

## Warehouse

### **What is warehouse?**

Warehouse is a large building where raw materials or manufactured goods may be stored before their export or distribution for sale.

### **What is the difference between warehousing and warehouse management?**

Warehousing is the storage of goods for profit. The physical location, the warehouse, is a storage facility that receives goods and products for the eventual distribution to consumers or other businesses. A warehouse is also called a distribution center.

Warehouse management is the process of coordinating the incoming goods, the subsequent storage and tracking of the goods, and finally, the distribution of the goods to their proper destinations.

### **What are the reasons of warehousing?**

1. To support the company's customer policy.
2. To maintain a source of supply without interruptions.
3. To achieve transportation economies.
4. To support changing market conditions and sudden changes in demand.
5. To support any JIT programs.
6. To provide customers with the right mix of products at all times and all locations.
7. To ensure least logistics cost for a desired level of customer service.

## **Types of warehouses?**

- 1) Private warehouses
- 2) Public warehouses
- 3) Contract warehouses

## **What are the goals of warehouse?**

1. Maximize effective use of space
2. Maximize effective use of equipment
3. Maximize effective use of labor
4. Maximize accessibility of all items
5. Maximize protection of all items
6. Maximize effective use of information
7. Maximize the protection of company's assets
8. Minimize goods handling
9. Minimize the company operating cost