
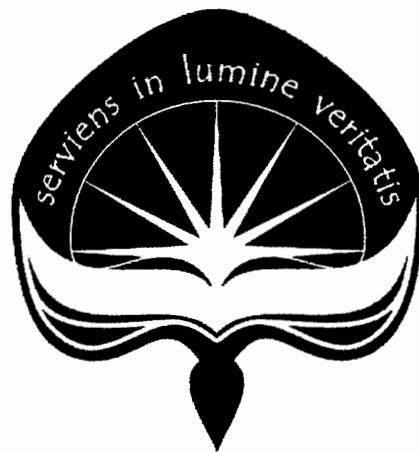
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	Program Studi Teknik Industri	

**DETERMINING INVENTORY POLICY TO REDUCE  
DAMAGED GOODS  
(Case Study at PT Sukanda Djaya)**

**FINAL REPORT**

**This is Submitted to Fulfill Prerequisite of  
Industrial Engineer of International S-1 Program**



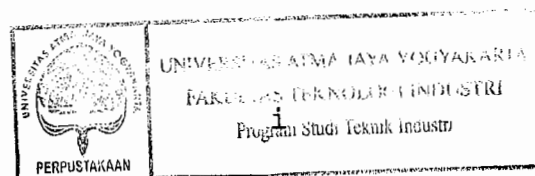
**Written By:**

**GERWIN SIDARTA**

**03 14 03733**

**INTERNATIONAL CLASS PROGRAM  
DEPARTMENT OF INDUSTRIAL ENGINEERING  
FACULTY OF INDUSTRIAL TECHNOLOGY  
ATMA JAYA YOGYAKARTA UNIVERSITY  
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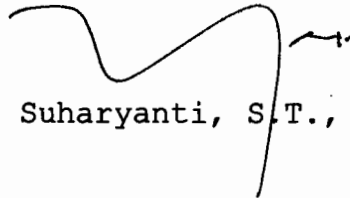
**DETERMINING INVENTORY POLICY TO REDUCE DAMAGED GOODS  
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Has been Examined and Approved  
Date: June 6, 2007

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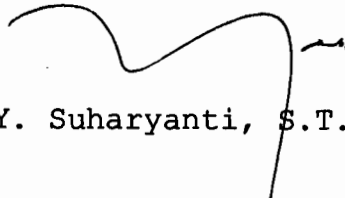


Y. Suharyanti, S.T., M.T.



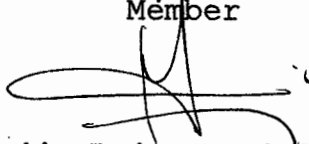
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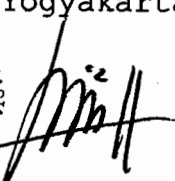
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- ☞ *Failure(s) make us grow, so don't worry to make mistake(s)...*
- ☞ *Life without knowledge is nothing; Life with too much knowledge means stress. Be happy ^\_^*
- ☞ *If you lost money, you can get it back, But, if you lost your time, you couldn't turn it back, Be wise...*

Especially for:

- My Lord, Jesus Christ
- My lovely Mom and Dad
- MY brother and sister: Indra and Marta
- TIKI Batch 2003, success for you all...
- My Darling (Who is her? You know la. (^\_^))

## FOREWORD

Thanks to the LORD Jesus Christ that has guided my paths so that this final report could be completed.

This final report is one of the prerequisite to finish the undergraduate study program in Industrial Engineering Department, Industrial Technology Faculty, Atmajaya Yogyakarta University.

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The writer realize that this final report still has a lot of imperfections, so any criticize and inputs are really expected. Eventually, the analyst hopes that this final report can be useful and can be developed in a further research.

Yogyakarta, May 2007

The writer

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## ABSTRACT

In a company, there are so many things to be considered. One of them is the inventory problem. The company must consider about this problem in order to reduce inventory cost such as set up cost, holding cost and damaged goods cost, so is the expense of the company decrease, surely the nett profit will increase.

In PT Sukanda Djaya, the main problem is the amount of the damaged goods cost. It's cost more than Rp 200,000,000.00 annually. This because there are some products that have very short time expire date. So the writer tries to propose a new inventory policy in order to reduce this cost.

Writer found that the biggest mistake taken by this company is the company always stock too much (it's because the company doesn't want dissatisfy the customers by stock out case). In this research, writer determines the order quantity and the reorder point of each product, and then simulates it by Microsoft Excel program to compare the result with the current policy.

After simulation, writer concludes that the proposed policy is better because it reduces more than 50% damaged goods in the first month of applying it. Writer is sure that the damaged goods will decrease again in next month, because when company applies the proposed policy in the first month the result is still affected by the current policy.