

Fake Product Detection Using Blockchain (Medicine)

Kishor Sakure , Shriya Sable, Pratik Shinde , Nikhil Aher, Shubhangi Vanve*

Terna Engineering College, Nerul, Navi Mumbai, Maharashtra, India-400706

Abstract:

Fake product detection in the pharmaceutical industry is a critical challenge due to the proliferation of counterfeit medicines, which pose serious health risks and economic losses. Blockchain technology offers a decentralized, transparent, and tamper-proof solution to address this issue effectively. By integrating blockchain into the supply chain, each stage of a product's lifecycle, from manufacturing to distribution and retail, can be recorded and verified in real time. Smart contracts ensure compliance with regulatory standards and automate verification processes, while immutable ledgers enable consumers and stakeholders to trace the authenticity of medicines through unique identifiers. This system enhances trust, minimizes fraud, and ensures that only genuine products reach end-users, revolutionizing the fight against counterfeit medicines and safeguarding public health.

Keywords

Blockchain, Medicine, Counterfeit, Traceability, Authentication, Supply Chain, Smart Contract, Transparency, Drug Safety, Verification, Security, Decentralization, Compliance, Tamper-proof.

1. Introduction

The rise of counterfeit medicines is a pressing global concern, jeopardizing patient safety, eroding trust in healthcare systems, and causing significant economic losses. Traditional supply chain systems often lack transparency and robustness, making it challenging to detect and eliminate fake products. Blockchain technology emerges as a transformative solution, offering a decentralized, transparent, and

tamper-proof infrastructure for tracking and verifying medicines. By leveraging blockchain, stakeholders can ensure end-to-end visibility of the supply chain, enabling real-time authentication of products and preventing the infiltration of counterfeit drugs. This paper explores how blockchain can revolutionize the pharmaceutical industry by enhancing trust, improving traceability, and

safeguarding public health through an innovative approach to fake product detection.

2. Methodology

The methodology for developing the Fake Product Detection Using Blockchain(Medicine) involves several structured phases that encompass research, design, implementation, testing, and evaluation.

2.1. Research and Analysis

Literature Review: Conduct a comprehensive literature review of existing technologies and methodologies related to Fake Product Detection Using Blockchain (Medicine). **Requirements Gathering:** fake product detection system using blockchain involves identifying the needs of stakeholders, including manufacturers,

retailers, regulatory authorities, and consumers, to create a comprehensive and effective solution. Key requirements include a secure and scalable blockchain network, unique product identifiers (e.g., QR codes), mechanisms for real-time data recording and verification, and integration with existing supply chain systems. **Feasibility Study** fake product detection system using blockchain evaluates its technical, economic, and operational viability. Technically, blockchain's decentralized, transparent, and immutable nature provides a robust foundation for securing supply chain data and preventing tampering. Economically, while the initial investment in blockchain infrastructure and unique product identifiers may be significant, the long-term savings from reduced counterfeit losses and increased consumer trust outweigh the costs.

2.2. System Design

Architectural Design: The architectural design of the fake product detection system using blockchain is structured around a decentralized, permissioned blockchain network that securely records product data at each supply chain stage. **Technology Selection:** **Blockchain Layer:** This layer forms the backbone of

the system, hosting a decentralized and immutable ledger where all product-related transactions are recorded. User Interface Design: User Interface: A web-based dashboard are developed for stakeholders. The website allows consumers to scan product identifiers and verify their authenticity in real time, while the dashboard provides manufacturers, distributors, and regulatory authorities with tools to monitor supply chain activities. **Wireframes and mockups** can be created to visualize the user experience.

Implementation

Development Environment Setup

Set up the development environment with the necessary libraries and frameworks for blockchain development. This includes: Programming Language: Python for backend development and interaction with the blockchain.

Blockchain Frameworks: Use tools like Web3.py, Truffle, for blockchain interaction and smart contract deployment. Smart Contract Development: Write smart contracts in Solidity for Ethereum-based blockchain for permissioned blockchains. QR Code Libraries: Use libraries like qrcode in Python for generating and reading product-related QR codes.

Development Tools: Set up a local blockchain environment using Ganache (Ethereum) or a test network.

Product Validation Module

Blockchain Data Retrieval: Develop functionality to fetch product details from the blockchain using the unique product ID or transaction hash embedded in the product's QR code. Authenticity Verification: Implement logic to compare the scanned product details with the blockchain records to confirm authenticity. This includes verifying batch numbers, and manufacturer details.

