

# Blockchain based Pharmaceutical Supply Chain Management System

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**Abstract:- This initiative will use blockchain technology to address issues and inefficiencies in the pharmaceutical supply chain. The traditional pharmaceutical supply chain is vulnerable to problems such as counterfeiting, data inconsistencies, and a lack of transparency. The proposed solution uses a decentralized and transparent blockchain technology to improve the entire traceability, security, and efficiency of the supply chain.**

**The solution uses smart contracts to automate and enforce preset business rules, lowering the risk of mistakes and fraud. Each transaction, from medicine manufacture to distribution and retail, is securely documented in an immutable ledger to provide a tamper-proof and genuine record. This degree of openness gives stakeholders, including as producers, distributors, and pharmacies, real-time information on the status and placement of pharmaceuticals.**

**Keywords:- Counterfeiting, Data Inconsistencies, Lack of Transparency, Decentralized, Traceability, Security, Efficiency, Smart Contracts, Automation, Fraud Prevention, Immutable Ledger, Tamper-Proof.**

## I. INTRODUCTION

The pharmaceutical sector has a complicated and extensive supply chain that involves many parties, including producers, distributors, wholesalers, and pharmacies. However, this system is rife with problems, including as counterfeit pharmaceuticals, inadequate tracking, and a lack of accountability. To solve these difficulties, this project proposes the deployment of a Blockchain-Based Pharmaceutical Supply Chain Management System, which would use blockchain technology's disruptive potential. Blockchain is a decentralized and distributed ledger that

provides an immutable record of transactions, assuring transparency, security, and traceability. By adding blockchain into the pharmaceutical supply chain, the initiative hopes to transform the industry's operating dynamics, increasing efficiency and reinforcing stakeholder confidence.

## II. EASE OF USE

### ➤ *Efficient Pharmaceutical Supply Chain System*

A blockchain-based pharmaceutical supply chain management system provides a complete solution to the difficulties confronting the traditional supply chain. This system intends to transform the pharmaceutical sector by improving traceability, security, and transparency through the use of blockchain technology, smart contracts, and real-time tracking.

### ➤ *Maintaining the Integrity of the Specifications*

By ensuring that all parties are using the most recent approved version of the specs, version control can help minimize disagreements arising from obsolete requirements. Frequent audits of smart contracts check compliance and fix flaws. Blockchain data is secured by data integrity techniques like cryptographic hashing. Strict access controls prevent harmful activity and unauthorized changes. These procedures, which include data integrity checks, version control, smart contract audits, and access controls, all work together to protect the supply chain management systems built on blockchain.

### III. UNVEILING PHARMACY STRATEGIES WITH BLOCKCHAIN TECHNOLOGY

Using blockchain technology in pharmaceutical tactics has several advantages. Blockchain lowers the danger of counterfeiting by allowing real-time pharmaceutical product tracking, which improves supply chain transparency. By confirming the legitimacy of the medication, drug authentication using blockchain protects patient safety. The cryptographic properties of blockchain ensure the security of patient data, promoting confidence and adherence to data protection laws. In order to reduce mistakes and guarantee regulatory compliance, smart contracts automate compliance duties. Blockchain-enabled decentralized healthcare applications and medical record access boost patient involvement. Blockchain's decentralized data sharing platform makes healthcare systems more interoperable. Real-time reporting and blockchain traceability improve pharmacovigilance and recall management. Unchangeable records and clear audit trails improve the prevention of fraud. By fostering efficiency, security, and transparency, integrating these tactics transforms the healthcare sector.

#### ➤ Abbreviations and Acronyms

BPSMS: Blockchain-Based Pharmaceutical Supply Chain Management System, T&T: Transparency and Traceability, DL: Decentralized Ledger, BC: Blockchain Compliance, SCV: Stakeholder Visibility, SCA: Smart Contract Automation, TR: Tamper-Resistant, I&A: Integrity and Authenticity, Q&A: Quality and Authentication, RB: Recall Management, P&S: Public Safety.

