Medicine Inventory Monitoring & Ordering System for Pusat Kesihatan Universiti Teknologi MARA using Economic Order Quantity (EOQ)

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ABSTRACT

The word 'inventory' can be referred to the both total amount of goods and act of

counting them. Many companies counted an inventory of their supplies on a regular

basis in order to avoid running out of popular items. While others take an inventory

to insure the number of items ordered matches to the actual number of items counted

physically. Previously, according to Pusat Kesihatan's staff there was no inventory

system applied in pharmacist department. The purpose of this project is to enhance

the current system with computerize system using inventory technique. Economic

Order Quantity (EOQ) was being chosen as the technique to apply in the inventory

concepts. By applying this technique, the exact quantity of medicine can be

estimated by users to avoid exceed of unused medicine. Besides, Economic Order

Quantity Model assumes that relevant costs of inventory can be divided into order

costs and carrying costs. In conclusion, this project shows that Economic Order

Quantity is suitable to reduce unused medicine hence to reduce the total cost of the

medicine's price.

Keyword: inventory, Economic Order Quantity, quantity, total cost.

IV

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