Fold each printed sheet in half lengthwise. The left side of the document will list the term and the right side will list the definition. Tape or staple the open edges of your flashcards. Cut out your flashcards on the solid lines indicated and fold them on the dotted lines.

Module 6
Section D: Inventory Control

Term
Advance ship notice (ASN)

APICS CPIM Learning System   © 2025

An electronic data interchange (EDI) notification of shipment of product.

Module 6
Section D: Inventory Control

Term
Blockchain

APICS CPIM Learning System   © 2025

A continuously growing list of records, called blocks, which are linked and secured using cryptography. Each block typically contains a cryptographic hash of the previous block, a timestamp, and transaction data. The data in any given block cannot be altered retroactively without the alteration of all subsequent blocks, inherently making it resistant to modification.

Module 6
Section D: Inventory Control

Term
Certificate of manufacture

APICS CPIM Learning System   © 2025

A certificate that attests that the goods were manufactured in the exporter's country. It is provided and signed by the exporter's chamber of commerce.

Module 6
Section D: Inventory Control

Term
Certificate of origin

APICS CPIM Learning System   © 2025

A document attesting to a shipment's country of origin.

Module 6 *Section D: Inventory Control* **Term** Cut-off control APICS CPIM Learning System © 2025	A procedure for synchronizing cycle counting and transaction processing.
Module 6 *Section D: Inventory Control* **Term** Cycle counting APICS CPIM Learning System © 2025	An inventory accuracy audit technique where inventory is counted on a cyclic schedule rather than once a year. A cycle inventory count is usually taken on a regular, defined basis (often more frequently for high-value or fast-moving items and less frequently for low-value or slow-moving items). [the most effective of these] systems require the counting of a certain number of items every workday with each item counted at a prescribed frequency. The key purpose of [this] is to identify items in error, thus triggering research, identification, and elimination of the cause of the errors.
Module 6 *Section D: Inventory Control* **Term** Electronic commerce (e-commerce) APICS CPIM Learning System © 2025	The use of computer and telecommunication technologies to conduct business via electronic transfer of data and documents.
Module 6 *Section D: Inventory Control* **Term** Free-on-board (FOB) APICS CPIM Learning System © 2025	A shipping term which indicates at what point respective obligations, costs, and risk involved in the delivery of goods shift from the seller to the buyer.

Module 6
Section D: Inventory Control

Term
Incoterms

© 2025

A series of pre-defined commercial terms published by the International Chamber of Commerce relating to international commercial law. These terms do not cover property rights.

Module 6
Section D: Inventory Control

Term
Inventory accuracy

© 2025

When the on-hand quantity is within an allowed tolerance of the recorded balance. This important metric usually is measured as the percent of items with inventory levels that fall within tolerance. Target values usually are 95 percent to 99 percent, depending on the value of the item. For logistical operations (location management) purposes, it is sometimes measured as the number of storage locations with errors divided by the total number of storage locations.

Module 6
Section D: Inventory Control

Term
Inventory adjustment

© 2025

A change made to an inventory record to correct the balance in order to bring it in line with actual physical inventory balances. The adjustment either increases or decreases the item record on-hand balance.

Module 6
Section D: Inventory Control

Term
Inventory shrinkage

© 2025

Reductions of actual quantities of items in stock, in process, or in transit. The loss may be caused by scrap, theft, deterioration, evaporation, and so forth. Sometimes referred to as shrinkage.

Module 6 *Section D: Inventory Control* **Term** Lot control APICS CPIM Learning System © 2025	A set of procedures (e.g., assigning unique batch numbers and tracking each batch) used to maintain lot integrity from raw materials from the supplier through manufacturing to consumers.
Module 6 *Section D: Inventory Control* **Term** Lot traceability APICS CPIM Learning System © 2025	The ability to identify the lot or batch number of product in terms of one or all of the following: its composition, purchased parts, manufacturing date, or shipped items. In certain regulated industries, [this] may be a legislative requirement.
Module 6 *Section D: Inventory Control* **Term** Obsolescence APICS CPIM Learning System © 2025	1) The condition of being out of date. A loss of value occasioned by new developments that place the older property at a competitive disadvantage. A factor in depreciation. 2) A decrease in the value of an asset brought about by the development of new and more economical methods, processes, or machinery. 3) The loss of usefulness or worth of a product or facility as a result of the appearance of better or more economical products, methods, or facilities.
Module 6 *Section D: Inventory Control* **Term** Periodic inventory APICS CPIM Learning System © 2025	A physical inventory taken at some recurring interval (e.g., monthly, quarterly, or annual physical inventory). See: physical inventory.

Module 6
Section D: Inventory Control

Term
Physical inventory

APICS CPIM Learning System   © 2025

---

1) The actual inventory itself. 2) The determination of inventory quantity by actual count. [It] can be taken on a continuous, periodic, or annual basis. Syn.: annual inventory count, annual physical inventory. See: periodic inventory.

Module 6
Section D: Inventory Control

Term
Recalls

APICS CPIM Learning System   © 2025

A step in the reverse logistics process where parts or products are returned due to a product defect or potential hazard resulting from government regulations or liability concerns.

Module 6
Section D: Inventory Control

Term
Record accuracy

APICS CPIM Learning System   © 2025

A measure of the conformity of recorded values in a bookkeeping system to the actual values; for example, the on-hand balance of an item maintained in a computer record relative to the actual on-hand balance of the items in the stockroom.

Module 6
Section D: Inventory Control

Term
Shipper's export declaration (SED)

APICS CPIM Learning System   © 2025

An export/import document prepared by the shipper before a shipment can be exported and presented to a government authority of the country in which the shipper resides. Specifies details on the goods to be shipped, including their value, weight, and destination.

Module 6
Section D: Inventory Control

Term
Traceability

1) The attribute allowing the ongoing location of a shipment to be determined. 2) The registering and tracking of parts, processes, and materials used in production, by lot or serial number.