

GROUP TECHNOLOGY

**THE GROUPING TOGETHER OF
PARTS OR PRODUCTS INTO
FAMILIES BY PROCESSING
OPERATIONS SO THAT ALL
MEMBERS OF A FAMILY ARE
PROCESSED IN A MINIATURE
FACTORY CALLED A CELL.**

GROUP TECHNOLOGY

REFERENCES

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3. "Group Production and its Influences on Productivity," by A. Karling, 2nd International Congress of Engineering Manufacture, Paris, 1949.
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5. "Group Technology: A Foundation for Better Total Company Operation," by G.M. Ranson, McGraw-Hill, London, 1972.
6. "Group Technology," by C.C. Gallagher and W.A. Knight, Butterworths, London, 1973.
7. "Why Group Technology," National Economic Development Office, Crown Copyright, August, 1975.
8. "A Broader View of Group Technology," by W.D. Beeby and A.R. Thompson, Computers and Industrial Engineering, 4th Quarter, 1979 (Boeing).
9. "Improving Productivity by Classification and Coding and Data Base Standardization," W.F. Hyde, Marcel Dekker, Inc., New York, 1981.
10. "Production Flow Analysis For Planning Group Technology," by John L. Burbidge, Clarendon Press, Oxford, 1989.
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GROUP TECHNOLOGY

**THE LOGICAL ARRANGEMENT
AND SEQUENCE OF ALL FACETS
OF COMPANY OPERATION IN
ORDER TO BRING THE
BENEFITS OF MASS
PRODUCTION TO HIGH
VARIETY, MIXED QUANTITY
PRODUCTION**

from Ranson (1972)

KEY CHARACTERISTICS OF A GROUP TECHNOLOGY SYSTEM

- 1. COMPONENTS CLASSIFIED
INTO FAMILIES**
- 2. WORK LOADS ARE
BALANCED BETWEEN
PRODUCTION GROUPS**
- 3. PRODUCTION GROUPS ARE
CLEARLY IDENTIFIABLE ON
THE SHOP FLOOR**
- 4. EACH GROUP WORKS WITH
A SIGNIFICANT DEGREE OF
AUTONOMY**

CELLS FACILITATE RAPID FLOW AND EFFICIENT PROCESSING OF MATERIAL AND INFORMATION

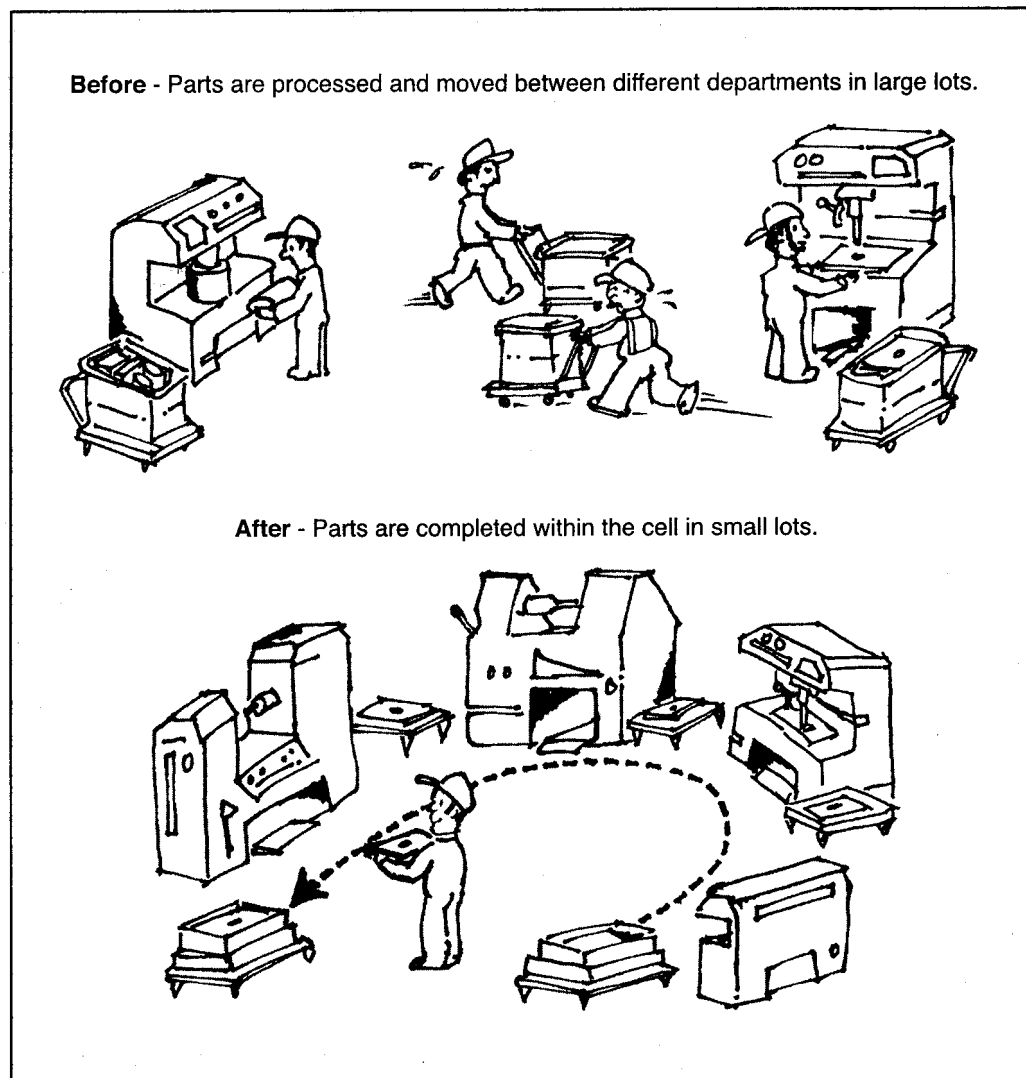


Figure 1-1. Before and after cellular manufacturing

from Hyer and Wemmerlov (2002)

REPORTED PERFORMANCE RESULTS FROM CELLULAR MANUFACTURING IMPLEMENTATIONS

Table 1-1. Reported performance results from cellular manufacturing implementations