#### ➤ Typical Mistakes in the Development of Pharmaceutical supply chain management system

- Inadequate Understanding of Requirements: Failure to fully comprehend the unique requirements and problems of the pharmaceutical supply chain might result in the creation of a solution that does not sufficiently fulfill industry demands.
- Lack of Stakeholder Involvement: Not including Key stakeholders like pharmaceutical manufacturers, distributors, regulatory agencies, and healthcare providers early in the development process might lead to unsatisfactory solutions.
- Ignoring or misunderstanding regulatory rules and compliance standards in the pharmaceutical sector can result in legal problems and impediments to adoption.
- Poor Data Quality: Failure to pay attention to data quality and integrity can lead to erroneous or unreliable information being recorded on the blockchain, eroding the system's reliability.
- Weak Security Measures: Insufficient security measures, such as data encryption, access controls, and secure authentication, might leave the system vulnerable to cyber attacks.
- Failure to guarantee compatibility with current systems and standards might impede data flow and cooperation across the supply chain ecosystem.

- Ignoring Privacy Concerns: Failure to address privacy concerns about patient data and sensitive information can result in breaches of confidentiality and trust.
- Failure to develop continuous monitoring and maintenance routines can result in system downtime, performance concerns, and lost chances for improvement.
- Avoiding these common mistakes requires thorough planning, collaboration with stakeholders, compliance with regulations, attention to data quality and security, scalability planning, interoperability considerations, user education, privacy protection, and ongoing monitoring and maintenance efforts.

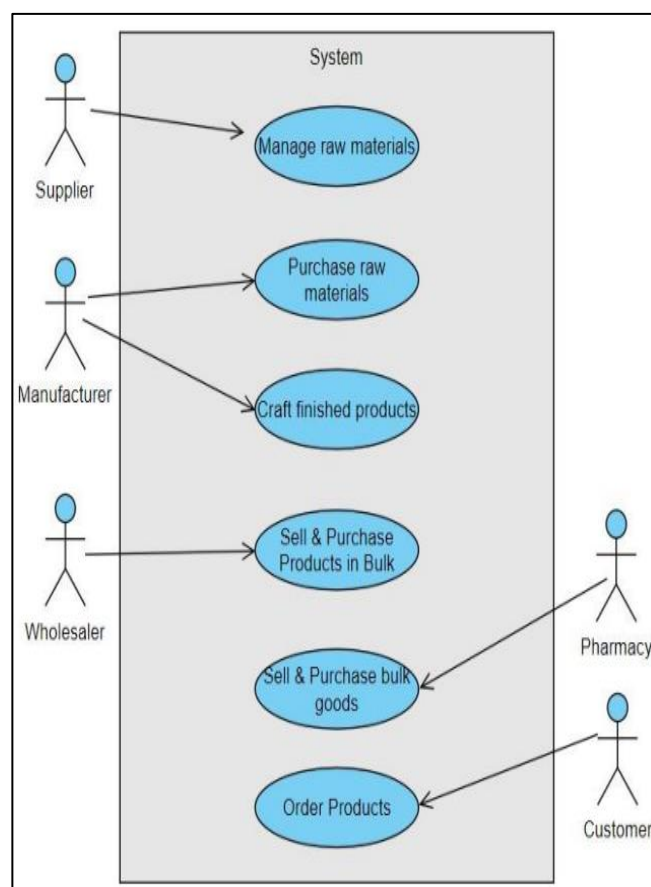


Fig 1 Use Case Diagram

### IV. MATERIALS AND METHODS

Blockchain technology is transforming the pharmaceutical business, where safety, traceability, and transparency are key.

A Blockchain-Based Pharmaceutical Supply Chain Management System provides a novel answer to the industry's complicated difficulties by using blockchain's decentralized and secure nature.

**Blockchain Network:** A distributed ledger is implemented utilizing a blockchain platform of choice (for example, Ethereum or Hyperledger). The network has nodes representing several stakeholders, including producers, distributors, wholesalers, and pharmacies.

