

• ECONOMIC ORDER QUANTITY *

☞ If we purchase stock, we covers two types of costs



→ we purchase stock in Bulk, then HOLDING COST INCREASES.

→ अगर बार-बार कम Quantity में खरीदेंगे
↓
ORDERING COST INCREASES

☞ EOA → Vo Quantity है, jo Dono cost ka Balance bana kar, Total cost ko Minimum kar deti h.

FORMULA :-
$$\sqrt{\frac{2 DO}{H}}$$

- D = Annual Demand
- O = Ordering Cost Per Order.
- H = Holding cost per Unit.