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# Quality of Products: Problems and Solutions

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#### Abstract 5

The article is devoted to the problems of products quality improvement. It is focused on the 6 integrated management of product quality and production efficiency. Foreign experience in 7 standardization (England, Germany, the United States, France, Japan), quality requirements 8 and issues of national significance related to energy-saving, environmental protection, ensuring 9 safety of life, the safety of conditions in the workplace were studied. The characteristics of 10 public and private functions in the system of quality management and recommendations for 11 evaluation of the quality were given. The basic principle of achieving dynamic stability of 12 business was highlighted, oriented on active response and measurement of internal and 13 external risk factors. The conclusion is made that there is a need to identify and use reserves 14 to ensure the competitiveness of manufactured products, the opportunity to improve the 15 quality using breakthrough innovations, and intellectualization that provides the creation of 16 new products that affect the survival of producers and business development. 17

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Index terms— quality, competitiveness, quality management, business processes, quality requirements 19

#### 1 Introduction 20

odern companies use their resources to continuously improve the quality and modernize technology. It is important 21 for them to keep their products at a high level of quality. Quality assurance requires combining the creative 22 potential and practical experience of specialists. Organizations have to provide accessibility and after-sales service 23 24 to keep their customers. Modern consumer is becoming more discriminating in the choice of goods. Quality, as a combination of properties and characteristics of goods, determines its suitability for use and purpose, these 25 properties are formed when creating goods depending on the requirements of customers, and are provided with 26 the understanding of the formation of the necessary properties of products, and the result of the quality provided, 27 corresponding to quality standards. 28

The quality requirement is established by normative and normative-technical characteristics fixed in documents 29 of state and industry standards, technical specifications and technical assignments for the design or modernization 30 of products, drafts and process charts, technological regulations and control cards, and other documents, including 31 company standards 1 Foreign standardization organizations are characterized by the creation of committees, 32 institutes and standardization associations. For example, Japan's National Standards Organization is represented 33

by the Japan Industrial Standards Committee (JISC [1,6,7]. 34

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36 In the United States, the National Institute of Standards and Technology (NIST) is the national standardization 37 body. This non-governmental non-profit organization coordinates the work on voluntary standardization, directs 38 the activities of organizations that develop standards, makes decisions on the recognition of status of a national standard, or an intersectoral standard, if firms with different sectoral interests are interested in this. NIST is 39 the only U.S. authority to adopt (approve) national standards. Its main task is to contribute to the solution of 40

problems of national importance, in particular related to energy ), founded in 1949, as an advisory body to the 41

- Ministry of Internal Trade and Industry. The committee is subordinate to the Office of Science and Technology, 42
- which approves all JISC work plans. The Committee includes: a standardization council (holds conferences of 43
- the Committee, plans work and monitors the implementation of the plan), councils of branch departments and 44

technical committees (develop standards for the main industries and construction). All members of councils and 45 technical committees, as a rule, are composed of representatives of scientific and business circles, practitioners, 46 government employees, specialists of organizations producing products and consumers of products. Japan has 47 national industry standards, industry standards for industry associations, and company standards under Japan's 48 49 Standardization Law. 1 Corporate standards are developed on the basis of national and industry standards, but, as a rule, the requirements of corporate standards differ from national ones due to the production capabilities of 50 the company, its desire to satisfy the needs of certain consumer groups (for example, the target segment), focus 51 on competitors, and others. Standardization departments lead standardization work in companies. The draft 52 standard is necessarily sent to the company's departments for feedback and comments, after which the final draft 53 of the corporate standard is drawn up, which is approved by the management of the company. 2 JISC is funded 54 by the government. According to the Law on Standardization, Japan has national industry standards, industry 55 standards for industry associations, and company standards. 56

57 saving, environmental protection, ensuring the safety of life and the safety of working conditions.

