
RESEARCH ARTICLE

Blockchain-Enabled Quality Traceability Framework for Mechanical Parts Supply Chains

Krishna Kandi¹ ✉, Subba Rao Katragadda², and Raghuram Katakam³

¹Independent Researcher, Sterling, VA, USA

²Independent researcher, California, USA

³Independent Researcher, Atlanta, GA, USA

Corresponding author: Krishna Kandi, **Email:** krishna.kandi@ieee.org

ABSTRACT

Ensuring end-to-end quality traceability along mechanical parts supply chains is an enduring challenge as multi-tier supplier networks are complex, open to counterfeit parts, and the limitations of centralized traceability systems. Traditional solutions like ERP and barcode-based tracking are opaque, non-interoperable, and tamper-proof, eroding trust among the parties. Blockchain-based technologies, being decentralized, immutable, having smart contract functionality, hold the potential to address the problems. Proposing here a blockchain-based quality traceability framework customized for the purposes of mechanical parts supply chains, this integrates the use of IoT sensors, RFID, digital inspection reports, and a distributed ledger to record and verify quality aspects during each step of the product lifecycle. It augments the real-time transparency, allows automated compliance to industry standards, and upgrades the prevention of risk during the event of recalls or failures. Transparency, efficiency, as well as trust building among the OEMs, suppliers, regulators, and the ultimate users, are the prime benefits. Even the challenges of scalability, standardization, as well as the preservation of the privacy of the data, persist as a part of the undertaking, the framework gives the basis to a more sustainable, secure, as well as resistant supply chain. Potential future research avenues include the integration of blockchain with digital twins, predictive analytics, as well as green consensus protocols, so as to advance traceability as well as performance.

KEYWORDS

Blockchain, IoT, Supply chain, Data engineering, digital inspection

ARTICLE INFORMATION

ACCEPTED: 03 October 2025

PUBLISHED: 19 October 2025

DOI: 10.32996/jcsts.2025.7.10.51

1. Introduction

Mechanical parts value chains are very sophisticated networks including various levels of suppliers, producers, logistics companies, as well as original equipment makers (OEMs). In this scenario, enforcing high standards of quality is paramount as substandard or counterfeit parts may cause serious safety risks, plant shutdowns, as well as financial losses. Automotive, aerospace, as well as the heavy machinery sector, as an example, depends significantly on strong traceability systems to help ascertain that each component is up to high standards of style as well as regulation [1].

Old-style traceability solutions—the use of barcodes, RFID tags, and centralized enterprise resource planning (ERP) systems—the partial answers come up short on data silos, report-in errors that are manual, and the possibility that the records themselves may be tampered with. As supply chains grow global, the shortcomings hold back transparency, blunt supplier responsibility, and slow the identification of defects during recalls or audits [2].

Blockchain technology has come up as a change-enabling technologies in this regard. Its decentralized and tamper-proof ledger-based structure permits secure and verifiable capture of quality data throughout the whole supply chain. Integrating

blockchain technology with Internet of Things (IoT) devices, digital inspection stations, and smart contracts, it is capable of developing a borderless quality traceability framework that assures authenticity, enhances compliance, and reinforces trust among the parties [3]. This paper investigates such a blockchain-based framework, outlining its design, the workflow, advantages, as well as the challenges, of the blockchain-enabled framework in the supply chain of mechanical parts.

2. Literature Review & Background

Traceability of quality has been commonplace in the supply chains of mechanical parts, particularly those sectors where safety as well as trustworthiness takes the utmost priority. Classical systems employ the help of barcodes, QR, as well as radio-frequency identification (RFID) systems that are embedded as part of the enterprise resource planning (ERP), manufacturing execution systems (MES), as well as product lifecycle management (PLM) software. Even though the above-mentioned systems allow base-level transparency, they lack significant limitations: common databases are open to manipulation, interoperability among global suppliers is low, as well as manual entry that results in errors. These limitations hamper transparency as well as make it challenging to enforce accountability within extensive, multi-tier supply networks [4].