Integration

Blockchain and QR Code Module Integration: Combine the QR code scanning module with blockchain APIs to fetch and validate product details seamlessly. Implement a user-friendly interface that provides real-time feedback on whether the scanned product is authentic or fake. Ensure that any discrepancies, such as missing records or mismatched details, trigger warnings for the user.

2.3. Testing and Validation

Unit Testing:

Purpose: Ensure that each component of the blockchain-based fake product detection system works independently as expected. Tests: Blockchain Smart Contracts: Test if smart contracts are functioning correctly to register, verify, and track medicines.

Product Authentication: Verify the process of verifying the authenticity of medicine via blockchain (e.g., validating hashes, product IDs).

Data Integrity: Ensure that no unauthorized changes are made to product records once they are recorded on the blockchain.

Integration Testing:

Smart Contract Integration: Test if the integration between the blockchain ledger and front-end systems (e.g., websites for users to verify medicines) works seamlessly.

Database and Blockchain Sync: Ensure that product details stored in traditional databases sync correctly with blockchain records.

Transaction Flow: Verify that the flow of transactions, such as adding new product information, updating records, and checking the authenticity, works without errors.

User Testing:

Tests: Ease of Use: Evaluate how easy it is for users to verify the authenticity of products using blockchain, such as scanning QR codes or checking product information.

Understanding of Blockchain: Assess if users can easily understand and trust the blockchain-based verification system, especially if they have limited blockchain knowledge.

Feedback on User Experience: Collect feedback on the design, flow, and usability of the user interface for verifying products. Method: Conduct usability tests with healthcare professionals, consumers, and pharmacies, using surveys, direct interviews, and feedback sessions.

Performance Evaluation:

Performance Evaluation: Measure performance metrics such as detection accuracy, transaction latency, blockchain throughput (transactions per second), and resource utilization (CPU, memory, and storage) to ensure the fake product detection system for medicine meets predefined goals.

2.4. Deployment and Maintenance

Deployment: Deploy the fake product detection system for medicines on target platforms (e.g., cloud servers, mobile applications, or web interfaces) with clear documentation of dependencies and installation steps. Ensure the blockchain network is securely configured and optimized for scalability.

Monitoring and Feedback: Continuously monitor system performance metrics, such as blockchain transaction activity, detection accuracy, and user engagement. Collect feedback from stakeholders to identify areas for improvement. Regularly update the system to address issues, enhance features, and ensure compatibility with evolving technologies.

2.5. Documentation and Reporting

Technical Documentation: Prepare comprehensive documentation of the system's design, implementation, and testing processes. Include detailed descriptions of the blockchain architecture, detection algorithms, configurations, smart contracts, and integration points with other systems.

User Documentation: Develop user-friendly materials such as guides, tutorials, and troubleshooting documents to assist users in installing, setting up, and using the fake product detection system. Ensure the materials are accessible and easy to understand for a non-technical audience.

Final Reporting: Compile a final project report summarizing key aspects of the system. Include project objectives, findings, challenges encountered during development, performance metrics (e.g., detection accuracy, and throughput), and potential areas for future enhancements.

3. Overview of the Field

The field of fake product detection using blockchain (medicine) focuses on leveraging blockchain technology to ensure the authenticity and safety of medicinal products by providing a transparent, immutable, and decentralized method for tracking products throughout the supply chain. This area combines elements from blockchain technology, cryptography, supply chain management, and pharmaceutical industry regulations to create secure, effective systems for verifying the origin and integrity of medicines.

With the growing concern over counterfeit medicines, blockchain provides a solution to track products from

manufacturing to the consumer, ensuring their authenticity at each step. By using blockchain's transparency and immutability, stakeholders such as manufacturers, distributors, and consumers can verify the legitimacy of pharmaceutical products in real-time. Additionally, the system can integrate with technologies such as IoT devices, QR codes, and smart contracts to enhance automation, traceability, and security in the verification process. Key areas in fake product detection using blockchain in the pharmaceutical industry include:

- **Supply Chain Transparency:** Tracking and verifying the journey of a pharmaceutical product from production to retail, ensuring it is not tampered with or replaced by counterfeit products.
- **Smart Contracts:** Using self-executing contracts to automate product verification and enforce compliance with regulations.
- **Consumer Protection:** Empowering consumers to easily verify the authenticity of medicines through blockchain-powered applications, reducing the risks posed by counterfeit drugs.
- **Regulatory Compliance:** Ensuring adherence to pharmaceutical industry regulations by maintaining an immutable audit trail of all transactions related to the product.