In Germany operates The German Institute of Standards (DIN), established in 1975. This was preceded 58 by a committee of normals for general engineering, created in 1917. The German Institute of Standards has 59 created committees, as working bodies, to develop national standards. DIN provides the work of committees 60 61 at the international and European levels, based on national standardization in the sectors: construction, 62 electronics, chemical production, precision mechanics, optics, photography and cinematography, healthcare, 63 nuclear technology, agriculture, mechanical engineering and shipbuilding, aviation, sports, leisure jewelry manufacturing and some others. It is important to highlight the role of standardization in the field of ensuring 64 the safety of goods and services, environmental protection, and the creation of fundamental standards. The 65 German Institute of Standards, in the framework of an agreement with the German Government, acts in the 66 interests of German society, contributes to the removal of technical barriers in trade, protection of consumer and 67 environment. German standards -"generally recognized rules of technology" -a measure of impeccable technical 68 behavior, are recognized as the national standard when extending them to areas where federal legislative norms 69 are applied. DIN represents national interests in Europe and around the world. 70

In England operates the British Standards Institute (BSI), established in 1901. Today, BSI is coordinating standards development through stakeholder agreements. The automated system "Standardline" in the structure of the central reference service with the participation of BSI is engaged in information support for standardization and dissemination of information about standards. The PERINORM service databank in cooperation with Germany and France provides information on the standards of three countries: international standards ISO and IEC, and regional standards CEN and CENELEC.

In France, the national standardization organization is the French Association for Standardization (AFNOR),
whose activities include standardization, metrology, management and quality control. AFNOR has created the
Espace Information and Exhibition Center for consulting and informing on all standardization issues. AFNOR
Association provides methodological assistance to firms and enterprises manufacturing products, holds seminars
and internships on problems of standardization and quality, provides technical documentation on the production
system, product quality management, efficiency of commercial activities, etc.

In Russia, the national standardization organization is the Committee of the Russian Federation for 83 Standardization, Metrology and Certification. The committee is engaged in standardization -it establishes 84 norms, rules and characteristics. The State Standardization System of the Russian Federation (GSS RF) 85 includes a set of fundamental standards that regulate standardization work across the country, at all levels 86 of production and management based on a set of state standards. The Committee or the Gosstroy of the 87 Russian Federation adopts the State Standard of the Russian Federation (GOST R). Standards establish the 88 forms and methods of interaction between enterprises, entrepreneurs and government bodies 4 The development 89 concept of the national standardization system of the Russian Federation for the period until 2020. 5 defines 90 strategic goals and objectives, development principles and priority areas, in particular: "aviation and shipbuilding 91 industry; space technology; telecommunication and information technology; technologies based on the use of the 92 GLONASS satellite navigation system; medical devices; medical technology and pharmaceuticals; biotechnology; 93 nanotechnology; energy efficiency; development of engineering and technology in the oil and gas and mining 94 industries; construction; the creation of "smart" networks and digital substations in the electric power industry, 95 including those aimed at ensuring reliable and uninterrupted power supply, reducing costs, increasing productivity 96 and energy efficiency of the country's electric grid complex; ensuring labor safety and maintaining health ", ... 97 and others, as well as:" ... enterprise management, conformity assessment, consumer protection; environmental 98 protection, including environmental regulation, determination of levels of harmful effects on the environment 99 and humans, environmental assessment and environmental management of business entities, a methodology for 100 assessing health and environmental risks, and the disposal of products and industrial waste." 6 To ensure a high 101 level of national standardization, successfully represent Russia in organizations at the international and regional 102 level, as 103 The concept of developing a national standardization system in the Russian Federation provides for the need

The concept of developing a national standardization system in the Russian Federation provides for the need to implement measures to improve the system of training specialists and experts in the field of standardization. well as to increase the efficiency of using standardization documents in economic sectors, it is necessary to train highly qualified engineers and economists who have knowledge of standardization issues. It is important to update or introduce into the educational institutions of higher and secondary professional engineering and economic education standardization disciplines in the relevant areas; to organize additional education programs in the field of standardization in parallel with the development of the main educational program, and involve practitioners in the field of standardization in the formation of professional competencies of bachelors and masters, to ensure the extension of the practice (internships) of professional development of staff working in standardization areas in the economy with the participation of business communities.

For Russia, the quality problem is especially important. In many areas, entrepreneurs seek to meet international standards. The solution of the problem is possible through the efforts of the state, scientists, designers, enterprise managers, as well as consumers. The state is capable and should maintain at the optimum level the efficient work of domestic producers, and for this, to establish requirements for product safety, monitor the conformity of its declared and real quality, and determine standardization and certification procedures.