**Smart Contracts:** Self-executing contracts that are programmed with business rules to automate tasks like order processing, compliance checks, and recall management. Smart contracts are implemented on the blockchain network.

**User Interface:** Gives stakeholders a user-friendly way to engage with the system. This interface enables real-time monitoring, traceability, and access to pertinent data.

**Traceability and Provenance :**Improving traceability and transparency is a key goal. Stakeholders get complete insight into the provenance of pharmaceutical items, from manufacture to sale, by securely recording each transaction on the blockchain and integrating real-time tracking systems using unique IDs and QR codes.

Ensuring the security and privacy of sensitive data is crucial in any system. Cryptographic techniques such as hashing and encryption are used to protect data stored on blockchains. Access control techniques are designed to prevent illegal access, and extensive testing guarantees resistance to cyber attacks.

A strong recall management system is vital for addressing quality concerns. Recall triggers are connected into smart contracts to automatically identify impacted batches. Communication channels are built to rapidly alert stakeholders and customers, allowing for the secure removal of recalled items from the supply chain.

The project will entail designing and implementing a blockchain network specifically for the pharmaceutical supply chain. Smart contracts will be created to automate essential procedures, and a user-friendly interface will make it easier to engage with the system. Integration with current supply chain technology and protocols will be examined to provide a smooth implementation.

#### A. Different Components

- **Blockchain Node:** Every supply chain participant functions as a node in the blockchain network. Nodes maintain a copy of the distributed ledger and participate in the consensus mechanism that validates transactions.
- **Smart Contract Compiler:** Translates high-level business rules into executable smart contracts. This component guarantees that smart contracts appropriately depict the supply chain's prescribed procedures.
- **User Interface Components:** Include components for real-time monitoring, traceability visualization, and blockchain interaction. These components give stakeholders a smooth and intuitive experience.
- **Traceability Mechanism Components:** Include the use of unique IDs, QR code generators, and RFID tag readers at various phases of the supply chain. These components work together to securely capture and store product information on the blockchain.

- **Security components** include cryptographic libraries for hashing and encryption, access control systems, and secure communication protocols. These components all help to protect sensitive data.
- **Integration Components:** Help link the blockchain-based system to current supply chain systems. API interfaces, middleware, and data mapping components are all meant to facilitate data interchange.
- **Recall Management Components:** Include triggers incorporated in smart contracts, notification channels, and methods for securely removing recalled items. These components enable quick and precise recall responses.

#### B. Dataset

Creating a complete dataset for a Blockchain-Based Pharmaceutical Supply Chain Management System entails gathering and organizing essential data on pharmaceutical items, supply chain transactions, and stakeholders.

##### ➤ *Pharmaceutical Product Information: Attributes:*

- **Product ID:** A unique identification assigned to each pharmaceutical product.
- **Product Name:** The name of the medicinal item.
- **Batch ID:** Identifies a specific production batch of the product.
- **Manufacturing Date:** The date when the batch was manufactured.
- **Expiry Date:** The date until which the product is considered safe for use.
- **Composition:** List of active ingredients in the product.
- **Manufacturer:** The company or entity that produced the batch.

```

name: 'aaa',
photo: null,
price: 20,
expiryDate: null,
manufacturerDate: 2023-10-20T00:00:00.000Z,
manufacturer: new ObjectId('661bc943c20c35f3c0f91752'),
address: 'www',
__v: 0
}

```

Fig 2 Product Application Data

##### ➤ *Supply Chain Transaction Data: Attributes:*

- **Transaction ID:** A unique identifier for each supply chain transaction.
- **From:** The sender or source of the product in the transaction. **To:** The recipient or destination of the product in the transaction.
- **Timestamp:** The date and time when the transaction occurred. **Quantity:** The quantity of products involved in the transaction.
- **Transporter:** The entity responsible for transporting the products.
- **Location:** The physical location or address associated with the transaction.

