## Commerce SS2

## WAREHOUSING

Warehousing is the act of storing goods produced or bought in a place until they are needed. In other words, a warehouse is a place where goods are stored until they are needed by the consumers.

## Factors to be considered in siting a warehouse

- 1. Location of the factory, that is proximity of the warehouse to the production ground.
- 2. Nearness to the market.
- 3. Nearness to the distribution centres.
- 4. Operating costs if the warehouse
- 5. Cost of building the warehouse.