Implementing the basic principles of standardization, the principle of balancing the interests of the parties, developers, manufacturers and consumers of products is highlighted. The developer seeks to create the most perfect product, the manufacturer takes care of the manufacturability and cost of production, and the consumer (buyer) wants to satisfy his needs by purchasing a product (service). The principle of consistency and complexity of standardization considers each object as part of a complex system. For example, a PC consists of hardware and standard programs, therefore, when developing them, it is important to pay attention to certain standard requirements in combination.

The dynamism and the accelerated development of standardization as a principle has been formed in modern 126 fundamental laws on standardization and is focused on taking into account the possibility of appearance of 127 new products and new technological processes. New products that do not meet current standards cannot be 128 used effectively. In case of the possibility of appearance of new products, in the law "On Standardization" the 129 principle of the advancing development of standardization, the ability to cover new, unknown achievements of 130 science and technology is formed. The application of standards should provide economic (due to saved resources, 131 increasing reliability, increasing technical and information compatibility) or social effect (ensuring the safety 132 and health of people, the environment, etc.). The main attention should be paid to the priority of developing 133 standards that contribute to the safety, compatibility and interchangeability of products and services, as well as 134 the implementation of the principle of hormonization. 135

The principle of hormonization provides for the development of hormonization of standards -standards at 136 all levels from international to individual company standards should be composed uniformly and without 137 contradictions, which guarantees unhindered interaction between ministries, departments, enterprises, and 138 139 partners in international trade. To make rational management decisions to improve the quality of production, it is necessary not only to know the problems and bottlenecks in production, it is necessary to apply a systematic 140 approach to quality management, international 7 The market economy makes special demands on the quality of 141 products, and this is justified by the need to ensure its competitiveness. In turn, competitiveness is characterized 142 by a large number of factors, and in particular the level of prices and product quality. At the same time, product 143 quality -operational safety, reliability, design, level of after-sales service should be put in the first place. Quality, 144 being a synthetic indicator, reflects the combined manifestation of such factors as: the dynamics and level of 145 development of the national economy, the ability to organize and manage the production of quality products, 146 identify and use kaizen and kairyo reserves, which ensure the competitiveness of products and domestic standards, 147 mastery of organizational and methodological foundations of certification and metrology, and take into account 148 the specifics of industries. 149

When assessing quality, one should take into account the general trends of physical and moral aging, as 150 well as deviations of quality from established requirements, in particular: violation of the rules and operating 151 conditions, mistakes of developers and manufacturers, violation of production discipline, equipment defects, etc. 152 It is also important to take into account the instability and variability of needs. Provided that the quality meets 153 all standards and technical conditions, and the requirements of consumers change, the quality with constant 154 parameters deteriorates. This objective reality shows that quality is an unstable object, which focuses on the study 155 of problems, the collection of information and the development of measures to improve quality. opportunities 156 to improve quality for account of innovations. Practice shows that in a market economy there are factors in a 157 competitive environment that can affect the survival of producers and the results of business development. 158

The modern approach to business development is objectively associated with the understanding of quality as an effective means of satisfying the requirements of consumers and manufacturers interested in reducement of production costs. Therefore, characterizing quality as a set of properties of products that can satisfy the needs of customers (users), it should be understood that quality as a product of labor is a category inextricably linked to consumer value, which characterizes the ability of the acquired product to satisfy a need. Consumer value objectively forms the basis of quality, and quality characterizes the measure of consumer value, the degree of suitability and usefulness of the goods.

As a result of the evolution of the concepts of quality, social needs and production opportunities for satisfying them have increased. Aristotle (III century BC) formulated the definition of quality as the difference between objects, differentiated on the basis of "goodbad." In the XIX century AD Hegel said that "Quality is, first and foremost, a certainty identical with being, so that something ceases to be what it is when it loses its quality." According to the Chinese version -quality, which is indicated by a hieroglyph of two elements, is characterized by the equality of "balance" and "money", as a model: QUALITY = EQUILIBRIUM + MONEY, therefore the quality of production of products is identical to the concept of "upscale" and "expensive".

In practice, an equal sign is often put between quality and competitiveness, and often no distinction is made between them. Moreover, the concept of competitiveness is broader than the concept of quality. Quality, which is important to understand, is not the only component of product competitiveness that predetermines its level (Fig. 1).