Recent innovations in information technologies have also sought to fill these gaps. Cloud platforms enhanced data availability, while IoT devices now allow for automated quality data capture during tests and production. Even so, the technologies still need a secure and reliable backbone, and these still involve centralized bodies, which again introduces manipulation as well as incomplete reporting [5].

Blockchain, on the other hand, provides a decentralized, tamper-proof system for data exchange. Its best-known characteristics—immutability, decentralized consensus, and programmable smart contracts—have been extensively used or trailed in food safety, pharmaceuticals, and logistics. Research reveals blockchain has the potential to improve supply chain transparency through the secure keeping of product origins, certifications, and inspection outcomes. In aerospace and vehicle applications, pilot programs indicate blockchain’s capabilities to trace the authenticity of spare parts as well as compliance [3].

Even so, the uptake of blockchain for traceability along mechanical parts supply chains is still restricted. While current research focuses mostly on logistics tracking or provenance, the addition of real-time inspection data, supplier certifications, and automate compliance check execution for produced parts is little explored. This lack gives rise to the basis upon which the framework presented here has been established [6].

3. Problem Statement & Objectives

Mechanical parts provide supply chains that are functioning increasingly complex, where parts come from various global sources and are assembled into highly sophisticated systems. Any part quality compromise—through counterfeit materials, off-spec construction outside the design tolerance, or missing inspection report gaps—can cascade product safety and reliability. Typical traceability systems barely offer the required end-to-end insight, so OEMs and regulators receive partial data during audits, recalls, or warranty issues. Lack of a secure, tamper-proof mechanism to record and exchange quality data generates the risks that compromise supply chain resilience [7].

In order to deal with these problems, this research suggests a blockchain-based framework that shall intend to:

- Create indelible, real-time part quality records along the supply chain.
- Allow trustless verification of the supplier certifications and inspection data.
- Enforce industry standards compliance automatically through smart contracts.
- Improve recall effectiveness and tighten up supplier responsibility.

4. Framework Design: Blockchain-Enabled Quality Traceability

The framework being suggested combines blockchain technology with current manufacturing as well as quality management systems to provide an end-to-end traceability product for mechanical parts. Its architecture centers on data authenticity, smooth interoperability, as well as automated compliance during the product lifetime.

4.1 Architecture Layers

- I. Data Layer

At the source, smart sensors based on IoT, RFID tags, QR tags, and autonomous inspection systems extract process data and quality parameters where the value is created. Machining tolerance, hardness value, surface finish, and test results are entered electronically. It allows automatic entry, reducing man-made errors.

II. Blockchain Level

A distributed ledger retains approved data entries in an unchangeable style. To fix supply chain scalability, consensus processes like Proof of Authority (PoA) or Proof of Stake (PoS) are suggested over energy-hungry Proof of Work. Each deal (a report of a test, a certificate, or a ship record) is time-stamped and appended securely.

III. Application Layer

This layer contains smart contracts that apply pre-established rules. A contract, for instance, automatically rejects a shipment if inspection reports are outside tolerance bands or if a supplier's cert is outdated. Dashboards and mobile apps enable the access of real-time records to stakeholders, thereby facilitating open communication throughout the network.

IV. Integration Layer

It In order to reach pragmatic adoption, the framework intersects current ERP, MES, and PLM platforms. APIs as well as middleware solutions enable blockchain data to seamlessly enter implemented workflows without requiring companies to redesign old systems.