Performance measure	Wemmerlöv and Johnson (1997)—46 Firms			Wemmerlöv and Hyer (1989)—32 Firms		
	Average Improvement	Minimum Improvement	Maximum Improvement	Average Improvement	Minimum Improvement	Maximum Improvement
Reduction of move distances/move times	61.3%	15.0%	99.0%	39.3%	10.0%	83.0%
Reduction in throughput time	61.2	12.5	99.5	45.6	5.0	90.0
Reduction in response time to customer orders	50.1	0.0	93.2	—	—	—
Reduction in WIP inventory	48.2	10.0	99.7	41.4	8.0	80.0
Reduction in setup times	44.2	0.0	96.6	32.0	2.0	95.0
Reduction in finished goods inventory	39.3	0.0	100.0	29.2	10.0	75.0
Improvement in part/ product quality	28.4	0.0	62.5	29.6	5.0	90.0
Reduction in unit costs	16.0	0.0	60.0	—	—	—

Note: missing entries in the Wemmerlöv and Hyer (1989) data indicate that responses are not available.

from Hyer and Wemmerlov (2002)

GROUP TECHNOLOGY

**A TECHNIQUE FOR
MANUFACTURING (1) SMALL TO
MEDIUM LOT SIZE BATCHES
(2) OF PARTS OF SIMILAR
PROCESS,
(3) OF SOMEWHAT DISSIMILAR
MATERIALS, GEOMETRY, AND
SIZE,
(4) WHICH ARE PRODUCED IN
A COMMITTED SMALL CELL OF
MACHINES WHICH HAVE BEEN
GROUPED TOGETHER
PHYSICALLY,
(5) SPECIFICALLY TOOLED,
AND (6) SCHEDULED AS A
UNIT.**

from Hyde (1981)

WAYS TO GROUP PRODUCTS

Table 5-2. Nine different ways to group products

Criteria for Identifying Product Families	Examples
1. Product type. Group products of the same type or function into families.	Motors and generators.
2. Market. Group all products sold in a certain geographical market in one family.	North America, Europe; market segmentation can also be based on type of user, e.g., commercial vs. residential user.
3. Customers. Group all products sold to one or more customers in the same family.	The products for two dominant customers make up two families, the rest of the products a third family; this segmentation does not work if several customers purchase the same products.
4. Degree of customer contact. Group products according to the degree of influence the customer has on the final product.	Group all stocked items in one family, all made to order in another, etc.
5. Volume range. Group products with similar volume ranges into the same families.	High-volume vs. low-volume products.
6. Order stream. Group products with similar customer order patterns in same families.	Large and repetitive orders in one family, small and irregularly placed order in another.
7. Competitive basis. Allocate all products that compete on the same basis to the same family.	Those competing on cost and speed to one family, those competing on customized design to another.
8. Process type. Group products or parts requiring similar processes in the same families.	All assembled products in one family, all non-assembled products in another, etc.; within each group, products with similar routings form a family.
9. Product characteristics. Group products with same physical features or raw material into families.	Large vs. small, light vs. heavy, etc.

from Hyer and Wemmerlov (2002)

SIMILAR PARTS BASED ON MANUFACTURING PROCESS

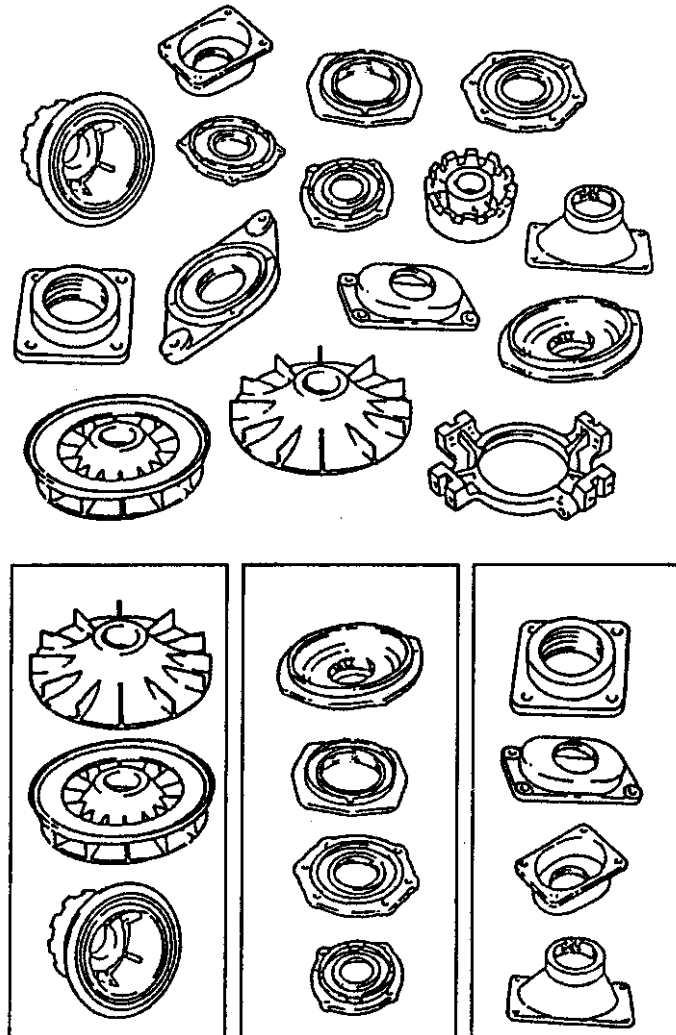
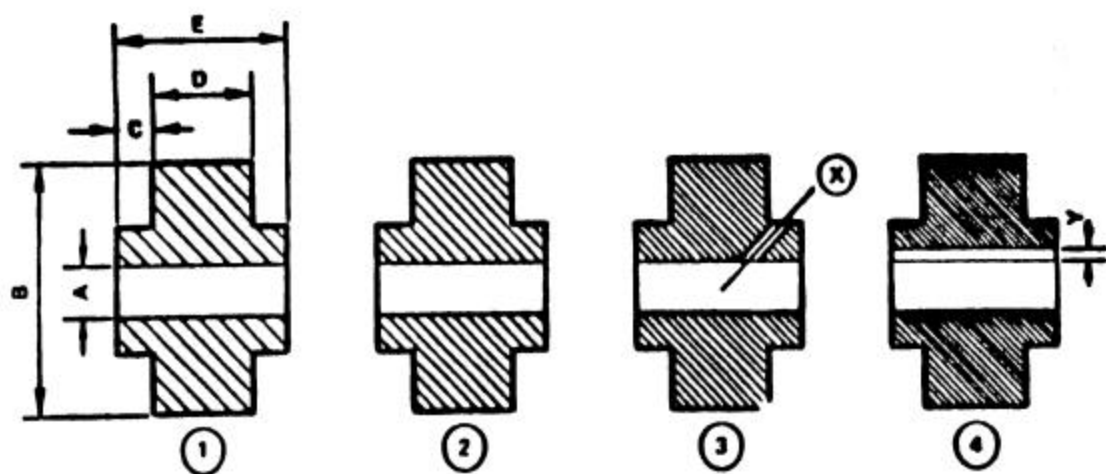


