

## An EPQ Model for Delayed Deteriorating Items with Reliability Consideration, Quadratic Demand and Shortages

Dari Sani<sup>1\*</sup>

\* Corresponding Author



1. Department of Mathematical Sciences, Kaduna State University, Kaduna, Nigeria. [sanisdari@yahoo.com](mailto:sanisdari@yahoo.com)

### Abstract

In this paper, an EPQ model for items that exhibit delay in deterioration with partial backordered and reliability consideration is developed. It is assumed that there is no demand and deterioration during production buildup period. It is also supposed that the cost of a unit product is inversely related to the rate of demand and directly related to the process reliability. The demand before deterioration sets in is quadratic time dependent while demand after deterioration sets in is a constant. Shortages are allowed and partially backordered. The model developed will determine the best cycle length, EPQ and the total variable cost of the system. A numerical example will be given to see the applicability of the model and sensitivity analysis will also be carried out to see the effect of changes on some of the system parameters.

**Key Words:** Delayed deterioration; reliability consideration; quadratic demand; shortages.

**Mathematical Subject Classification:** 90B05

### 1.0 INTRODUCTION

Allowing for shortages has always been a standard operating procedure for some stockiest and production managers. The shortages either become lost sales or backordered. In the case of backorders, whenever the inventory runs out, the stockiest would record the backorders and the customer would simply have to wait for the item to be in-stock again. The backorders can either be full or partial, in which case a fraction of the shortages become lost sales. Many EOQ and EPQ policies were developed on the basis that the demand rate is always constant, but this is not always the case in real life situations. New products in the market and some passion goods are some of the items with their demand as either linear, quadratic or some other polynomial function of time.

Decisions made during the design and manufacture of a product influence the effectiveness of the product (product reliability). Dependence can be viewed as a link to integrate different stages of design, engineering, production, sales and after-sales service into an integrated process Cheng (1989). Hence, it is important to consider reliability consideration in studying inventory models. Many EOQ/EPQ models with deterioration were established on the supposition that the deterioration is instantaneous. However, this is not true in some situations. Apple, orange, cake, grains, vegetables and so on are examples of items with non-instantaneous deterioration. This paper presents an EPQ model for items with delay in deterioration, reliability consideration, quadratic demand and shortages are allowed but partially backorder. It is supposed that the cost of producing a unit item is inversely related to the demand of such item and directly related to the trustworthiness (reliability) of such item (as assumed by Tripathy et al. (2015) and modified by Dari and Sani (2015)). The EPQ model advanced in this paper will determine the optimum total variable cost, the inventory replenishment cycle, the total backorder quantity and the amount of economic production quantity (EPQ). Numerical example will be given and sensitivity analysis will also be carried out to see the effect of changes on some of the system parameters. The following table gives a summary of some related literature from 2012.

**2.0 Literature Review**

Zhang et al. (2016) invented a new order policy with partial order when ordered customers delayed shopping after the return of stock. They have created a model with the order of the parties, considering the delay in purchasing the ordered customers with the assumption that the number of previous requests is the same as the other orders. Mainly, they model the problem by presenting a new inventory cost section of holding the backordered items. Eduardo and Barron (2001), Chang (2004), Mahapatra et al. (2012), Pal and Chandra (2014), Sahoo and Tripathy (2018) also worked with inventory model with shortages.

Dash (2014) developed a deteriorated EPQ policy for decayed quadratic demand with time value of money and shortages. Osagiede and Osagiede (2007), Mohan and Venkateswarlu (2013), Santosh (2013), Ravish and Amit (2014), Singh and Rathore (2014), Umakanta (2016), Dari and Sani (2017), Malik et al. (2017), Sahoo and Tripathy (2018), Tripathi and Tomar (2018), Palanivel and Gowri (2018) and Dari and Sani (2020) similarly worked with inventory model with quadratic demand.

Leung (2007) established a more general results by means of arithmetic-geometric mean inequality in which a general power function is projected to model the connection between production set-up cost and quality assurance. These two were considered as the independent variables while interest and depreciation cost was considered as dependent variable. The objective was to minimize the long-run expected average annual cost function. Porteus (1986), Charles (1987), Cheng (1989), Lee et al. (1996), Mettas (2000), Salameh and Jaber (2000), Huang (2004), Jaber et al. (2008), Jaber et al. (2009), Sakar et al. (2010), Dari and Sani (2013) and Dari and Sani (2020) also worked on inventory model with reliability consideration.

Ouyang et al. (2006) considered EOQ model for items with delay in deterioration, permissible delay in payments and where the demand before and after deterioration starts-in are the same and constant. Monika and Shon (2010), Baraya and Sani (2011), Musa and Sani (2012), Dari and Sani (2013), Dari and Sani (2015), Dari and Sani (2017), Palanivel and Gowri (2018) and Dari and Sani (2020) likewise worked on inventory model with delayed deterioration.

This paper presents an EPQ model for items with delay in deterioration, reliability consideration, quadratic demand and shortages are allowed but partially backorder. It is supposed that the cost of producing a unit item is inversely related to the demand of such item and directly related to the trustworthiness (reliability) of such item (as assumed by Tripathy et al. (2015) and modified by Dari and Sani (2015)).

The following table gives a summary of some related literature from 2012.

Table 1. Summary of selected related literature from the year 2012

Author(s) (Year of Publication)	Model Structure	Demand Pattern	Deterioration	Allowing shortages	Model Optimization	Reliability
Panda et al. (2012)	EPQ	Quadratic	Constant	Yes	Cost	No
Dari and Sani (2013)	EPQ	Linear	Delayed	No	Cost	No
Dash (2014)	EPQ	Quadratic	Weibull	Yes	Profit	No
Singh and Rathore (2014)	EPQ	Exponential	Constant	No	Cost	Yes
Umakanta (2016)	EOQ	Quadratic	Weibull	Yes	Cost	No
Dari and Sani (2017)	EPQ	Quadratic	Delayed	No	Cost	No
Dari and Sani (2017)	EPQ	Quadratic	Delayed	Yes	Cost	No
Malik et al. (2017)	EOQ	Quadratic	Constant	No	Cost	No
Palanivel and Gowri (2018)	EPQ	Quadratic	Delayed	No	Cost	No
Sahoo and Tripathy (2018)	EOQ	Quadratic	Parabolic	Yes	Cost	No
Tripathi and Tomar (2018)	EOQ	Quadratic	Constant	No	Cost	No
Dari and Sani (2020)	EPQ	Quadratic	Delayed	No	Cost	No
Dari and Sani (2020)	EPQ	Quadratic	Delayed	No	Cost	Yes
Present Work	EPQ	Quadratic	Delayed	Yes	Cost	Yes

**3.0 Model Formulation**

The model is based on the following notation and assumptions:

**3.1 Notation**

- $Y(t)$  The inventory level during the first stage (production build up period)
- $Y_1(t)$  The inventory level during the second stage (period before deterioration sets in)
- $Y_2(t)$  The inventory level during the third stage (period after deterioration begins)
- $b(t)$  The inventory level during shortage time, which is to be backordered

