

LIST OF TERMINOLOGY

Term	Description
<i>Safety Stock</i>	: The amount of additional inventory used in the lead time period for prevent stockout
<i>Lead Time</i>	: The time it takes for the material from ordering to the material arrive
<i>Stockout</i>	: Lack of inventory on demand exceed the amount of inventory
<i>Perishable Item</i>	: Is non-durable material, easy damaged or wilted so it needs special attention in handling
<i>Replenishment</i>	: Restock inventory to a certain level
<i>Service Level</i>	: The probability that the amount of inventory can meet customer demand