Figure 6-3. A product family and subfamilies with greater internal similarities

from Hyer and Wemmerlov (2002)

Similar Parts Based on Shape



PART CLASSIFICATION BY SHAPE

		Basic geometric shape code									
Part type	Part class	Rotational				Sheet and sections Of constant thickness				Solids	
		Without hole on axis		With hole on axis		Flat ($\frac{R}{t} < \frac{1}{2}$)		Bent		Initial class	
		1	2	3	4	5	6	7	8	Base 'Z'	Base 'Z'
										Base 'O'	Projection 'S'
	0	Without shape				Limited variations	1 bend			Prism-like	
	1	One-sided shape				Limited curves	2 bends			Flat $\frac{R}{t} < \frac{1}{2}$	
	2	Two sided shape				Limited variations & curve	3 or more bends			Frame like	
	3	Shaped from the middle				Full	1 bend			2+1'S	
	4	Combination of 1+3				Open thin wall sections	2 bends			2+2 or 3'S	
	5	With a curved surface				Closed thin wall sections	3 or more bends			2+4'S	
	6	Combined with simple non rotational shapes					Coils - springs			2+multiple'S	
	7	Eccentrics					Regular			Branched - others	
	8						Irregular				
	9										
Part group	0	No features				No features	Plan holes	Flats	Opening into part		
	1	Gears & splines									
	2	Threads									
	3	Grooves & slots									
	4					1+2					
	5					1+3					
	6					2+3					
	7	1+2+3				1+2+3					
										Type Class Group	

VUSTE System

PART CLASSIFICATION BY SHAPE

Shape class 1 Shape without rim	Sub-group	Without subsidiary features	Within plane subsidiary features	With single sided relief features	With double sided relief features	More than one subsidiary feature
	Shape group					
	11. Curved sides	110	111	112	113	114
Shape class 2 Shape with regular rim perpendicular to base	12. Straight sides	120	121	122	123	124
	21. Curved cross section	210	211	212	213	214
	22. Linear cross section	220	221	222	223	224
Shape class 3 Shape with regular rim not perpendicular to base	31. Curved cross section	310	311	312	313	314
	32. Linear cross section	320	321	322	323	324
	41. Symmetric	410	411	412	413	414
Shape class 4 Shape with irregular rim	42. Unsymmetric	420	421	422	423	424

Puchmann Sheet Metal Part Classification

CLASSIFICATION BY SHAPE AND PROCESS

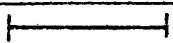
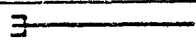
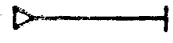
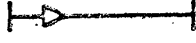
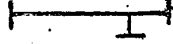



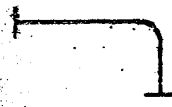
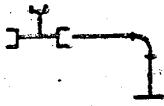
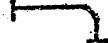
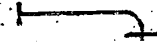

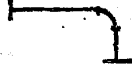


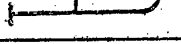
PPFM NO.	PIPE PIECE FAMILY		SKETCH	
01	Straight	$\leq 50\text{mm}$		
04	Straight	$65\sim 200\text{mm}$		
07	Straight	$\geq 250\text{mm}$		
11	Bent After Fabrication	$\leq 50\text{mm}$		
14	Bent After Fabrication	$65\sim 200\text{mm}$		
21	Radiographic tested			
24	Hydrostatic tested	$\geq 40\text{ kg/cm}^2$		
27	Hydrostatic tested	$< 40\text{ kg/cm}^2$		
31	Plastic			
34	Bent by heating			
41	Bent Before Fabrication	$\leq 50\text{mm}$		
44	Bent Before Fabrication	$65\sim 200\text{mm}$		
51	Assembled	$\leq 50\text{mm}$		
54	Assembled	$65\sim 200\text{mm}$		
57	Assembled	$\geq 250\text{mm}$		

Figure 1-11: Typical Pipe Piece Families. Maximizing the relative number of straight pipe pieces ensures higher productivity. For necessary bends, the fitting man-hours for pipe pieces that are cold-bent after fabrication are one-third that required for pipe pieces with fitted ells. Pipe shop productivity depends on designers' knowledge of manufacturing methods and costs. More pipe-piece family classifications are included in Appendix A.

POLYCODE SYSTEM

1 st Digit	2 nd Digit	3 rd Digit	4 th Digit	5 th Digit
component class	External shape, external shape elements	Internal shape, Internal shape elements	Surface machining	Auxiliary holes and gear teeth
0	smooth, no shape elements	no hole, no breakthrough	no surface machining	no auxiliary hole
1	no shape elements	no shape elements	surface plane and/or curved in one direction, external	axial, not on pitch circle diameter
2	thread	thread	external plane surface related by graduation around a circle	axial on pitch circle diameter
3	functional groove	functional groove	external groove and/or slot	radial, not on pitch circle diameter
4	no shape elements	no shape elements	external spline (polygon)	axial and/or radial and/or other direction
5	thread	thread	external plane surface and/or slot, external spline	axial and/or radial on PCD and/or other directions
6	functional groove	functional groove	internal plane surface and/or slot	spur gear teeth
7	functional cone	functional cone	internal spline (polygon)	bevel gear teeth
8	operating thread	operating thread	internal and external polygon, groove and/or slot	other gear teeth
9	all others	all others	all others	all others