- $n$  The inventory cycle period
- $n_1$  The period of first stage
- $n_2$  The period of second stage
- $n_3$  Shortage period
- $I_o$  The total maximum inventory level at the end of production build up
- $I_1$  The inventory level at the time deterioration begins
- $d_1$  The rate of demand after production period and before deterioration sets in.
- $d_2$  The rate of demand after deterioration sets in and before shortage period.
- $\lambda$  The deteriorating rate
- $p$  Production rate of the items
- $C_o$  The cost of unit of item (in Naira)
- $c_b$  The cost of unit of backorder (in Naira)
- $C_B$  Total backorder cost (Naira per production run)
- $A_o$  The set-up cost (in Naira per production run)
- $H$  The cost of holding a unit item
- $i$  The inventory carrying charge
- $B$  Total backorder (per production run)

**3.2 Assumptions**

- (i) The cost of production of an item ( $C_o$ ) is assumed to be varies inversely to the demand rates ( $d_1$  &  $d_2$ ) but directly proportional to the reliability ( $r$ ). We specifically assume the relationship to be:

$$C_o \propto r \left( d_1 \frac{n_2 - n_1}{n} + d_2 \frac{n_3 - n_2}{n} + \beta d_2 \frac{n - n_3}{n} \right)^{-1}$$

$$\therefore C_o = \frac{a(1-r)^{-1}}{\left( d_1 \frac{n_2 - n_1}{n} + d_2 \frac{n_3 - n_2}{n} + \beta d_2 \frac{n - n_3}{n} \right)} \tag{1}$$

where  $a > 0$  (as assumed by Tripathy et al. (2015) and modified by Dari and Sani (2015) )

- (ii) Shortages are allowed and partially backlogged with a fraction  $\beta$  ( $0 < \beta < 1$ ) of the demand,  $d_2$
- (iii) Unconstrained suppliers capital
- (iv) All items are of good quality
- (v) Demand of product is always less than its supply
- (vi)  $n_1 \leq n_2 \leq n$
- (vii) Instantaneous production
- (viii) Demand before deterioration begins  $d_1$ , is assumed to be Quadratic and defined by

$$d_1 = (c_1 + c_2t + c_3t^2), \text{ where } c_2 \text{ \& } c_3 > 0$$

- (ix) A constant demand,  $d_2$  is considered after deterioration sets in

Inventory level

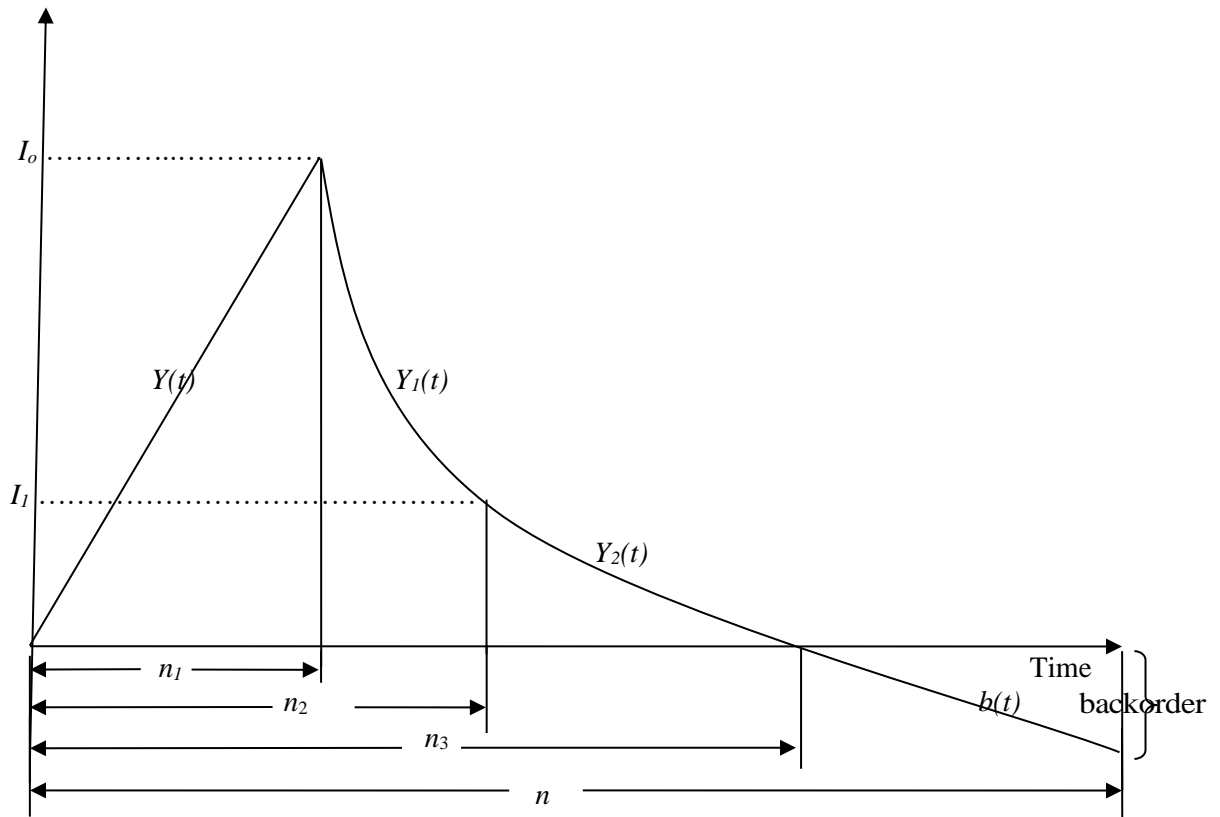


Fig 1: Graphically representation of inventory system with shortages

During the first stage of the production ( $0 \leq t \leq n_1$ ) {i.e. production period}, it is assumed that no demand and no deterioration during this period. Thus, the inventory level depends only on the production rate  $p$  and equation (2) describes this situation.

$$\frac{dY(t)}{dt} = p \tag{2}$$

Solving equation (2) by variable separable technics to obtain

$$Y(t) = pt + L \tag{3}$$

From Fig 1,  $Y(t) = 0$ , at  $t = 0$  and substituting into equation (3) to have

$$L = 0$$

Substituting the value of  $L$  into equation (3), we have

$$Y(t) = p t \tag{4}$$

We have from Fig 1 that  $Y(t) = I_0$  at  $t = n_1$ . Replacing this into equation (4), we have

$$p = \frac{I_0}{n_1} \tag{5}$$

Substituting  $p$  from equation (5) into equation (4) to obtain

$$Y(t) = \frac{I_0}{n_1} t \tag{6}$$

During the second stage of the replenishment circle, it is assumed that no deterioration at that time and the inventory level at this stage will depend only on demand. Thus, the situation can be describes by:

$$\frac{dY_1(t)}{dt} = -d_1 = -(c_1 + c_2t + c_3t^2) \tag{7}$$

Solving equation (7) by variable separable technic, the solution obtain is

$$Y_1(t) = -\left(c_1t + c_2 \frac{t^2}{2} + c_3 \frac{t^3}{3}\right) + v \tag{8}$$

Also from Fig 1, we have  $Y_1(t) = I_o$  at  $t = n_1$ . Putting it into equation (8) to have

$$v = I_o + \left(c_1n_1 + c_2 \frac{n_1^2}{2} + c_3 \frac{n_1^3}{3}\right)$$

Now, substituting  $v$  from the above equation into equation (8), we have

$$Y_1(t) = c_1(n_1 - t) + c_2\left(\frac{n_1^2}{2} - \frac{t^2}{2}\right) + c_3\left(\frac{n_1^3}{3} - \frac{t^3}{3}\right) + I_o \tag{9}$$

