



MY SURVIVAL DEPENDS ON IT





My survival depends on it

- We need higher margins to survive and prosper
- Those margins won't come from...
 - metal cost going down
 - or customer paying us more
 - Or declining utilities costs
- As they squeeze we need to create a more profitable operation and that can be achieved with efficient implementation of plant wide process monitoring & control





Shots per hour → Shippable shots per hour

- The hidden costs are:
 - Set-up time
 - Maintenance downtime / tool wear
 - Bad shots
 - Secondary machining and scrap





Overall equipment effectiveness

- OEE = Availability x Performance x Quality
 - **Availability** percentage of scheduled time that the machine is available to operate.
 - Ex. Uptime Degraded by slow set-up, maintenance from flash and tool wear
 - **Performance** represents the actual speed of the equipment as a percentage of its designed speed.
 - Ex. parts/hour pure shots/hour
 - Quality represents the Good Units/Total Units Started.
 - Ex. Scrap Rate Only the good parts





Overall Equipment Effectiveness

- 70% Availability x 80% Performance x 90% Quality = 50%
 OEE
- You are wasting 50% of the machine's potential value.
- Over the 10 year life of a \$5M dollar system you've wasted \$2.5M
- That's \$20,667/month in lost value
- Just a 5% increase in OEE means a four month ROI on a fully automated monitoring system

Toro increased OEE by more than 15%

When you include staff, metal loss, tool wear, and energy cost even a total rebuild turns a quick ROI