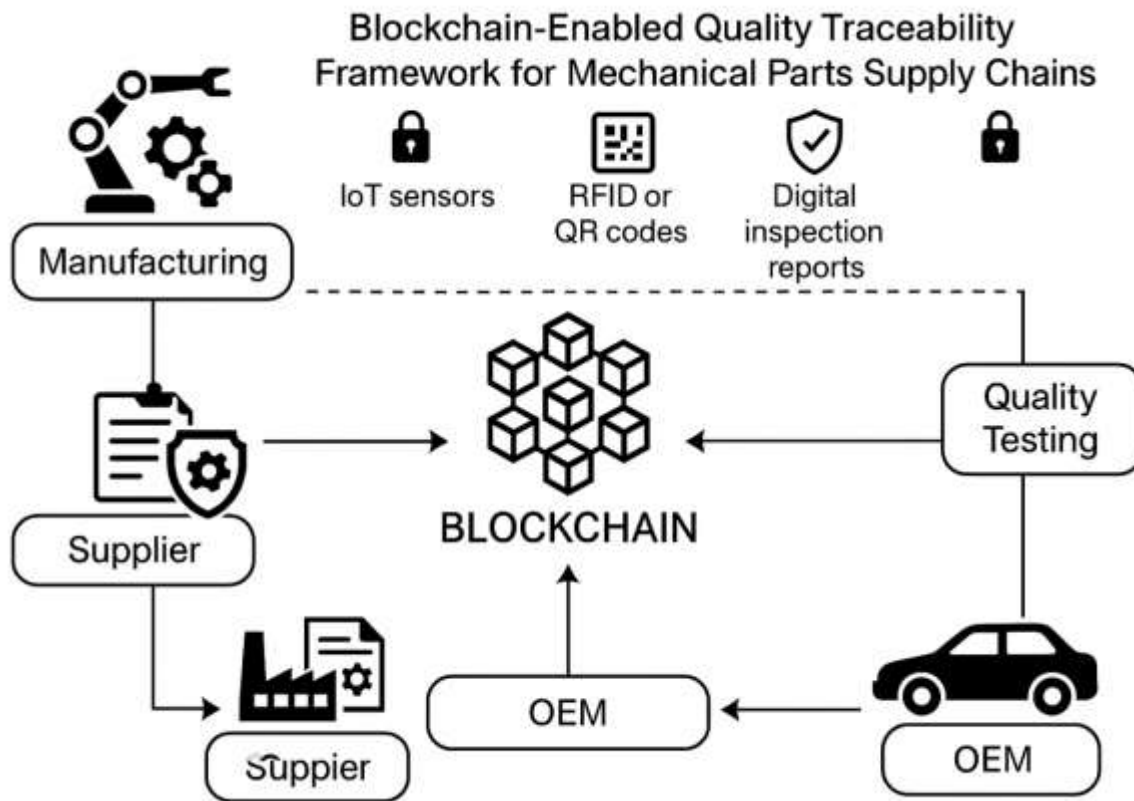


Fig 1: Framework design.

Figure 1 depicts the blockchain-activated quality traceability framework for mechanical component supply chains. It depicts the integration of key players—suppliers, quality inspection stations, manufactures, and OEMs—to a core blockchain platform. On the data level, digital inspection reports, RFID or QR codes, as well as IoT sensors, directly upload and store data on the blockchain. This guarantees that each phase, including part fabrication, supplier qualification, as well as last OEM integration, is recorded transparently and locked securely in an unchangeable journal.

The figure highlights the bidirectional exchange of information, as the manufacturers, suppliers, and OEMs are capable of feeding as well as pulling validated data off the blockchain. The blockchain is the reliable backbone that assures authenticity, minimizes data silos, as well as restricts tampering with records. Positioning blockchain as the core of the framework, the figure

outlines blockchain as the facilitator of secure, transparent, as well as automated quality management based on the full supply chain.

4.2 Key Features

- **Immutable Quality Records:** Test results and certifying information are immutably stored, so no post-facto changes are allowed.
- **Supplier Validation:** It tracks each supplier's quality credentials, including ISO or ASME certifications, that are recorded and traceable.
- **Automation of Smart Contract:** Compliance verifications, acceptance tests, and warranty triggers are programmed as smart contracts, which minimize the involvement of people.
- **Controlled Access:** Stakeholders including OEMs, suppliers, regulators, and auditors are granted permissioned access according to their role, ensuring data privacy and security.
- **Audit and Recall Support:** Entire part history is recoverable immediately, making it quick root-cause analysis during recalls or failures.