Now, it can be observed from Fig1 that we have the boundary condition  $Y_1(n_2) = I_1$ . By substituting this into equation (9), we have

$$I_o = I_1 + c_1(n_2 - n_1) + c_2\left(\frac{n_2^2}{2} - \frac{n_1^2}{2}\right) + c_3\left(\frac{n_2^3}{3} - \frac{n_1^3}{3}\right) \tag{10}$$

Putting equation (10) into equation (9), gives

$$Y_1(t) = c_1(n_1 - t) + c_2\left(\frac{n_1^2}{2} - \frac{t^2}{2}\right) + c_3\left(\frac{n_1^3}{3} - \frac{t^3}{3}\right) + I_1 + c_1(n_2 - n_1) + c_2\left(\frac{n_2^2}{2} - \frac{n_1^2}{2}\right) + c_3\left(\frac{n_2^3}{3} - \frac{n_1^3}{3}\right)$$

$$Y_1(t) = c_1(n_2 - t) + c_2\left(\frac{n_2^2}{2} - \frac{t^2}{2}\right) + c_3\left(\frac{n_2^3}{3} - \frac{t^3}{3}\right) + I_1 \tag{11}$$

During the third stage of the circle, it is assumed that the inventory level depends on rates demand and spoilage (deterioration). In this case, the following equation represents the situation:

$$\frac{dY_2(t)}{dt} = -\lambda Y_2(t) - d_2 \tag{12}$$

Solution of the above equation [i.e (12)] is

$$Y_2(t) = -\frac{d_2}{\lambda} + fe^{-\lambda t} \tag{13}$$

Also, applying the boundary condition  $Y_2(n_2) = I_1$  into equation (13) to have

$$f = \left(\frac{d_2}{\lambda} + I_1\right)e^{\lambda n_2}$$

Substituting  $f$  into equation (13) to obtain

$$Y_2(t) = -\frac{d_2}{\lambda} + \left(\frac{d_2}{\lambda} + I_1\right)e^{\lambda(n_2-t)} \tag{14}$$

From Fig 1, at  $t = n_3$ ,  $Y_2(t) = 0$ . Substituting this into equation (14), gives

$$I_1 = \frac{d_2}{\lambda} \left(e^{-\lambda(n_2-n_3)} - 1\right) \tag{15}$$

Substituting  $I_1$  into equation (10), we have

$$I_o = \frac{d_2}{\lambda} \left( e^{-\lambda(n_2-n_3)} - 1 \right) + c_1 (n_2 - n_1) + c_2 \left( \frac{n_2^2}{2} - \frac{n_1^2}{2} \right) + c_3 \left( \frac{n_2^3}{3} - \frac{n_1^3}{3} \right) \tag{16}$$

Equation (16) is the maximum inventory produce during the production period

Also, substituting  $I_1$  into equation (11), we have

$$Y_1(t) = c_1 (n_2 - t) + c_2 \left( \frac{n_2^2}{2} - \frac{t^2}{2} \right) + c_3 \left( \frac{n_2^3}{3} - \frac{t^3}{3} \right) + \frac{d_2}{\lambda} \left( e^{-\lambda(n_2-n_3)} - 1 \right) \tag{17}$$

Now, substituting equation (16) into equation (6) to have

$$Y(t) = \left( \frac{d_2}{\lambda n_1} \left( e^{-\lambda(n_2-n_3)} - 1 \right) + \frac{c_1}{n_1} (n_2 - n_1) + \frac{c_2}{n_1} \left( \frac{n_2^2}{2} - \frac{n_1^2}{2} \right) + \frac{c_3}{n_1} \left( \frac{n_2^3}{3} - \frac{n_1^3}{3} \right) \right) t \tag{18}$$

Also, substituting equation (15) into equation (14) to have

$$Y_2(t) = \frac{d_2}{\lambda} \left( e^{\lambda(n_3-t)} - 1 \right) \tag{19}$$

### 3.3 Backorders

During the shortage period  $[n_3, n]$ , the demand is partially backlogged with a fraction  $\beta (0 < \beta < 1)$  of the demand  $d_2$ . Therefore, the following equation represents the case:

$$\frac{db(t)}{dt} = -\beta d_2 \tag{20}$$

Solution of (19) is obtained as follows:

$$b(t) = -\beta d_2 t + g \tag{21}$$

Also, at  $t = n_3$ ,  $b(t) = 0$ , so that equation(21) becomes

$$g = \beta d_2 n_3$$

Substituting  $g$  back into equation (21) gives

$$b(t) = \beta d_2 (n_3 - t)$$

### 3.4 Number of Deteriorated Items

The total items that deteriorate  $d(n_2)$  is as follows:

$$\begin{aligned} d(n_2) &= I_1 - d_2 (n_3 - n_2) \\ &= \frac{d_2}{\lambda} \left( e^{-\lambda(n_2-n_3)} - 1 \right) - d_2 (n_3 - n_2) \end{aligned} \tag{22}$$

### 3.5 The Items Sold out During the Second Stage (Period Before Deterioration Sets-In)

The items sold out during the second stage is given by

$$d_1 = \int_{n_1}^{n_2} (c_1 + c_2 t + c_3 t^2) dt = c_1 (n_2 - n_1) + \frac{c_2 (n_2^2 - n_1^2)}{2} + \frac{c_3 (n_2^3 - n_1^3)}{3} \tag{23}$$

### 3.6 The Holding Cost (Inventory Carrying Cost)

The total cost of keeping the whole inventory is given by:

$$H = iC_0 \left[ \int_0^{n_1} Y(t) dt + \int_{n_1}^{n_2} Y_1(t) dt + \int_{n_2}^{n_3} Y_2(t) dt \right] \text{ [where } i \text{ is the inventory carrying charge]} \tag{24}$$

Substituting equation (1), equation (17) to equation (19) into equation (24) to have

$$H = \frac{ia(1-r)^{-1}}{\left( d_1 \frac{n_2 - n_1}{n} + d_2 \frac{n_3 - n_2}{n} + \beta d_2 \frac{n - n_3}{n} \right)} \left[ \int_0^{n_1} \left( \frac{d_2}{\lambda n_1} (e^{-\lambda(n_2 - n_3)} - 1) + \frac{c_1}{n_1} (n_2 - n_1) + \frac{c_2}{n_1} \left( \frac{n_2^2}{2} - \frac{n_1^2}{2} \right) + \frac{c_3}{n_1} \left( \frac{n_2^3}{3} - \frac{n_1^3}{3} \right) \right) t dt \right. \\ \left. + \int_{n_1}^{n_2} \left( c_1 (n_2 - t) + c_2 \left( \frac{n_2^2}{2} - \frac{t^2}{2} \right) + c_3 \left( \frac{n_2^3}{3} - \frac{t^3}{3} \right) + \frac{d_2}{\lambda} (e^{-\lambda(n_2 - n_3)} - 1) \right) dt \right. \\ \left. + i \int_{n_2}^{n_3} \frac{d_2}{\lambda} (e^{\lambda(n_3 - t)} - 1) dt \right] \\ \therefore H = \frac{ia(1-r)^{-1}}{\left( d_1 \frac{n_2 - n_1}{n} + d_2 \frac{n_3 - n_2}{n} + \beta d_2 \frac{n - n_3}{n} \right)} \left[ -\frac{d_2 n_1 e^{-\lambda(n_2 - n_3)}}{2\lambda} + \frac{d_2 n_1}{2\lambda} + \frac{d_2 n_2 e^{-\lambda(n_2 - n_3)}}{\lambda} - \frac{d_2 n_3}{\lambda} + \frac{d_2 e^{-\lambda(n_2 - n_3)}}{\lambda^2} - \frac{d_2}{\lambda^2} \right. \\ \left. + c_1 \left( \frac{n_2^2 - n_1 n_2}{2} \right) + c_2 \left( \frac{4n_2^3 - 3n_1 n_2^2 - n_1^3}{12} \right) + c_3 \left( \frac{3n_2^4 - 2n_1 n_2^3 - n_1^4}{12} \right) \right] \tag{25}$$

