

# **DELIVERY WITH QUALITY**

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# QUALITY: EXCELLENT VS DISASTER VTDFO



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# What is Quality

### Performance

- Features
- > Reliability
- Conformance

- Durability
- Serviceability
- > Aesthetics
- > Perceived Quality



Performance
Feature
Reliability
Conformance

Efficiency with which a product achieves its intended purpose

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Performance
Features
Reliability
Conformance

Attributes that
 supplement the
 product's basic
 performance



Performance
Features
Reliability
Conformance

Perform consistently over the product's useful life.



UNIVERSITI TEKNOLOGI MALAYSIA What is Quality

**Project Quality Dimensions** 

>Performance >Features ≻Reliability Conformance

Adherence to quantifiable specifications





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 Tolerate stress or trauma without failing

# >Durability

- Serviceability
- > Aesthetics
- > Perceived Quality



 A product is serviceable if it can be repaired easily and cheaply

- Durability
- Serviceability
- > Aesthetics
- > Perceived Quality



Subjective
 characteristics such
 as taste, feel,
 sound, look.

# Durability

- Serviceability
- > Aesthetics
- > Perceived Quality



Quality as the customer perceives
 it...image, recognition, word of mouth.

- >Durability
- Serviceability
- > Aesthetics
- > Perceived Quality



What is Quality Service Quality Dimensions

#### Tangibles

- Service Reliability
- > Responsiveness
- > Assurance

Empathy



What is Quality Service Quality Dimensions

- Tangibles
- Service Reliability
- > Responsiveness
- > Assurance
- Empathy

Physical appearance of the facility, equipment, personnel and compunctions equipment















































What is Quality Service Quality Dimensions

## ≻Tangibles

- Service Reliability
- > Responsiveness
- > Assurance

Empathy

>The ability of the service provider to perform the promised service



What is Quality Service Quality Dimensions

- Tangibles
- Service Reliability
- > Responsiveness
- > Assurance

Empathy

>The willingness of the provider to be helpful and prompt in providing service







What is Quality Service Quality Dimensions

### ≻Tangibles

- Service Reliability
- > Responsiveness
- > Assurance
- Empathy

The knowledge and courtesy of the employees and their ability to inspire trust and confidence







What is Quality Service Quality Dimensions

## ≻Tangibles

- Service Reliability
- > Responsiveness
- > Assurance
- Empathy

Caring individualized attention from the service company















What is Quality?

# Why does it matter that different definitions of quality exist?




Engineering

Applying mathematical problem-solving skills and modeling techniques

Operations Research
 Product Design Engineering
 Concurrent Engineering







Strategic Management

For Quality Management to be pervasive in a firm it needed to be included in all of the firm's business processes including strategic Planning



Financial

Deming: Quality Improvement is linked to reduction of defects and improved organizational performance



Financial

- Deming: Quality Improvement is linked to reduction of defects and improved organizational performance
  - Juran: Quality related costs can result in lost sales because of a poor reputation for reliability



















Traditional	Taguchi's
There is Good or Bad Products only as per Limits.	When a product moves from its target will cause the loss even if the product lies or not within Limits.
No Loss	$L(y)$ $L(y)$ $Loss$ $A_{0}$ $M - \Delta_{0}$ $M + \Delta_{0}$ $Y$



#### 1948 Morinaga Company - Caramel Candy Hardness

Take advantage of Interactions between Control & Noise , AxN, BxN, .. to achieve "Robustness"





The quality loss function is based on the work of electrical engineer, Genichi Taguchi.

- The quality loss function recognizes that products falling between specific limits are not all equal. The four following statements summarize Taguchi's philosophy.
- 1. We cannot reduce cost without affecting quality.
- 2. We can improve quality without increasing cost.
- 3. We can reduce cost by improving quality.
- 4. We can reduce cost by reducing variation. When we do so, performance and quality will automatically improve.



In Taguchi's view, quality is not defined by specific limits, but rather on whether or not it creates a financial loss to society.

An example given is a defective automobile exhaust system creating air pollution.