Main Code

6th Digit	7th Digit	8th Digit	9th Digit
Diameter D or length of edge A (mm)	Material	Initial shape	Accuracy in coding digit
0	grey cast iron	round bar	no accuracy specified
1	nodular graphitic cast iron and malleable cast iron	bright drawn round bar	2
2	steel $\leq 42 \text{ kg/mm}^2$ (St-steel)	triangular, square, hexagonal or other bar	3
3	steel $\geq 42 \text{ kg/mm}^2$ (C and Ck steel)	tubing	4
4	steel 2+3 heat-treated	angle, U-, T- and similar sections	5
5	alloy steel	sheet	2+3
6	alloy steel heat-treated	plates and slabs	2+4
7	non-ferrous metal	cast or forged component	2+5
8	light alloy	welded group	3+4
9	other materials	pre-machined component	(2+3) + 4+5

Supplementary code.

Opitz Code System

CELL

**A CELL IS A GROUP OF CLOSELY
LOCATED WORKSTATIONS WHERE
MULTIPLE, SEQUENTIAL
OPERATIONS ARE PERFORMED ON
ONE OR MORE FAMILIES OF
SIMILAR RAW MATERIALS, PARTS,
COMPONENTS, PRODUCTS, OR
INFORMATION CARRIERS. THE CELL
IS A DISTINCTIVE
ORGANIZATIONAL UNIT WITHIN THE
FIRM, STAFFED BY ONE OR MORE
EMPLOYEES, ACCOUNTABLE FOR
OUTPUT PERFORMANCE, AND
DELEGATED THE RESPONSIBILITY
OF ONE OR MORE PLANNING,
CONTROL, SUPPORT, AND
IMPROVEMENT TASKS.**

from Hyer and Wemmerlov (2002)

APPROACHES TO CELL FORMATION

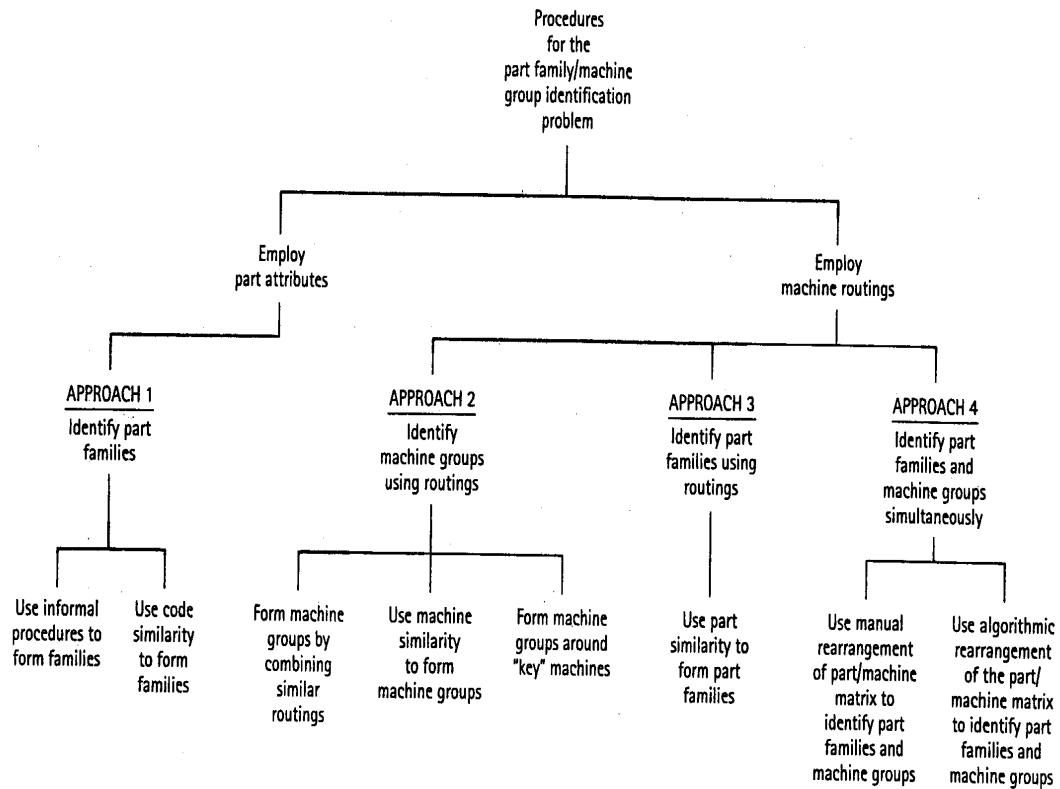


Figure 5-13. Various approaches to cell formation

from Hyer and Wemmerlov (2002)

