## UNIVERSITY OF RESPATURA. SWILANDA.

# Viability of Lean Manufacturing Tools and Techniques in the Apparel Industry in Sri Lanka

A dissertation submitted to the Department of Mechanical Engineering of the
University of Moratuwa in partial fulfilment of the requirements for the Degree of
Master of Engineering in Manufacturing Systems Engineering

by

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## Dedication



To my dear parents and wife,



#### **Declaration**

"I hereby declare that this submission is my own work and that, to the best of my knowledge and behalf, it contains no material previously published or written by another person nor materials, which to substantial extent, has been accepted for the award of any other academic qualification of a university or any other institute of higher learning except where acknowledgement is made in the text."

## **UOM Verified Signature**

S.K.P.N. Silva

I endorse the declaration by the candidate.

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#### **Abstract**

Lean Manufacturing can be considered as a business strategy which was originated and developed in Japan. It tries to identify waste and eliminate it. Thus it leads to improvement in productivity and quality and companies can achieve a competitive advantage over others. Starting from the automotive industry, it has rapidly spread into many other industrial sectors and there has been significant development and localization of the Lean Manufacturing concept in both developed and developing countries worldwide. In implementing this concept there are tools and techniques developed by Toyota which can be used effectively.

The initial step of this research is to study about the Lean Manufacturing. It starts by looking at how Lean Manufacturing first began. Then it seeks to identify the core principles, tools and techniques of Lean Manufacturing. After that an extensive literature review was carried out to find successful Lean tools and techniques currently use in worldwide. The next step is to identify tools which are used frequently and which are not used. There will be a study to find out the barriers of implementing other tools and techniques

After studying the global scenarior the next step is to look at the Sti Lankan context. Sri Lankan industries, especially appared sector have attempted to implement this, but a little research work is carried out in regarding its suitability. This research is an attempt to identify a suitable Lean model for the apparel industry in Sri Lanka using real world data, structured surveys, observations, and on site interviews. Also the study will reveal period of Lean implementation, suitable implementation methods, order of implementation, tools which are avoided, sustainability of different tools, challenges faced, ways of overcoming challenges and benefits achieved after applying Lean Manufacturing concepts in the apparel sector of Sri Lanka.

The findings states Lean Manufacturing can be applied to mass production apparel industries and has made positive impacts. As implementation of Lean concepts is still in development stage, the full benefit is not yet achieved. However current situation suggests that the industry can go forward with Lean. In this research the author has come up with a model which can be used to implement Lean in a systematic manner and each manufacturer must develop their own Lean system through training, experiments and kaizen.

Originality of the research: The research builds up a Lean Model which is not yet developed for the apparel sector in Sri Lanka. It can be further modified to suit the global apparel industry and other industries as well.

Keywords: Lean Manufacturing, Lean tools and techniques, Apparel industry, Viability, Sri Lanka



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#### **Notations / Nomenclature**

dept. : department

pgm. : program etc. : et cetera

BOI : Board Of Investment

CAD : Computer Aided Design

CAM : Computer Aided Manufacture

CEO : Chief Executive Officer

CME : Canadian Manufacturers and Exporters

CPSH : Cost Per Standard Hour

CTSR : Cut To Ship Ratio

DIFOT : Delivered In Full, On Time
DTD-FG : Dock-to-Dock Finish Goods

DTD-RM : Dock-to-Dock Raw Material

DTD-WIP : Dock-to-Dock Work In Progress

ERP : Enterprise Resource Planning University of Moratuwa, Sri Lanka.

FTT : First time Through Theses & Dissertations

FSS : Floor Space Savings b.mrt.ac.lk
GSP : Generalized System of Preferences

IE : Industrial Engineering

JIT : Just – In – Time

LEI : Lean Enterprise Institute

LM : Lean Manufacturing

M & S : Mark and Spencer

MI : Michigan

OEE : Overall Equipment Effectiveness

PDCA : Plan Do Check Act

POUS : Point – Of – Use – Storage

RFID : Radio Frequency Identification
RM-OTD : Raw Material On Time Delivery

SMED : Single Minute Exchange of Dies

SPSS : Statistical Package for the Social Sciences

SQDC : Safety Quality Delivery Cost

SQDCM : Safety Quality Delivery Cost Morale

TBM : Time Based Management

TPM : Total Productive Maintenance

TPS : Toyota Production System

TSD : Total Systems Development

EU : European Union
UK : United Kingdom

USA : United States of America

VSM : Value Stream Mapping

