

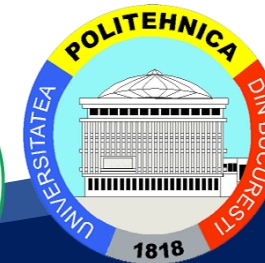


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# Collaborative Manufacturing Systems

## I Collaborative Manufacturing Management Evolution of Manufacturing Systems



Curriculum Development  
of Master's Degree Program in  
Industrial Engineering for Thailand Sustainable Smart Industry

## Module I: Collaborative Manufacturing Management

- Evolution of Manufacturing Systems
- Collaborative Manufacturing Management Model
- Collaborative Manufacturing Management Fundamentals and Infrastructure
- Ontology for Collaborative Manufacturing

# Learning Outcomes of Module I

Recognize a potential collaborative manufacturing in a factory

- Understand

Identify a value network for collaborative manufacturing for a business

- Apply



Brainstorming Ideas  
about  
Evaluation of  
Manufacturing  
System

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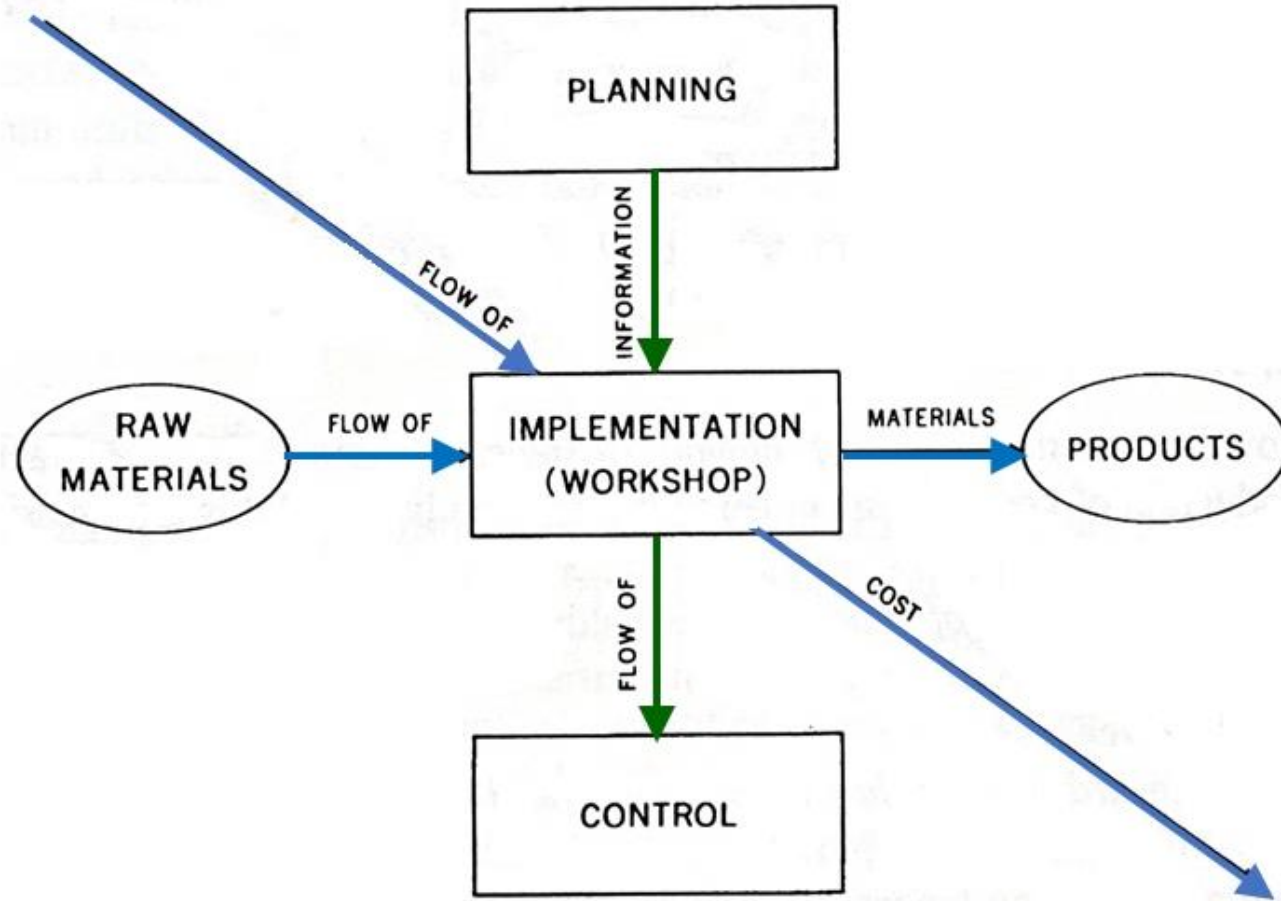


# Production system

Production system considers  
3 main flows;

- Flow of cost
- Flow of material
- Flow of information

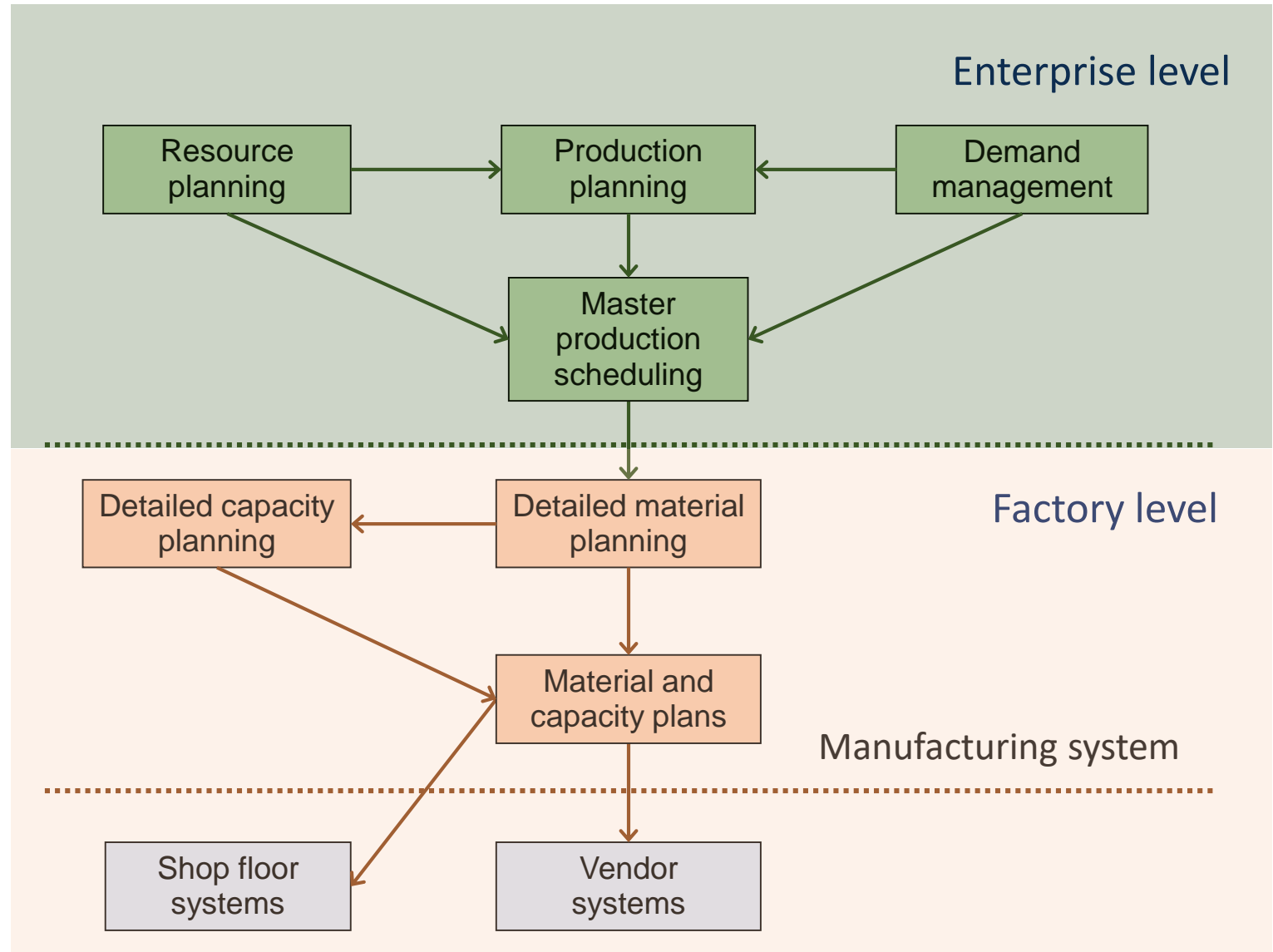
for planning and controlling  
the manufacturing process



# Production system

There are 2 main levels in production systems:

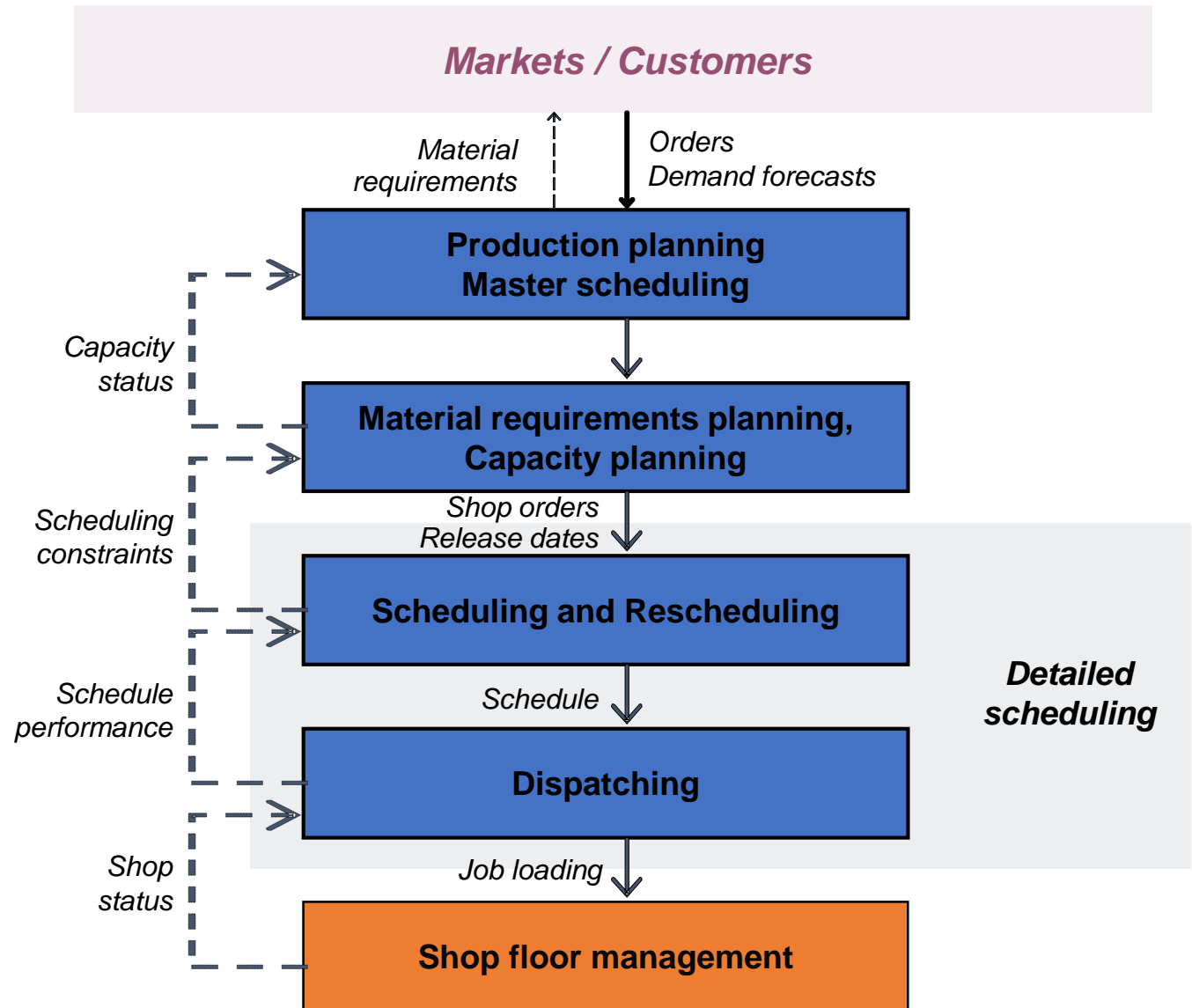
- **Enterprise level**, involving resource planning, production planning and customer demand management
- **Factory level**, involving detailed manufacturing process such as material and capacity plans





