

# Contents

|          |   |           |
|----------|---|-----------|
| <b>1</b> | <b>Introduction</b>   | <b>1</b>  |
| 1.1      | Inventory Control . . . . .   | 3         |
| 1.2      | Preventive Maintenance Scheduling . . . . .   | 4         |
| 1.3      | Joint Preventive Maintenance Scheduling and Spare Parts Inventory Control . . . . .                     | 6         |
| 1.4      | Literature Review . . . . .   | 7         |
| 1.4.1    | Studies on Inventory Control . . . . .  | 7         |
| 1.4.1.1  | Models with Fixed Demand . . . . .  | 7         |
| 1.4.1.2  | Models with Variable Demand . . . . .   | 11        |
| 1.4.2    | Studies on Preventive Maintenance Scheduling . . . . .  | 13        |
| 1.4.3    | Studies on Joint Preventive Maintenance Scheduling and Spare Parts Inventory Control . . . . .          | 16        |
| 1.5      | Motivation . . . . .  | 21        |
| 1.5.1    | Problems Related to Inventory Control . . . . .   | 21        |
| 1.5.2    | Problems Related to Preventive Maintenance Scheduling . . . . .   | 22        |
| 1.5.3    | Problems Related to Joint Preventive Maintenance Scheduling and Spare Parts Inventory Control . . . . . | 23        |
| 1.6      | Aims and Objectives . . . . .   | 24        |
| 1.7      | Contributions Made by the Scholar . . . . .   | 25        |
| 1.8      | Organization of the Thesis . . . . .  | 26        |
| 1.9      | Summary . . . . .   | 27        |
| <b>2</b> | <b>Tools and Techniques Used</b>  | <b>28</b> |
| 2.1      | Classical Probability . . . . .   | 28        |
| 2.1.1    | Probability Measure . . . . .   | 29        |
| 2.2      | Fuzzy Sets . . . . .  | 30        |
| 2.2.1    | Membership Function . . . . .   | 30        |
| 2.2.2    | Possibility Theory and Possibility Measure . . . . .  | 31        |
| 2.3      | Credibility Theory . . . . .  | 31        |
| 2.3.1    | Credibility Measure . . . . .   | 31        |

|          |  |           |
|----------|--|-----------|
| 2.3.2    | Credibility Space . . . . .                                      | 32        |
| 2.3.3    | Fuzzy Variable . . . . .   | 32        |
| 2.3.4    | Membership Function of a Fuzzy Variable . . . . .                | 33        |
| 2.3.5    | Credibility Inversion Theorem . . . . .                          | 33        |
| 2.3.6    | Fuzzy Simulations . . . . .                                      | 33        |
| 2.4      | Reliability Theory . . . . .                                     | 34        |
| 2.4.1    | Common Maintenance Policies . . . . .                            | 36        |
| 2.4.1.1  | Age Replacement . . . . .  | 37        |
| 2.4.1.2  | Block Replacement . . . . .                                      | 37        |
| 2.4.1.3  | Periodic Replacement . . . . .                                   | 38        |
| 2.4.1.4  | Preventive Maintenance . . . . .                                 | 38        |
| 2.4.2    | Standard Failure Distributions . . . . .                         | 40        |
| 2.4.2.1  | Gaussian Distribution . . . . .                                  | 40        |
| 2.4.2.2  | Log-normal Distribution . . . . .                                | 42        |
| 2.4.2.3  | Exponential Distribution . . . . .                               | 42        |
| 2.4.2.4  | Weibull Distribution . . . . .                                   | 44        |
| 2.5      | Non-Traditional Optimization Tools . . . . .                     | 47        |
| 2.5.1    | Genetic Algorithms . . . . .                                     | 47        |
| 2.5.1.1  | Working Cycle of a GA . . . . .                                  | 49        |
| 2.5.1.2  | Real-Coded GA . . . . .  | 49        |
| 2.5.2    | Particle Swarm Optimization Algorithm . . . . .                  | 52        |
| 2.5.2.1  | Working Cycle of PSO Algorithm . . . . .                         | 54        |
| 2.6      | Summary . . . . .  | 55        |
| <b>3</b> | <b>Studies on Inventory Control</b>                              | <b>56</b> |
| 3.1      | Introduction . . . . .   | 56        |
| 3.2      | Mathematical Formulation . . . . .                               | 58        |
| 3.2.1    | EOQ without Backordering . . . . .                               | 58        |
| 3.2.2    | Fuzzy Dependent Chance Programming (FDCP) EOQ<br>Model . . . . . | 60        |
| 3.2.3    | EOQ with Backordering . . . . .                                  | 61        |
| 3.3      | Results and Discussion . . . . .                                 | 63        |
| 3.3.1    | Fixed Demand . . . . .   | 63        |
| 3.3.1.1  | EOQ without Backordering . . . . .                               | 63        |
| 3.3.1.2  | EOQ with Backordering . . . . .                                  | 74        |
| 3.3.2    | Variable Demand . . . . .  | 83        |
| 3.3.2.1  | EOQ without Backordering . . . . .                               | 85        |
| 3.3.2.2  | EOQ with Backordering . . . . .                                  | 90        |
| 3.3.3    | Case Study: Real Data from Industry . . . . .                    | 93        |
| 3.3.3.1  | Variable Demand without Backordering . . . . .                   | 94        |
| 3.3.3.2  | Variable Demand with Backordering . . . . .                      | 101       |