It is this multi-tiered structure that guarantees blockchain is no siloed solution, but an enablement backbone to transparent, efficient, and reliable quality management for mechanical part supply lines.

5. Functional Workflow

Working of blockchain-based quality traceability framework is a disciplined workflow that captures, validates, and disseminates quality data throughout the supply chain. All part lifecycle stages provide data that becomes embedded in the immutable, verifiable record.

Step 1: Component Production:

As a component is being machined, the machining tolerance, dimension, and surface quality are captured by the IoT sensors and measuring machines. This is then uploaded to the blockchain, forming the first digital journal.

Step 2: Quality Testing:

Non-destructive tests (NDTs) like ultrasonic, X-ray, or dye-penetrant inspection, as well as destructive tests where necessary, produce extensive quality reports. These are hashed locally and kept on-chain, being authentic, as well as tamper-proof.

Step 3: Supplier Handover:

Prior to shipment, the supplier also embarks the part with a digital twin, connecting it to the part's blockchain-confirmed quality history. Certificates of conformity are automatically confirmed by smart contracts.

Step 4: Logistics & Customs:

As soon as being shipped, IoT-capable logistics infrastructure refreshes environmental parameters (e.g., temperature, vibration) that potentially compromise part integrity. Certification also may be checked directly from the blockchain by customs agencies, easing delays during clearance.

Step 5: OEM Integration:

At manufacturing plants, the OEMs access the complete quality record of every component in real time. Robotized verifications receive as input that only qualified parts are included during the construction process.

By this process, the framework provides traceability not as a record once alone, but as an ongoing, verifiable process that covers the full supply chain.

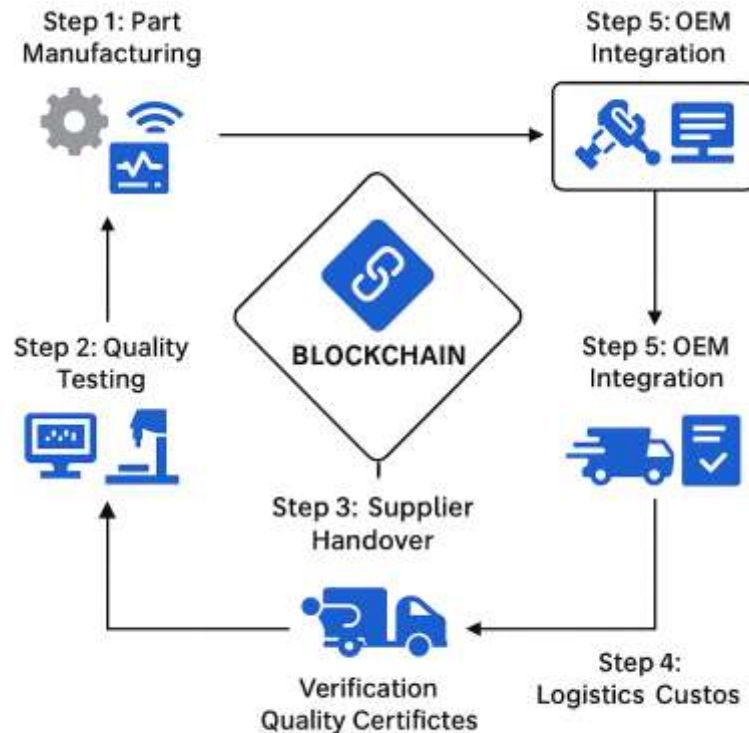


Fig 2: functional workflow

Figure 2 depicts the functional procedure of the blockchain-based quality traceability process in the supply chains of mechanical parts. From the diagram, the step-wise procedure that follows is the sequential process through which data is received, checked, and exchanged along the supply chain, where blockchain comes as the secure middleman at each step.

