

Glossary

1. **Inventory**
In a business accounting context, the word inventory is commonly used to describe the goods and materials that a business holds for the ultimate purpose of resale.
2. **Economic Value**
Economic value is a measure of the benefit that an economic actor is able to gain from good or service.
3. **Capital Investment**
Funds invested in a firm or enterprise for the purposes of furthering its business objectives.
4. **Capital**
Capital is a wealth invested or owned by a person or organization.
5. **Replenish**
Replenish means to filling up again the vacant place or restoring to a former level or condition.
6. **Lead Time**
Lead time is a time between the initiating and completion of production process.
7. **Procure**
Procure is to obtain; obtained as a prostitute for something else.
8. **Disruptive**
Disruptive means causing or tending to cause disruption.
9. **Decouple**
Decoupling is a process of separating or disengaging one thing from another; assigning.
10. **Decoupling Inventory**
A stock retained to make the independent control of two successive operations possible.
11. **Work-in-Progress Inventory**
It is that part of a manufacturer's inventory that is in the production process and has not yet been completed and transferred to the finished goods inventory.
12. **Carrying Cost**
In marketing, carrying cost refers to the total cost of holding inventory. This includes warehousing costs such as rent, utilities and salaries, financial costs such as opportunity cost, and inventory costs related to perishability, shrinkage and insurance.
13. **Stockpile**
Stockpile is a large accumulated stock of goods or materials.
14. **Ordering Cost**
All costs associated with preparing a purchase order. These include the cost of preparing a purchase invoice, telephone, salaries of purchasing clerks, and stationery.
15. **Purchase Price**

The price that an investor pays for a security. This price is important as it is the main component in calculating the returns achieved by the investor.