## Title: The Important Of Total Quality Management And Sustainability Herbs Industry Business In Malaysia

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## ABSTRACT

This paper discusses the importance of quality management in confirming the success of every herbs industry business in Malaysia. The research paper to be focused issues on identifying and removing the causes of errors in the production line. The reason of choosing this topic because to ensure the product can be marketed success throughout Malaysia and global. There will be lot of activities; systems, procedure and regulation need to be fulfilled. Many things need to be done by entrepreneurs to produce quality products. Besides that Deming's theory management especially stresses improving quality for sustainability in productivity will be used in this research paper. This concept paper will benefit to all Malaysian entrepreneurs that involve in herbs industry.

Keywords: Quality, Quality Management, Sustainability, Business Competitiveness and Marketing.

## INTRODUCTION

Pharmaceutical products that produced by the Malaysian pharmaceutical industry can be broadly categorized as:

- i. Prescription
- ii. Over-the-counter (OTC)
- iii. Traditional medicines
- iv. Health and Food supplements

This paper discusses the importance of quality management in confirming the success of Traditional Medicine(TM) in Malaysia as Malaysian government has identified it as a strategic industry which should be promoted.

Although Traditional Medicines may be sold by non-professional outlets and public but it's still bind to the procedures, regulations and restrictions. It is very crucial to any firm that intends to expand its business locally and overseas as there are the International Standard regulations and restrictions that has been drafted in accordance with the rules given in the ISO Directives, Part 2. ISO (The International Organisation for Standardization) which is a worldwide federation of national standard bodies. A quality management system could become the strategic approach for an organisation to sustain in TM business. It is always implemented as a written document which is specified in the International Standard as requirements of the products. According to EU/PICS cGMP the principle of Quality Control is:

Quality Control is concerned with sampling, specifications and testing as well as the organisation, documentation and release procedures which ensure that the necessary and relevant tests are carried out, and

the materials are not released for use, nor products are released for sale or supply, until their quality has been judged satisfactory

Quality Control is not confined to laboratory operations, but must be involved in all decisions which may concern the quality of the product.

The independence of quality Control from production is considered fundamental to the satisfactory operation of Quality Control

It is most effective when it is an integral component of firm strategy, defining how the organization will successfully engage customers' needs, prospects, and competitors in the market arena.

The main customers for TM industry in Malaysian are National Pharmaceutical Bureau Control (NPBC) and public users. Every product need to be passed relevant tests before they get the registration number by NPBC.

#### **RESEARCH FOCUS**



Reported by Pacific Bridge Medical (Ames Gross and Rachel Weintraub,2005) the value of healthcare industry in Malaysia is around RM4 billion and growing at a steady rate of 6-8 percent annually. However, Malaysia still imports more than half of its pharmaceuticals and medical equipment, with U.S, Japan and Germany as its largest importers. Malaysian government considers the country's healthcare industry as one of its priorities, and continually strives to implement new schemes to help boost the country's medical sector.

Drug Control Authority (DCA) is the regulator for Pharmaceuticals in Malaysia ,under the Control of Drugs and Cosmetics Regulations 1984. The DCA is managed by the Director General of Health, Director Pharmaceutical Services, Director of the National Pharmaceutical Control Laboratory, and seven other appointed members. The DCA main responsibility is to ensure the safety, quality and efficacy of pharmaceuticals in Malaysia. The DCA's duties include (1) reviewing registration applications for drugs and cosmetics,(2) licensing importers, manufacturers and wholesalers,(3) post-marketing safety surveillance, and(4) adverse drug reaction (ADR) monitoring.

## POPULATION AND SAMPLING

The sample for this PILOT study included quality works and professionals from Malaysian herbal and manufacturers throughout Malaysia. Thirty (30) peoples had been selected to answer research questions. All respondents, working in the herbal and pharmaceuticals manufacturers relates to medicine, and register with MIPO experience. The research data is collected via the survey method. Creswell (2003) defines a survey method as a "numeric description of trends, attitudes, or opinions of a population by studying a sample of the population. Leedy and Ormrod (2005) stated that the goal of survey research is to learn information about a large population by surveying a sample of that population. The present research has been conducted on survey method to examine the hypothesis and the model of modification on the Deming path analysis model. The data and results of a quantitative approach can provide a general picture of the research problem (Creswell, 2005). In this surveys questionnaire is distributed to the respondent. Questionnaires are printed on paper-and-pencil or pen are used as instruments to the respondent to complete the questionnaires.

This pilot study questionnaire was divided into eight(8) parts by analyse the result of original Deming Model. Part 1 was used to obtain demographic information about the respondent. Part 2 was used to characterize the company's visionary leadership. Part 3 characterized the company's internal and external cooperation. Part 4 contained questions focused on learning organization. Part 5 was used to ask about process management. Part 6 talking about the continuos improvement. Part 7 is about the employee fulfillment. Part 8 Internal evaluation on customer satisfaction.

# THE PATH ANALYSIS RESULT OF ORIGINAL DEMING MODEL AND CONCLUSION

The model was tested using model fit indices. The model fit showed that the original Deming model was acceptable where all hypothesis paths were significant at p < .05 levels. As conclusion the questionnaires was being used allowed feedback from a large number of employees and it allowed each employees the opportunity to provide anonymous feedback on their experience. Structured questionnaires were being used in this research allowed for the exploration of patterns and trends which help to describe what is happening in the real context of traditional medicine business in Malaysia and provide a measure of respondents' opinions, attitudes, feelings,

and perceptions about issues of particular concern to the evaluator. They also help to identify patterns and trends that merit further exploration using qualitative methods (Cohen, 2000).

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