**STEP 1: STATIONARITY** 

ADF p-value: 0.0007 STATIONARY

**STEP 2: SEASONAL** 

Strength: 23.5% STRONG

**STEP 5: FORECAST GENERATION Complete ARIMA Process Result** Historical Forecast 95% CI 3300 3200 -3100 Quantity Sold 2900 2800 -2700 2600 -

Date

**STEP 3: MODEL STEP 4: EVALUATION** 

ARIMA(0, 1, 2) AIC: 1603.6 MAPE: 5.7% GOOD

## **COMPLETE ARIMA PROCESS SUMMARY**

- Process Overview:
  1. STATIONARITY TESTING
  - ADF Test: p-value = 0.0007
- Result: STATIONARY
- Implication: Ready for ARIMA
- 2. SEASONAL DECOMPOSITION• Seasonal Strength: 23.5% if 'seasonal\_strength' in locals() else 'N/A'
  - Pattern: STRONG
  - Implication: Use SARIMA
- 3. MODEL SELECTION
  Best Model: ARIMA(0, 1, 2) x SARIMA(1, 0, 0, 12)
  AIC: 1603.6

  - Parameters: 16 total
- 4. MODEL EVALUATION
  - MAPE: 5.7%
  - Performance: GOODQuality: High

- 5. FORECAST GENERATIONHorizon: 12 monthsMean Forecast: 2993 units/month
  - Range: 2842 to 3149 units
  - Confidence: 95% intervals provided

CONCLUSION:
The ARIMA model successfully captures the time series patterns and provides reliable forecasts for inventory planning and business decision-making.