COMPARISON OF STRAIGHT LINE AND U-SHAPED CELLULAR LAYOUTS

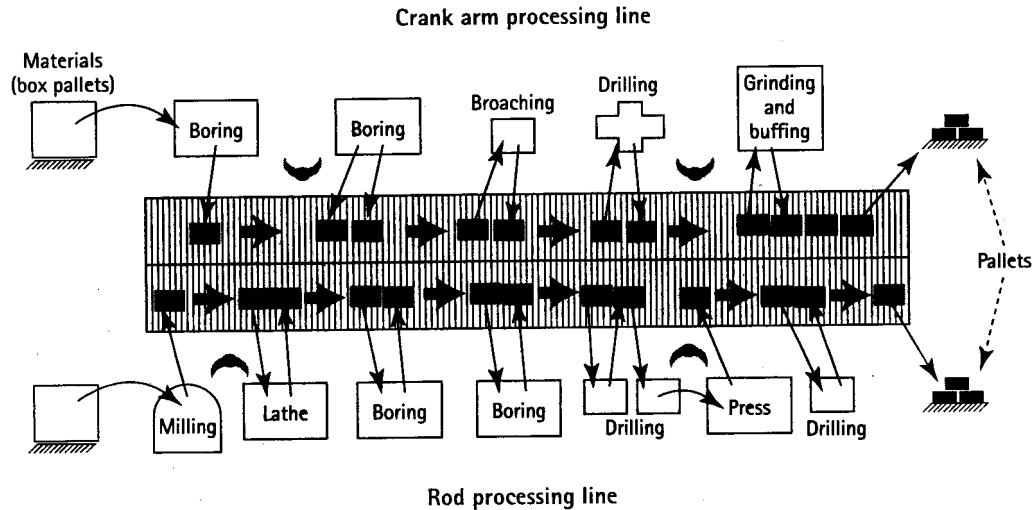


Figure 6-6. Straight station layout

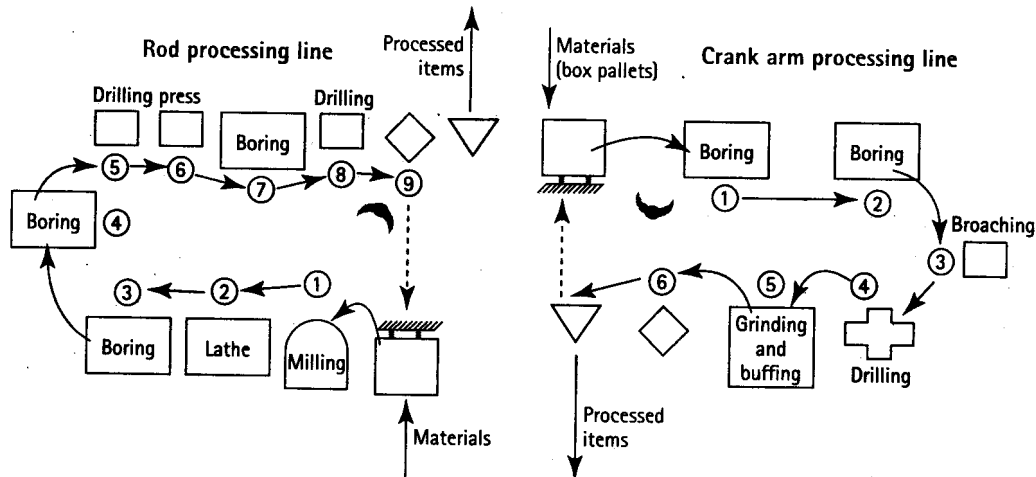


Figure 6-9. U-cells formed from the straight station layout in Figure 6-6

from Hyer and Wemmerlov (2002)

PROBLEMS WITH FUNCTIONAL ORGANIZATION

Table 3-1. Typical problems in functionally organized manufacturing systems

- Material moved long distances
- Material handled many times (in and out of storage)
- Long setups
- Large lot sizes
- High defect rates
- High rates of equipment breakdowns
- Unavailable tooling
- Long manufacturing lead times
- Parts shortages in assembly
- Large inventories
- Divisiveness between operators, supervisors, and support
- Problems with communication, coordination, and scheduling
- Flow of material, and work content, are difficult to simplify and standardize
- Difficulties in identifying cause of defects
- Constant mode of reaction leads to emphasis on control (vs. planning)

In short, functionalized plants often demonstrate long lead times, poor manufacturing quality, high manufacturing costs, fractionalized product responsibilities, and low improvement opportunities.

from Hyer and Wemmerlov (2002)

DESIGNING U-SHAPED CELLS

Table 6-3. Guidelines for designing U-shaped cells

1. Place the workstations as closely as possible to minimize walking distances.
2. Avoid operator walking patterns that cross paths.
3. Position operators so they face outwards.
4. Operators should stand, not sit.
5. Position the workstations so the material moves counterclockwise in the cell.
6. Assign the entry and exit operations to the same operator.
7. Avoid or minimize the use of conveyors in low volume/high variety cells.
8. Rely on one-piece production, one-piece inspection, and one-piece conveyance.

from Hyer and Wemmerlov (2002)

