

The world's premier digital industrial company.

We transform industry by connecting people, data, and machines. Living in perpetual motion, we are sensing, predicting, and responding to make the world work better.

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How to combine Lean and Digital capabilities to be Brilliant

Laszlo Magyar & Bryce Poland October 27, 2016

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<u>Agenda</u>

1. Intro / GE/GET, Key terms, WHY/WHAT/HOW (10 min.)

2. GE's Brilliant Factory in Action / Lean + Digital = Brilliant (35 min)

3. Key learning / Take away & call for Action (5 min.)

4. Q & A / (5 min.)



We are GE Transportation. We move the world.

Digital Solut

Established over **100 years ago**, we're proud to be one of the original GE businesses.

With over 65 sites worldwide, there's a good chance you can call us neighbor.

Our multi-national team is **10,000 strong**.

We're proud to call Chicago, IL, home.

Our global leadership team is **hands-on** wherever we are.

In 2015, our partnerships yielded a revenue of \$5.9B USD.





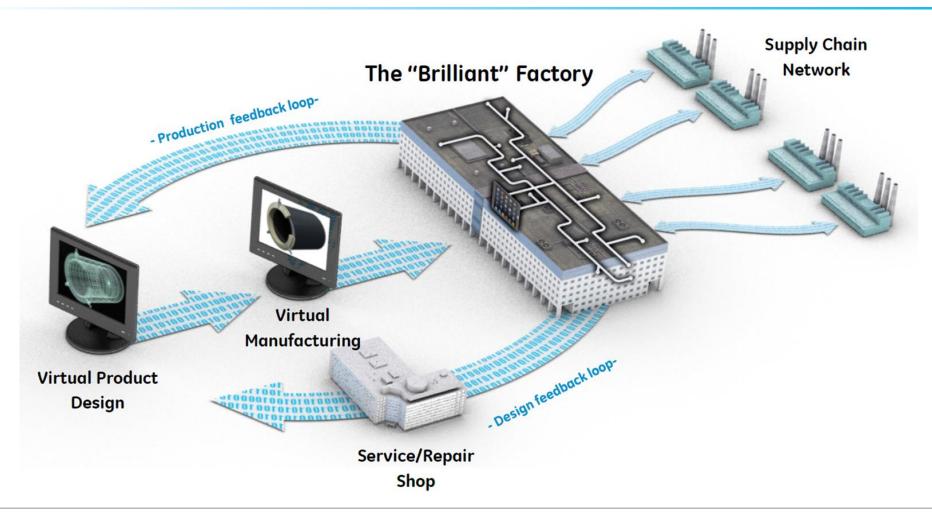




Key terms



What is Digital Thread





What is Digital Twin

MODEL of a physical asset ... no unplanned downtime





2hrs saved/wk * 4 yrs = **12** days back

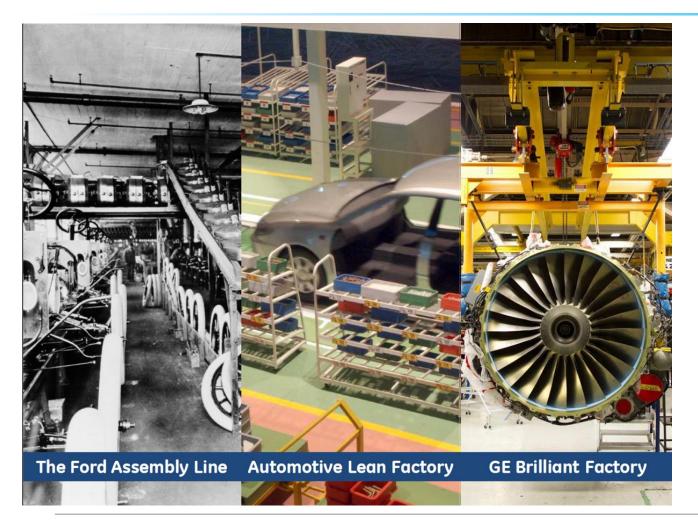






What is Brilliant Factory

Driving digital maturity built on lean foundation with continuous improvement



- ✓ Lean and Efficient
- ✓ Smart and Digital
- ✓ Real Time Visibility and Optimized
- ✓ Culture of Continuous Improvement

Our Brilliant Factory Story Diesel Engine Reman. Grove City, PA

AME Short BF Video



Brilliant Factory

Competitiveness, Efficiency, Productivity

1) WHY

*corporate level

GE's pivot to be the best Digital
Industrial company, writing the
next chapter in the Industrial Evolution
WHY clarity and constancy of Purpose