It starts with Step 1: Part Manufacturing, where digital inspection systems and IoT sensors document production parameters like machining accuracy and tolerance. Step 2: Quality Testing uploads non-destructive and destructive tests, allowing only verifiable data into the journal. Step 3: Supplier Handover connects the physical part to its digital twin, proven through quality certificates residing on blockchain. Step 4: Logistics and Customs show the connectivity where transport as well as regulatory controls are simplified through direct blockchain verification, cutting delays as well as enhancing compliance. Step 5: OEM Integration finally gives the manufacturer the full history of a part, allowing only compliant parts to be used in the finished build.

This figure highlights the ways in which blockchain maintains consistency and trustworthiness throughout several levels within the supply chain, lowering the risks of counterfeit components, speeding up audits, and enforcing accountability.

6. Benefits of the Framework

It provides various advantages that eliminate the old problems that distressed the supply chains of mechanical parts.

Transparency and Trust:

By ensuring that inspection results, certifications, and logistics details are captured on an immutable ledger, multiple parties benefit from a solitary source of truth. It removes quality record objections as well as trust between OEMs, their suppliers, as well as regulators.

Efficiency and Cost Reduction:

Manual audits, redundant paperwork, and multiple verifications slow up supply chain processes. By having smart contracts preclude compliance checks and certificate verifications, the administrative burden is decreased, fast-tracking the decision-making process as well as reducing the cost of operations.

Risk Reduction:

Counterfeit or flawed parts create point-in-time safety and financial hazards. Virtual reality-based parts prove their authenticity through blockchain, so they can be instantly verified, suspect parts immediately isolated, and failures quickly analyzed to determine their root cause, keeping downtime to a minimum.

Compliance and Regulation:

It requires aerospace, auto, and other similar sectors to strictly abide by ISO, ASME, as well as local standards. It forces smart contracts to only allow parts that are up to predefined compliance standards, allowing little room for non-conforming product entry into the market.

Better Supplier Responsibility:

Since supplier certifications as well as inspection records are entered as part of permanent records, there is built-in responsibility. This prompts the suppliers to be more capable, as they know their records are entirely auditable.

Support for Sustainability:

The structure is able to monitor part histories during reuse, refurbishment, or recycling chains, facilitating circular economies. This aids companies in achieving both compliance and sustainability objectives.

On the whole, the framework bolsters reliability, minimizes the risk, and generates the competitive advantage that global supply companies need.

7. Challenges & Limitations

As the blockchain-based quality traceability system holds promises of transformation, there is no easy road to its practice.

High Integration Costs:

Small- and medium-sized businesses (SMEs), who make up the bulk of mechanical parts value chains, could be challenged financially to undertake the initial expense of installing blockchain infrastructure, internet-of-thing (IoT) sensors, and integration system devices. Spreading adoption without financial rewards or common platforms could keep the practice uneven.

Data Privacy Worries:

While blockchain provides transparency, there also exist issues about sharing sensitive information. Competing companies having the same supply chain would hesitate to disclose proprietary process information, so there must be careful designing of permissioned access as well as encryption techniques.

Scalability Problems:

As volumes rise (not just tens, but millions, of parts, and points of inspection) the blockchain has to be capable of high throughput, non-traditional speed without any sacrifices. Today's consensus algorithms still present scalability trade-offs that must be optimized.

Standardization Gaps:

There are no universal norms to integrate blockchain with ERP, MES, and PLM systems. Since there are no standardized protocols, cross-border as well as cross-industry interoperability is confined.

Cultural and Organizational Resistance:

Transitioning from legacy systems to blockchain-enabled processes require significant change management. Stakeholders may resist adoption due to unfamiliarity, perceived risks, or disruption to established workflows.

Regulatory Ambiguity:

Ultimately, laws governing blockchain applications, data regulation, and liability for defects are continuously maturing. Ambiguity here could cause massive-scale industry uptake to wait until more definitive guidelines are developed.

