

Study questions on Inventory management

1.

a:

$$EOQ = 80 \text{ rolls}$$

b:

$$TBO = 0.042 \text{ years} \approx 2 \text{ weeks}$$

2.

The answer is present in the book!

3.

Answer: Buying 300 coats results in the best expected pay-off (9000\$)

2.

The answer is present in the book!