#### ➢ Human Resources

It is impossible to implement quality without the commitment and action of the employees

## TOP MANAGEMENT COMMITMENT!!!



#### Marketing

#### Marketers focus on perceived quality or quality as the customer views it.



#### **KANO MODEL**





What is Quality?



innovative  $\bullet$  entrepreneurial  $\bullet$  global <sup>54</sup>



What is Quality?

# Other Perspectives on Quality: Value-Added Perspective on Quality Cultural Perspective on Quality



#### CHALLENGES in Quality Management.....

#### **INDUSTRY REVOLUTION 4.0.....**



#### **Industrial Evolution**





- 1. 1760 to 1840 Ushered in Mechanical production; railways and steam engine
- 2. 1870 to 1940 Mass production; electricity and assembly line
- **3.** 1960 to 2010 Computers; semi conductors, main frame computing, personal devices, internet





#### What is 4IR?

- 1. The First industrial revolution was about water & steam.
- 2. The Second was about electricity & mass production.
- 3. The Third harnessed electronics, computing & information technology to automate production.
- 4. 4IR or industry 4.0 incorporates artificial intelligence, nanotechnology, biotechnology, materials science, <u>3D printing</u> & quantum computing to transform the global economy. 4IR consists of smart factories in which machines are web connected to a system that can visualize the entire production chain & make decisions on its own - (Bernard Marr 2016)

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### The FOURTH INDUSTRIAL REVOLUTION





#### Why is the 4IR SO SIGNIFICANT?

4IR changes the way we perform & organise our tasks, changes our culture & values, affects our identity, notions of privacy, ownership of property, consumption patterns, how we meet & cultivate relationships, look after our health, entertainment



#### General Effects OF 4IR On Industry

- Customer Expectations- Improving how customers are served
- 2. Product Enhancement- Value add physical products & services with digital capabilities. New technologies make assets more durable & resilient, while data & analytics are transforming how they are maintained
- **3. Collaborative innovation** speed at which innovation & disruption occurs requires new forms of collaboration models.
- **4. Organizational forms** emergence of global platforms & other new business models, finally, means that talent, culture, & organizational forms will have to be rethought.



#### **KEY DRIVING TECHNOLOGIES BEHIND 4IR**







#### **Building blocks of Industry 4.0**



#### Impacting all aspect of value chain





#### **Digital Enterprise**

Entire value chain is digitized and integrated





#### **Potential Implications**

Robot Assisted production

Predictive Maintenance

Additive manufacturing of complex parts

Machines as a service

Big data drive quality control

Production line simulation

Smart supply network

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#### Robots working in Amazon WH





#### Impact





Impact **Economy** 

- Growth
- Ageing
- Productivity
- Employment
- Labour subsititution
- The nature of Work





**Impact** Business

- Customer expectations
- Data enhanced products
- Collaborative innovation
- New operating models

Combining digital, physical and biological worlds



- National & Global
  - ♦ Governments
  - Countries, regions & cities
  - International security
- Society
  - Inequality
  - Community
- The Individual
  - Identity, morality & ethics
  - Human connection






## THE FUTURE IS ALREADY HERE (WELL ALMOST)



# SELF DRIVING TAXI





# AUTONOMOUS BUSES





# AUTONOMOUS TRUCK





# VIDEO DRONE SUSHI





### End of Internal Combustion Engine





## France to ban sales of petrol and diesel cars by 2040

Move by Emmanuel Macron's government comes a day after Volvo said it would only make fully electric or hybrid cars from 2019



🕡 Renault's Zoe electric car will escape France's ban after 2040. Photograph: Renault



### **Other Effects**

- Impact on Jobs
- Impact on Business
- Emergence of new kids on the block
- The prevailance of flexible and temporary organisational structures
- Impact on Finance
- Manpower and human resource
- Education and training



#### Impact on Jobs

- Millions of traditional & manual intensive jobs will be replaced by intelligent machines & applications
- New high end jobs will be created
- What is not clear is whether new jobs will be as many as the old jobs they replace
- Will 4ir results in more unemployment & social divide? Societal & ethical impact needs to be examined