### 3.7 The Backorder Cost

The backorder cost per cycle  $C_B$  is calculated as:

$$C_B = c_b \int_{n_3}^n (-b(t)) dt = c_b \beta d_2 \int_{n_3}^n (t - n_3) dt = c_b \beta d_2 \left( \frac{t^2}{2} - n_3 t \right) \Big|_{n_3}^n \\ = c_b \beta d_2 \left( \left( \frac{n^2}{2} - n n_3 \right) - \left( \frac{n_3^2}{2} - n_3^2 \right) \right) = c_b \beta d_2 \left( \frac{n^2}{2} - n n_3 + \frac{n_3^2}{2} \right) \\ = \frac{c_b \beta d_2}{2} (n^2 - 2n n_3 + n_3^2) = \frac{c_b \beta d_2}{2} (n - n_3)^2 \tag{26}$$

### 3.8 Total Variable Cost Per Unit Time

The total variable cost per unit time is given as

$$Z(n) = \frac{A}{n} + \frac{c_b \beta d_2 (n - n_3)^2}{2n} + a(1-r)^{-1} (d_1 (n_2 - n_1) + d_2 (n_3 - n_2) + \beta d_2 (n - n_3))^{-1} \left[ \frac{d_2}{\lambda} (e^{-\lambda(n_2 - n_3)} - 1) - d_2 (n_3 - n_2) \right] \\ + ia(1-r)^{-1} (d_1 (n_2 - n_1) + d_2 (n_3 - n_2) + \beta d_2 (n - n_3))^{-1} \left[ -\frac{d_2 n_1 e^{-\lambda(n_2 - n_3)}}{2\lambda} + \frac{d_2 n_1}{2\lambda} + \frac{d_2 n_2 e^{-\lambda(n_2 - n_3)}}{\lambda} - \frac{d_2 n_3}{\lambda} + \frac{d_2 e^{-\lambda(n_2 - n_3)}}{\lambda^2} - \frac{d_2}{\lambda^2} \right. \\ \left. + c_1 \left( \frac{n_2^2 - n_1 n_2}{2} \right) + c_2 \left( \frac{4n_2^3 - 3n_1 n_2^2 - n_1^3}{12} \right) + c_3 \left( \frac{3n_2^4 - 2n_1 n_2^3 - n_1^4}{12} \right) \right] \tag{27}$$

### 3.9 Optimality Condition

To obtain the best circle length  $L$  which will optimize the total cost function per unit time  $Z(n)$ , the necessary condition for optimality need to be taken we taken (i.e.  $\frac{dZ(n)}{dn} = 0$ ). The root of that equation gives the minimum provided

$\frac{d^2 Z(n)}{dn^2} > 0$  (sufficient condition). The derivative is given as:

$$\frac{dZ(n)}{dn} = -\frac{A}{n^2} + \frac{c_b \beta d_2 (n^2 - n_3^2)}{2n^2} - \frac{\beta d_2 (1-r)^{-1}}{(d_1(n_2 - n_1) + d_2(n_3 - n_2) + \beta d_2(n - n_3))^2} \left\{ \begin{aligned} & \left[ \frac{d_2}{\lambda} (e^{-\lambda(n_2 - n_3)} - 1) - d_2(n_3 - n_2) \right] \\ & + i \left[ -\frac{d_2 n_1 e^{-\lambda(n_2 - n_3)}}{2\lambda} + \frac{d_2 n_1}{2\lambda} + \frac{d_2 n_2 e^{-\lambda(n_2 - n_3)}}{\lambda} - \frac{d_2 n_3}{\lambda} + \frac{d_2 e^{-\lambda(n_2 - n_3)}}{\lambda^2} - \frac{d_2}{\lambda^2} \right. \\ & \left. + c_1 \left( \frac{n_2^2 - n_1 n_2}{2} \right) + c_2 \left( \frac{4n_2^3 - 3n_1 n_2^2 - n_1^3}{12} \right) + c_3 \left( \frac{3n_2^4 - 2n_1 n_2^3 - n_1^4}{12} \right) \right] \end{aligned} \right\} \quad (28)$$

Setting the derivative in (28) to zero to have

$$\begin{aligned} & -\left[ c_b (\beta d_2)^2 \right] n^4 - \left[ 2c_b (\beta d_2)^2 \{d_1(n_2 - n_1) + d_2(n_3[1 - \beta] - n_2)\} \right] n^3 \\ & + \left[ \begin{aligned} & \left( -c_b \{d_1(n_2 - n_1) + d_2(n_3[1 - \beta] - n_2)\}^2 + c_b (\beta d_2)^2 n_3^2 + 2A(\beta d_2) \right. \\ & \left. + \beta d_2 \left[ 2a(1-r)^{-1} \left\{ \begin{aligned} & \left[ \frac{d_2}{\lambda} (e^{-\lambda(n_2 - n_3)} - 1) - d_2(n_3 - n_2) \right] \right. \right. \right. \\ & \left. \left. + i \left[ -\frac{d_2 n_1 e^{-\lambda(n_2 - n_3)}}{2\lambda} + \frac{d_2 n_1}{2\lambda} + \frac{d_2 n_2 e^{-\lambda(n_2 - n_3)}}{\lambda} - \frac{d_2 n_3}{\lambda} + \frac{d_2 e^{-\lambda(n_2 - n_3)}}{\lambda^2} - \frac{d_2}{\lambda^2} \right. \right. \right. \\ & \left. \left. \left. + c_1 \left( \frac{n_2^2 - n_1 n_2}{2} \right) + c_2 \left( \frac{4n_2^3 - 3n_1 n_2^2 - n_1^3}{12} \right) + c_3 \left( \frac{3n_2^4 - 2n_1 n_2^3 - n_1^4}{12} \right) \right] \right\} \right] \right] n^2 \end{aligned} \right) \\ & + \left[ 2\beta d_2 \{d_1(n_2 - n_1) + d_2(n_3[1 - \beta] - n_2)\} \left[ 2A + c_b (\beta d_2) n_3^2 \right] \right] n \\ & + \left[ \{d_1(n_2 - n_1) + d_2(n_3[1 - \beta] - n_2)\}^2 \left[ 2A + c_b (\beta d_2) n_3^2 \right] \right] = 0 \end{aligned} \quad (29)$$

