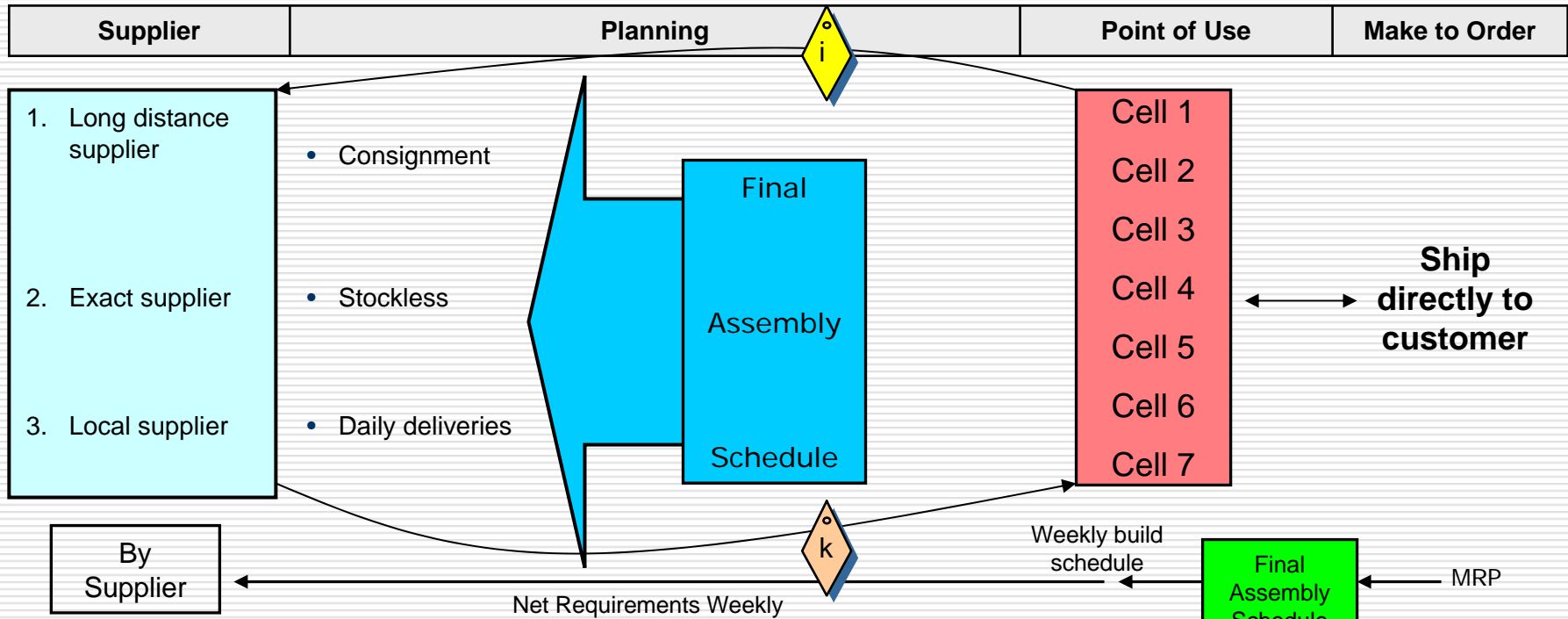


LeanSigma Supply Chain in Action

\$150M Medical Device Operation, (a division of J & J)



Defect:

Process and tolerance variability

DMAIC Project:

Lean out the Supply and Distribution Network, utilized component model and reduce supplier parts variability

Item	Start	To Date
WIP Inventory	\$1.4M	\$643K
Turns	4.8	12
Supplier L/T	7 day	1 day
Total L/T	67 days	4 days
Whse Space	100 pallets	43 pallets

Warehouse
Manufacturing
Procurement
Suppliers