



# INTERNATIONAL JOURNAL OF CREATIVE RESEARCH THOUGHTS (IJCRT)

An International Open Access, Peer-reviewed, Refereed Journal

## A Study Of Milk Supply Chain Using Blockchain Technology

<sup>1</sup> S Nithin, <sup>2</sup> Leela Sai Charan <sup>3</sup> M Rahul, <sup>4</sup> Nishanth Y U, <sup>5</sup> Keerthi Mohan

<sup>1</sup> Student, <sup>2</sup> Student, <sup>3</sup> Student, <sup>4</sup> Student, <sup>5</sup> Associate Professor

<sup>1</sup> Computer Science and Engineering,

<sup>1</sup> Dayananda Sagar Academy of Technology & Management, Bengaluru, India

**Abstract:** Blockchain technology is an emerging field, encompassing distributed systems, cryptography, and supply chain management. Solutions built on blockchain technology ensure that all issues in the traditional supply chain are resolved in secure, transparent, and decentralized frameworks. The milk supply chain is an important domain that requires traceability, quality assurance, and real-time monitoring for consumer safety and trust. Using blockchain technology, the milk supply chain can be optimized and reliability can be built in by eliminating fraud, cutting wastage, and providing end-to-end visibility. This paper proposes the application of blockchain on the milk supply chain, which helps effectively solve complex problems and is a catalyst for increasing organizational efficiency. The review encompasses a detailed study of existing research, in terms of their methodologies, presented architectures, experimental evaluations, and benefits obtained.

**Keywords-** Blockchain, Milk Supply Chain, Traceability, Decentralization, Transparency, Smart Contracts, Quality Assurance.

### I. INTRODUCTION

minimizing inefficiencies like fraud, delays, and data manipulation. A classification of blockchain applications based on different domains of the supply chain can be seen in Table 1.

For example, at the level of a milk supply chain, it puts various inputs in records such as milk collection; quality parameters; transportation; storage conditions. Therefore, the achievement of high traceability by blockchain for this specific journey of milk is associated with quality assurance. This then calls for other problems such as tampering issues, delay, and loss in quality due to bad handling. Thus, an effective and reliable chain creates guaranteed safe acquisition for the consumers of what they buy.

The use of blockchain in supply chains is particularly efficient since it employs decentralized consensus and smart contracts to enforce rules automatically. For the milk supply chain, this enables real-time monitoring, streamlined payments, and secure data sharing among the stakeholders involved. This ensures optimized flows of goods and information and reduces inefficiencies.

Blockchain ensures that fault tolerance, improved security, lower fraud levels, and enhanced the operational efficiency within the milk supply chain. This domain can transform traditional systems into higher levels of trust and transparency in supply chain management.

Table 1: Classification of Optimization

Domain	Key Applications	Benefits
Milk Supply Chain	Traceability, Quality Assurance, Real-time Monitoring, Secure Payments	Transparency, Reduced Fraud, Minimized Spoilage, Consumer Trust
Food Supply Chain	Origin Tracking, Shelf-life Monitoring, Recall Management	Improved Food Safety, Reduced Wastage, Efficient Recalls
Pharmaceutical Supply Chain	Drug Authentication, Temperature Monitoring, Inventory Management	Counterfeit Prevention, Compliance with Regulations, Enhanced Trust
Retail Supply Chain	Inventory Tracking, Order Fulfillment, Logistics Optimization	Improved Efficiency, Real-time Updates, Better Customer Satisfaction
Agricultural Supply Chain	Crop Monitoring, Fair Pricing, Subsidy Distribution	Enhanced Farmer Income, Reduced Exploitation, Sustainable Practices

Some of the real-time applications of blockchain in milk supply chains are:

**A. Traceability:**

Blockchain can provide end-to-end traceability of milk, from the point of collection to the consumer. Every transaction can be recorded on an immutable ledger, allowing stakeholders to trace the origin, transportation, and storage conditions of milk - thus ensuring compliance with quality standards and building trust in this product with the consumer.