# Information Flows in Production system

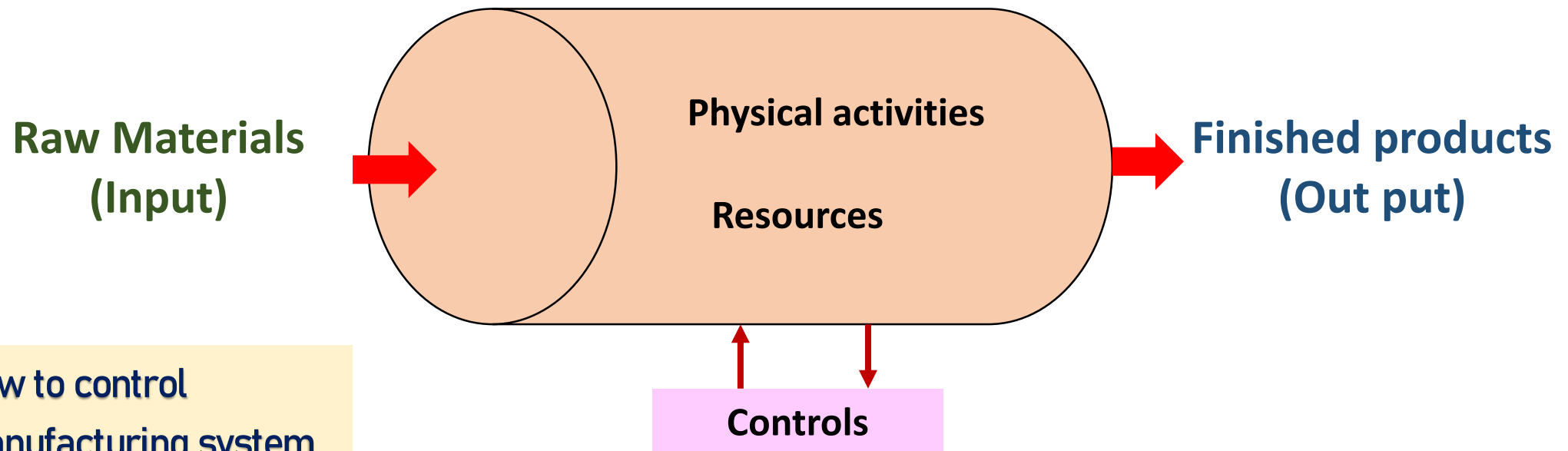
For information flow, collaborative manufacturing system is important to integrate working and communicating with each other operations.





# Manufacturing Systems

A manufacturing system is made up of entities (input and outputs), activities, resources and controls.



How to control manufacturing system effectively?

**Manufacturing system**

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# Components of Manufacturing System

## Equipment :

- **Production machines and tools**
- **Material handling** and work positioning devices
- **Computer system** to coordinate and/or control the preceding components



## Human resources:

- **Workers** operates the equipment
- **Managers** manages the system



# Classification of Manufacturing Systems

## Factors to define manufacturing systems:

1. Types of operations performed
  - Types of materials processed
  - Size and weight of work units
  - Product complexity
  - Product variety
  - Product quality
2. Number of workstations
3. System layout
4. Manual, Semi-automation and Automation
5. Environment: *Weather, Government policy, Culture etc.*

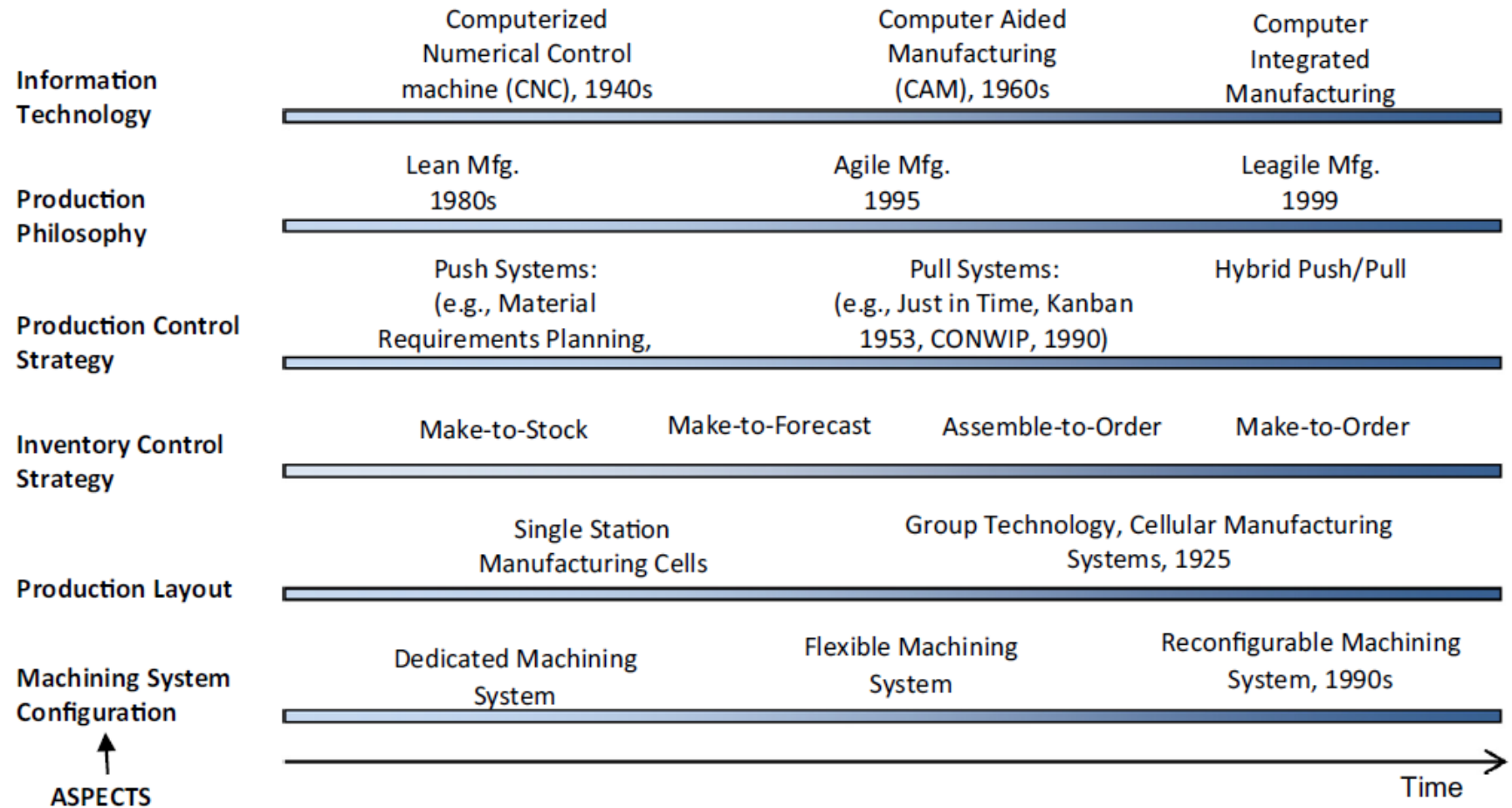


<https://study.com/academy/lesson/process-product-fixed-position-layouts.html>



# Classification of Manufacturing Systems

A multidisciplinary representation of the **taxonomy of manufacturing systems** from six different perspectives over time.



(Esmaeilian et al., 2016)

# Types of Manufacturing Systems

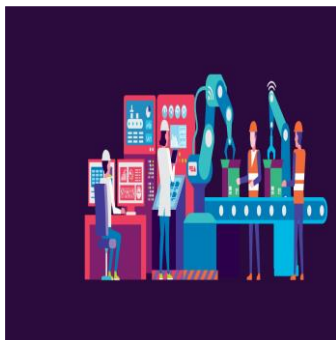


## By production volume:

Intermittent production and  
Continuous production

## By operation:

Manual , Semi-automated and  
Automated production



## Flexible manufacturing system:

A highly automated machine cell that  
produces part or product families;  
often consists of workstations  
comprising CNC machine tools

**Intermittent** production (e.g. project , job shop and batch productions), the company produces multiple identical items at the same time. This is usually most effective for low-volume or limited production runs.

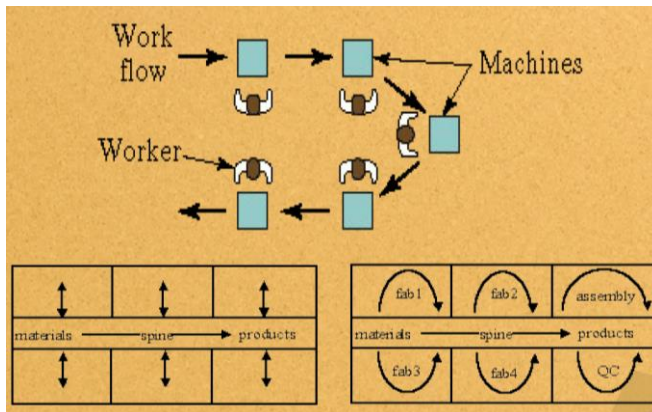
**Continuous** production (e.g. mass/flow and process productions), a product moves along an assembly line, with various specialized workers performing actions to assemble the product at stations along the way.

**Manual production line:** consists of a series of workstations at which operations are performed to build gradually a product

**Automated transfer line:** consists of a series of automated workstations that perform processing operations such as machining, with transfer of parts between workstation also being automated

# Types of Manufacturing Systems

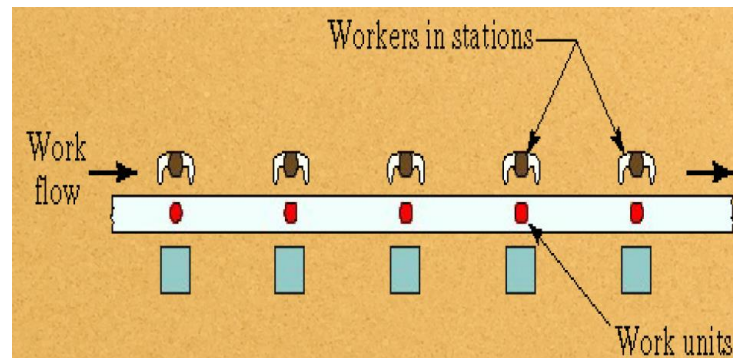
## Cellular layout



The most effective cells manufacture a small portion of similar products and contain all of the needed equipment and supplies to complete the process for that cell.