U-SHAPED CELL EXAMPLE

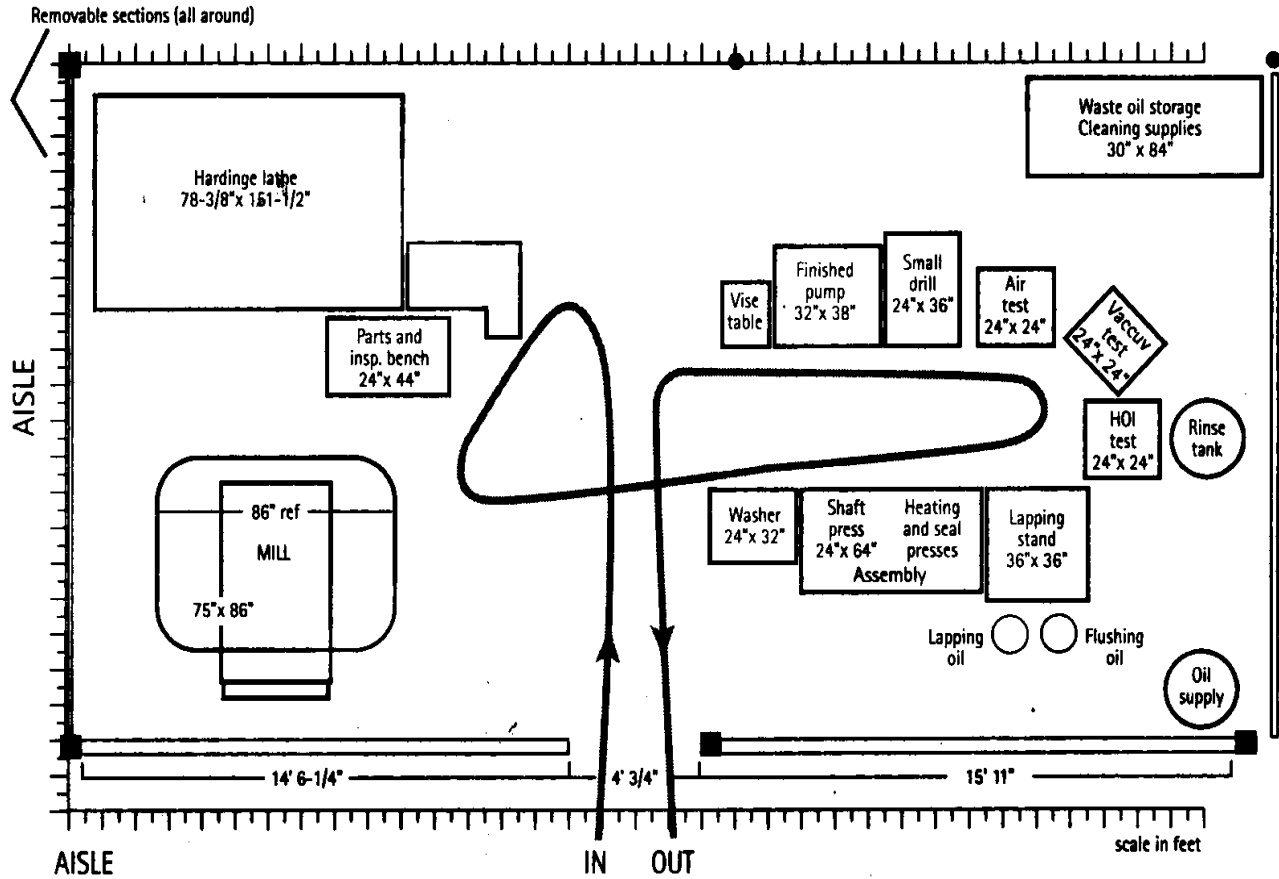


Figure 6-7. U-shaped pump cell at Baker Manufacturing

from Hyer and Wemmerlov (2002)

CELLS DESIGNED FOR FOCUSED FACTORY

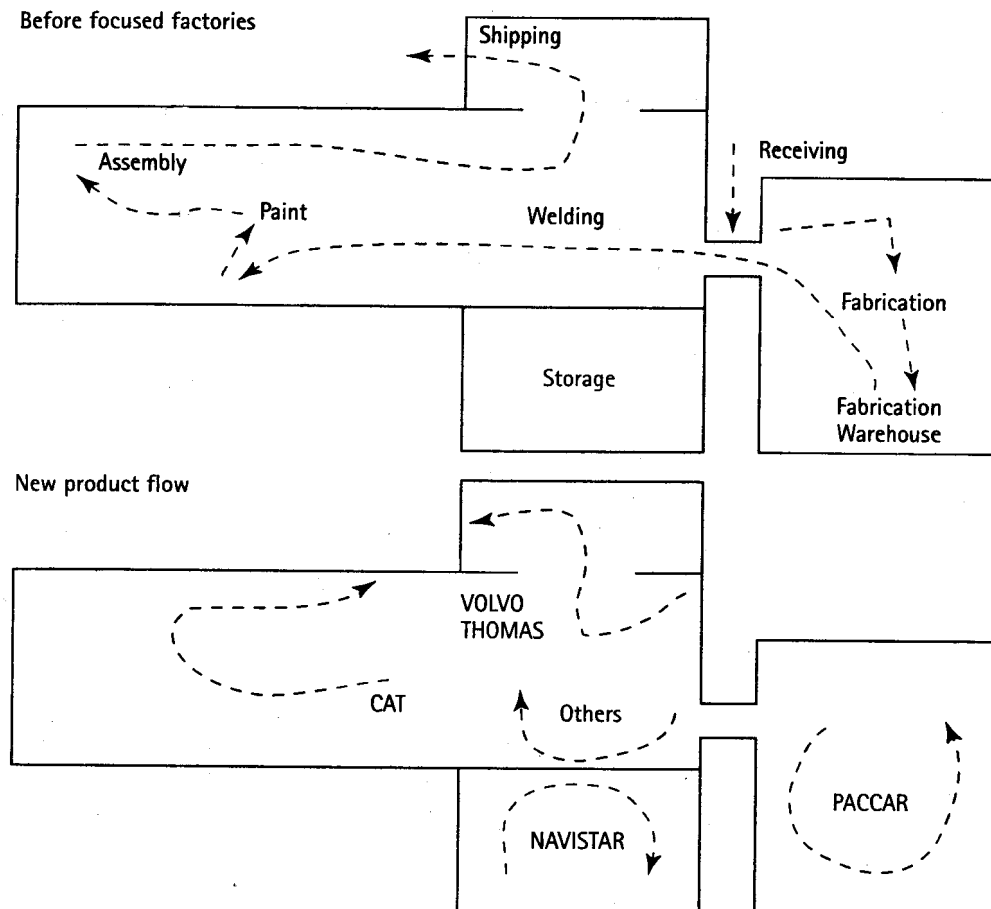


Figure 2-4. Bergstrom Manufacturing's factory organization

from Hyer and Wemmerlov (2002)

IMPROVING FLOW IN CELLS

Table 6-2. Ways to improve flows in cells by modifying the routings

- Group items with identical or highly similar routings
- Standardize raw materials
- Change the sequence between operations
- Reroute the parts or products to different types of equipment
- Eliminate unnecessary operations
- Redesign the parts or products to remove process steps
- Remove parts/products with deviating processes (outliers) from the family

from Hyer and Wemmerlov (2002)