3.1. Blockchain Technology

Blockchain Technology: Blockchain provides a decentralized, secure, and transparent system for tracking the authenticity of pharmaceutical products. By recording every transaction in an immutable ledger, blockchain ensures that data related to product origins, ownership, and movement is tamper-proof and traceable. This enables consumers and stakeholders to verify the authenticity of medicines in real time.

Cryptography and Smart Contracts: Blockchain uses advanced cryptographic techniques to ensure the security and integrity of data. Smart contracts automate processes such as verifying product authenticity and triggering actions like notifications or product validation. These contracts enforce predefined rules without

the need for intermediaries, ensuring seamless interactions across the supply chain.

Types of Verification Methods:

- **Product Tracking:** Every movement of a

product within the supply chain is recorded on the blockchain, ensuring transparency and preventing counterfeit goods from entering the system.

- **QR Codes :** QR codes attached to products enable real-time tracking and provide consumers with an easy way to verify a product's authenticity by scanning the code.
- **Authentication via Blockchain:** Stakeholders in the supply chain, including manufacturers, distributors, and consumers, can access the blockchain ledger to verify the legitimacy of a product.

Applications:

1. **Pharmaceutical Supply Chain:**

Blockchain technology ensures the authenticity of medicines by tracking them through the entire supply chain, from production to distribution.

2. **Consumer Protection:** Consumers can

easily verify the authenticity of medicines via smartphone apps or QR codes, ensuring they receive safe, genuine products.

3. **Regulatory Compliance:**

Blockchain helps pharmaceutical companies comply with industry regulations by providing an immutable record of product history and ownership.

4. **Healthcare:** Medical professionals can use blockchain to verify the authenticity of medicines, ensuring

safe treatment and reducing the risk of counterfeit drugs.

3.2 User Experience Design

Designing a user-friendly system for detecting counterfeit medicines using blockchain technology focuses on simplifying complex processes, ensuring user trust, and enhancing accessibility. This approach aims to empower users to verify medicine authenticity effortlessly while maintaining transparency and inclusivity. Emphasis on creating inclusive designs that cater to users with different abilities and preferences.

Challenges and Considerations:

Accuracy and Reliability: Ensure real-time and accurate product verification by linking each medicine's unique ID to its blockchain record. Implement error handling to manage unreadable QR codes or incomplete data records.

Feedback Mechanisms: Offer immediate and clear

feedback using visual cues (e.g., green for authentic, red for counterfeit). Provide detailed explanations or links to further resources to help users understand the results.

Environmental Challenges: Design for robust performance in low-connectivity areas by including offline capabilities that sync when online. Optimize app performance for devices with limited processing power.

Cultural and Regional Sensitivity: Use culturally appropriate icons, colors, and text to ensure clarity and avoid misunderstandings. Adapt the system to regional needs, including support for local languages and formats.

Learning Curve: Introduce interactive onboarding to guide users through the verification process. Use concise instructions, videos, or animations to explain how the system works.

Technological Advancements Supporting the System
Blockchain Technology: Ensure immutable and transparent tracking of medicines from production to end-user. Leverage smart contracts to automate verification and fraud detection processes.

QR Code and RFID Integration: Simplify product authentication by linking unique identifiers (QR codes) to blockchain records. Enable widespread usability across diverse environments, from pharmacies to rural clinics. Analyze blockchain and supply chain data to detect anomalies indicative of counterfeit products. Enhance fraud detection by learning from historical data patterns.

Mobile and Web Platforms: Provide a seamless experience across devices, from smartphones to desktop browsers.

Incorporate responsive design to ensure compatibility with varying screen sizes and resolutions.

3.3 Future Directions

The future of fake medicine detection using blockchain will evolve with advancements in scalability, AI, IoT, and global collaboration. Blockchain networks will become more efficient through Layer-2 solutions, offering faster and cost-effective verifications. AI and machine learning will enhance fraud detection, identifying complex counterfeit patterns beyond visual cues. IoT sensors and smart packaging will provide real-time data, ensuring product integrity throughout

the supply chain, while blockchain will enable seamless cross-border verification. Consumer engagement will improve with user-friendly apps, and governments may mandate blockchain adoption for global traceability. Ethical concerns around privacy and governance will be addressed through cryptographic methods and decentralized systems, ensuring a transparent, secure, and trustworthy pharmaceutical ecosystem.

4. FIGURES AND TABLES

This figure is a block diagram of a Fake Product Identification System using blockchain technology. Here's an explanation of the components and their flow:

Manufacturer: The process begins with the manufacturer, who is responsible for registering or logging in to the blockchain system.