## Flow line production

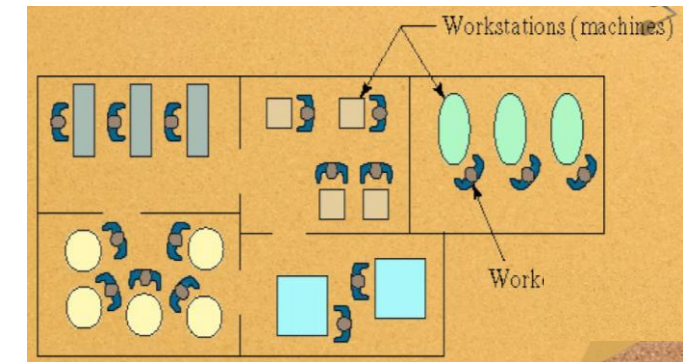
Flow line production is appropriate when firms are looking to produce a high volume of similar items.



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## Job shop

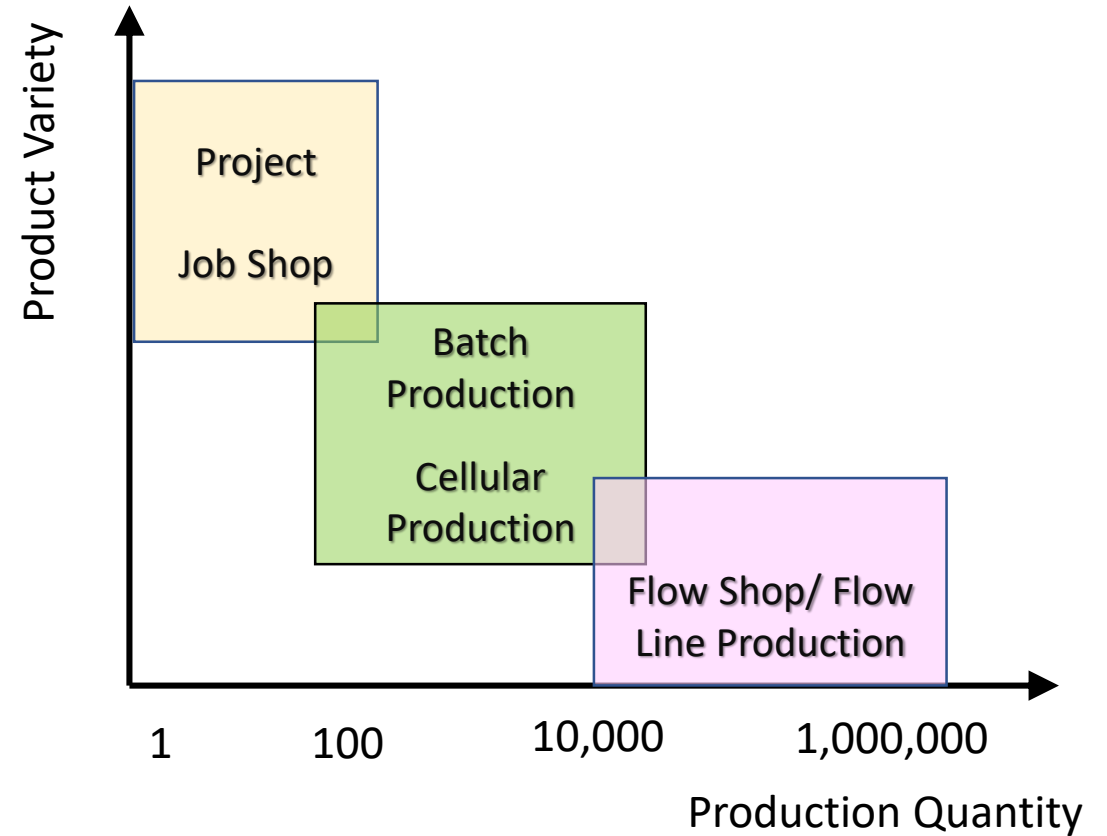


A job shop comprises of general purpose machines arranged into different departments. Each job demands unique technological requirements, demands processing on machines in a certain sequence.

# Manufacturing planning: Product factors

## Manufacturing planning based on Production Quantity vs. Product Variety

Types of facilities and layouts used for different levels of production quantity and product variety  
e.g. flow line production is suitable for low product variety but high production quantity



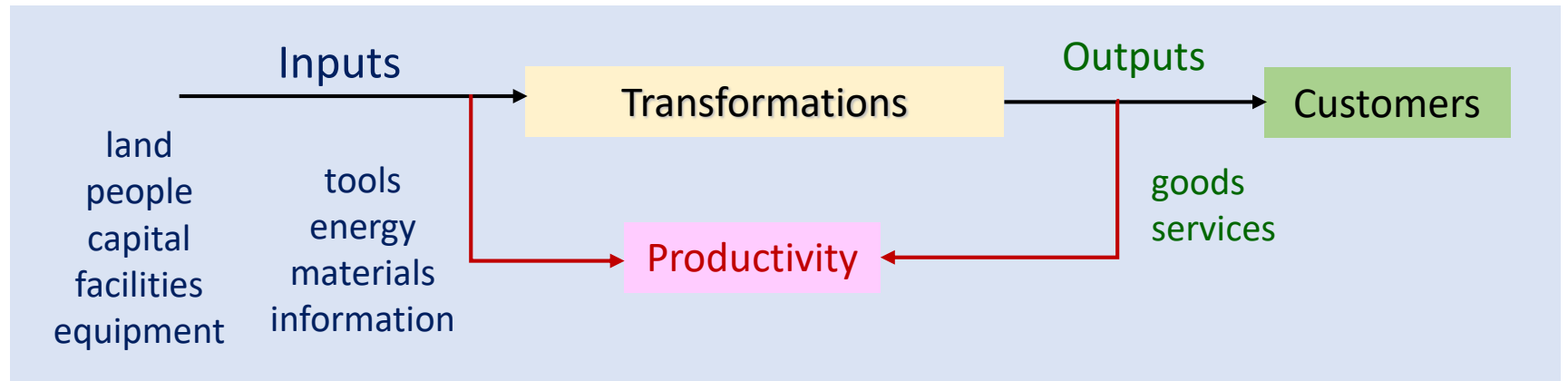
# Manufacturing productivity

## Productivity (P)

$$P = \frac{\text{Outputs}}{\text{Input}}$$

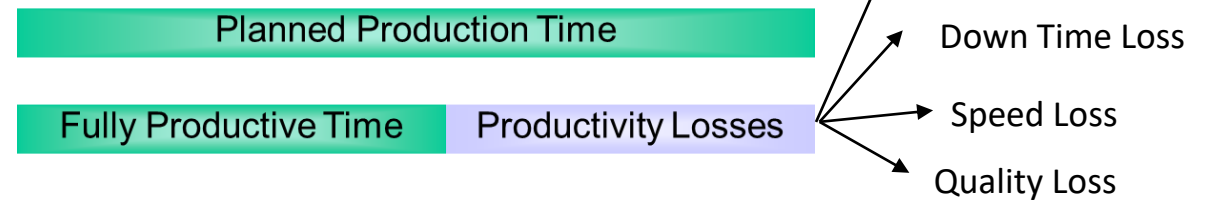
Productivity is normally used for evaluating the effectiveness of manufacturing process

OEE is normally used for evaluating the effectiveness of machines



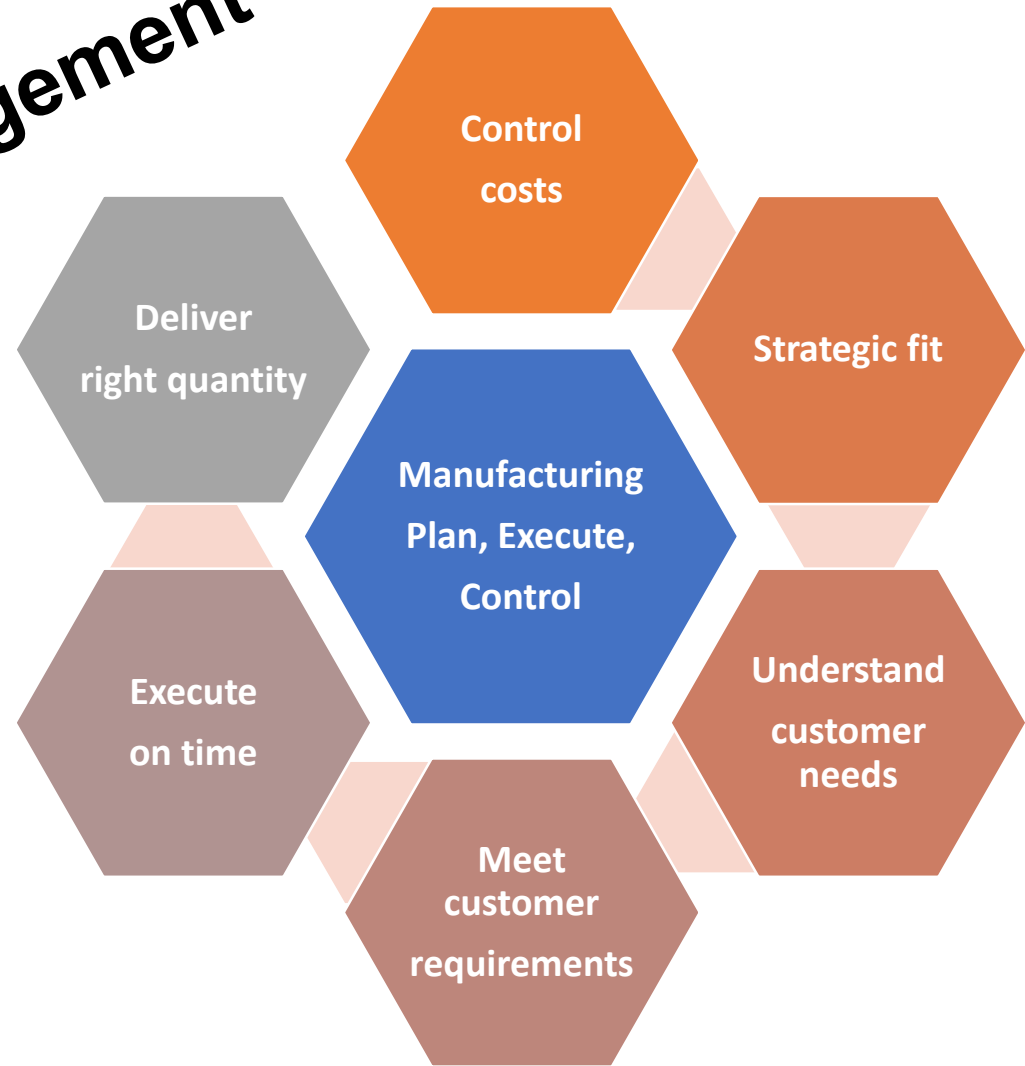
## Overall Equipment Effectiveness (OEE)

$$OEE = \frac{\text{Full Productive Time}}{\text{Planned Production Time}}$$



# Role of Manufacturing Management

In order to achieve customer requirements, there are many factors are necessary to manage





# Production management techniques

A variety of production management techniques have been developed to improve production system

