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## What Is Lean?

- Lean is doing more with less. Use the least amount of Effort, equipment, time, energy, materials, and capital while giving the customer exactly what they want (Womack, J. P., & Jones, D. T. 1996).
- Lean Emphasizes continuous improvement, respect for people, and focusing on delivering value to customers. Lean principle applies to industries like Manufacturing, healthcare, service, and software development.

## History of Lean

- The origins of lean can be traced back to the Toyota Production System (TPS), developed by Toyota Motor Corporation in Japan following World War II. The father of the system was Sakichi Toyoda. The founder of Toyota. (Łukasz Dekier,2012).
- Sakichi Toyoda, who once worked in the textile industry, invented a motor-driven loom with a specialized mechanism to stop production if in case of breaking off the thread. This working mechanism was the foundation for Jidoka (Automation with human manufacturing), one of the two important pillars on which the Toyota Production System was built. With the application of a fault detection sensor, the defects stemming from human-related imperfections were reduced and the production capacity was elevated.



(Miliarder, 2009)

## 5 Principles of Lean



FACULTY OF ECONOMICS TUL (Planet logether, 2021)

## Value Added (VA)& Non-value Added Activity

- Value-added and non-value-added activity notions are frequently discussed in discussions about process improvement and waste reduction.
- In lean continuous improvement principles, the identification and maximization of value-added activities within processes are critical.
- These tasks are vital in fulfilling customer needs, improving the caliber of goods or services, and ultimately raising consumer satisfaction.

## Value Added (VA) Activity

- Value-added activities within processes should be identified and maximized, according to lean continuous improvement principles. These tasks are emphasized as critical to fulfilling customer needs, improving the caliber of goods or services, and eventually raising satisfaction among consumers. VAA include:
  - 1. Production Process
  - 2. Customization
  - 3. Quality Assurance
  - 4. Research and Development

## Non-Value Added activity

- The focus of lean continuous improvement is on identifying and reducing or getting rid of non-value-added activities in processes. These activities are seen as wasteful uses of resources that do not improve the caliber of the final product or service or customer satisfaction (Spear & Bowen, 1999). NAA include
  - 1. Waiting
  - 2. Transportation
  - 3. Overproduction

## Eight Types of waste

When the term lean manufacturing is mentioned, the first thing that comes to mind is waste reduction via the removal of the eight wastes that are commonly referred to as Muda. The Toyota Production System served as the main source of Muda, which is a combination of three Japanese "Mu" words:

Waste (Muda), unevenness (Mura), and burden (Muri)The Japanese quickly identified each of these as a form of waste and included them to improve business operations. (Tye, 2019)

Following are the eight types waste:



(www.linkedin.com, n.d.)

## Lean Management Tools:

Lean Management uses many lean tools to improve production and efficiency by getting the most out of each resource. The goal of lean Management is to find better ways to do things: requiring less effort, less time, and fewer resources.

Some of the main Lean Management Tools are...

- 5S + Safety (6S) Method
- Just In Time (JIT)
- Gemba Walk

## 5S + Safety Method:

The 5S method is a fundamental lean concept that ensures operational stability, enabling continuous improvement. (Filip and Marascu-Klein, 2015).



(Lentink Website, n.d.)

### HOW HARLEY DAVIDSON IMPROVED ITS BUSINESS?

Harley-Davidson used the 5S's to simplify their warehouse locations by operating lean.

- Implementing CIS to stabilize the production system.
- Providing Training for their employees and encouraging them to solve problems using lean methods & tools
- The change in operating lean using the 5S's saved Harley-Davidson and the other two companies a great deal of costs in time and safety measures. (The Manufacturing Leadership Council, 2018).

## JUST IN TIME (JIT)

- JIT is a philosophy that aims to deliver goods at the optimal time and location.
- JIT is more than just inventory reduction or manufacturing processes
- JIT is also known as lean systems or lean production. (Operations Management Just-In-Time & Lean System, n.d.).

JIT consists of.,

- Elimination of Waste
- A Broad View of
  - Operations
- Simplicity
- Continuous Improvement
- Visibility
- Flexibility

## **DELL & JIT**

- Dell is a pioneering company that has implemented the JIT approach in its manufacturing and production activities.
- JIT has made value-added activities such as direct models a viable business strategy.
- JIT helps the company reduce waste by manufacturing only what is required and delivering it at the right time and place (Free Essays, n.d.).



(Academy of Achievement, 2023)

## **GEMBA WALK**

- Essential lean tool because it provides a close detailed view of behaviors, "understanding by seeing".
- an important lean leadership tool because it allows lean managers to interact directly with the operators at their actual workplace.
- Helps to recognize employee contributions, boost morale, and gain trust in sharing information for continuous improvement (Romero et al., 2020).

Elements of Gemba Walk

are.,

- Location
- Observation
- Teaming
- Reflecting

## IMPROVING BRAND EXPERIENCE - STARBUCKS

- Starbucks encourages Gemba walks as a way to maintain quality and consistency across its global stores..
- District managers and senior executives visit stores to evaluate service, product quality, and overall customer satisfaction.
- The feedback gathered during Gemba walks helps
  Starbucks improve its operations and training
  procedures, resulting in a consistent brand experience
  (www.linkedin.com, n.d.).



(Staff, 2022)

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# Thank you for your Attention..!