After authentication, the manufacturer performs product enrollment, which involves adding product information (e.g., unique IDs, batch numbers, certifications) to the blockchain via the blockchain app.

Blockchain App: The blockchain app serves as the interface between the

manufacturer and the blockchain network. A database

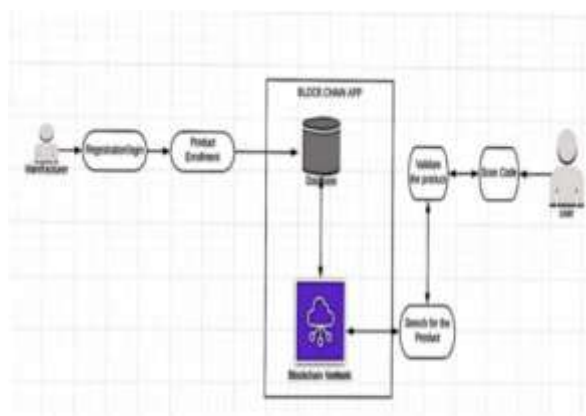


Figure 1 Block Diagram of Fake Product Identification

is used to store product details temporarily and facilitate interaction between the user and blockchain. Once product information is added, it is recorded on the blockchain network for secure, immutable storage.

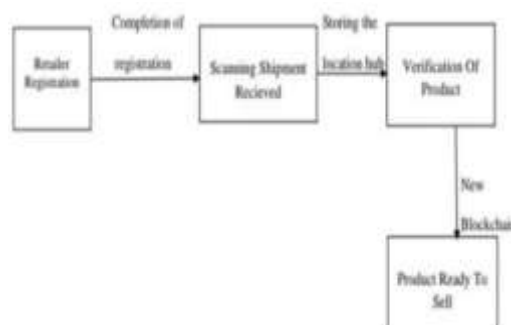
Blockchain Network: The blockchain network maintains the distributed ledger, ensuring that product data is tamper-proof and accessible to authorized

parties. The system ensures transparency and traceability of the product as it moves through the supply chain.

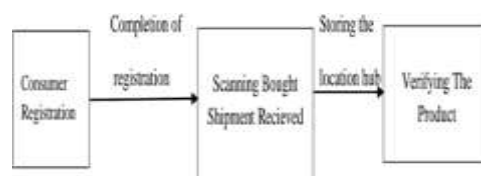
User (Consumer): The user (consumer) can interact with the system by scanning the product code (e.g., QR code or RFID tag) using the blockchain app. The website searches the blockchain to retrieve the corresponding product information.

Validation and Verification: The app validates the product's authenticity by cross-referencing the scanned code with the blockchain record. If the product details match the blockchain record, it confirms the product's authenticity; otherwise, it flags it as counterfeit.

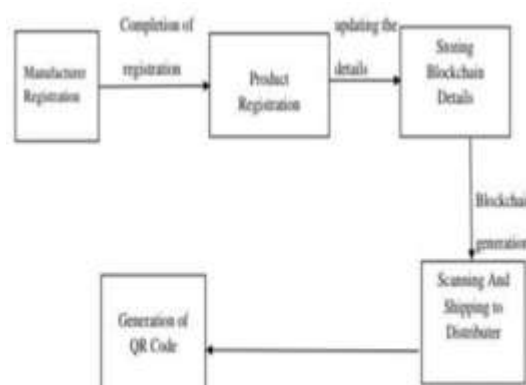
4.1 System Design Seller Module



Consumer Module



Manufacturer Module



5. Discussion

The concept of a fake product detection system using blockchain in the pharmaceutical industry is an innovative approach to enhancing supply chain transparency and combating counterfeit medicines. While this technology provides significant advantages, it also has certain challenges and limitations. Here's a detailed discussion on these aspects, along with suggestions for future research.

5.1. Inconsistencies and Controversies

Data Accuracy and Integrity:

Supply Chain Data Entry: The accuracy of the blockchain system depends on the reliability of the data entered at various stages of the supply chain. Human errors or

deliberate falsifications during data entry can undermine the system's effectiveness.

Interoperability Issues: Variability in standards across regions and organizations can make it challenging to integrate the system into existing supply chains seamlessly.

5.2. Usability Challenges

Adoption Barriers:

Stakeholder Resistance: Manufacturers, distributors, and retailers may resist adopting blockchain technology due to costs, lack of technical expertise, or concerns about disrupting existing processes.