|          |   |            |
|----------|---|------------|
| 3.4      | Comparison with Published Literature . . . . .  | 109        |
| 3.5      | Summary . . . . .   | 110        |
| <b>4</b> | <b>Studies on Preventive Maintenance Scheduling</b>   | <b>111</b> |
| 4.1      | Introduction . . . . .  | 111        |
| 4.2      | Mathematical Formulation . . . . .  | 112        |
| 4.2.1    | Sequential Imperfect Preventive Maintenance Models . . . . .                                | 112        |
| 4.2.1.1  | Age Reduction Model [57] . . . . .  | 114        |
| 4.2.1.2  | Hazard Rate Model [57] . . . . .  | 116        |
| 4.2.1.3  | Hybrid Model [59] . . . . .   | 117        |
| 4.3      | Results and Discussion . . . . .  | 118        |
| 4.3.1    | Results of Age Reduction Model . . . . .  | 119        |
| 4.3.1.1  | Optimization by GA . . . . .  | 119        |
| 4.3.1.2  | Optimization by PSO Algorithm . . . . .   | 120        |
| 4.3.2    | Results of Hazard Rate Model . . . . .  | 120        |
| 4.3.2.1  | Optimization by GA . . . . .  | 121        |
| 4.3.2.2  | Optimization by PSO Algorithm . . . . .   | 121        |
| 4.3.3    | Results of Hybrid Model . . . . .   | 122        |
| 4.3.3.1  | Optimization by GA . . . . .  | 123        |
| 4.3.3.2  | Optimization by PSO Algorithm . . . . .   | 123        |
| 4.3.4    | Real Data from Industry . . . . .   | 124        |
| 4.3.4.1  | Optimization by Genetic Algorithm . . . . .   | 129        |
| 4.3.4.2  | Optimization by PSO Algorithm . . . . .   | 131        |
| 4.4      | Comparison with Published Literature . . . . .  | 135        |
| 4.5      | Summary . . . . .   | 135        |
| <b>5</b> | <b>Studies on Joint Preventive Maintenance Scheduling and Spare Parts Inventory Control</b> | <b>136</b> |
| 5.1      | Introduction . . . . .  | 136        |
| 5.2      | Mathematical Formulation . . . . .  | 138        |
| 5.2.1    | Joint optimization of Preventive Maintenance and Spare Parts Inventory . . . . .            | 138        |
| 5.3      | Results and Discussion . . . . .  | 143        |
| 5.3.0.1  | Optimization by GA . . . . .  | 144        |
| 5.3.0.2  | Optimization by PSO Algorithm . . . . .   | 144        |
| 5.3.1    | Case Study: Real Data from Industry . . . . .   | 146        |
| 5.3.1.1  | Optimization by GA . . . . .  | 148        |
| 5.3.1.2  | Optimization by PSO Algorithm . . . . .   | 149        |
| 5.3.1.3  | Sensitivity Analysis . . . . .  | 150        |
| 5.4      | Comparison with Published Literature . . . . .  | 151        |

|          |   |            |
|----------|---|------------|
| 5.5      | Summary . . . . .                                   | 152        |
| <b>6</b> | <b>Concluding Remarks and Scope for Future Work</b> | <b>153</b> |
| 6.1      | Concluding Remarks . . . . .                        | 153        |
| 6.2      | Scope for Future Work . . . . .                     | 155        |
| <b>A</b> | <b>EOQ Model with Backordering</b>                  | <b>170</b> |