Mass  
Production

Just-in-time  
manufacturing

Flexible  
Manufacturing

Mass Customization

Total Quality  
Management

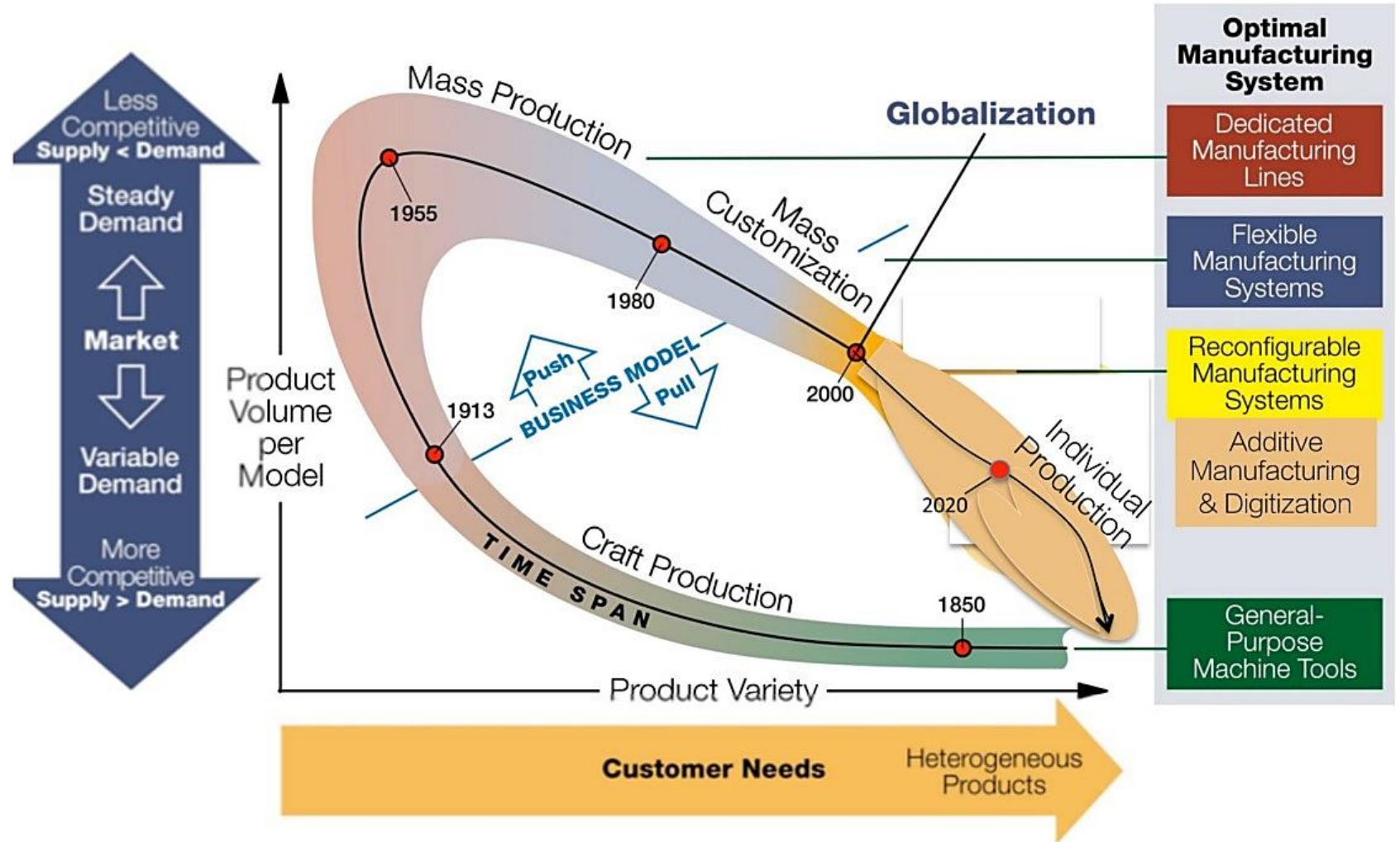
Lean Production

# Differences of Mass, Lean Production and Mass Customization

	Mass Production	Lean Production	Mass customization
<b>Focus</b>	Efficiency through stability and control	The reduction of waste and improvement of the services	Variety and customisation through flexibility and quick responsiveness
<b>Goal</b>	Developing, producing, marketing and delivering goods and services at prices low enough that nearly everyone can afford them	Elimination of waste, value flow and perfection by continuous improvement	Supply of varied products that fit the specific customer's needs in order to increase his interests with maintaining low prices
<b>Key features</b>	Stable demand Large, homogeneous markets, Long product development time, Long product lifecycle	Avoid high cost, teams of multi skilled workers, flexible automated machines to produce volumes of products in enormous variety	Fragmented demand, Heterogeneous niches, Short product development time, Short product lifecycles
<b>Market</b>	Demand > Supply	Demand > Supply	Demand < Supply
<b>Conditions</b>	Homogenous markets	Homogenous markets	Fragmented markets
<b>Products</b>	A few products – Long product lifespan	A few products – Long product lifespan	Variety of products – Short product lifespan
<b>Business strategy</b>	Ignore niche markets (Economies of scale)	Economies of scale	Sell to niche markets (Economies of scope)

(Esmaeilian et al., 2016)

# Evolution of Manufacturing Systems

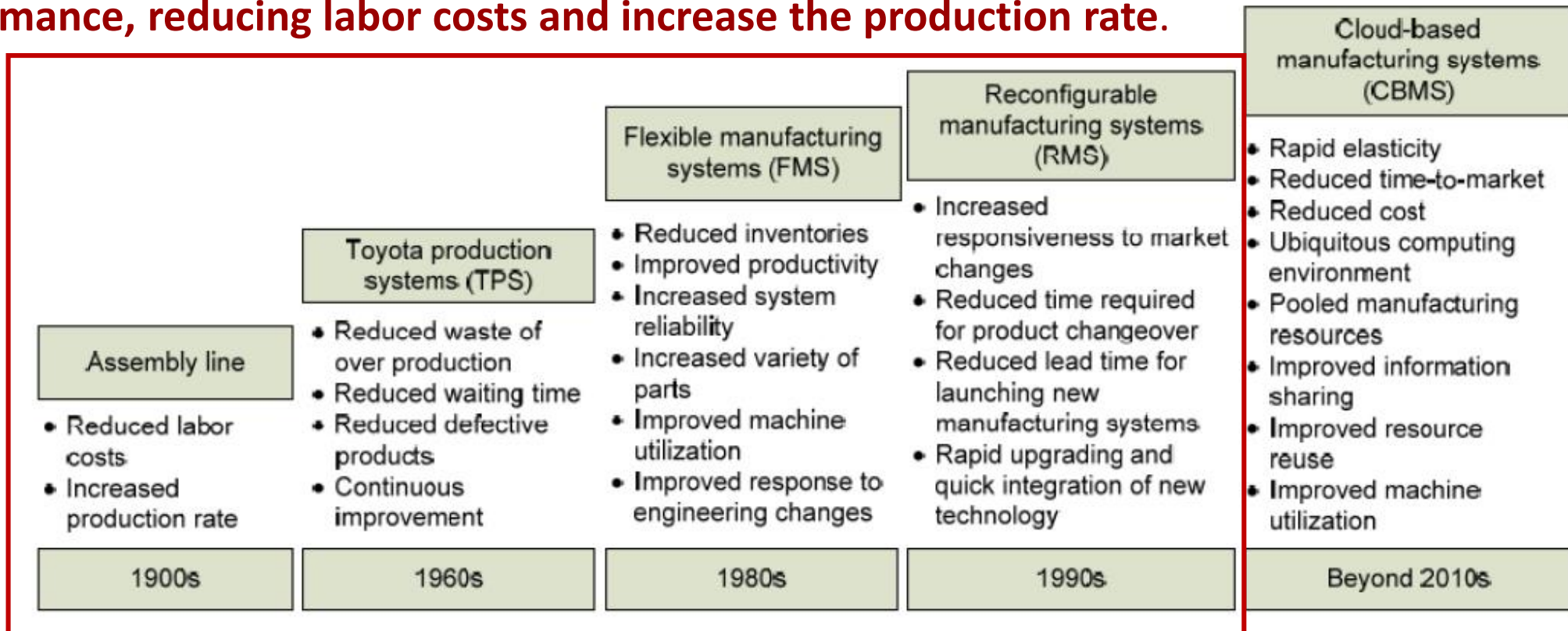


Evolution of Manufacturing Systems based on Product volume and Product variety



# Evolution of Manufacturing Systems

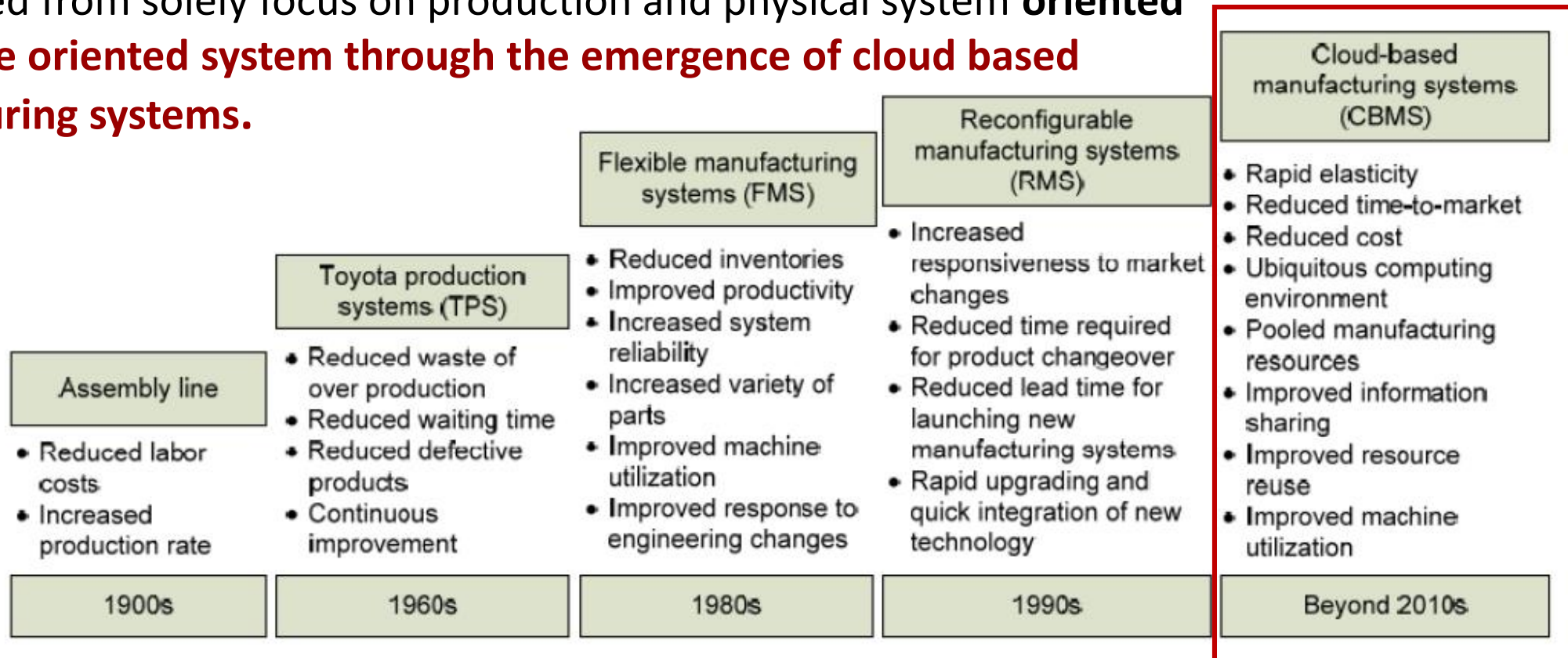
Previously, manufacturing process just evolved around assembly lines, where at the **times, manufacturers** are more than satisfied with **it performance, reducing labor costs and increase the production rate.**