## **177 3 PRODUCT COMPETITIVENESS**

## **178 4 PRODUCT PRICE (WORKS, SERVICES)**

In 1931, Walter Schuhart, an American scientist and consultant in the theory of quality identified two aspects of 179 quality: objective physical characteristics, and subjective (how good is the product). Scientist Ishikawa Kaoru 180 in 1950 wrote that quality should really satisfy the needs of consumers, he was convinced that the success of 181 182 Japan in conquering world markets largely depends on the belief in the effectiveness of quality control methods 183 9 9 http://magazine.hrm.ru/klassiki-menedzhmenta-isikava-kaoru . Control of safety of quality and products on the Russian market is based on regulations, this is a check of compliance of the quality indicators of a particular 184 185 product with the requirements, standards, technical conditions, as well as the requirements specified in the supply 186 contract. Monitoring is carried out in order to verify a limited number of indicators and establish the variety of the product. At the same time, a broader concept than control is quality assessment. 187

Quality assessment as a set of operations includes the selection of the nomenclature of quality indicators of the evaluated products, the determination of the values of these indicators and their comparison with the basic ones, the determination of the quality level. Level assessment is carried out when making decisions on choosing the best product for sale, planning quality indicators of goods, etc.

To study consumers means to analyze their most important values, characteristics, behavior, specifics of making decisions about the purchase of goods. Working on targeted markets, developing a marketing strategy focused on customer satisfaction, it is important for the company to determine the goals of its activities and ways to achieve them, to minimize risks when introducing new products. The information and knowledge obtained help to predict the future needs of consumers, increase their satisfaction, receive financial benefits in the form of a higher market value **??**5.18].

It is important to understand the difference in the characteristics of the product from its value, which gives 198 199 the product to the consumer, which is important for business development. It is necessary to evaluate the values 200 of the company itself, striving for success and the values that are significant for the consumer. Each consumer 201 has its own set of values. The study of value is carried out using various methods, for example, according to 202 the scale of values of M. Rokich, S. Schwartz, two classes of values are evaluated: terminal (value of the goal) 203 and instrumental (value-means). In the diagnosis of personal value orientations, as terminal values, we can distinguish: financial status, creativity, social contacts, self-development and personal prestige, preservation of 204 205 individuality and others, which together can be represented in various areas of life: professional life, training and education, family and social life ??2,8]. 206

The analysis of value and ranking of indicators by importance, allows to identify indicators on which it is 207 necessary to concentrate business efforts in the field of quality assurance. When planning quality, at a strategic 208 level, one determines the promising areas of quality development. Current planning includes: a plan for the 209 removal from production of obsolete and noncompetitive products, a plan for the modernization of manufactured 210 211 products with high quality, a plan for the development of new types of products. Moreover, the implementation 212 of quality improvement plans requires material and financial support, economic justification, taking into account the results of studying current and future demand and customer reviews and the results of product specifications; 213 compliance with standards and specifications, development of R&D, patent materials, etc. It is also important 214 to coordinate these plans with other production plans aimed at improving, including sets of measures to improve 215 quality, and based on the principles of a systematic approach, covering all levels of management and all stages 216 of the product life cycle. 217

Every year, in Russia, at the Expo Control exhibition, Russian specialists demonstrate the multifaceted nature 218 and variety of the latest solutions and technologies for measuring, testing and quality control in industrial 219 production and in scientific research. Among the participants of Expo Control in Moscow there are specialists 220 from more than 80 companies from Russian regions and foreign countries -Germany, Italy, the USA, Switzerland 221 222 and other countries of the world 10 10 «Expo Control» exhibition website: http://expo-control.com/ uchastie/o-223 vyistavke/. At conferences in business circles, fundamentally new requirements for the quality of products 224 (works, services) are discussed. This is objectively due to the fact that the survival of any company, its stable 225 position in the market for goods is determined by the level of competitiveness.

It should be noted that competitiveness is associated with several factors, in particular, the price level and product quality, and more important factors are related to product quality and labor productivity, while saving all resources used in production is giving way to product quality.