**B. Quality Assurance:**

The quality parameters of milk such as temperature and pH content can be recorded real-time with IoT devices incorporated with blockchain. It hence ensures that the milk is left at a safe consumption standpoint through the chain supply, involving neither spoilage nor waste as well. Bio inspired mechatronic systems can also improve the scientific understanding of their biological counter parts

Quality assurance in a blockchain-based milk supply chain utilizes IoT devices for real-time monitoring of critical parameters such as temperature and pH, ensuring the milk stays safe to consume at all points in the supply chain. This eliminates spoilage and waste and maintains transparency and traceability. Bio-inspired mechatronic systems also have the potential to improve efficiency and reliability in the supply chain through insights from their biological counterparts.

**C. Payments and Contracts:**

Smart contracts on the blockchain enable the smooth payment between farmers, distributors, and retailers. Payments are automatically executed when predefined conditions are met, thereby ensuring fairness and eliminating delays.

**D. Fraud Prevention:**

With blockchain, there is no tempering since the entire record of transactions in it can't be changed, and it prevents frauds. Examples include detection and prevention of adulteration of milk and mislabeling.

Challenges in blockchain over milk supply chain include:

- **Scalability:** Maintaining and handling large volumes of data from a multiplicity of stakeholders involved in the supply chain may challenge blockchain systems.

- **Adoption Barriers:** A barrier to adopting blockchain is the lack of technical expertise or infrastructure among smaller farmers and distributors, who also lack an understanding of its benefits.
- **The Integration of IoT:** Although IoT devices are the actual backbone of real-time monitoring, integration with blockchain systems is fraught with problems concerning data accuracy, reliability, and cost.

The rest of the paper is structured as follows:

In Section 2, one brief description of the survey of many papers from the definition, proposed model, experimental evaluation, and the advantages about them is mentioned. Section 3 will treat findings from the literature survey whereas the conclusion forms Section 4.

## II. LITERATURE REVIEW

This section explains the various swarm based optimization algorithms which can solve various problems. The Comparison of various algorithm is explained in table 2.

### 2.1 Blockchain-Based Traceability in Dairy Supply Chain Management by Likith Kumar et al. [7][6][12]

**Definition:** This study focuses on blockchain's role in ensuring traceability, transparency, and safety in the dairy supply chain. Blockchain's decentralized ledger records every transaction securely, creating trust among stakeholders.

**Proposed Model:** The model integrates RFID and blockchain technologies to track dairy products from production to retail. RFID collects data, and blockchain ensures its immutability. IoT devices like GPS and GIS enable real-time tracking and quality checks throughout the supply chain.

**Experiment Evaluation:** The system demonstrated improved traceability and transparency compared to traditional methods. It allowed stakeholders to access real-time data, enhancing decision-making and consumer trust.

**Advantage:**

- Increased transparency and reduced fraud.
- Enhanced consumer trust in dairy products.
- Efficient handling of recalls through precise tracking.

### 2.2 Blockchain-Based Milk Delivery Platform for Dairy Farmers by Darshan Varma and H.L. Shilpa [8][13][12]

**Definition:** This platform aims to protect small-scale farmers by leveraging blockchain for transparent recording of milk deliveries and payments.

**Proposed Model:** Farmers deliver milk to collection centers where transactions are recorded on a blockchain ledger. A web application provides farmers access to delivery and payment data, which can also be used as financial collateral.

**Experiment Evaluation:** The platform successfully eliminated manual errors and fraudulent modifications. Farmers reported increased confidence in fair payments, fostering a more equitable supply chain.

**Advantage:**

- Secures farmer's income through transparent records. Eliminates intermediary exploitation.
- Can be scaled to include other dairy-related operations.

### 2.3. Dairy Supply Chain System Based on Blockchain Technology by Shuvam Shingh et al. [9][1][12]

**Definition:** This review highlights the potential of blockchain technology in improving traceability and reducing fraud in the dairy industry.