(Kassim et al., 2017)

# Evolution of Manufacturing Systems

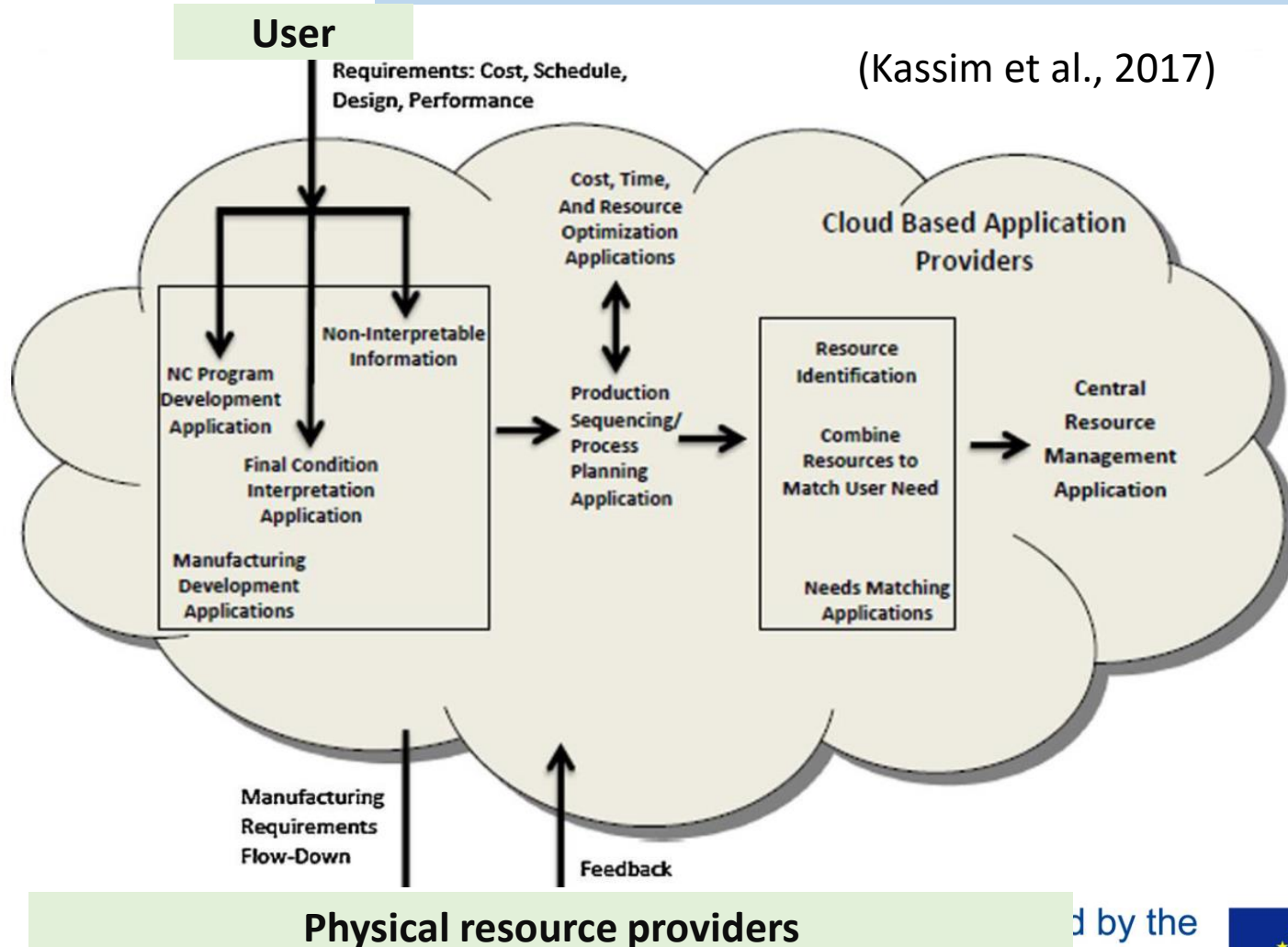
Currently, the manufacturing businesses and concept has been transformed from solely focus on production and physical system oriented to a service oriented system through the emergence of cloud based manufacturing systems.



(Kassim et al., 2017)



# Cloud Based Manufacturing Systems

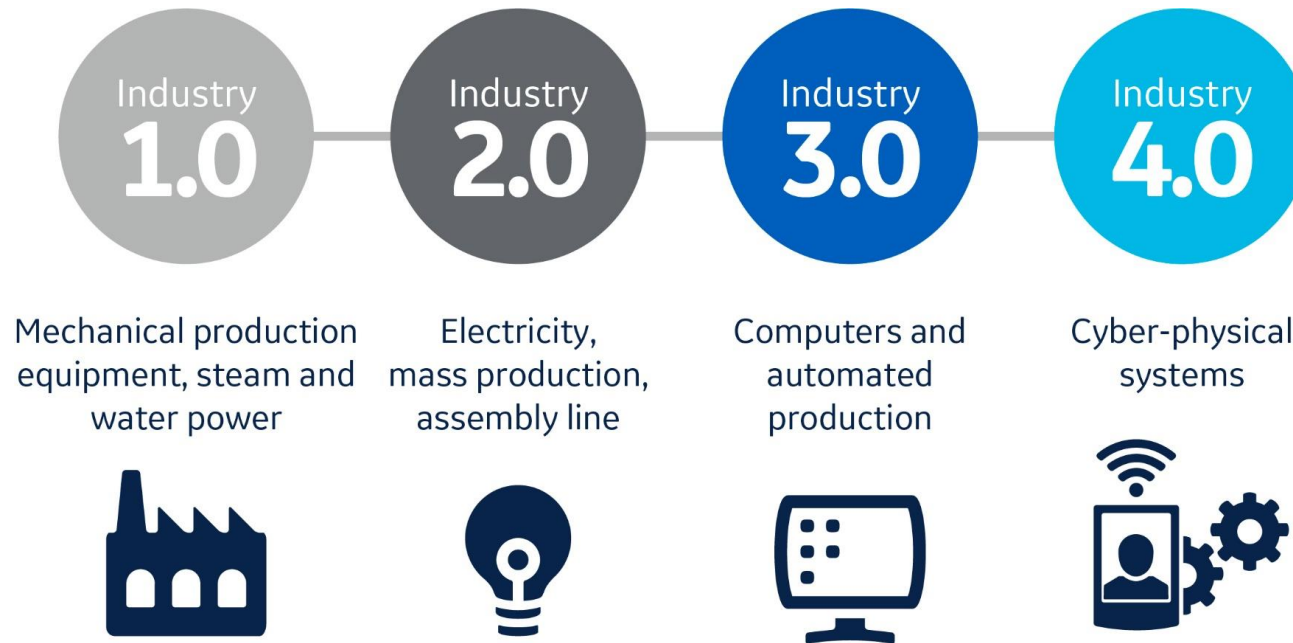


In **Cloud Based Manufacturing Systems (CBMS)**, manufacturers will be able to provide **rapid elasticity to their service, scale their resources, eliminating loss and reducing cost.**

At the same time, the manufacturing resources will be **pooled at one place** and it can **enhance information sharing and machine utilization** as well as **improved reuse of resources.**

# How to Deal With Industry Competition

**Businesses need to adapt and response for the industrial evaluation**



## Evolution of Industry

<https://www.cytivalifesciences.com/en/us/solutions/bioprocessing/knowledge-center/digital-transformation-in-biomanufacturing>  
<https://www.desouttertools.com/industry-4-0/news/503/industrial-revolution-from-industry-1-0-to-industry-4-0>

# Evolution of Industry

## Industry 1.0

(from the 18th to 19th centuries)

From agriculture to industrial society

**Technology:** steam engines

**Simple market:** production volume

**Publication:** *Wealth of Nations* — Adam Smith

**Production system:** Craft production

## Industry 2.0

(from the end of the 19th century to the 1980s)

**Technology:** electricity, electronic, mechanical devices, cars

**Stable market:** production volume and product variety

**Publication:** *The Principle of Scientific Management*

— Frederick Taylor

**Production system:** Flow line, TPS, Job shop, Cell, FMS

## Industry 3.0

(from the 1980s to now)

**Technology:** information, analog to digital, integral to modular

**Volatile market:** production volume, product variety, delivery time

**Production system:** *Seru*, Flow line, TPS, Job shop, Cell, FMS

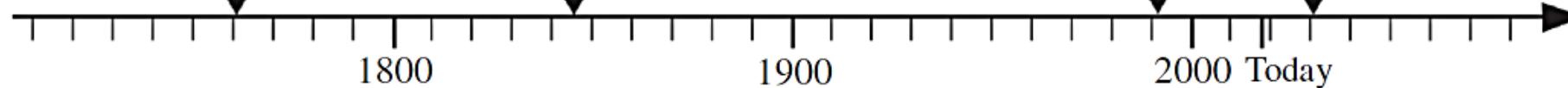
## Industry 4.0

(near future)

**Technology:** IoT, big data, electric vehicles, 3D printing  
cloud computing, artificial intelligence, cyber-physical systems

**Smart market:** customers participate individual customization

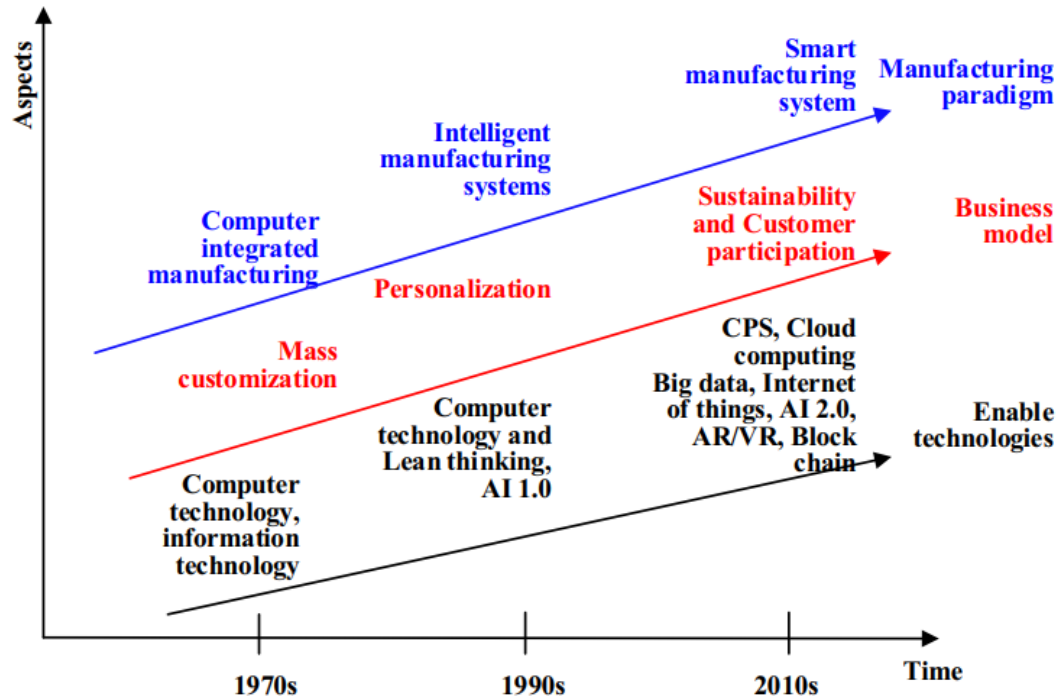
**Production system:** *Seru*, Flow line, TPS, Job shop, Cell, FMS