Equation (29) can be viewed as:

$$-Pn^4 - Qn^3 + Rn^2 + Sn + T = 0 \quad (30)$$

where

$$\begin{aligned} P &= \left[ c_b (\beta d_2)^3 \right], Q = \left[ 2c_b (\beta d_2)^2 \{d_1(n_2 - n_1) + d_2(n_3[1 - \beta] - n_2)\} \right] \\ R &= \left[ \begin{aligned} & \left( -c_b \{d_1(n_2 - n_1) + d_2(n_3[1 - \beta] - n_2)\}^2 + c_b (\beta d_2)^2 n_3^2 + 2A(\beta d_2) \right. \\ & \left. + \beta d_2 \left[ 2a(1-r)^{-1} \left\{ \begin{aligned} & \left[ \frac{d_2}{\lambda} (e^{-\lambda(n_2 - n_3)} - 1) - d_2(n_3 - n_2) \right] \right. \right. \right. \\ & \left. \left. + i \left[ -\frac{d_2 n_1 e^{-\lambda(n_2 - n_3)}}{2\lambda} + \frac{d_2 n_1}{2\lambda} + \frac{d_2 n_2 e^{-\lambda(n_2 - n_3)}}{\lambda} - \frac{d_2 n_3}{\lambda} + \frac{d_2 e^{-\lambda(n_2 - n_3)}}{\lambda^2} - \frac{d_2}{\lambda^2} \right. \right. \right. \\ & \left. \left. \left. + c_1 \left( \frac{n_2^2 - n_1 n_2}{2} \right) + c_2 \left( \frac{4n_2^3 - 3n_1 n_2^2 - n_1^3}{12} \right) + c_3 \left( \frac{3n_2^4 - 2n_1 n_2^3 - n_1^4}{12} \right) \right] \right\} \right] \right] \end{aligned} \right) \\ S &= \left[ 2\beta d_2 \{d_1(n_2 - n_1) + d_2(n_3[1 - \beta] - n_2)\} \left[ 2A + c_b (\beta d_2) n_3^2 \right] \right] \text{ and } T = \left[ \{d_1(n_2 - n_1) + d_2(n_3[1 - \beta] - n_2)\}^2 \left[ 2A + c_b (\beta d_2) n_3^2 \right] \right] \end{aligned}$$



**Lemma 1:** If  $d_1 = \frac{d_2(n_2 - n_3[1 - \beta])}{(n_2 - n_1)}$ , then  $Q = S = T = 0$ , and  $P > 0$

**Proof:** Since  $d_1 = \frac{d_2(n_2 - n_3[1 - \beta])}{(n_2 - n_1)}$ , then

$$\begin{aligned} Q &= \left[ 2c_b (\beta d_2)^2 \left\{ d_1(n_2 - n_1) + d_2(n_3[1 - \beta] - n_2) \right\} \right] = \left[ 2c_b (\beta d_2)^2 \left\{ \frac{d_2(n_2 - n_3[1 - \beta])}{(n_2 - n_1)}(n_2 - n_1) + d_2(n_3[1 - \beta] - n_2) \right\} \right] \\ &= \left[ 2c_b (\beta d_2)^2 \left\{ d_2(n_2 - n_3[1 - \beta]) + d_2(n_3[1 - \beta] - n_2) \right\} \right] \\ &= 0 \end{aligned}$$

Also,

$$\begin{aligned} S &= \left[ 2\beta d_2 \left\{ d_1(n_2 - n_1) + d_2(n_3[1 - \beta] - n_2) \right\} [2A + c_b(\beta d_2)n_3^2] \right] = \left[ 2\beta d_2 \left\{ \frac{d_2(n_2 - n_3[1 - \beta])}{(n_2 - n_1)}(n_2 - n_1) + d_2(n_3[1 - \beta] - n_2) \right\} [2A + c_b(\beta d_2)n_3^2] \right] \\ &= \left[ 2\beta d_2 \left\{ d_2(n_2 - n_3[1 - \beta]) + d_2(n_3[1 - \beta] - n_2) \right\} [2A + c_b(\beta d_2)n_3^2] \right] \\ &= 0 \end{aligned}$$

Similarly,

$$\begin{aligned} T &= \left[ \left\{ d_1(n_2 - n_1) + d_2(n_3[1 - \beta] - n_2) \right\}^2 [2A + c_b(\beta d_2)n_3^2] \right] = \left[ \left\{ \frac{d_2(n_2 - n_3[1 - \beta])}{(n_2 - n_1)}(n_2 - n_1) + d_2(n_3[1 - \beta] - n_2) \right\}^2 [2A + c_b(\beta d_2)n_3^2] \right] \\ &= 0 \end{aligned}$$

Finally, for

$$\begin{aligned} R &= \beta d_2 \left[ \left( -c_b \left\{ d_1(n_2 - n_1) + d_2(n_3[1 - \beta] - n_2) \right\}^2 + c_b(\beta d_2)^2 n_3^2 + 2A(\beta d_2) \right. \right. \\ &\quad \left. \left. + 2a(1-r)^{-1} \left\{ \left[ \frac{d_2}{\lambda} (e^{-\lambda(n_2-n_3)} - 1) - d_2(n_3 - n_2) \right] \right. \right. \right. \\ &\quad \left. \left. + i \left[ -\frac{d_2 n_1 e^{-\lambda(n_2-n_3)}}{2\lambda} + \frac{d_2 n_1}{2\lambda} + \frac{d_2 n_2 e^{-\lambda(n_2-n_3)}}{\lambda} - \frac{d_2 n_3}{\lambda} + \frac{d_2 e^{-\lambda(n_2-n_3)}}{\lambda^2} - \frac{d_2}{\lambda^2} \right] \right. \right. \\ &\quad \left. \left. + c_1 \left( \frac{n_2^2 - n_1 n_2}{2} \right) + c_2 \left( \frac{4n_2^3 - 3n_1 n_2^2 - n_1^3}{12} \right) + c_3 \left( \frac{3n_2^4 - 2n_1 n_2^3 - n_1^4}{12} \right) \right\} \right] \\ &= \beta d_2 \left[ \left( -c_b \left\{ \frac{d_2(n_2 - n_3[1 - \beta])}{(n_2 - n_1)}(n_2 - n_1) + d_2(n_3[1 - \beta] - n_2) \right\}^2 + c_b(\beta d_2)^2 n_3^2 + 2A(\beta d_2) \right. \right. \\ &\quad \left. \left. + 2a(1-r)^{-1} \left\{ \left[ \frac{d_2}{\lambda} (e^{-\lambda(n_2-n_3)} - 1) - d_2(n_3 - n_2) \right] \right. \right. \right. \\ &\quad \left. \left. + i \left[ -\frac{d_2 n_1 e^{-\lambda(n_2-n_3)}}{2\lambda} + \frac{d_2 n_1}{2\lambda} + \frac{d_2 n_2 e^{-\lambda(n_2-n_3)}}{\lambda} - \frac{d_2 n_3}{\lambda} + \frac{d_2 e^{-\lambda(n_2-n_3)}}{\lambda^2} - \frac{d_2}{\lambda^2} \right] \right. \right. \\ &\quad \left. \left. + c_1 \left( \frac{n_2^2 - n_1 n_2}{2} \right) + c_2 \left( \frac{4n_2^3 - 3n_1 n_2^2 - n_1^3}{12} \right) + c_3 \left( \frac{3n_2^4 - 2n_1 n_2^3 - n_1^4}{12} \right) \right\} \right] \end{aligned}$$

$$= \left[ \left( \begin{array}{l} c_b (\beta d_2)^2 n_3^2 + 2A (\beta d_2) \\ \beta d_2 \left\{ \begin{array}{l} \left[ \frac{d_2}{\lambda} (e^{-\lambda(n_2-n_3)} - 1) - d_2 (n_3 - n_2) \right] \\ + 2a(1-r)^{-1} \left\{ \begin{array}{l} -\frac{d_2 n_1 e^{-\lambda(n_2-n_3)}}{2\lambda} + \frac{d_2 n_1}{2\lambda} + \frac{d_2 n_2 e^{-\lambda(n_2-n_3)}}{\lambda} - \frac{d_2 n_3}{\lambda} + \frac{d_2 e^{-\lambda(n_2-n_3)}}{\lambda^2} - \frac{d_2}{\lambda^2} \\ + c_1 \left( \frac{n_2^2 - n_1 n_2}{2} \right) + c_2 \left( \frac{4n_2^3 - 3n_1 n_2^2 - n_1^3}{12} \right) + c_3 \left( \frac{3n_2^4 - 2n_1 n_2^3 - n_1^4}{12} \right) \end{array} \right\} \end{array} \right\} \right] > 0 \quad W$$