Many Jobs will dissapear

• or example, as automation increases, computers & machines will replace workers across a vast spectrum of industries, from drivers to accountants & estate agents to insurance agents. By one estimate, as many as 7 percent of U.S. jobs are at mation. This Photo by Unknown Author is licensed under CC BY-NC-ND This Photo by Unknown Author is licensed under CC BY-NC-SA



## Fourth Industrial Revolution brings promise and peril for humanity

Davos was a good forum for technology pioneers, business leaders and politicians to consider some of the implications of the new economy



Performers depict the Industrial Revolution during the opening ceremony of the London 2012 Olympic Games. Technological change has always been disruptive. Photograph: Ryan Pierse/Getty Images



#### JOBS MOST PRONE TO AUTOMATION

NO	PROBABILITY	OCCUPATION
1	0.99	TELEMARKETERS
2	0.98	INSURANCE APPRAISERS
3	0.98	UMPIRERS & REFEREES
4	0.98	LEGAL SECRETARIES
5	0.97	WAITERS IN RESTAURANTS, LOUNGES & COFFEE SHOPS
6	0.97	REAL ESTATE BROKERS
7	0.97	FARM LABOUR
8	0.96	SECRETARIES & LEGAL ASSISTANTS
9	0.94	COURIERS

#### **REF: FREY & OSBORNE 2013**

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## JOBS LEAST PRONE TO AUTOMATION

NO	PROBABILITY	OCCUPATION
1	0.0031	SOCIAL WORKERS
2	0.0042	PHYSICIANS & SURGEONS
3	0.0043	PSYCHOLOGISTS
4	0.0055	HUMAN RESOURCE MANAGERS
5	0.0065	COMPUTER SYSTEM ANALYSTS
6	0.0077	ANTROPOLOGISTS & ARCHAEOLOGISTS
7	0.010	MARINE ENGINEERS & NAVAL ARCHITECTS
8	0.030	SALES MANAGERS
9	0.0150	CHIEF EXECUTIVES

#### **REF: FREY & OSBORNE 2013**



#### **Business 4.0**

# Business 4.0 will also change in line with changes in technology



## **Impact On Business**

- Disruptive Innovation creates new customer experience & new behaviour patterns through digital platforms & force companies to adapt the way they design, market, & deliver products & services. New supply chain models replace the old structures
- Digital Platform lowers barriers to entry for newcomers allowing smaller & more agile players to outperform more established & bigger competitors
- People can create wealth as entrepreneurs (no longer paid workers) often working from home- creativity & innovation no longer the preserve of big business
- The automation age de-skills human labour. 4IR emphasises on creativity, innovation and skills



### Impact On Business (Contd)

- 4IR creates multiple digital platforms upon which many **new** services can be created, ranging from laundry to shopping, from chores to parking, from massages to travel
- Integrating supply & demand means being able to manufacture on demand & the ability to share resources & reduce wastage- Sharing & Co-opetition is now in vogue
- Customers demand traceability, accountability, reliability in addition to lower costs & higher quality



UBER





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- Uber- World's Largest Taxi Company has NO taxis
- Facebook- World's Most Popular Media Owner creates NO content,
- Alibaba The most valuable retailer has NO Inventory
- Airbnb the world's largest accommodation provider has NO real Estate

(Tom Goodwin in TechCrunch March 2015)

Newcomers with different business models can overtake established players



#### Manpower & Organisation 4.0

- 1. More people will freelance & not work in fixed organisations or departments
- 2. Talent is available & tapped from a virtual global human cloud
- 3. Intellectual property & data security issues become more crucial
- 4. Workers can collaborate independently of organisation structure
- 5. The death of trade unions??
- 6. The gradual demise of rigid organisation structures?