# Smart manufacturing system

## Smart manufacturing system



The evolution of smart manufacturing systems

(Qu et al., 2018)

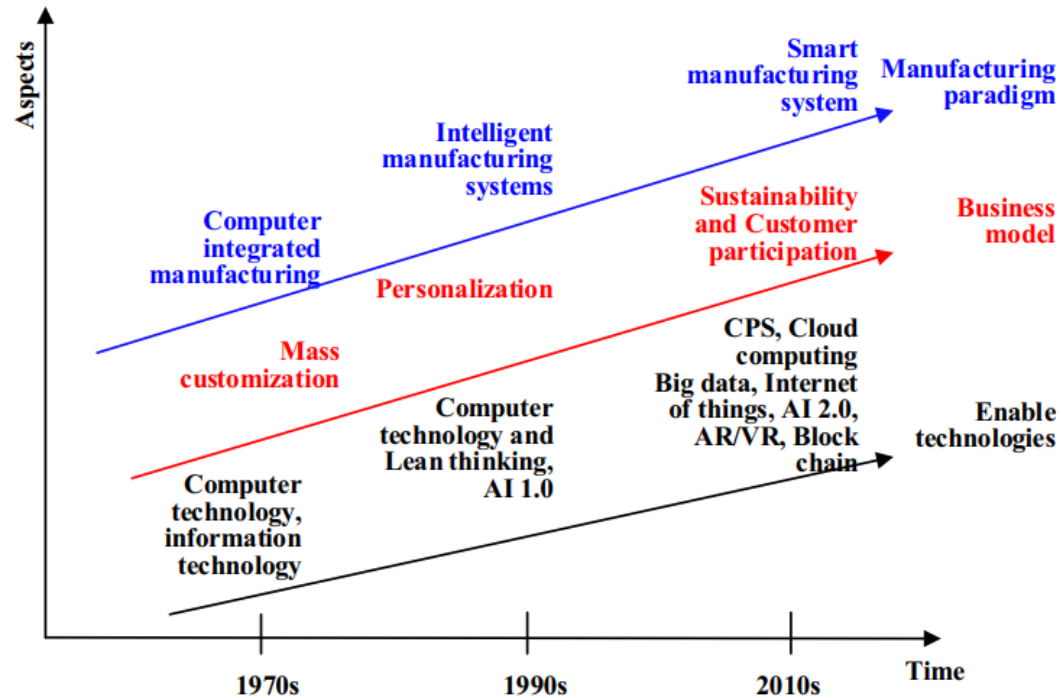
Smart manufacturing: employs computer-integrated manufacturing, high levels of adaptability and rapid design changes, digital information technology, and more flexible manufacturing.

The evolution of Smart manufacturing is related to the technological development, the dynamic requirements of stakeholders and innovative business model.

Smart manufacturing systems can improve the accuracy of decision making, and increases overall productivity

# Smart manufacturing system

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The evolution of smart manufacturing systems

(Qu et al., 2018)

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# Smart manufacturing system (SMS)

**Key objectives of SMS:** Autonomous lean Operation, Sustainable value , and Win-win Partnership

## Requirements of SMS:

### Function



- Self-sensing
- Self-adaptive
- Self-organization
- Self-decision

### Business



- Business planning & logistics
- Operations managements
- Control

### Emerging technologies



- Big data
- Cyber Physical Systems
- IoTs, Cloud & fog computing
- AI, Block chain
- AR,VR, 3D Printing

(Qu et al., 2018)

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# Smart manufacturing system (SMS)

## Components of SMS

Smart machine



Mobile equipment



Sensor parts



Smart logistics equipment



Display screen



Storage and communication device



### Physical level

- Smart machine, smart storage and communication device
- Smart logistic

### Smart connection and communication level

- Local network, CPS, RFID
- Industrial IoTs

### Application level

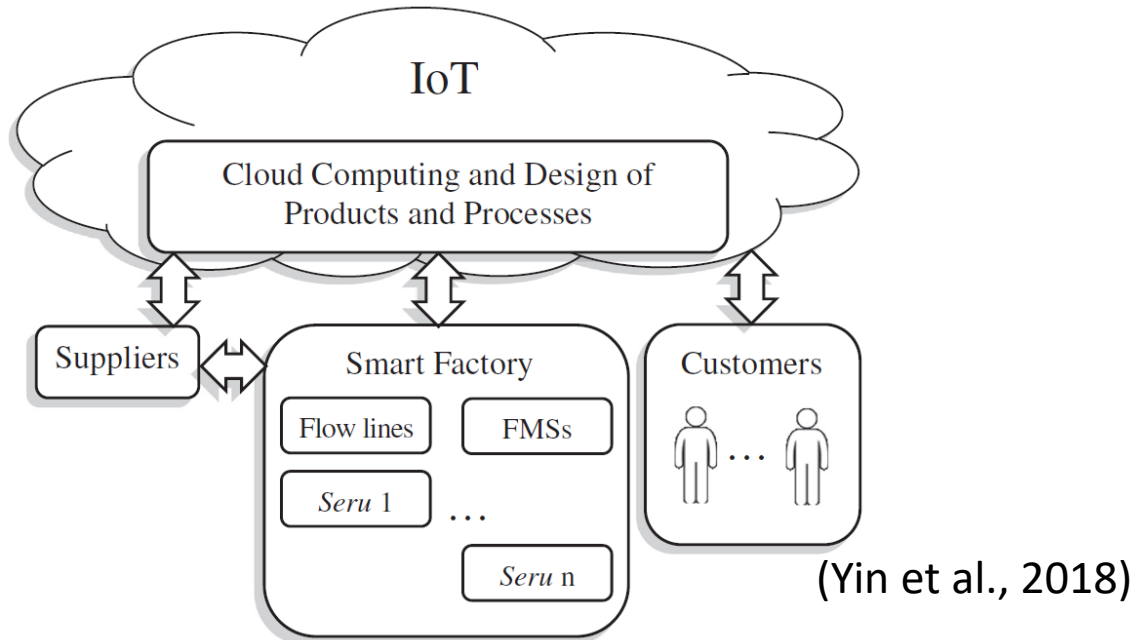
- Product lifecycle management
- Smart production system
- Smart manufacturing systems: state of the art and future trends



(Qu et al., 2018)

# Potential manufacturing for Industry 4.0

## Smart manufacturing for Industry 4.0



The construction of **IoT** and **big data cloud** allows **communications** among **customers**, **assemblers**, **suppliers** and other **service providers**.

## Demand dimensions for Industry 4.0

**Variety:** standard functions for general customers and some customer participation in product design for individual product can be important.

**Time:** product life cycles may become more uncertain. For example, life cycles of personally design to provide specific functions may be short because of possible frequent upgrades.

**Volume:** volumes of personal designed modules may be very low. Volumes of standard modules may fluctuate drastically with a wide range from low to high.



## Digital Factory

- Digital factory is the **key topic in Industry 4.0**.
- According to the Association of German Engineers (VDI), digital factory is
  - “a comprehensive network of **digital models, methods and tools**, including **simulation** and 3D/virtual reality & **visualisation**,
  - which are **integrated through continuous DATA management**”,
  - with the goal to **design, model, simulate, evaluate and optimise products, processes and systems before any modification is actually carried out on an existing (or new) physical system**.
- Its **meaning in Industry 4.0 is extended**, implying an **entire value network**.



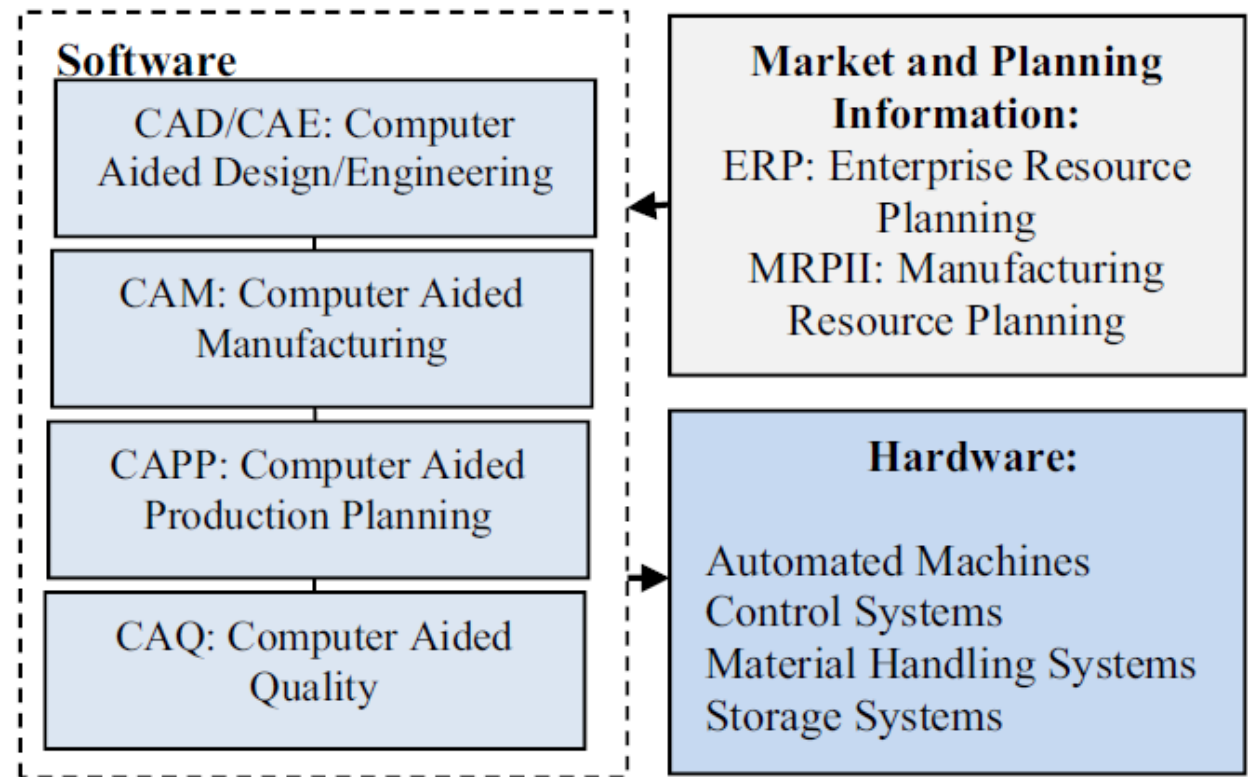


# Computer Integrated manufacturing (CIM) system

From the technology perspective, the **evolution of automation tools** and **advanced technologies** in production systems can be described as **Computerized Numerical Control machine (CNC)**, **Computer Aided Manufacturing (CAM)**, and **Computer Integrated Manufacturing (CIM)**.

**CIM** is defined as the **full integration of information technology** with all manufacturing processes

## Elements of CIM system



(Esmaeilian et al., 2016)





# Network collaborative manufacturing system

The network collaborative manufacturing system is to accomplish the goals

- **To strengthen** the information communication between enterprises and to realize the adjustment of produce tasks
- **To promote** the operating efficiency of enterprises
- **To improve** the effectiveness and correctness of decision-making
- **To finish** the supervision of the products manufacturing, coordination of upstream and down stream corporations
- **To build** an open communication system between enterprises and the third-party logics corporation.