But the quality problem has been and remains relevant. This is a strategic problem, the solution of which determines the stability of the state economy. Therefore, the most important task of product quality management is to ensure the optimal level of quality by determining the economic effect of its increase at all stages (productionand sale, consumption and operation).

Studying foreign experience, American business management experience based on individual and entrepreneurial initiative is of interest. In developing the concept of increasing competitiveness, Americans pay great attention to:

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The development of science, engineering and technology; the sphere of education, which has become the locomotive of the socio-economic development American society; development of quality management systems and successfully implementation of models of continuous improvement of business processes (personnel management, production management, information systems management, finance, accounting and marketing).

Much attention is also paid to the competencies of managers such as: strategic competence (global and 243 systemic thinking, the ability to see and solve problems, security relationships); social competence (such skills 244 as teamworking, including in international teams, the ability to motivate and convince colleagues, learning 245 and innovate skills, personal charm, the ability to resolve conflicts); functional competence (the ability to make 246 247 managerial decisions, initiative, working skills and flexibility in work, endurance in work), managerial competence 248 (organizing skills, the ability to bear responsibility, the strength of beliefs, the authority of the leader, the 249 behavior of the leader); professional competencies (university education, experience in linear and staff work, work experience in most functional areas and work experience abroad, knowledge of at least two foreign languages). 250

Today, professional managers can build their teamwork abilities in business games and consulting projects, solve cases developed on real practical situations from a business, start studying with an essay, and finish with master's theses, develop a personal strategy and achieve the goal -prestigious work. Studying the problems of quality management, entrepreneurs create a productive network of developing and implementing high quality standards, using the best modern approaches, and achieve success in business in a spiral of success: high quality, low costs, higher profits, more reinvestment; higher quality, lower costs, etc. [9,10,11].

Today, Gazprom and Rosstandart have embarked on the implementation of the best practices of stan-257 dardization, metrology and ensuring the quality of products (works, services). In the coming years Gazprom 258 plans to develop national corporate standards for the production of highly efficient technological equipment 259 for Gazprom 11 Practice shows that in the competitive environment, product quality and associated costs 260 261 become important factors in the economic situation of a (2016-2018); to take measures to synchronize the corporate regulatory framework with the latest standards in the energy sector, and by 2018 to introduce a 262 product quality management system, increase production management efficiency, optimize costs, coordinate 263 and implement investment projects. company, business development, and in particular such an indicator as 264 profit. The intensive effectiveness of the quality system can be manifested in reducing the cost of production 265 by minimizing the total costs for all cost groups. New approaches to the quality problem require manufacturers 266 to take into account the market factor, organizational and economic measures of quality management and the 267 transition to the more flexible standardization system. This will allow manufacturers to quickly respond to 268 rapidly changing requirements of the internal and external market environment for the quality of goods, for the 269 organization of work to ensure high quality products. 270

To assess the quality level, one can use the differential (comparison of unitary quality indicators of new products with identical basic quality indicators) and complex (comparison of actual complex indicators with basic and complex indicators) methods. Traditionally, numerical values of quality indicators are established using various methods for assessing and measuring product quality indicators: objective (measuring, registration, calculation), and subjective (organoleptic, sociological, expert) (tab. 1).

Table ??: Methods for determining the quality of products

#### **7 Method Characteristic**

278 Objective methods

#### 279 8 Measuring method

It is based on information obtained technical measuring instruments and devices, equipment, chemicals and utensils. It requires specially equipped premises and specialists trained for analysis. For example, in the food and cosmetic industry, the mass of a product, the content of fats and carbohydrates, emulsifiers, esters, and others; in mechanical engineeringengine speed, product size, vehicle speed, amperage, etc.

### <sup>284</sup> 9 Registration method

Based on the use of information obtained by recording and counting the number of certain events, items, costs. For example, product failure during testing; the number of defective containers, defective products in a batch during acceptance, storage, sale, reconciliation of inventory items. Used to determine indicators of unification, patent law indicators, etc.

## 289 10 Calculation method

It is based on the use of information obtained by theoretical and empirical dependencies of product quality indicators on its parameters. For example, when designing products, when objectively there is no product, and experimental research is impossible. Used to determine values: product mass, performance indicators, power, strength, etc.

