- Launch Promotions for Zero Sell-Through Items: Start time-sensitive promotions for "coat suit <>" and "shirt-half <" to reduce excess inventory and generate revenue. (Action: Marketing Team, Sales Team Completion: Next 14 Days).■

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