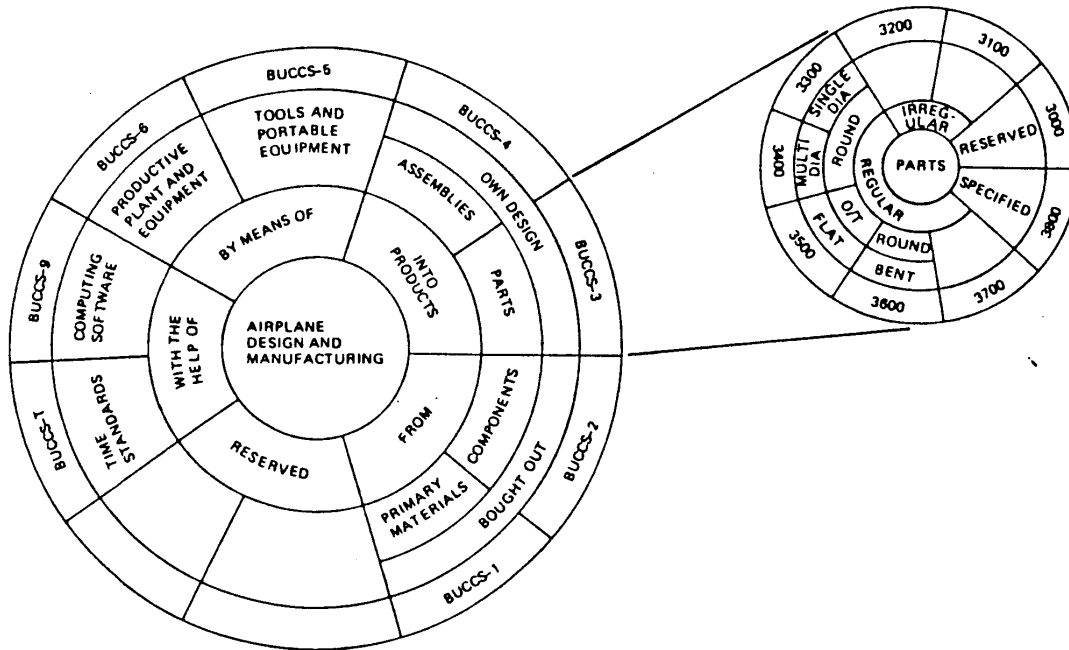
DEVELOPING ASSEMBLY CELLS

-
- 1 Does unit complete products, or a major stage in assembly?
NB. Assembly groups normally make their own subassemblies
 - 2 Does team of workers normally stay together?
NB. Redeployment is normally restricted to emergencies and major changes in load
 - 3 Does unit have its own territory?
NB. Preferably the whole area inside one perimeter
 - 4 Is the team small enough to be socially cohesive?
 - 5 Is material flow in the unit continuous?
NB. Not intermittent, or completing one stage on all products, before going on to the next
 - 6 Does the unit regulate its own operations?
NB. At the least its own dispatching
 - 7 Is the unit responsible for its own quality?
NB. May be subject to central quality control
 - 8 Does the unit directly control all the machines and other facilities it uses?
- IF THE ANSWER TO ALL QUESTIONS IS YES, THE UNIT IS AN ASSEMBLY GROUP.
-

FIG. 9.7 Defining an assembly group.

from Burbidge (1989)

COMPANY-WIDE SYSTEM

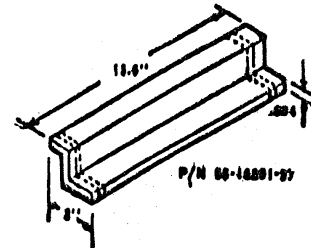


from Beeby and Thompson (1979)

DESIGN CODE STRUCTURE

BUCCS

DESIGN CODE STRUCTURE



0	1	2	3	4	5	6	7	8	9
	PURCHASES		DESIGNS						
PEOPLE	RAW MATERIALS	PARTS ITEMS	PARTS	ASSEMBLIES	TOOLS	PLANT & REAL PROPERTY	SERVICES UTILITIES SUPPLIES	SCRAP & WASTE	OTHER

DESIGNED DETAIL PART 10'S

PRIMARY CODE SHEET (XXXXX)

	0	1	2	3	4	5	6	7	8	9
0										
1										
2										
3										
4										
5										
6										
7										
8										
9										

100'S

BENT; BEND LINES STRAIGHT; TWO BENDS;
BEND LINES PARALLEL; BENT IN TWO DIRECTIONS;
BOTH BENDS 90°; WITH OUT RE-ENTRANTS.

SECONDARY CODE SHEET (S) (347XX)

	0	1	2	3	4	5	6	7	8	9
0										
1										
2										
3										
4										
5										
6										
7										
8										
9										

10,000'S

W/O BEVEL OR RADIUS;
WEB WIDTH \leq MAX. LEG HEIGHT;
LENGTH $>$ DEVELOPED WIDTH; W/O HOLES
LENGTH $>$ 10.00 \leq 20.00

34713

PRIMARY CODE SHEET

BUCCS			FOR RAW MATERIALS 01-8248-1		PRIMARY CODE SHEET														1XXXX OCT 25, 78							
PRODUCTION MATERIALS	SPECIFICALLY DEVELOPED				CONTINUOUS HINGE, HINGE PIN, EXPANDED METAL MESH, GRATING, FLOOR PLATE, HONEYCOMB		SURFACE PREPARATION, TREATMENT, FINISHING		ADHESIVE TAPE, FASTENING DEVICES, COMPOUNDS, ADHESIVES, AND SEALANTS		HYDRAULIC FLUIDS, LUBRICANTS, COOLANTS		ELECTRIC CONDUCTORS, EMI/RFI SHIELDING PERMEABLE MATERIALS		FOR/AS CARPET, CARPET UNDERLAY PAD, FLOOR COVER, DRAPERY FABRICS		MECH CONTROL CABLES, CHAIN HYDRAULICS, HOSES AND FILTERS STOCK		THREAD, ROPE, CORD, TWINE		INDUSTRIAL CHEMICALS 101XX/103XX					
					00	01	02	03	04	05	06	07	08	09	FLAT, ROUND, HEXAGON SECTIONS											
	NOT SPECIFICALLY DEVELOPED				IRON, STEEL		IRON, CARBON STEEL, HIGH STRENGTH LOW ALLOY AND CONSTRUCTION STEEL		CORROSION, HEAT AND CREEP RESISTANT STEELS												OTHER THAN 110XX/116XX		CORROSION, HEAT AND CREEP RESISTANT STEELS		OTHER THAN 118XX	
							SECTION																			
							SOLID FLAT		OTHER THAN 111XX																	
							10	11	12	13	14	15	16	17	18	19	EXTRUDED SHAPES OTHER THAN 120XX									
	METALLIC ONLY				ALUMINUM		SOLID AND TUBULAR SECTIONS: RECTANGULAR ROUND HEXAGONAL NOTE		FORMED SECTIONS OTHER THAN 120XX		WITHOUT BULB PORTION(S) OR FULLY ENCLOSED PORTION(S)										WITH BULB PORTION(S) AND/OR FULLY ENCLOSED PORTIONS					
											EXTRIMITIES															
											TWO, WITH ONE MEMBER INCLUDING FILLERS		TWO, WITH TWO OR MORE MEMBERS INCLUDING ANGLES, CHANNELS, ZEES AND HATS		THREE OR FOUR INCLUDING T, J, AND H SECTIONS		FIVE OR MORE									
											20	21	22	23	24	25	26	27	28	29						
	BASE				OTHER THAN 11XXX/12XXX		TITANIUM		MAGNESIUM		COPPER		NICKEL, COBALT, TUNGSTEN		LEAD		OTHER THAN 130XX/138XX									
							FLAT, ROUND HEXAGON SECTIONS		SHAPES																	
							30	31	32	33	34	35	36	37	38	39										
NON-METALLIC, METALLIC/ NON-METALLIC COMPOSITES							UNFORMED		FORMED FLAT ROUND SECTIONS										FORMED SHAPES O/T 140XX/145XX							
		SHEETING, STRIPS, BLANKETS										ELASTOMERIC				NON-ELASTOMERIC										
		RUBBER, SYNTHETIC RUBBER, PLASTIC FOAM		PLASTIC O/T 141XX INCLUDING METALLIC NON-METALLIC COMPOSITES		OTHER THAN 141XX/142XX			TUBE, ROD		WITHOUT FULLY ENCLOSED PORTION		WITH FULLY ENCLOSED PORTION		WITHOUT MALE OR FEMALE SNAP-IN FEATURE OR ENCLOSING PORTIONS		WITH MALE OR FEMALE SNAP-IN FEATURE OR ENCLOSING PORTIONS									
		40	41	42	43	44			45	46	47	48	49													
TOOLING MATERIALS				NON-METALLICS AND COMPOSITES										METALLIC ONLY												
				ALUMINUM, ALUMINUM ALLOYS										CARBON ALLOY, EXCEPT TOOL		STEELS		TOOL		OTHER THAN 195XX/196XX		COPPER, COPPER ALLOYS		OTHER THAN 194XX/198XX		
														90	91	92	93	94	95	96	97	98	99			