LEADING THE MANUFACTURING REVOLUTION

Ford Toyota Assembly Production GE Brilliant Factory

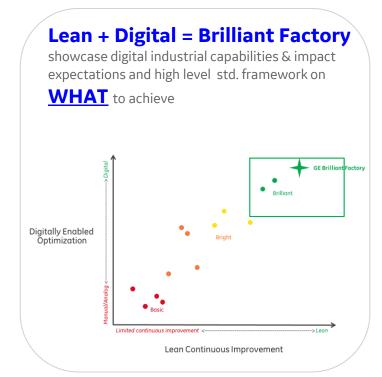
1900 1930 1980 2025+

GE Brilliant Factory:

Driving digital maturity built on lean foundation with continuous improvement

2) **WHAT**

*corporate level



3) **HOW**

*business level (initially)

GET Excel our stairway to Brilliance our Business Excellence System to drive consistent progress on OPEX evolution HOW to get there Detailed progression model towards Excellence Operational Excellence Culture PRINCIPALS & BEHAVIORS Operational BASICS (Tools) Standardize, Eliminate variation Leverage Best Practices, Scale up Share and Grow together



our path to Brilliance





Sustainable Transformation to Brilliance



Key tenants of GET Excel



Operational BASICS

Level 1-2

- √ Visual leadership support and engagement on lean/CI
- ✓ Std. work established (including hazard and risk awareness/compliance)
- ✓ Visual Workplace/5S in place (easy to spot Abnormal)
- ✓ Point of Use material presentation (kitting, SM/Pull)
- ✓ Takt Time established, line balanced to meet Takt
- ✓ Machine efficiency initial TPM/SMED
- ✓ Single Piece Flow operation (no batching)
- √ Visual Metrics
- Andon escalation system in place to resolve abnormality quickly
- ✓ Turning leadership support to drive, leader led lean transformation

Operating SYSTEMS

Level 3-4

- ✓ True North / Strategy Deployment System in place (Vison-Breakthrough Objectives-Execution plan aligned)
- ✓ Visual Process Adherence/Visual Process Performance
 ✓ System in place Extremely Visual Workplace
- ✓ Leader Std. work/Std. Gemba Operating System
- ✓ Structured Problem Solving System (PDCA cycles)
- ✓ Q4 leadership, feedback reach, high level of trust, leader as well as a coach
- / Improvement System / Idea Generation and
 - Implementation System
- Lean Management System in place

Operational Excellence CULTURE Level 5

- ✓ GE Beliefs personalized. Values, Guiding Principles & Beliefs aligned
- Ideal Behaviors defined, modeled and coached through the organization
- Daily CI/Kaizen culture (I want to be better today than I was yesterday...)
- The entire organization embraces lean as a Time Based Growth Strategy



Real Example #1 => Strategy Deployment Wall



Constancy of Purpose True North







Real Example #2 => Extremely Visual Workplace

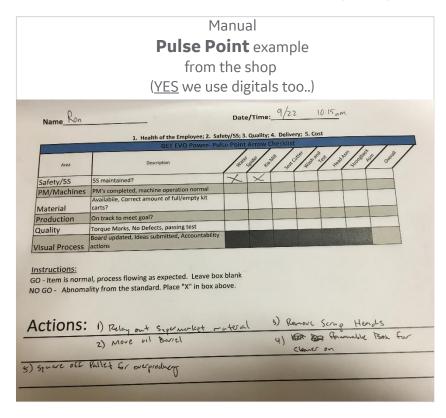


Making the Work

Visual



Visual Process Adherence (VPA)



Visual Process Performance (VPP)



Manual **Visual Board** example from the shop (YES we use digitals too..)

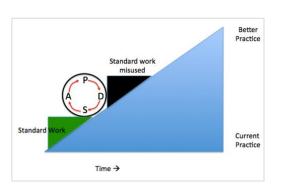


Real Example #3 => Leader Std. Work & Behaviors



Visual and Timely Driving Action and Learning

Leader Std. Work

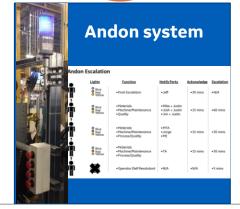


Coaching, Leading by example Model and drive ideal behaviors









Discovery learning & coaching



Guided <u>Analysis</u>

Process Monitoring & Communication **Problem Solving**





GE Digital Smart Machines... giving machines a voice

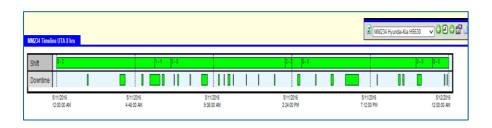
Plant Overview (Real Time)