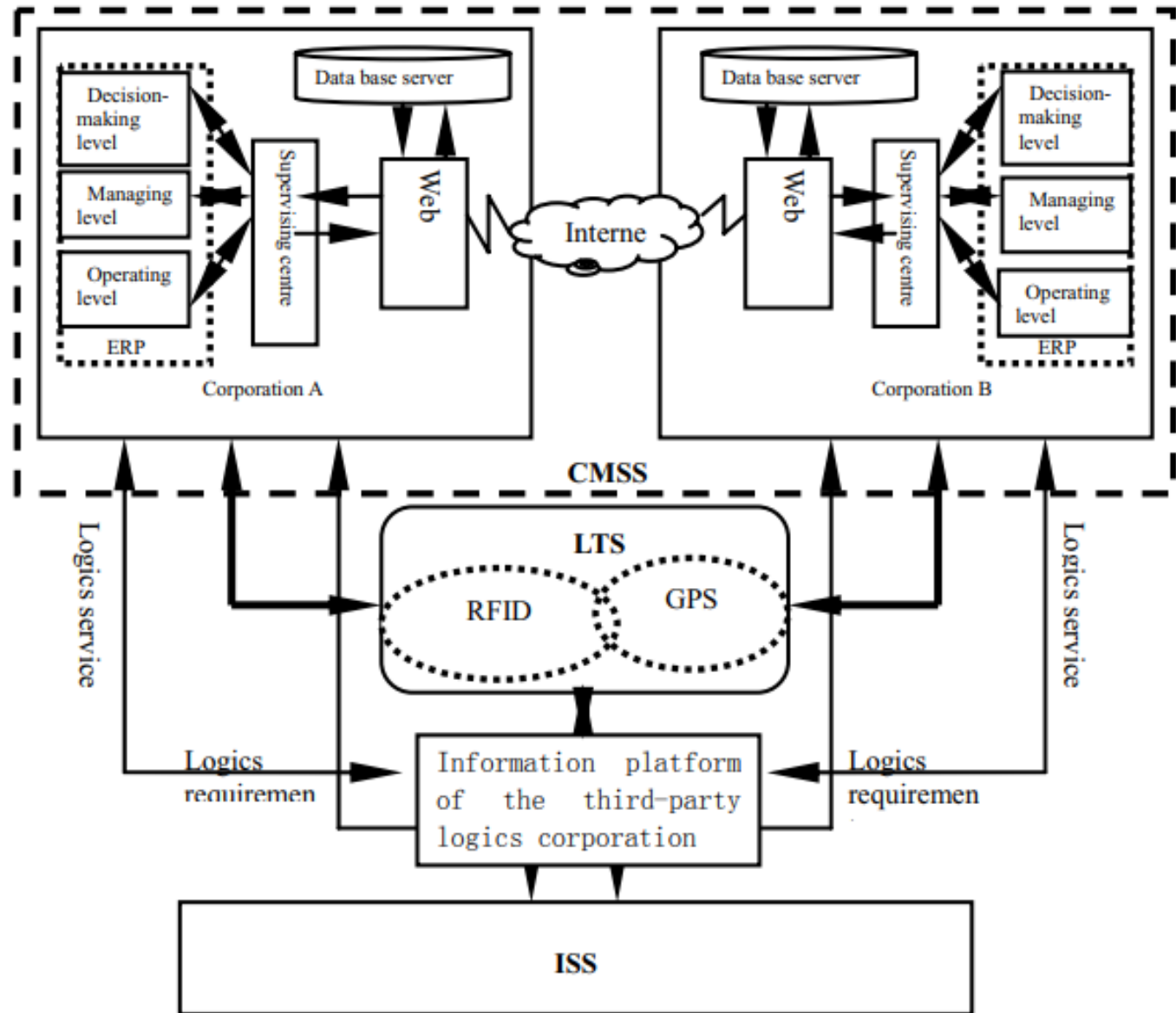




## Components of Network collaborative manufacturing system

Note:

- Collaborative manufacturing long-range supervising system (CMSS)
- Information sharing system (ISS)
- Logics tracking system (LTS)

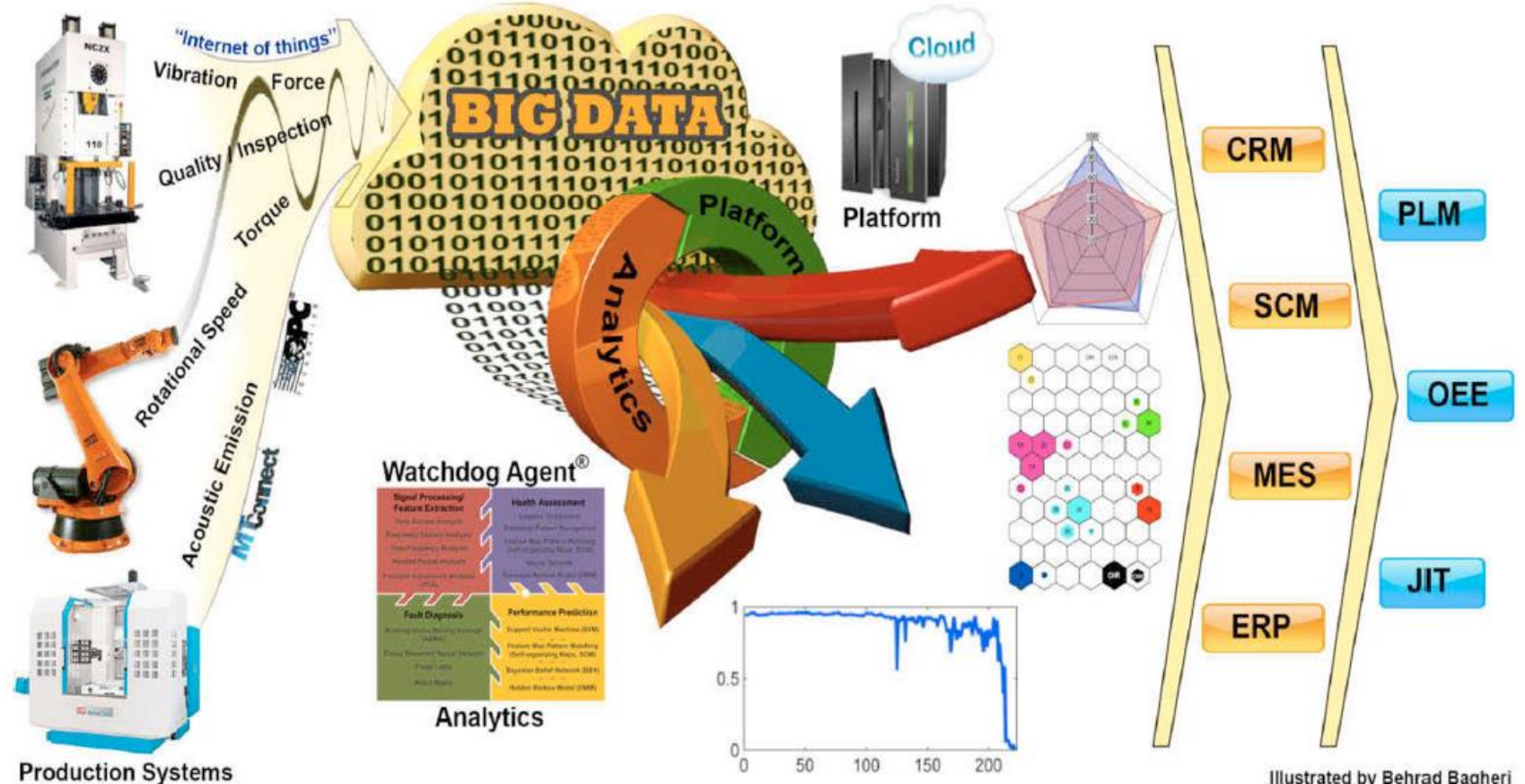


(Xiong et al., 2008)

# Predictive Manufacturing System Framework

## Watchdog Agent® Analytics for Intelligent Maintenance Systems

The tools and algorithms found in the Watchdog Agent® can be categorized into four sections: **signal processing and feature extraction, health assessment, performance prediction, and fault diagnosis.**



Illustrated by Behrad Bagheri

(Lee et al., 2013)





# New manufacturing paradigms originated from data analytics

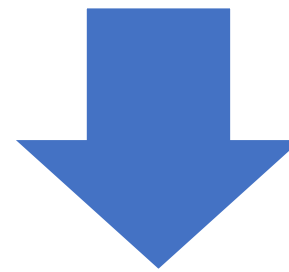
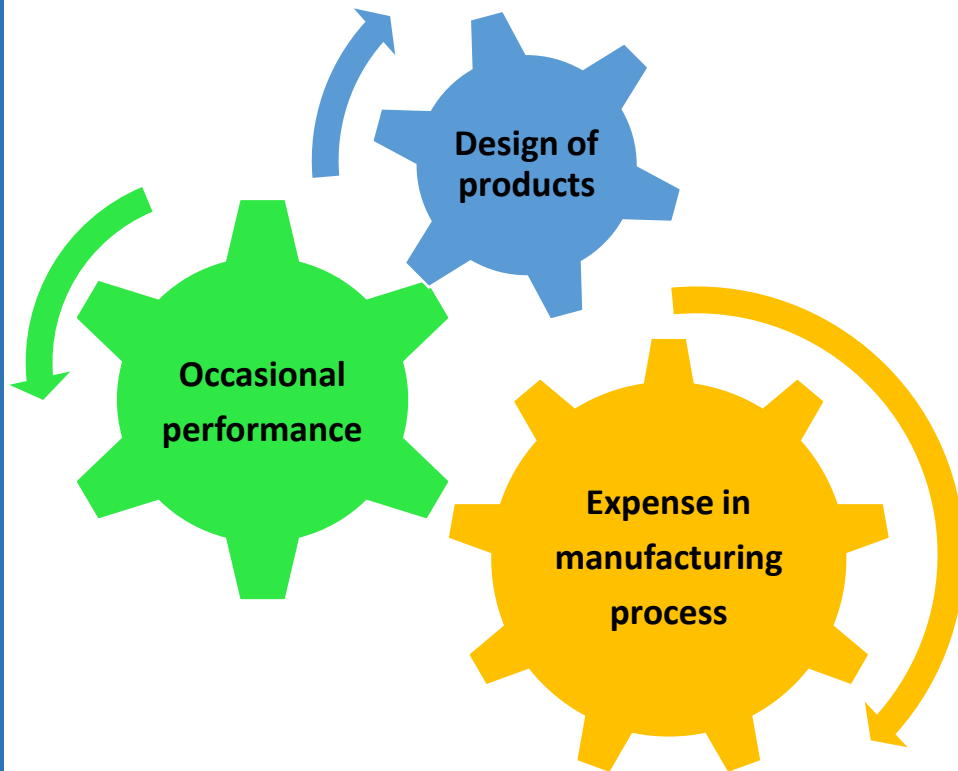
- Smart manufacturing, smart supply chain, data analytics in manufacturing
- Social manufacturing
- Cloud manufacturing
- Cloud-based remanufacturing
- Cyber-physical systems





# Collaborative manufacturing system: CMS

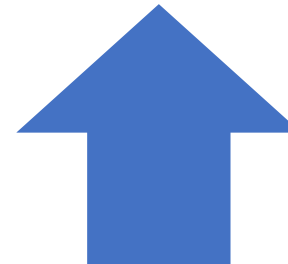
**CMS** is Sharing information between business processes across internal or external partners in the value chain network