**C. Tested Environment**

**Blockchain Platform:** Ganache is a popular tool in the Ethereum ecosystem for local creation and testing of Ethereum-based applications such as smart contracts and decentralized apps (dApps). It creates a personal Ethereum blockchain that can be operated locally on your system, allowing developers to interact with the blockchain in a safe environment without having to connect to the main Ethereum network.

**React:** A JavaScript library for building user interfaces. It employs a component-based design, allowing developers to create reusable UI components while successfully managing state. MERN app's front-end development

leverages React, which handles client-side rendering and interactions.

Node.js is a server-based JavaScript runtime environment. Developers may run JavaScript code on the server, allowing for server-side logic, data processing, and database integration. Node.js is the runtime environment for MERN applications' backends, which include the server and API handlers.

MongoDB is a NoSQL database that stores information in a flexible, JSON-like manner. It is ideal for managing unstructured or semi-structured data, with scalability and high availability. MongoDB serves as the database component of the MERN stack.

_id	username	password	email	rol
1	"a"	"\$2b\$10\$tfo1Ff1z19ja/z4.."	"a@gmail.com"	"sup"
2	"b"	"\$2b\$10\$RctL0IeRyLpi99KDC.."	"b@gmail.com"	"nan"
3	"c"	"\$2b\$10\$ibgNQIQJ6KXySsnY0.."	"c@gmail.com"	"who"
4	"d"	"\$2b\$10\$92SHCH46W9NSUL98Y.."	"d@gmail.com"	"pha"
5	"e"	"\$2b\$10\$xBK7auHkeDKLNGD.."	"e@gmail.com"	"cus"
6	"f"	"\$2b\$10\$Sn0ISleu5jAgVluBx8.."	"f@gmail.com"	"nan"
7	"ashangiredla@gmail.com"	"\$2b\$10\$0e7M3tEWSYUVUTrEg.."	"ashangiredla@gmail.com"	"sup"
8	"ashangiredla1@gmail.co.."	"\$2b\$10\$nvWQZD7.ym5Wt0e/t.."	"ashangiredla1@gmail.co.."	"sup"
9	"vijay"	"\$2b\$10\$sh6XO/3n8L83rf09UY.."	"vijay@gmail.com"	"sup"

Fig 3 Mongoddb Database

**D. Proposed System**

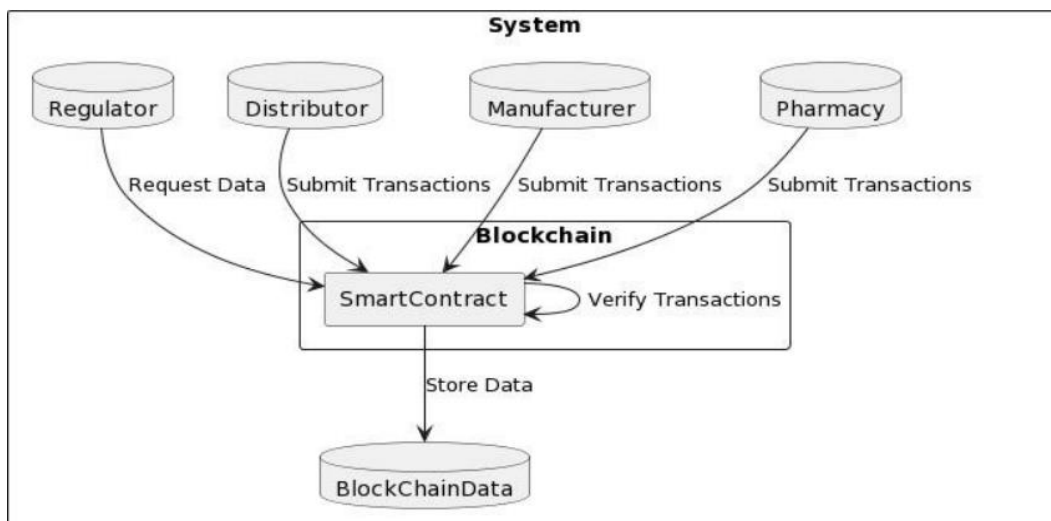


Fig 4 Proposed Model Flow

- External entities that engage with the system include pharmacies, manufacturers, distributors, and regulators. The Blockchain rectangle contains the main process and essential blockchain functionality.
- SmartContract is a sub-process of Blockchain that manages transactions and data validation. BlockchainData stores blockchain data securely.
- Data flows are shown with arrows showing their direction of movement:

