Calculation of Inventory Turnover

ABC Board _____

Year Ended _____

Inventory Turnover

1. Yearly cost of goods sold divided by 52 (weeks) _____

2. Inventory from Balance Sheet _____

3. Line 2 divided by line 1 _____
   (This is the number of weeks of inventory in-house at year end)

4. Divide 52 by line 3 _____
   (This is approximately the number of times the inventory turned over during the year)