Meet customer requirement effectively

**Good collaboration**

Well production plan

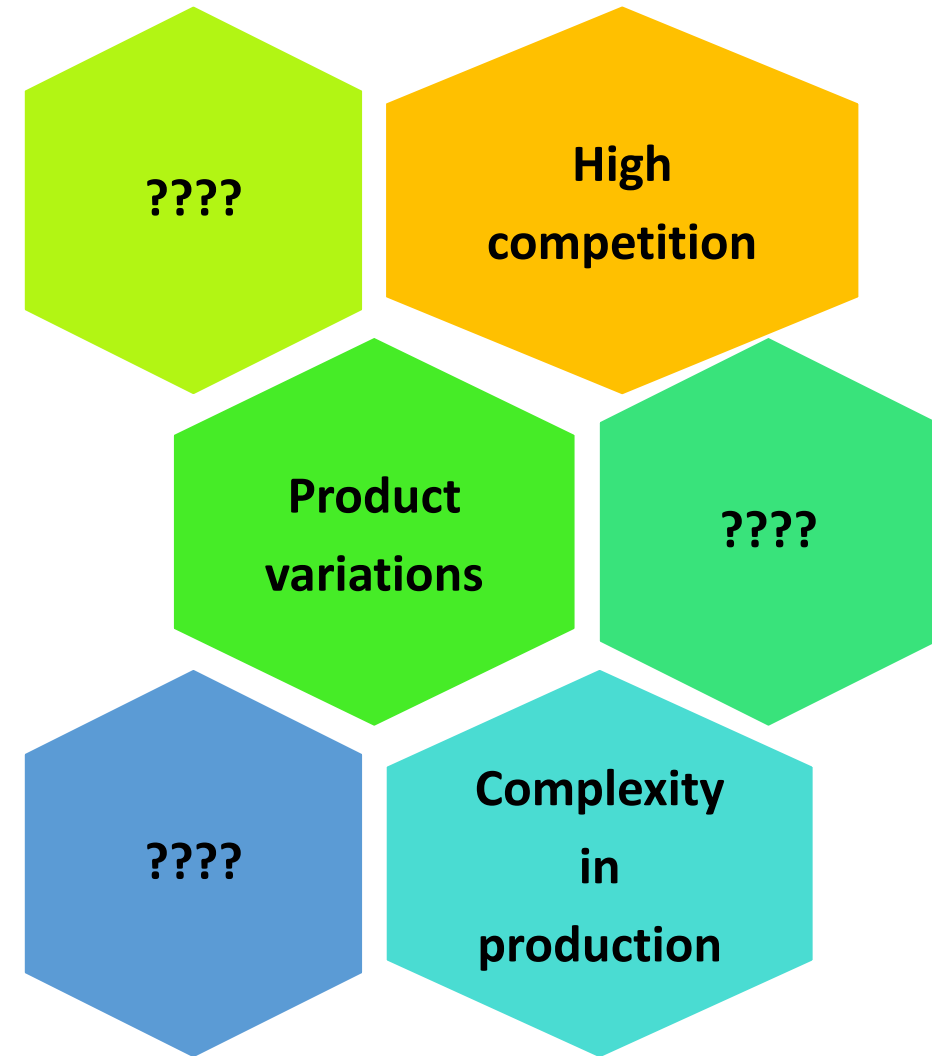


Companies are increasingly cooperating in what are often referred to collaborative manufacturing that have enabled companies to focus on their core competencies and participate in the design and manufacturing process.



## Why is Collaborative manufacturing systems (CMS) ?

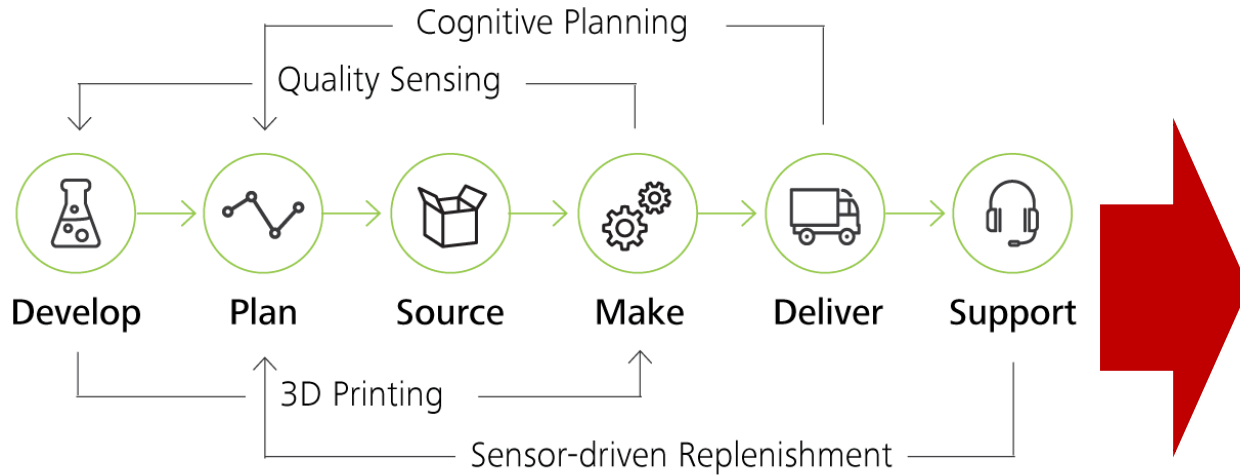
Today's **extremely turbulent, global and cross-industrial business climate** is frequently characterized by **corporate merges, acquisitions, and strategic alliances**, a situation that has forced organizations to **integrate and find new and efficient ways of working and communicating with each other.**



# Collaborative manufacturing system

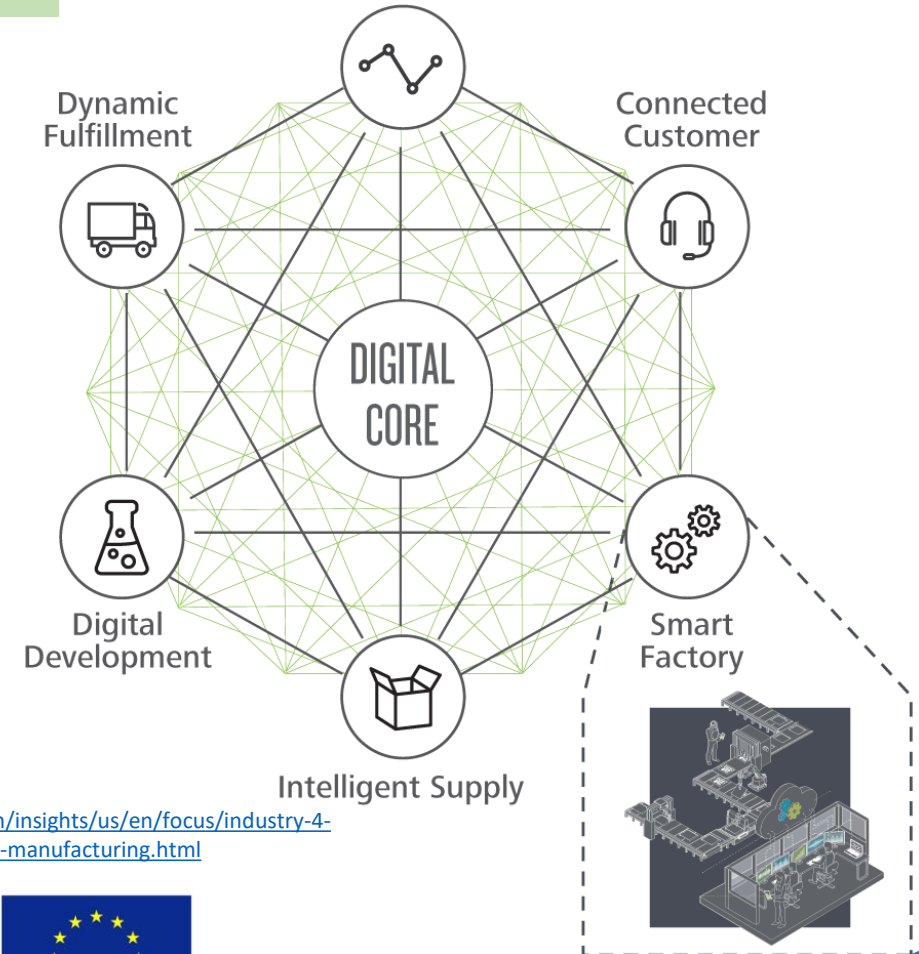
## Traditional vs. Digital communication

### Traditional supply chain



**Digital core** can overcome Non-traceable WIP, Inconsistent product quality, Uncontrollable waste, Lack of flexibility, Ineffective strategic planning and Higher production cost in the long run

### Digital supply networks Synchronized Planning



<https://www2.deloitte.com/insights/us/en/focus/industry-4-0/smart-factory-connected-manufacturing.html>





# Collaborative manufacturing system

## System Integration

### Horizontal Integration

Inter-company integration

### Vertical Integration

Intra-company integration

### End-to-End Integration

Integration of digital and real worlds

## Horizontal Integration

- **On the production shopfloor:**
  - machine to machine (internal)
  - machine to production unit (internal)
  - production unit to production unit (internal)
  - stakeholder to stakeholder (external)
- **Across multiple production facilities:** for example interconnecting logistics, warehousing, production, marketing and sales
- **Across the entire supply chain** (some refs mention it as “End-to-End Integration”)

<https://www.mbtmag.com/business-intelligence/article/13251083/horizontal-and-vertical-integration-in-industry-40>





# Collaborative manufacturing system

## System Integration

### Vertical Integration

From shop floor, the system could be linked up to

- CPPS (Cyber-physical Production Systems) to detect changes in plants, allowing for fast changes to be made in relation to the manufacturing of products.
- Maintenance
- R&D
- Management and Strategic Policy

### End-to-End Integration

It is an integration of technologies throughout the value chain, from product development until after-sales.







## Activity: THINK PAIR SHARE

Students are *grouped in pairs* to discuss their thoughts about

- Evolution of Manufacturing Systems
- What is potential manufacturing for Industry 4.0?
- How is important of collaborative manufacturing system for Industrial 4.0?





## Assignment:

### Self Study (evaluation of production system )

**After reading the article:** *“The evolution of production systems from Industry 2.0 through Industry 4.0”*(Yin, 2018)

#### Discussion:

1. What is potential manufacturing for Industry 4.0?
2. How appropriate production systems have been utilized to match different demand dimensions over the time?



# Key References

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- Y. J. Qu<sup>1</sup> & X. G. Ming<sup>1</sup> & Z. W. Liu<sup>1</sup> & X. Y. Zhang<sup>1</sup> & Z. T. Hou (2019) Smart manufacturing systems: state of the art and future trends, The International Journal of Advanced Manufacturing Technology, vol. 103, p. 3751-3768
- Chiarini, Andrea, and Maneesh Kumar. 2020. “Lean Six Sigma and Industry 4.0 Integration for Operational Excellence: Evidence from Italian Manufacturing Companies.” Production Planning & Control



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Together We Will Make Our Education Stronger



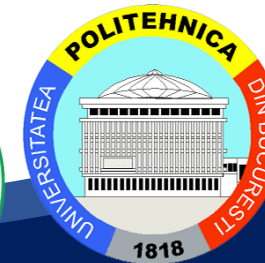
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