**Theorem 1:** If the conditions in Lemma 1 are true, then the solution of Equation (30) is

$$n^* = \sqrt{\frac{R}{P}}$$

**Proof.** The solution of Equation (30) is as follows

$$-Pn^4 - Qn^3 + Rn^2 + Sn + T = (-Pn^2 + R)n^2 = 0 \quad [\text{From Lemma 1}]$$

$$\Rightarrow \text{either } n^* = 0, -\sqrt{\frac{R}{P}} \text{ or } \sqrt{\frac{R}{P}}$$

But

$$-\sqrt{\frac{R}{P}} < 0 \quad [\text{since } P, R > 0, \text{ from Lemma 1}]$$

Since the length of the cycle is positive, then

$$n^* = \sqrt{\frac{R}{P}} \quad w \quad (31)$$

**Theorem 2:** With the hypotheses of Lemma 1, the total cost function  $Z(n)$  is a convex function of  $n$ .

**Proof:** To check for the sufficient condition of optimality of  $Z(n)$ , we look for  $\frac{d^2 Z(n)}{dn^2}$ , that is

$$\frac{d^2 Z(n)}{dn^2} = \frac{2A}{n^3} + \frac{c_b \beta d_2 n_3^2}{n^3} + \frac{2a(\beta d_2)^2 (1-r)^{-1}}{(d_1(n_2 - n_1) + d_2(n_3 - n_2) + \beta d_2(n - n_3))^3} \left\{ \begin{array}{l} \left[ \frac{d_2}{\lambda} (e^{-\lambda(n_2-n_3)} - 1) - d_2 (n_3 - n_2) \right] \\ + i \left[ \begin{array}{l} -\frac{d_2 n_1 e^{-\lambda(n_2-n_3)}}{2\lambda} + \frac{d_2 n_1}{2\lambda} + \frac{d_2 n_2 e^{-\lambda(n_2-n_3)}}{\lambda} - \frac{d_2 n_3}{\lambda} + \frac{d_2 e^{-\lambda(n_2-n_3)}}{\lambda^2} - \frac{d_2}{\lambda^2} \\ + c_1 \left( \frac{n_2^2 - n_1 n_2}{2} \right) + c_2 \left( \frac{4n_2^3 - 3n_1 n_2^2 - n_1^3}{12} \right) + c_3 \left( \frac{3n_2^4 - 2n_1 n_2^3 - n_1^4}{12} \right) \end{array} \right] \end{array} \right\} \quad (32)$$

Applying Lemma 1 into equation (32), the equation becomes

$$= \frac{2A}{n^3} + \frac{c_b \beta d_2 n_3^2}{n^3} + \frac{2a(1-r)^{-1}}{(\beta d_2)^2 n_3^3} \left[ \begin{array}{l} -\frac{d_2 n_1 e^{-\lambda(n_2-n_3)}}{2\lambda} + \frac{d_2 n_1}{2\lambda} + \frac{d_2 n_2 e^{-\lambda(n_2-n_3)}}{\lambda} - \frac{d_2 n_3}{\lambda} + \frac{d_2 e^{-\lambda(n_2-n_3)}}{\lambda^2} - \frac{d_2}{\lambda^2} \\ + [n_2 - n_1] \left\{ c_1 \left( \frac{n_2}{2} \right) + c_2 \left( \frac{4n_2^2 + n_1 n_2 + n_1^2}{12} \right) + c_3 \left( \frac{3n_2^3 + n_1 n_2^2 + n_1^2 n_2 + n_1^3}{12} \right) \right\} \end{array} \right] > \frac{2A}{n^3} + \frac{c_b \beta d_2 n_3^2}{n^3} \geq 0$$

$$\therefore \frac{d^2 Z(n)}{dn^2} > 0$$

Therefore, we conclude that  $Z(n)$  is a minimization function of  $n$ .

### 3.10EPQ of the Model

The EPQ of the corresponding best cycle length  $n^*$  will be computed from:

$$\begin{aligned}
 EPQ^* &= \text{total demand before deterioration starts} + \text{total demand after deterioration starts} \\
 &\quad + \text{total number of deteriorated items} + \text{Total demand during shortage period} \\
 &= c_1(n_2 - n_1) + \frac{c_2(n_2^2 - n_1^2)}{2} + \frac{c_3(n_2^3 - n_1^3)}{3} + d_2(n_3 - n_2) + \frac{d_2}{\lambda}(e^{-\lambda(n_2 - n_3)} - 1) - d_2(n_3 - n_2) + \frac{\beta d_2}{2}(n - n_3)^2 \\
 \Rightarrow EPQ^* &= c_1(n_2 - n_1) + \frac{c_2(n_2^2 - n_1^2)}{2} + \frac{c_3(n_2^3 - n_1^3)}{3} + \frac{d_2}{\lambda}(e^{-\lambda(n_2 - n_3)} - 1) + \frac{\beta d_2}{2}(n - n_3)^2 \tag{33}
 \end{aligned}$$

### 4.0 Numerical Example

The parameters used in this example are improved from Dari and Sani (2020) by adding the value for the parameter  $\beta$  which was not reflected in their Model.

$d_2$	2100 units per unit time
$A$	₹3300 per production run
$i$	0.1 per unit per unit time
$\lambda$	0.2 in a unit time
$\beta$	0.9 in a unit time
$n_1$	0.05753 year
$n_2$	0.08767 year
$n_3$	0.13699 year
$a$	200
$r$	0.7
$c_1$	8400
$c_2$	4
$c_3$	3

Replacing these values into Equations (27), (31), (26) and (33), we get the best variable price per year, the best cycle length, the cost of backorder and the EPQ value per year respectively as

$$Z = \text{₹}17907.54 \text{ per year, } n^* = 0.23288 \text{ year, } C_B = \text{₹}868.9 \text{ per year and } EPQ = 365.93 \text{ units}$$

### 5.0 Sensitivity Analysis

We examine the impact of changes in certain parameters of the system in example 1, and we obtain the following results.

