

Correction:

Stochastic Inventory Slides –

First group of slides: Page 32:

The backorder cost should be \$ per unit, not per unit time.

How to study using course slides?

- 1) Slides are mostly complement to the material in the text-book.
- 2) Read parts of the related chapter and try to match the slides (and course videos) with the text-book.
- 3) Certain slides are not available in the text-book - examples are given below (I tried to make it exhaustive, but it is difficult to do so):
 - a. Introductory parts of Deterministic Inventory Systems
 - b. Practical Issues discussed in several occasions (some are available in the text-book).
 - c. Revenue Management Problem discussion in the First group off slides, following newsvendor problem.
 - d. Use of ABC analysis – the discussion which can be followed in the course video is more extensive than the text-book.
- 4) Homework problems and especially Case Questions represent the most relevant issues from practical point of view.