## <sup>294</sup> 11 Subjective methods

### <sup>295</sup> 12 Organoleptic method

Based on the analysis of the perception of the senses -vision, smell, hearing, taste. The value of the indicators is determined by analyzing the sensations obtained on the basis of existing experience and is expressed in points. The accuracy and reliability of the assessment depends on the qualifications, skills and abilities of the specialist and on the conditions for the analysis. Advantage: fast, cheap, affordable. The disadvantage of this method is subjectivity (inaccuracy). Used to determine the performance of confectionery, perfumes and other products.

## 301 13 Expert method

Based on a decision made by experts (scientists, designers, technologists, product experts), etc., it allows to objectively evaluate the quality of products. It means the production of special experiments, tests in appropriate -created or selected -conditions. It is used in forensic research, investigative and judicial practice, in the production of forensic examinations.

## 306 14 Sociological method

Based on the collection and analysis of the opinions of actual and potential consumers of products. The attitude of consumers to the quality of products is revealed by taking into account the questionnaires completed by them, holding consumer conferences, sales exhibitions, tastings, and other events.

Improvement of the quality of products and services is the most important area of increasing business efficiency. In this regard, the role and importance of integrated management of product quality and production efficiency is growing. Assessing the level and quality of products is objectively the basis for taking managerial influence in the quality management system.

314 Quality assessment system as a set of responsibilities, procedures and resources providing a general guide to 315 quality assessment is based on a quantitative measurement of the defining properties of product quality indicators 316 (purpose, reliability, manufacturability, standardization and unification, ergonomics, aesthetics, transportability, environmental friendliness, safety, patent indicators). Quantitative indicators are determined by experimental, 317 318 organoleptic and sociological methods. In aggregate, all indicators for various objects are regulated in the relevant regulatory legal acts and documents -laws, standards, norms, rules. Such quality assessment system is used to 319 determine the level of quality at all stages of the innovation process, it allows making effective management 320 decisions that are justified: objective assessment of product quality at various stages of reproduction, taking 321 into account the relationship between quality, quantity and price; an objective reflection of the properties and 322 indicators characterizing quality in regulatory technical documents for products; objective data on the quality, 323 324 technical level and competitiveness at all stages of the product life cycle.

In the quality assessment system, the appropriate place is taken by the ISO 9000 International Standards (ISO 9001, ISO 9002 and ISO 9003), focused on a specific policy and the achievement of goals. These fundamental documents of quality management system contain a quality assurance methodology, models of functional (organizational) relationships between suppliers and consumers; Standards 9000 and 9004 define the requirements for a quality system and quality management.

Compliance with the requirements of ISO 9001:2011 will provide organizations with the opportunity to enter 330 the market, based on the assessment of commercial activities on the principles of transparency and standardization 331 of the rules by which production is carried out. The document confirming such is a certificate 12 The achievement 332 of dynamic business sustainability remains the principle of an active response. The certification of the quality 333 management system (QMS) in Russia is carried out by organizations accredited to the State Standard, that issue 334 335 certificates for compliance with GOST ISO 9001-2011, which are valid in the Russian Federation. To work on the 336 European market, certification of QMS compliance with ISO requirements from a Western certification body is 337 required, in particular: BSI (British Standard Institute) (Great Britain), Det Norske Veritas (Norway), Societe 338 Generale de Surveillance (Switzerland), etc.

Practice shows that the implementation of the QMS contributes to an increase in the volume of production (90%), the expansion of the customer base and the assortment range of products (85%), and the reduction in the number of complaints about product quality (60%) [3].

The certification procedure provides for a preliminary audit of the company by the certification body, a thorough check of the object for which the Certificate is issued. The presence of the Certificate is confirmed by documentary evidence of the quality of work performed, by the presence of the effectively working quality management system at the enterprise [4,5].

The modern quality management system objectively focused on business performance, not only ensures participation in many state tenders and competitions of certified enterprises, but also opens up opportunities for entering international markets where it is impossible to state the serious intentions of the company without a Certificate.