- ☐ "Heartbeat of the plant"
- ☐ Real time alerts for excessive down time
- ☐ Drill down capability



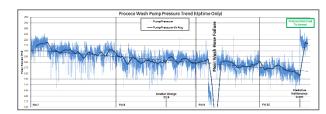
Historical Running / Not Running

- ☐ Identify areas of waste
- ☐ Investigate and improve
- Sustain





- ☐ Customizable screens by machine by attribute
- ☐ Alerting capability for out of spec variables
- ☐ Preventive maintenance and rapid triage of issues









GE Digital Smart Parts... auto-data capture

Data **M**atrix





Bluetooth Gauges

Radio Frequency **ID**entification





Benefits

- Part Traceability... accurately maintain genealogy
- Populating the Digital Thread... integrated with pillar applications
- Increased analytics yield... accuracy & repeatability
- **Efficiency**... to offset increased data capture requirements





Real **Example** #6 => Connected Systems

DIGITAL THREAD

Suppliers **INQUIRY** DESIGN **TO ORDER**

SOURCING

MANUFACTURING

SERVICES

Customers

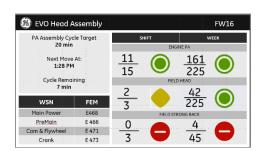
DIGITAL TWIN



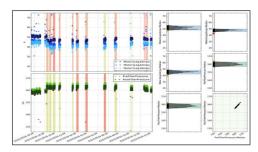


Connected Systems

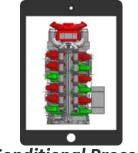
ERP MES Maintenance Reliability **Operations Data**



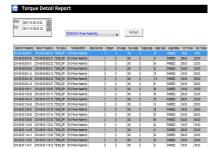
Customer Based Decision Making on the shop floor



RM&D... Smart Signal, continuous monitoring and alerting



Conditional Process Routing

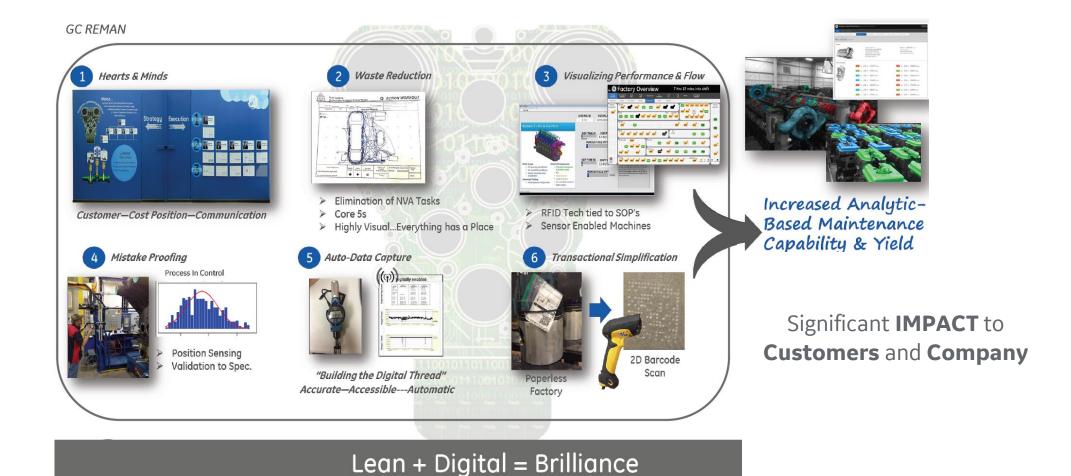


Attribute Inspection / Process Data... CMM, torque, etc.





Building a Culture of Brilliance





GE's Brilliant Factory



Key learning:

- ✓ Tools, Technology is the "easy" part... it's all about PEOPLE & CULTURE
- ✓ Lean before Digital
- ✓ Digitize smartly... be aware of the "hangover"
- ✓ Transform Data to Insights then Insights to Outcome
- ✓ Connecting all the dots drives significant benefits
- ✓ Brilliant Factory is a journey not a destination





Thank You!

Your opinion is important to us! Please take a moment to complete the survey using the conference mobile app.

Session: ThP/46
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Imagination at work