**Table 1: sensitivity analysis to see the effect of changes in some of the parameters**

Parameters	% change in parameter	% change in Z	% change in $n^*$	% change in $C_B$	% change in EPQ
<b>A</b>	+50	36.9649616	14.11764737	80.32653063	1.907449432
	+25	19.12906405	7.058823469	37.22448982	0.88392865
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
	-25	-20.75991819	-9.411764625	-40.48979592	-0.961458579
	-50	-43.65084226	-18.82352925	-70.53061224	-1.674832315
<b><math>\lambda</math></b>	+50	0.003302465	0	0	0.070369957
	+25	0.001649864	0	0	0.035143986
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
	-25	-0.001647184	0	0	-0.03508933
	-50	-0.003291631	0	0	-0.070124004
<b>r</b>	+50	0.22305	0	0	0
	+25	0.044421	0	0	0
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
	-25	-0.01169	0	0	0
	-50	-0.01709	0	0	0
<b><math>d_2</math></b>	+50	7.788385	-11.7647	-23.4694	13.66344
	+25	4.413517	-7.05882	-14.1837	6.77358
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
	-25	-6.0849	9.411765	13.20408	-6.79684
	-50	-15.1739	28.23529	42.08163	-13.2215
<b>i</b>	+50	0.012603	0	0	0
	+25	0.006302	0	0	0
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
	-25	-0.0063	0	0	0
	-50	-0.0126	0	0	0
<b><math>n_1</math></b>	+50	-0.01495	0	0	-66.0392
	+25	-0.00723	0	0	-33.0194
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
	-25	0.006516	0	0	33.0192
	-50	0.012162	0	0	66.03817
<b><math>n_2</math></b>	+50	0.034018	0	0	75.33797
	+25	0.012408	0	0	37.64096
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
	-25	-0.00487	0	0	-37.5847
	-50	-0.18471	0	0	-74.6883
<b><math>n_3</math></b>	+50	-23.6602	18.82353	-44.8163	38.90614
	+25	-13.1657	9.411765	-24.0612	19.34537
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
	-25	16.68105	-7.05882	40.59184	-18.8169
	-50	37.78834	-14.1176	88.08163	-37.3349
<b><math>c_b</math></b>	+50	7.793762	-11.7647	-23.4694	-1.16306
	+25	4.416491	-7.05882	-14.1837	-0.74436
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
	-25	-6.08878	9.411765	13.20408	1.209598
	-50	-15.1832	28.23529	42.08163	4.373158

From Table 1, these can be observed:

- i. As  $A$  rises,  $Z$ ,  $n^*$ ,  $C_B$  and  $EPQ$  all rise. Naturally, any increment in the set-up cost will result to an increase to the total variable cost. Therefore, the model will try to increase the best cycle length and the  $EPQ$  so as to minimize the set-up cost.
- ii. As  $\lambda$  rises,  $Z$  rises,  $EPQ$  declines whereas  $n^*$  and  $C_B$  remain constant. This is usually expected because if the rate of deterioration high, the model seeks to produce little items to avoid the spoilage. Thus, many items are going to be produced ( $EPQ$ ) and so  $Z$  is increased.
- iii. As  $r$  rises,  $Z$  rises whereas  $EPQ$ ,  $n^*$  and  $C_B$  remain constant. Naturally, the higher the reliability of an item, the higher the cost of such item, thus the total variable cost will be high. Therefore, to reduce the cost, the model seeks to maintain the optimal cycle length, the optimal total backorder cost and the optimal  $EPQ$  so as to increase the revenue.
- iv. As  $d_2$  rises,  $Z$  and  $EPQ$  rise whereas  $n^*$  and  $C_B$  decline. This is obvious case because if the rate of demand of an item is high, the producer tends to produce more ( $EPQ$ ) and  $Z$  will ultimately increase. Therefore, the model pursues to maintain a smaller cycle size and the backorder cost will eventually reduce.
- v. As  $i$  rises,  $Z$  rises while  $EPQ$ ,  $n^*$  and  $C_B$  remain constant. That must be the case since if  $i$  is high, it will amount to an increase in the total variable cost. Consequently, to lessen the cost, the model pursues a constant cycle size, total backorder cost and  $EPQ$ .
- vi. As  $n_1$  rises,  $Z$  and  $EPQ$  decline while  $n^*$  and  $C_B$  stay constant (may be due to the value of the range we considered in our study). This is so probably because if the total variable cost per unit time is small, the producer will spend more time in producing his goods (few items with high reliability). Therefore,  $EPQ$  will also be smaller while the total cost of backorder will be a constant.
- vii. As  $n_2$  rises,  $Z$  and  $EPQ$  rise while  $n^*$  and  $C_B$  stay constant. This is so probably because if the total variable cost per unit time is high, the producer will produce more goods (with high reliability). Therefore, the model seeks to maintain the optimal cycle length and the best total backorder cost so as to increase the revenue.
- viii. As  $n_3$  rises,  $Z$  and  $C_B$  decline while  $L^*$  and  $EPQ$  rise. This is probably since as the period of backorder  $n$  is high, more items are going to be produced so as to reduce the total variable cost. Hence, the total variable cost and the backorder cost will reduce.
- ix. As  $c_b$  rises,  $Z$  rises,  $n^*$ ,  $C_B$  and  $EPQ$  decline. This is obvious because if the unit cost of a backorder is increases, the  $Z$  will eventually increases. Therefore, the model pursues a smaller cycle length, lower total backorder cost and fewer items are going to be produce so as to reduce the total variable cost.

## 6.0 Conclusions

In this paper, an EPQ model for items with non-instantaneous deterioration, reliability consideration and shortages is developed. A numerical example and a careful study were conducted to see the impact of the changes on some of the system parameters. From the results of the study, it has been shown that:

- I. The decision variables  $C_B$ ,  $Z$  and  $n^*$  are more affected by  $A$ ,  $d_2$ ,  $n_3$  and  $c_b$  while they are less affected by  $r$ ,  $n_1$ ,  $n_2$ ,  $i$  and  $\lambda$ .
- II. On the other hand, the decision variable  $EPQ$  is more sensitive to the changes in  $n_1$ ,  $n_2$ ,  $n_3$  and  $d_2$  while they are less sensitive to changes in  $r$ ,  $A$ ,  $i$  and  $\lambda$ .
- III.  $EPQ$ ,  $C_B$ ,  $Z$  and  $n^*$  all rise with rises in  $A$ , but  $Z$  rises and  $n^*$  declines with rise in both  $d_2$  and  $c_b$ .