**Proposed Model:** Blockchain assigns digital identities to all supply chain stakeholders. IoT devices automate data collection, while blockchain records details like milk origin, handling conditions, and quality standards. Regulatory bodies and consumers can access verified data via smart devices.

**Experiment Evaluation:** The system enhanced operational efficiency and established trust among stakeholders. However, high implementation costs and limited awareness among small-scale farmers remain barriers.

Advantage:

- Prevents adulteration and fraud.
- Builds consumer trust by ensuring product authenticity. Facilitates regulatory compliance with minimal effort.

## **2.4 Blockchain for Sustainable Supply Chain Management by Kemper Lewis et al. [13][14][8]**

Definition: This research discusses blockchain's role in creating sustainable and efficient supply chains under Industry 4.0 principles.

Proposed Model: The blockchain system ensures end-to-end traceability, automates processes through smart contracts, and integrates sustainability metrics. This allows stakeholders to track environmental compliance and ethical practices.

Experiment Evaluation: The system demonstrated significant improvements in transparency, efficiency, and collaboration. However, barriers include the technical complexity and adoption resistance from traditional supply chain operators.

Advantage:

- Enhances sustainability tracking and reporting.
- Reduces costs and errors with automated processes.
- Encourages collaboration among stakeholders for optimized resource use

## **2.5 Introduction to Blockchain in Dairy Supply Chain et al. [13][2][1]**

Definition: Blockchain technology serves as a transformative solution for managing dairy supply chains by ensuring traceability, transparency, and security through decentralized, immutable ledgers.

Proposed Model: Blockchain tracks the journey of dairy products from farms to consumers, leveraging smart contracts and IoT for automated data collection. Sensors monitor milk quality and ensure compliance with standards, enhancing trust among stakeholders.

Experiment Evaluation: Initial case studies highlight enhanced operational efficiency, fraud reduction, and improved customer satisfaction through blockchain adoption.

Advantages:

- Facilitates real-time traceability.
- Enhances consumer trust with verifiable product origins.
- Automates quality assurance and payment processes.

## **2.6 Multifold Secured Bank Application Authentication Service Using Random Visual Cryptography and Multimodal Steganography with Blockchain Technology by C. Nandini and Jahnvi. S [1][12][13]**

Definition: This study develops a strong, reliable authentication service for banking applications based on random visual cryptography [1], multimodal steganography, and blockchain technology for the purpose of tamper- proofing robust authentications in use by banking users.

Proposed Model: The system employs cryptography, steganography, and blockchain for enhancing the security level. Using Random Visual Cryptography [1], the sensitive information is split and hidden in different kinds of media with Multimodal Steganography. The blockchain helps ensure tamper-proof storage of authentication attempts, thus ensuring transparent and safe user validation.

Experiment Evaluation: It was tested in simulated banking scenarios, with notable results. The system enhanced security through the use of layered protection, preventing unauthorized access. Blockchain ensured transparent tracking and minimized fraud effectively. Users experienced increased trust as a result of the robustness and transparency of the system.

Advantages:

- A stronger security framework: combines visual cryptography, steganography, and blockchain to create a virtually impenetrable authentication.
- Eliminates Single Points of Failure: Decentralized blockchain storage eliminates attacks on centralized databases.
- Scalability: Scalable to be used in other applications demanding high-security authentication.



## 2.7 Quantum Cryptography and Blockchain System: Fast and Secured Digital Communication System. [2][14][12][13]

**Definition:** Quantum Cryptography and Blockchain together form a fast ultra-secure digital communication system[2] that utilizes quantum mechanics as well as decentralized ledgers to ensure unmatched data protection.

**Proposed Model:** Unbreakable keys are generated by Quantum Key Distribution, while blockchain ensures immutable as well as transparent communication records and offers robust security along with real-time traceability.

**Experiment Evaluation:** Improved data security, faster communication, and resilience against cyber threats have been observed, which are beneficial for trust and reduce vulnerability.