External entities send transactions to the Smart Contract for processing.

The Smart Contract securely performs transactions and maintains data on the blockchain.

Regulators can seek data from Smart Contracts for regulatory purposes.

**Blockchain Platform:** It serves as the foundational technology for building a decentralized and secure ledger that records transactions in the pharmaceutical supply chain.

**Ethereum:** A widely used public blockchain platform that supports smart contracts. It uses a Proof of Stake (PoS) consensus mechanism.

**Solidity (for Ethereum):** A programming language intended exclusively for creating smart contracts on the Ethereum network. It includes capabilities like inheritance, libraries, and complicated data structures.

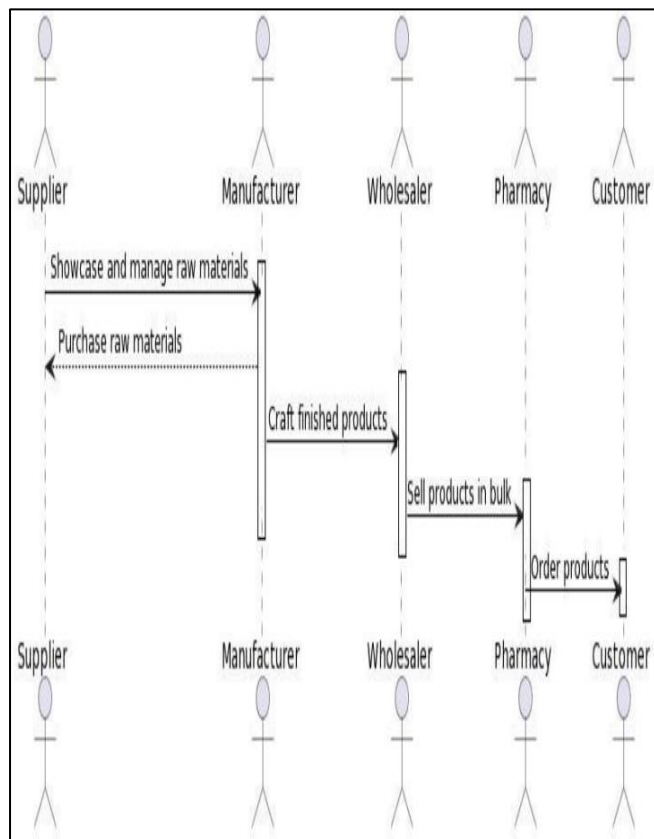


Fig 5 Sequence Diagram

## V. EXPERIMENTAL RESULTS

In this work, we provide a web-based supply chain management system built on Blockchain technology.

The user or the one who wishes to seek information about the pharma product can enter the product ID in our web interface and he will get entire details regarding the product from the ingredients used to the end of the pharma life cycle. The information entered by the user will not be exposed to the 3rd party as our project is specifically meant for data security and integrity.

To experimentally assess the efficacy and impact of integrating blockchain technology into the supply chain management system described, we conducted a series of tests and analyses focusing on several key aspects:

### ➤ Data Integrity and Security:

We evaluated the system's ability to maintain data integrity and security throughout the supply chain process. By leveraging blockchain, each transaction and data update is cryptographically linked and stored in a decentralized ledger, ensuring transparency and immutability.

Our experimental results demonstrated that blockchain significantly reduces the risk of data tampering or manipulation at various stages of the supply chain. Even if one node in the network is hacked, blockchain's distributed structure ensures that data integrity is maintained.