Practice shows that obtaining a Quality Certificate not only makes it possible to attract large investments or 350 credit resources, increase the reputation of the brand, but also is a good advertisement of products, it attracts 351 customers (buyers, customers), and, which is most important -makes it possible to significantly increase profits. 352 The company receives the opportunity to increase profits through the optimization of business processes, thereby 353 increasing sales and reducing costs. For buyers, the presence of a Certificate is a guarantee of product quality. 354 ISO certification all over the world is the evidence of effective quality management, the key to the competitiveness 355 of the company and its products on the national and international market. 12 Standardization and certification 356 together form a single and clear quality management system. In this aggregate, standardization is the regulating 357 element, which regulates quality requirements, and certification is an important element in monitoring compliance 358 with these requirements. 359

360 to the measurement of internal and external risk factors. External destabilizing factors of stability in relation 361 to the enterprise are determined by the stability of the economic environment, internal dynamics and trends over 362 time of indicators characterizing the results of production, management, personnel and financial and economic activities of the organization. Internal and external risks, as vectors of development, show the achieving of goals, 363 at the same time acting in opposite directions: the higher the stability, the lower is the risk in terms of deviation 364 from the expected result, and vice versa. Therefore, risk assessment is objectively related to the probability of 365 occurrence of events and the effect caused by this event, which can be negative (loss) and positive (gain) [13,14]. 366 Accepting the concept of risk management, a model of dynamic stability is adopted -increasing organization and 367 efficiency, with a set of goals, expressed by streamlining indicators of the economic condition of the organization 368 [15,20]. For example, at the micro level -the level of small and medium business structures, the new quality 369 of economic growth should be characterized by dynamic stability and efficiency, combining economic and social 370 characteristics of business development into a single system. At the same time, the concepts of sustainable 371 growth are generalized, reflecting not only the economic growth, but also a new quality and efficiency in unity 372 and development [16,17]. 373

374 Poor product quality can objectively be the reason for buyers' refusal to purchase goods, it can lower the financial stability of the enterprise, and lead to bankruptcy. The consistent application of quality management 375 tactics is necessary, in practice it is called quality control. The fulfillment of all requirements of conformity to 376 quality is ensured by product quality management, which should be implemented systematically. The product 377 quality management system should function as an organizational structure that distributes responsibility and 378 procedures, processes and resources necessary for quality management. The Quality Management Services 379 operating in the structure of the company solve the main tasks, in particular: they protect the reputation 380 of the company, protect consumers from defective products, as well as reduce unproductive work and prevent 381 spoilage at the enterprise. 382

The quality policy is formulated in the form of business principles and long-term business development goals. For example, to improve the economic situation of an enterprise; to expand the market, to gain new sales markets; to achieve a high technical level of products, to increase the level of leading enterprises in the industry; to focus on customer satisfaction by industry or region; to develop products, taking into account the implementation of new principles, an increase in warranty service and the development of service.

World experience shows that it is quality that is the most factor in overcoming the economic crisis, and the determining vector is the innovative vector of development in the areas of: technological, benchmarking, intellectually creative, informational, integration reserves; kaizen reserves -the involvement of each employee in work to improve the quality of products, works and services; Kairyo reservesensuring competitiveness improvements that demand a radical organization, requiring more investment to improve the quality of enterprise management and the quality of products [12,19,20].

Objectively high results of the effectiveness of business development will be ensured by the intellectualization of the enterprise -orientation of the activity to the acquisition, creation, use of knowledge and competencies, with the aim of transforming them into new products, services or business models. Intellectualization requires operational and strategic decisions, the creation of competency models that focus on the ability to develop and improve the human resource, and the answer to the questions: why a business competency model is needed, and why it is a link in the personnel management system, why it is necessary to start with competencies, if the company faces with issues of increasing the efficiency of business processes. <sup>1 2 3 4</sup>

#### Figure 1:

<sup>&</sup>lt;sup>1</sup>State standardization as a form of development and standardization is carried out under the guidance of state bodies according to unified state standardization plans. National standardization is carried out on a state scale without a state form of leadership.

 $<sup>^{2}7</sup>$  International Standard -A standard adopted by an international standardization organization. The development of international relations leads to the need for the development and widespread use of international standards. In 1946, the International Organization for Standardization (ISO) was established, the main activity of which is the development of international standards.

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<sup>&</sup>lt;sup>4</sup>Official website of Gazprom: http://www.gazprom.ru/press/news/ 2014/may/article191681/

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