**Advantages:**

- Communication can be traced in real-time.
- Data integrity and security are strengthened.
- Protection against eavesdropping and cyberattacks.

## III. OBSERVATION

Various blockchain technologies with the integration of advanced cryptographic algorithms provide multiple benefits in the optimization of the milk supply chain. SHA-256 and Merkle Tree algorithms are dedicated to integrity, whereas RSA and ECDSA focus on security and authentication. PoA ensures effective consensus in the private blockchain and Solidity facilitates the operation with the help of smart contracts. Integration of the QR code helps bridge the physical supply with digital data, thus creating consumer confidence.

Moreover, real-time data sharing across the supply chain enhances operational transparency and minimizes fraud. Blockchain enables automated dispute resolution through immutable transaction records. Future advancements in quantum-resistant cryptography could further bolster the security and scalability of such systems.

Blockchain, combined with cryptographic algorithms, optimizes milk supply chains by ensuring that data is secure, untampered, and reliable. SHA-256 and Merkle Trees ensure immutability, while RSA and ECDSA provide secure authentication; Proof of Authority (PoA) maintains consensus, and Solidity automates processes with smart contracts.

QR codes connect the physical to the digital, promoting transparency and consumer trust through product tracing from farm to consumer. Also, blockchain technology fosters transparency in supporting the auto-resolution of disputes and allows for future advancement through the development of quantum-resistant cryptography, enhancing security and scalability.

Blockchain adoption in the milk supply chain also enhances traceability by recording every stage of production, storage, and distribution on a tamper-proof ledger. The use of IoT sensors alongside blockchain can provide real-time monitoring of temperature, humidity, and other crucial factors, ensuring compliance with quality standards. This integration allows stakeholders to instantly verify product authenticity, reducing the risk of counterfeit dairy products entering the market. Additionally, regulatory authorities can efficiently audit records without relying on intermediaries, streamlining compliance procedures.

The decentralized nature of blockchain mitigates single points of failure, ensuring continuous operation even in the event of system disruptions. Smart contracts, executed through Solidity, automate payments, quality verification, and supply chain agreements, reducing delays and manual intervention. This automation fosters efficiency by eliminating bottlenecks, lowering operational costs, and ensuring prompt settlements between farmers, distributors, and retailers. Furthermore, decentralized identity solutions can enhance access control, restricting unauthorized modifications and reinforcing security.

Incorporating machine learning and artificial intelligence into blockchain-based milk supply chains can further optimize predictive analytics for demand forecasting and supply chain resilience. AI-driven insights can help

in dynamic route optimization, reducing transportation costs and environmental impact. Blockchain's ability to store and analyze such vast amounts of data in real-time supports proactive decision-making, ensuring a steady and efficient supply chain. Moreover, AI-enhanced fraud detection mechanisms can flag suspicious activities, preventing potential disruptions.

Future research can explore the integration of quantum-resistant cryptographic algorithms to fortify blockchain security against emerging quantum threats. By leveraging lattice-based or hash-based cryptography, blockchain networks can remain secure even as quantum computing capabilities advance. Additionally, the evolution of cross-chain interoperability will enable seamless communication between different blockchain networks, fostering a more interconnected and efficient supply chain ecosystem.

Overall, blockchain-driven milk supply chains promise enhanced security, transparency, and efficiency. As advancements continue, integrating emerging technologies such as IoT, AI, and quantum-resistant cryptography will further strengthen the system, ensuring a robust, fraud-resistant, and highly optimized dairy supply chain for the future.

