INVENTORY STRATEGY

MAXIMIZING FINANCIAL, SERVICE, AND OPERATIONS PERFORMANCE WITH INVENTORY STRATEGY

EDWARD H. FRAZELLE, PHD
# CONTENTS

List of Figures ix
Preface xiii
Acknowledgments xvii

## CHAPTER ONE

### INTRODUCTION

1.1 What's the Problem? 2
1.2 More or Less 6
1.3 Optimization 10
1.4 To(o) Lean or Not To(o) Lean? 17
1.5 The Inventory Journey 18

## CHAPTER TWO

### INVENTORY FUNDAMENTALS

2.1 Inventory Integrity 20
2.2 Inventory Philosophies 22
2.3 Inventory Types 23
2.4 Out of Stock Conditions 43
2.5 Planning Parameters 44
2.6 Financial Terms 47
2.7 Demand Terms 58