**REFERENCES**

1. Baraya, Y.M. & Sani, B. (2011). An Economic Production Quantity (EPQ) Model for Delayed Deteriorating Items with Stock-Dependent Demand Rate and Time Dependent Holding Cost, *Journal of the Nigerian Association of Mathematical Physics*, 19, 123-130.
2. Chang, H. (2004). A Note on the EPQ Model with Shortages and Variable Lead Time, *Information and Management Sciences*, 15(1), 61-67.
3. Charles, S. T. (1987). Reliability, Pricing and Quality Control, *European Journal of Operational Research*, 31, 37-45.
4. Cheng, T. C. E. (1989). An Economic Production Quantity Model with Flexibility and Reliability Considerations, *European Journal of Operational Research*, 39(1), 174-179.
5. Dari, S. & Sani, B. (2017). An EPQ Model for Delayed Deteriorating Items with Quadratic Demand, *Journal of the Nigerian Association of Mathematical Physics*, 40, 157-172.
6. Dari, S. & Sani, B. (2020). An EPQ Model for Delayed Deteriorating Item with Quadratic Demand and Linear Holding Cost, *Journal of Operational Research Society of India (OPSEARCH)*, 57(1), 46-72.
7. Dari, S. & Sani, B. (2020). An EPQ Model for Delayed Deteriorating Item with Quadratic Demand and Reliability Consideration, *International Journal of Mathematics in Operational Research*, 17(2), 233-252.
8. Dari, S. & Sani, B. (2017). An EPQ Model for Delayed Deteriorating Item with Quadratic Demand and Shortages, *Asian Journal of Mathematics and Computer Research*, 22(2), 87-103.
9. Dari, S. & Sani, B. (2015). An EPQ Model for Items that Exhibit Delay in Deterioration with Reliability Consideration and Linear Time Dependent Demand, *ABACUS*, 42, 1-16.
10. Dari, S. & Sani, B. (2013). An EPQ Model for Items that Exhibit Delay in Deterioration with Reliability Consideration, *Journal of the Nigerian Association of Mathematical Physics*, 24, 163-172.
11. Dash, B. (2014). Deteriorated Economic Production Quantity (EPQ) Model for Declined Quadratic Demand with Time value of Money and Shortages, *Applied Mathematical Sciences*, 8(73), 3607–3618.
12. Eduardo, L. & Barron, C. (2001). The economic production quantity (EPQ) with shortage derived algebraically, *Int. J. Production Economics*, 70, 289-292
13. Huang, C. (2004). An Optimal Policy for a Single-Vendor Single-Buyer Integrated Production-Inventory Problem with Process Unreliability Consideration, *International Journal of Production Economics*, 91(1), 91-98.
14. Jaber, M.Y., Bonney, M. & Moualek, I. (2009). An Economic Order Quantity Model for an Imperfect Production Process with Entropy Cost, *International Journal of Production Economics*, 118(1), 26-33.
15. Jaber, M.Y., Goyal, S.K. & Imran, M. (2008). Economic Production Quantity Model for Items with Imperfect Quality Subject to Learning Effects, *International Journal of Production Economics*, 115(1), 143-150.
16. Lee, W.J., Kim, D. & Cabot, A.V. (1996). Optimal Demand Rate, Lot Sizing and Process Reliability Improvement Decisions, *IIE Transactions*, 28(11), 941-952.
17. Leung, K.F. (2007). A Generalized Geometric-Programming Solution to An Economic Quantity Model with Flexibility and Reliability Considerations, *European Journal of Operational Research*, 176(1), 240-251.
18. Mahapatra, N. K., Bera, U. K. & Maiti, M. (2012). A Production Inventory Model with Shortages, Fuzzy Preparation Time and Variable Production and Demand, *American Journal of Operations Research*, 2, 183-192.
19. Malik, A. K., Sanjay, K. & Satish K. (2017). Two Warehouses Inventory Model with Quadratic Demand and Maximum Life Time, *International Journal on Future Revolution in Computer Science & Communication Engineering*, 3(10), 26-29.
20. Mettas, A. (2000). Reliability Allocation and Optimization for Complex Systems. In: *Proceedings of the Annual Reliability and Maintainability Symposium*, Institute of Electrical and Electronics Engineers, Piscataway, NJ. 216–221.
21. Mohan, R. & Venkateswarlu, R. (2013). Inventory Management Model with Quadratic Demand, Variable Holding Cost with Salvage value, *Res. J. Management Sci.*, 3(1), 18-22.

22. Monika, V. & Shon, S.K. (2010). Two Levels of Storage Model for Non-Instantaneous Deteriorating Items with Stock Dependent Demand, Time Varying Partial Backlogging Under Permissible Delay in Payments, *International Journal of Operations Research and Optimization*, 1, 133-147.
23. Musa, A. & Sani, B. (2012). Inventory Ordering Policies of Delayed Deteriorating Items Under Permissible Delay in Payments, *International Journal of Production Economics*, 136, 84-92.
24. Osagiede, F.E.U. & Osagiede, A.A. (2007). Inventory Policy for a Deteriorating Item: Quadratic Demand with Shortages, *Journal of Science and Technology*, 27(2), 91-97.
25. Ouyang, L.Y., Wu, K.S. & Yang, C.T. (2006). A study on an inventory model for non-instantaneous deteriorating items with permissible delay in payments, *Computers and Industrial Engineering*, 51, 637-651.
26. Pal, M. & Chandra, S. (2014). A Periodic Review Inventory Model with Stock Dependent Demand, Permissible Delay in Payment and Price Discount on Backorders, *Yugoslav Journal of Operations Research*, 24(1), 99-110.
27. Palanivel, M. & Gowri, S. (2018). A Production-Inventory Model with Delayed Deteriorating Item with Quadratic and Price Dependent Demand, *International Journal of Pure and Applied Mathematics*, 119(15), 3271-3283.
28. Panda G. C., Satyajit, S. & Pravat, K. S. (2012). Analysis of Constant Deteriorating Inventory Management with Quadratic Demand Rate, *American Journal of Operational Research*, 2(6), 98-103.
29. Porteus, E. L. (1986). Optimal Lot-Sizing Process Quality Improvement and Setup Cost Reduction, *Operations Research*, 34(1), 137-144.
30. Ravish K. Y. & Amit K. v. (2014). A Deteriorating Inventory Model for Quadratic Demand and Constant Holding Cost with Partial Backlogging and Inflation, *IOSRV Journal of Mathematics*, 10(3), 47-52.
31. Sahoo, N. K. & Tripathy, P. K. (2018). An EOQ Model for Quadratic Demand Rate, Parabolic Deterioration, Time Dependent Holding Cost with Partial Backlogging, *Int. J. Math. And Appl.*, 6(1), 325-332.
32. Salameh, M.K. & Jaber, M.Y. (2000). Economic Production Quantity Model for Items with Imperfect Quality, *Int. J. Production Economics*, 64, 59-64.
33. Santosh P. G. (2013). An EOQ Model for Deteriorating Items with Quadratic Time Dependent Demand Rate Under Permissible Delay in Payment, *International Journal of Statistika and Matematika*, 6(2), 51-55.
34. Sarkar, B., Sana, S.S., & Chaudhuri, K.S. (2010). Optimal Reliability, Production Lot Size and Safety Stock in an Imperfect Production System, *International Journal of Mathematics and Operations Research*, 2, 467-490.
35. Singh, S. R. & Rathore, H. (2014). An Inventory Model for Deteriorating Item with Reliability Consideration and Trade Credit, *Pak. j. stat. oper. res.*, 5(3), 349-360.
36. Tripathi, R. P. & Tomar, S. S. (2018). Establishment of EOQ Model with Quadratic Time-Sensitive Demand and Parabolic-Time Linked Holding Cost with Salvage Value, *International Journal of Operations Research*, 15(3), 135-144.
37. Tripathy, P.K., Wee, W.M., & Majhi, P.R. (2003). An EOQ Model with Process Reliability Considerations, *Journal of Operations Research Society*, 54, 549-554.
38. Umakanta M. (2016). An EOQ Model with Time Dependent Weibull Deterioration, Quadratic Demand and Partial Backlogging, *Int. J. Appl. Comput. Math*, 2, 545-563.
39. Zhang Ren-Qian, Yan-Liang Wu, Wei-Guo Fang & Wen-Hui Zhou. (2016). Inventory Model with Partial Backordering When Backordered Customers Delay Purchase after Stockout-Restoration, *Mathematical Problems in Engineering*, 2016, 1-16.