#### Finance 4.o

- 1. 4.0 companies need a real-time view of all their assets—physical, human, & financial—to react to new developments in their market & pinpoint opportunities in the face of growing competition
- 2. Financial data needs to be forward looking instead of backward looking for faster planning, budgeting & forecasting
- Changes in cost makeup of products requires new changes in management accounting thinking



In 4IR Product Costing, Indirect Costs will grow exponentially. Labour costs will Shrink Conventional costing practices need upgrading,





#### **Behaviour Patterns of Cost Categories**



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## **New Financial Practices**

- Product lifecycles extremely short- yet investment need to be substantial, shorter window will exist to achieve ROI
- Risk will be substantial because probability of success in innovation is very high
- Instead of turning to banks, entrepreneurs will go for global crowd funding
- As indirect costs & indirect overheads increase in comparison to direct labour costs, this presents problems in allocating overheads to achieve accurate product costs
- Working in a human cloud environment requires adjustments to costing methods, tax policies and procedures, budgeting and planning on a global scale



#### **Education & Training 4.0**

Educators and Educational Institutions must harnesses the digital technologies, personalised data, open sourced content, and globally-connected, technology-driven world



### Education & Training 4.0 (Contd)

- As some jobs disappear, so will be demand for the associated courses .
- When new jobs appear, so will be the rise in demand for them
- How quick & proactive will be the educational institutions in meeting these needs?
- Are our traditional curriculum content sufficient to meet the needs of the 4IR?
- Curriculum design, content, delivery, assessment etc must also be in line with the technological trends of 4IR & not be stuck in the past
- Concept of education to be customised & customer driven



### Education 4.0 (Peter Fisk 2017)

#### **1.** Diverse time and place.

Students will have more opportunities to learn at different times in different places- life long learning will become more important

#### 2. Personalized learning.

Students will learn with study tools that adapt to the capabilities of a student. Blended learning, flipped classrooms and BYOD (Bring Your Own Device) form important terminology within this change.

#### 3. Project based.

As careers are adapting to the future freelance economy, students of today will adapt to project based learning and working. This means they have to learn how to apply their skills in shorter terms to a variety of situations.

#### 4. Field experience.

This means curricula will create more room for students to fulfill internships, mentoring projects and collaboration projects.



#### 5. Data interpretation.

Software will take care of every statistical analysis, predict future trends. Human reasoning & interpretation of these data become more important part of the future curricula.

#### 6. Exams will change completely.

Need to incorporate software, projects, field and job experience to measure competencies.

#### 7. Student ownership.

Students will become more and more involved in forming their curricula.

#### 8. Mentoring will become more important.

**S**tudents will become so independent in their learning process, mentoring will become fundamental to student success.

## Top 10 Skills to be relevant in Industry

4.0

#### in 2020

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- 1. Complex Problem Solving
- 2. Critical Thinking
- 3. Creativity
- 4. People Management
- 5. Coordinating with Others
- 6. Emotional Intelligence
- 7. Judgment and Decision Making
- 8. Service Orientation
- 9. Negotiation
- 10. Cognitive Flexibility

#### in 2015

- 1. Complex Problem Solving
- 2. Coordinating with Others
- 3. People Management
- 4. Critical Thinking
- 5. Negotiation
- 6. Quality Control
- 7. Service Orientation
- 8. Judgment and Decision Making
- 9. Active Listening
- 10. Creativity



Source: Future of Jobs Report, World Economic Forum





## UNVERSITI TEKNOLOGI MALAYSIA INDUSTRY 4.0 IN AUTOMOTIVE **INDUSTRY**

## VIDEO





- USES INTERNET FACILITY TO IMPROVE
   QUALITY
- BUILT PEOPLE (HITTO ZUKURI) FIRST THEN BUILT PRODUCT (MONO ZUKURI)

≻SO WHERE IS INTERNET???



# • NOTHING NEW ABOUT INDUSTRIAL REVOLUTION 4.0....







#### Sopia the Robot





## **THANK YOU**

## どうもありがとうござい ました



#### The inventor.... (video)





#### Robot debate about humanity (Video)





#### Erica in the Lab (Video)




## Autonomous Driving Audi (Video)



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