Table 2: Comparison of various algorithms

S.NO	ALGORITHM	AUTHOR	DESCRIPTION	ADVANTAGES
1	Proof of Authority (PoA)	Gavin Wood	A consensus algorithm where identity replaces computational power to validate transactions.	Energy-efficient and scalable, suitable for private blockchain networks.
2	SHA-256 (Secure Hash Algorithm)	National Security Agency (NSA)	A cryptographic hash function producing a 256-bit fixed-size hash for input data.	High security, resistant to collisions, and widely used in Bitcoin mining and data integrity
3	RSA (Rivest–Shamir–Adleman)	Ronald Rivest, Adi Shamir, Leonard	A public-key cryptographic system used for secure data transmission.	Ensures secure communication, widely adopted in encryption and digital signatures
4	Elliptic Curve Digital Signature Algorithm (ECDSA)	Certicom Research Group	A cryptographic algorithm for generating digital signatures using elliptic curve cryptography.	More secure and efficient than RSA for smaller key sizes, used in Bitcoin for transaction validation
5	Merkle Tree	Ralph Merkle	A data structure used in blockchain for efficient and secure verification of large datasets	Ensures data integrity, enables efficient verification, and reduces storage requirements.

6	Solidity (Smart Contract Language)	Nick Szabo	A programming language used to write self-executing contracts on blockchains like Ethereum.	Automates contract execution, reduces the need for intermediaries, and enhances transparency
7	QR code generation and analysis	Denso Wave	Algorithm to create and interpret QR codes for storing and retrieving data	High data storage capacity, fast readability, and versatile for multiple use cases.
8	Public Key Cryptography (PKC)	Satoshi Nakamoto, Whitfield Diffie and Martin Hellman	Cryptography protects the blockchain by safeguarding data, integrity, and anonymity and Encryption prevents unauthorized entry, hashing verifies the data, and a digital signature proves it's authentic. These methods make it secure and dependable.	Here, cryptography secures the blockchain: data security, integrity, and anonymity. Encryption blocks unauthorized access while hashing verifies data, and digital signatures confirm their authenticity. These methods make blockchain reliable and secure.

#### IV. CONCLUSION

Blockchain technologies, indeed empowered by cryptographic algorithms and smart contract mechanisms, potentially hold groundbreaking potential for altering the milk supply chain. Further research might benefit from addressing the scalability challenges and improving techniques for integrating all this to make their operations efficient and secure. In this survey paper, we have observed the behavior and implementation of blockchain-based solutions tailored to the milk supply chain, highlighting their advantages for specific challenges in the industry. Blockchain ensures transparency and immutability across the supply chain, enabling real-time tracking of milk from producers to consumers. Smart contracts also help automate the major processes, ensuring faster transactions and thus reducing the number of manual interventions. This is because of its decentralized nature, preventing any centralization of intermediate positions; this enhances stakeholders' trust in the entity. More importantly, in a decentralized environment, like that found in blockchain-based data systems, consensus algorithms, such as PoW and PoS, can be leveraged for the purpose of assuring integrity and security. For example, one might point out tamper proof, monitoring of the cold chain using IoT integration, traceability of batches of milk. The big challenge found through various studies, however, is that the computational and energy cost is high in some blockchain systems and the scaling problem for managing large datasets in real-time. There are also significant challenges in integrating legacy systems with blockchain and achieving farmer inclusivity. This paper discusses some of the ways blockchain will revolutionize the milk supply chain. We also came across how distributed ledger technology and cryptographic mechanisms adapt to overcome traditional supply chain limitations. For instance, in "Blockchain for Food Supply Chain Transparency" [14], blockchain was used to ensure traceability and quality control of dairy products. Similarly,

in a paper titled "Smart Contracts for Milk Payment Automation", [15], blockchain was employed for the automation of payments directed to farmers based on quality and quantity metrics verified in real-time.

