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A Clock That Measures Time Inside the Warehouse: Inventory Turnover

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Goods piled up in a warehouse are money that has not been sold yet. Even with the same 100 million won of stock, a shop that sells it all within a month and a shop whose goods sit on the shelves all year are in very different financial shape. The measure that shows this gap in a single number is “inventory turnover.” Put simply, inventory turnover is a ratio showing how many times, over a given period, a business sold off and replenished the average inventory it held. It is the first basic metric checked anywhere that handles stock, whether a distribution center, a store, or a factory, and it