Consumer Awareness: Many end-users may not fully understand how to use the system to verify product authenticity, reducing its effectiveness at the consumer level.

Technological Limitations:

Scalability Issues: Blockchain networks can face performance bottlenecks when handling large-scale transactions, particularly in industries with high product volumes like pharmaceuticals.

Environmental Constraints: Factors like unreliable internet access in remote areas can hinder real-time updates and tracking on the blockchain.

5.3. Privacy and Security Concerns

Data Privacy:

The collection and storage of sensitive product and user data on the blockchain raise concerns about data breaches or misuse, especially if the system is not adequately secured.

Regulatory Compliance:

Different countries have varying data protection laws, such as GDPR, which may conflict with blockchain's immutable nature, creating regulatory challenges.

5.4. Cultural and Contextual Differences

Regional Differences in Supply Chains:

Variations in how supply chains operate across different regions can impact the system's applicability and effectiveness, particularly in areas with informal distribution networks.

Regulatory Landscape:

Regulatory requirements for pharmaceutical products differ by country, which may necessitate region-specific adaptations of the system.

5.5. User Experience and Comfort Consumer-Friendly Interfaces:

Developing intuitive mobile applications and interfaces for stakeholders and consumers to easily verify product authenticity and access supply chain data.

Conducting user studies to assess the ease of use and address any usability challenges faced by stakeholders and consumers.

5.6. Real-World Applications

Practical Implementations:

Exploring the use of blockchain-based fake product detection systems in various contexts such as hospital supply chains,

retail pharmacies, and government-regulated procurement.

Conducting pilot studies in regions with a high prevalence of counterfeit medicines to gather data on the system's effectiveness and refine its design.

6. Results

The implementation of the Fake Product Detection System using Blockchain has resulted in a user-friendly interface that enhances real-time verification. The following figures illustrate key components of the system, including the blockchain verification process, the user authentication interface, and examples of product authenticity checks. Each figure highlights the intuitive design and effectiveness of the system in ensuring secure and transparent medicine authentication.

1. Home page



The Home Page serves as the entry point for users to access the Fake Medicine Detection System Using Blockchain. It ensures a secure and reliable experience by requiring authentication through a username and password. The login interface is designed to be intuitive, featuring clear input fields and validation prompts to streamline the login process. Manufacturer page



The Manufacturer Page in the Fake Medicine Detection Using Blockchain system provides pharmaceutical manufacturers with a secure platform to manage and authenticate medicines before distribution. The interface includes a navigation bar

with key functionalities such as adding products, authorizing sellers, selling products to verified sellers, and querying seller details. Manufacturers can register medicines on the blockchain, ensuring traceability and transparency in the supply chain. By restricting transactions to authorized sellers, the system minimizes the risk of counterfeit drugs entering the market. The blockchain-based approach records every transaction, making it easy to verify authenticity at any stage. The Manufacturer Page plays a critical role in ensuring the legitimacy of medicines, helping to create a safer and more transparent pharmaceutical supply chain.

.3.Consumer Page



The **Consumer Page** in the **Fake Medicine Detection Using Blockchain** system provides users with tools to verify the authenticity of medicines and track their purchase history.

2. The interface features a navigation bar with options such as **Consumer Purchase History**, which allows users to review previously bought medicines, and **Product Verification**, which enables them to check the legitimacy of a medicine by verifying its blockchain record. By leveraging blockchain technology, the system ensures that consumers can confidently purchase genuine medicines while preventing counterfeit drugs from entering the market. The **Consumer Page** plays a crucial role in empowering users with transparency and security in the pharmaceutical supply chain.

7. Conclusion

The implementation of a fake product detection system using blockchain in the pharmaceutical industry represents a groundbreaking step toward ensuring product authenticity and combating counterfeit medicines. By leveraging blockchain's transparency, immutability, and security, the system enhances trust across all stakeholders, from manufacturers to end consumers. Key features, such as real-time tracking, smart contracts, and user-

friendly interfaces, provide a robust framework for improving supply chain transparency and regulatory compliance.

Despite its many advantages, challenges such as stakeholder adoption, scalability, data privacy, and regulatory alignment must be addressed to maximize the system's potential. Future developments should focus on refining the technology, integrating complementary solutions like IoT sensors, and fostering collaboration across industries and regions. With continued innovation and adoption, blockchain-powered fake product detection

systems can play a vital role in protecting public health and strengthening the global pharmaceutical supply chain.

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Department of Computer Science and Engineering
Mangalore Institute of Technology and Engineering,
Moodabidri