#### IV. REFERENCES

- [1] C. Nandini and Jahnavi. S "Multifold Secured Bank Application Authentication Service Using Random Visual Cryptography and Multimodal Steganography with Blockchain Technology" Proceedings of 3rd International Conference on Recent Trends in Machine Learning, IoT, Smart Cities and Applications, ICMISC 2022, Springer – February 2023, Pages 119-135, Print ISBN 978-981-19-6087-1.
- [2] C. Nandini and Jahnavi. S "Quantum Cryptography and Blockchain System: Fast and Secured Digital Communication System" in Data Engineering and Intelligent Computing pp 453-46, proceedings of ICICC 2020, ISBN: 978-981-16-0170-5, Springer- May 2021.
- [3] Mohamed Mounir Harrir, Lamia Triqui-Sari, "Enhancing Transparency and Efficiency: Leveraging Blockchain for Overcoming Challenges in Plastic Recycling Industry", 2024 IEEE 15th International Colloquium on Logistics and Supply Chain Management (LOGISTIQUA), pp.1-6, 2024.
- [4] Gollapudi SriLatha, M Narendra, "The Applications and Effect of Block Chain on E-Commerce Industry", 2024 Second International Conference on Intelligent Cyber Physical Systems and Internet of Things (ICoICI), pp.55- 58, 2024.
- [5] N. Priyadharshini, S. Kiruthika, Radha J, Vaishya R, Pranavi D, Sasidharan P, "IoT - Based Quality Monitoring and Control Automation in Dairy Industry", 2024 15th International Conference on Computing Communication and Networking Technologies (ICCCNT), pp.1-5, 2024. Babic, A., Lindner, A., Vulic, B., Stewart, E., & Radman, M., "Direct visualization of horizontal gene transfer," Science, vol. 319, 2008, pp. 1533–1536.
- [6] Nayana MS, Nekkanti Deepak, Nisha M, Shravani MS, Dr. Manjunath HR, "A Review on a Milk Quality Detection and Analysis", International Journal of Advanced Research in Science, Communication and Technology, pp.76, 2023.
- [7] Mohammed A. Alanezi, Mohammad Shoaib Shahriar, Md. Bakhtiar Hasan, Sabbir Ahmed, Yusuf A. Sha'aban, Houssein R. E. H. Boucekara, "Livestock Management With Unmanned Aerial Vehicles: A Review", *IEEE Access*, vol.10, pp.45001-45028, 2022.
- [8] Mamata Rath, "A review of Artificial Intelligence Emerging technologies and challenges in Block Chain Technology", 2019 International Conference on Smart Systems and Inventive Technology (ICSSIT), pp.1031- 1035, 2019.
- [9] Gollapudi SriLatha, M Narendra, "The Applications and Effect of Block Chain on E-Commerce Industry", 2024 Second International Conference on Intelligent Cyber Physical Systems and Internet of Things (ICoICI), pp.55- 58, 2024
- [10] Risdy Absari Indah Pratiwi, Lastrri Anggi Fani, Firmansyah Kusasi, "Blockchain Technology in Fisheries Industry: A Systematic Literature Review", *BIO Web of Conferences*, vol.134, pp.05004, 2024.
- [11] Paras Yogesh Mehta, Yash Rajesh Saliya, Dhruv Lalit Jain, Yogi Shashikant Patil, Sonali Bhutad, "A Novel Dairy Supply Chain Portal for Prediction of Milk Requirement", 2023 3rd International Conference on Pervasive Computing and Social Networking (ICPCSN), pp.1594-1600, 2023.
- [12] Decentralized Malware Attacks Detection using Blockchain S. Sheela, S. Shalini, D. Harsha, V.T. Chandrashekar, Ayush Goyal ITM Web Conf. 53 03002 (2023) DOI: 10.1051/itmconf/20235303002
- [13] S. S, S. S, A. S, B. P, G. C and R. K S, "An Effective Counterfeit Medicine Authentication System Using Blockchain and IoT," 2023 4th International Conference for Emerging Technology (INCET), Belgaum, India, 2023, pp.1-5, doi: 10.1109/INCET57972.2023.10170622
- [14] Sumanth Reddy, S., S, J., & D R, M. (2024). Enhancing Data Security and Traceability in Supply Chain Management using Blockchain Technology. *Journal of Cyber Security in Computer System*, 3(3), 11–24.