# Resources Optimization and Capacity Analysis in Electronics Manufacturing Industry - Case Study

#### **Summary**

Client Organization is the service leader in the electronic interconnect industry. It is a privately held, global supplier of interconnects, cable assemblies, and design solutions. Products include high-speed board-level interconnects, high-speed cable assemblies, optical systems, mid-board and panel optics, glass core technology, and the industry's largest variety of board-to-board interconnects.

## Aims/Objectives

- Understand machines needed to meet target demand.
- Identify Bottlenecks
- Check for benefits from scheduling.
- Effective utilization or optimization of resources.
- Feasibility Check for monthly production

### **Key Points**

- Current Facility monthly volume can be completed in 15 days.
- Scope to reduce machines and work only 8 hour shifts.
- Capacity expansion of up to 3 times with current equipment
- Scheduling has less impact with current SKU variants

### **Client's Challenge**

- Varied Product Demands
- Upper production limit from current facility
- Shift patterns to be followed
- Bottleneck areas
- Storage between production areas
- Batch based lead time

#### PMI's Approach.

The study was organized in a 6-stage process:

- 1. Data Verification and Static analysis
- 2. Conceptualization
- 3. Model Building and verification
- 4. Validation
- 5. Testing Scenario's
- 6. Results and Conclusion

**Data Verification and Static analysis** – Check data provided by client, analyse information and theoretically estimate the possible utilization and output from the system.

**Conceptualization** – Understand all parameters, rules and possible changes in the manufacturing system. Come up with a flexible model building method to quickly accommodate possible changes.

**Model Building and Verification** – Using Simulation software, build and check behaviour of model against static analysis.

Validation – Test simulation model with past performance data from facility.

Testing Scenario's – Tweak parameters and analyse the model to bring value to current facility.

**Results and Conclusion** – Optimization of machines, shifts. Tabulate all scenario's tested for client reference. **Involvement of Associates** –

- PMI 1 Project Manager, 1 Engineer.
- Client 1 Project coordinators.

### Static Analysis -

- Analyse machines considering details of monthly target volume cycle time, batches and yield.
- Summarize possible shift patterns to be tested.
- Machines Utilization

					Machine Name	Utilization
					SeaX_1	27.5%
					SeaX_2	23.7%
			Dossible Shifts	Hours /Chift	MPP_1	15.8%
			Possible Shifts	Hours/Shift	HandFill 1	24.6%
			8 Hour Day	5.92	SB 1	37.8%
			10 Hour Day	7.42	SB 2	32.4%
	Min	Max	Off-Shift Day	0.00	SB 3	40.7%
# of Batches to meet Volume	112	740	12 Hour Day	9.42	Packaging 1	20.7%
Body Fill Hrs of Production required (hrs)	98.8	158.4	12 Hour Night	9.42	Packaging_2	20.7%
SB Hrs of Production required (hrs)	310.5		Off-Shift Night	0.00	Packaging_3	20.7%
PKG Hrs of Production required (hrs)	63.3		Half 12 Hour Night	9.42	Packaging_4	20.7%

## **Finding & Recommendations**

After doing analysis and evaluation following results were obtained -

- 1. In existing condition, monthly target is completed in 15 days.
- 2. Machines Utilizations studied.



- 3. We can produce up to 3 times the required volume by changing shifts.
- 4. Detailed tracking of lead times, WIP and batch wise information at every stage is done to get a more holistic understanding of the system.
- 5. Model is flexible to add more machines, change shifts and variants to quickly study all required variable parameters (Cycle times, downtimes and changeovers).

# **Contact Details**

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