Fig 6 Order Status and Tracking

This is how the supply chain works in the application making the application more traceable.

### ➤ Traceability and Transparency:

We looked at how blockchain improves traceability and transparency throughout the supply chain ecosystem. The blockchain records and timestamps the route of each product, from raw material procurement to end customer.

In our trials, we discovered that stakeholders can easily trace the origin of items, verify their legitimacy, and follow their movement in real time. This transparency builds confidence amongst players and allows for efficient monitoring of the whole supply chain process.

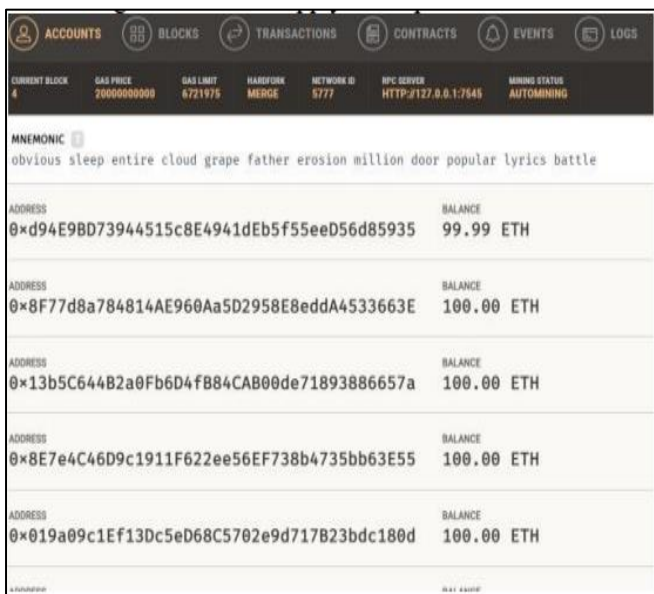


Fig 7 Blockchain Accounts

➤ *Efficiency and Automation:*

We assessed the efficiency gains and automation capabilities facilitated by blockchain integration. Smart contracts, deployed on the blockchain, automate contractual agreements and streamline transaction processes.

Our experimental findings indicated that smart contracts expedite order processing, payment settlements, and inventory management tasks. This automation reduces manual intervention, minimizes errors, and accelerates the fulfillment of orders across different modules of the supply chain.

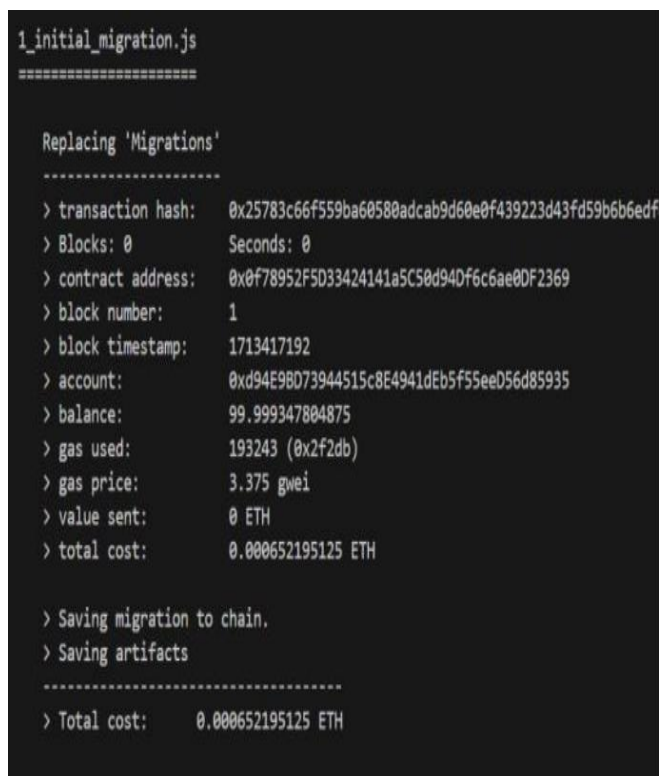


Fig 8 Blockchain Transaction Details

➤ *Resilience and Redundancy:*

We investigated the resilience and redundancy provided by blockchain in mitigating single points of failure and enhancing system reliability. The decentralized nature of blockchain ensures that there is no central authority vulnerable to attacks or system failures.