1XXXX

COUNT OF PARTS

JUGGS FL. DESIGN PAINTS DI-0240-3				PRIMARY CODE SHEET COUNT OF PARTS 6-15-76										3XXXXX SHE 9-000-10		
				0	1	2	3	4	5	6	7	8	9			
6,718	ASBL	ROUND	STRAIGHT CENTER LINE													
5,471		SHOULDER	SHOULDER													
19,497	FLAT															
25,063		ONE BEAD	BEAD AT 90°													
16,059	BENT FOLLOWING CYCLOIDAL ARCS, TANGENT AND SLOPE	ALL BEAD LINES TANGENT	BEAD AT 90°													
15,015		TWO OR MORE BEADS	BEAD AT 90°													
12,640	AT LEAST TWO BEAD LINES NOT PARALLEL	ALL BEAD LINES TANGENT	BEAD AT 90°													
10,726		AT LEAST ONE BEAD LINE	BEAD AT 90°													
2,908	EXTRUDED OTHER THAN ANGLE, CHANNEL AND ZEE	PHENOLIC	BEAD AT 90°													
11,640		INSULATING, SUPPORTING, BRACING	BEAD AT 90°													
	COVERING, ENVELOPING, WRAPPING	COVERING, ENVELOPING, WRAPPING	BEAD AT 90°													
		OTHER THAN TO FORM DO	BEAD AT 90°													
25,802 TOTAL																

CELLS AND JIT FUNCTION BEST WHEN THE SAME CONDITIONS EXIST

Table 2-6. Core JIT principles

- Setup time reduction (e.g., continual emphasis on lowering setup time)
- Small lot sizes (e.g., small lots in the master schedule and elsewhere)
- JIT delivery from suppliers (e.g., daily shipments)
- Supplier involvement in quality improvement efforts (e.g., long-term supplier relations)
- Multifunctional workers (e.g., operators perform several tasks)
- Small-group problem-solving (e.g., teams are formed to solve problems)
- Training (e.g., to learn new skills)
- Daily schedule adherence (e.g., schedule allows for catch-up time)
- Repetitive master schedule (e.g., product mix is repeated on a regular basis)
- Preventive maintenance (e.g., time reserved for maintenance activities)
- Equipment layout (e.g., use of cells)
- Product design simplicity (e.g., minimization of part count in products)
- The use of kanban system (inside the plant and for suppliers)
- Pull system support (e.g., backflushing, efficient layout, authorization to stop production if quality problems occur)
- MRP adaptation to JIT (e.g., elimination of work orders)
- Accounting adaptation to JIT (e.g., a switch to process costing)

from Hyer and Wemmerlov (2002)

LEAD TIME REDUCTION FACTORS

Table 3-2. Factors with established influence on lead time

Factors that Influence Lead Time	Action Needed to Reduce Lead Time
Machine setup time	Decrease
Machine setup time variability	Decrease
Part processing time	Decrease
Part processing time variability	Decrease
Materials handling time	Decrease
Interarrival time variability	Decrease
Production batch size	Decrease (if coupled with setup time reduction)
Transfer batches	Use (if coupled with family sequencing)
Cross-trained operators	Increase
Labor constraints	Reduce
Interarrival time (time between jobs)	Increase (while keeping lot sizes fixed)
Product mix distribution	Achieve balanced work loads
Equipment capacity	Increase

from Hyer and Wemmerlov (2002)

BENEFITS OF GROUP TECHNOLOGY

	Advantage	Reasons
1	Reduces throughput time	Machines close together under one foreman
2	Reduced investment in stocks	Easy to use small batches due to short throughput time (1)
3	Reduces costs	Low stock holding (2), materials handling (1), and indirect labour costs (4)
4	Better delegation	Groups complete parts. Can be made responsible for quality, cost, and due-date performance
5	Better quality	Low throughput time (1), all under one foreman (1), delegation (4)
6	Low obsolescence	Low stocks (2), just-in-time production control
7	Flexible; able to follow changes in the market economically	Low stocks (2) and less obsolescence (6)
8	Improved morale and job satisfaction	Association with a product, a team and a territory. Effects of delegation (4)

from Burbidge (1989)