8. Future Research Directions

From the suggested blockchain-based traceability framework, the groundwork for ensuring quality management within the supply chains of mechanical parts is laid, yet various avenues do exist where research is possible in the future. An interesting

future research direction is the combination of blockchain-based records with artificial intelligence and machine learning to support predictive analytics, like the detection of anomalies during processes early on or part failure forecasting. Another future research direction is the integration of digital twins with blockchain, creating a real-time dynamic representation of the part that changes as the operational data is inscribed on the ledger. Interoperable blockchain research could also enable the exchange of multiple industry as well as regulation-based quality records seamlessly across various platforms. Besides, energy-efficient consensus building assists in bringing blockchain adoption more in line with sustainable objectives within the manufacturing sector. Lastly, international standards as well as the necessary policy framework need to advance so that data exchange, privacy security, as well as liability management, support the making traceability blockchain-based a possibility within global supply chains.

9. Conclusion

Traceability of quality is an indispensable component of today's mechanical parts supply chains, where product safety, compliance, and reliability are imperative. Classical traceability systems, although helpful, have been found inadequate to provide transparency and traceability throughout distributed, multi-supplier, global networks. In this paper, a blockchain-based framework making use of decentralized ledgers, integration with the Internet of Things, and smart contracts has been introduced to secure, automate, and facilitate the part lifecycle recording of quality data. By integrating the inspection history, certifications by the suppliers, as well as logistics, into an immutable ledger, the framework, not only prevents the risky cases of counterfeit or flawed parts, but also drives fast compliance validation as well as recall processing. While scalability, the cost of integration, as well as regulatory unidentified, pose some challenges, the advantages are significantly higher than the constraints. In the long run, blockchain is a transformative road to sustainable, reliable, and secure supply chains that can better support those industry sectors where the quality of the mechanical parts is paramount.

Funding: This research received no external funding.

Conflicts of Interest: The authors declare no conflict of interest.

Publisher's Note: All claims expressed in this article are solely those of the authors and do not necessarily represent those of their affiliated organizations, or those of the publisher, the editors and the reviewers.

References

- [1] S. H. Shin and S. Y. Shin, "A study on the reinforcement of supply chains corresponding to global value chain reforms in the automobile parts and component industry," *Journal of International Logistics and Trade*, vol. 19, no. 3, 2021, doi: 10.24006/jilt.2021.19.3.163.
- [2] G. M. Razak, L. C. Hendry, and M. Stevenson, "Supply chain traceability: a review of the benefits and its relationship with supply chain resilience," *Production Planning and Control*, vol. 34, no. 11, 2023, doi: 10.1080/09537287.2021.1983661.
- [3] Akash Abaji Kadam, & Harshad Pitkar. (2025). Blockchain-Enabled Lean Automation and Risk Mitigation in Supply Chain 4.0 A Systematic Review and Future Directions. *Journal of Economics, Finance and Accounting Studies* , 7(3), 64-81. <https://doi.org/10.32996/jefas.2025.7.7>
- [4] J. Qian, B. Dai, B. Wang, Y. Zha, and Q. Song, "Traceability in food processing: problems, methods, and performance evaluations—a review," 2022. doi: 10.1080/10408398.2020.1825925.
- [5] Tejaskumar Vaidya. (2025). Digital Twin-Driven Production Planning in SAP S/4HANA: A Case for Predictive and Adaptive Supply Chains. *Journal of Computer Science and Technology Studies*, 7(7), 277-287. <https://doi.org/10.32996/jcsts.2025.7.7.30>
- [6] S. Jabbar, H. Lloyd, M. Hammoudeh, B. Adebisi, and U. Raza, "Blockchain-enabled supply chain: analysis, challenges, and future directions," in *Multimedia Systems*, 2021. doi: 10.1007/s00530-020-00687-0.
- [7] A. Ghadge, A. Duck, M. Er, and N. Caldwell, "Deceptive counterfeit risk in global supply chains," *Supply Chain Forum*, vol. 22, no. 2, 2021, doi: 10.1080/16258312.2021.1908844.