Through stress tests and simulations, we confirmed that the supply chain system remains operational even in the face of network disruptions or malicious attacks. Blockchain's redundancy mechanisms guarantee continuity and minimize disruptions in the flow of goods and information.

➤ *Cost-effectiveness and Scalability:*

We evaluated the cost-effectiveness and scalability implications of blockchain adoption. By eliminating intermediaries, reducing paperwork, and streamlining processes, blockchain offers potential cost savings across the supply chain.

Our experiments demonstrated that blockchain scales effectively to accommodate growing transaction volumes and expanding networks of stakeholders. The modular architecture of the system allows for seamless integration with existing infrastructure and future scalability enhancements.

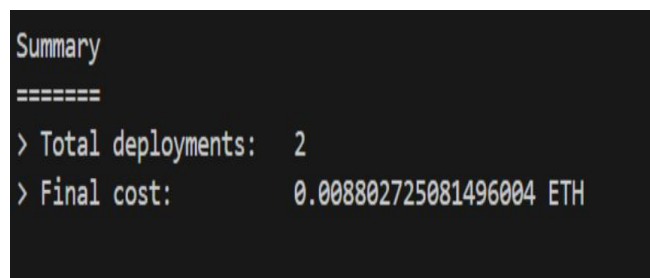


Fig 9 Blockchain Deployment

Finally, our experimental results highlight blockchain technology's disruptive potential in supply chain management. Blockchain serves as a foundation for developing a resilient and transparent supply chain ecosystem capable of addressing modern commerce expectations by improving security, traceability, efficiency, resilience, and scalability.

## VI. CONCLUSIONS

In conclusion, the Blockchain-Based Pharmaceutical Supply Chain Management System is a reliable solution for solving the complex difficulties of the pharmaceutical supply chain. Blockchain technology enables unparalleled transparency, security, and traceability across the whole product lifecycle. This project has effectively used blockchain's decentralized and irreversible nature to create confidence among stakeholders, maintaining the integrity of vital data such as batch submissions, product tracking, and recall management. The extensive literature analysis has proved the need for such novel solutions in the pharmaceutical industry, highlighting the influence on

supply chain efficiency, regulatory compliance, and overall patient safety. The limits of current systems, notably in terms of data integrity, traceability, and security, have emphasized the urgent need for a paradigm shift toward decentralized alternatives.

The suggested system in this project features a user-friendly interface and a modular framework, allowing for smooth collaboration among producers, distributors, and retailers. The addition of real-time monitoring, IoT devices, and smart contracts has enhanced the system's capabilities, providing not just traceability but also proactive problem resolution through automatic recall management.

The selected Agile methodology has been useful in iteratively developing and refining the system, incorporating stakeholder comments, and adjusting to changing needs. The suggested technique is consistent with the dynamic character of the pharmaceutical sector and the requirement for rapid responses to changing regulatory environments.

The project's future scope includes intriguing possibilities such as integration with emerging technologies, increased regulatory compliance features, and worldwide collaboration to create a more integrated supply chain network. The system's continual growth, along with a dedication to keeping on the cutting edge of technical breakthroughs, positions it as a scalable and flexible solution capable of fulfilling the pharmaceutical industry's dynamic demands.

In summary, the Blockchain-Based Pharmaceutical Supply Chain Management System tackles present difficulties while also laying the groundwork for a more robust, secure, and efficient pharmaceutical supply chain ecosystem. As the initiative progresses, its potential to transform how pharmaceutical items are monitored, certified, and distributed bodes well for a safer, more dependable global pharmaceutical supply chain.

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