

CAN JUST-IN-TIME BE IMPLEMENT IN SMALL SCALE ORGANIZATIONS TOO?

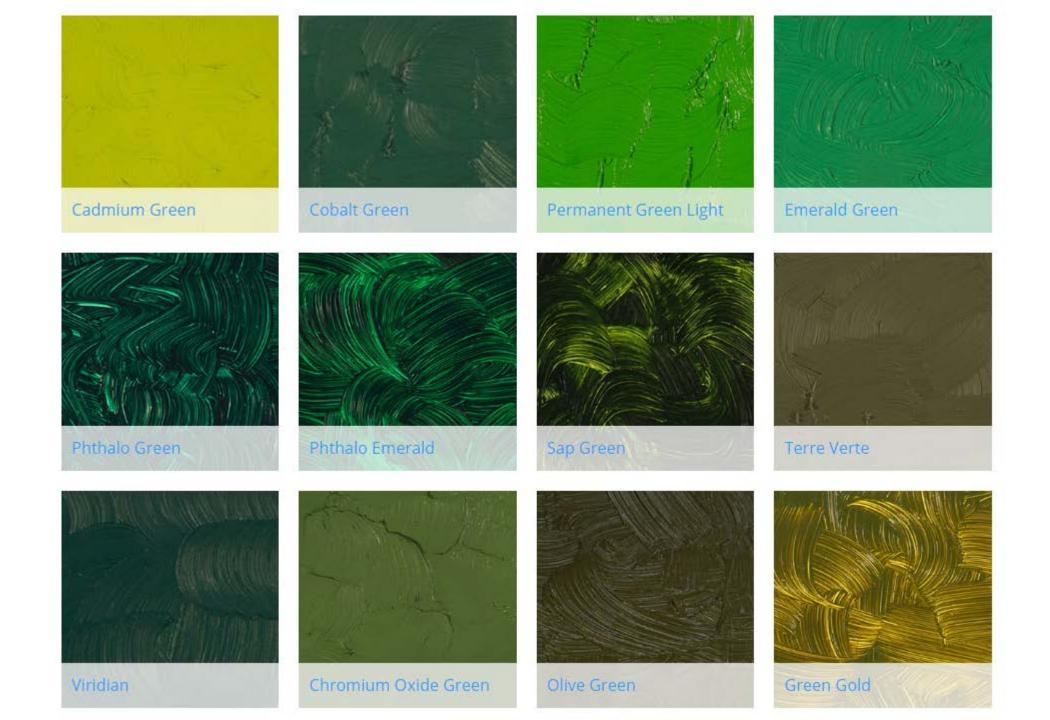
CASE STUDY

MANY MANUFACTURING CONCEPTS CAN ALSO BENEFIT SMALL SCALE OPERATIONS

JIT CAN LEAD TO SIGNIFICANT SAVINGS IN INVENTORY COSTS EVEN FOR SMALL SCALE OPERATIONS

Camblin

AIGPE



CASE STUDY – GAMBLIN ARTIST'S OIL COLORS

TO HANDLE THE REQUIREMENTS OF INCREASED PRODUCTION, THE COMPANY HIRED A MANUFACTURING CONSULTANT HE ADVISED THE COMPANY TO USE THE JUST-IN-TIME MODEL

BEFORE

- MANUFACTURED IN BATCHES OF 1200 TUBES OF PAINT
- THESE BATCHES WOULD END UP ON THE INVENTORY LIST FOR A PERIOD OF THREE TO SIX MONTHS

AFTER

- MANUFACTURED SMALLER BATCHES OF 500 TUBES; PRODUCED A SINGLE COLOR AT A TIME
- PRODUCTION FIGURES DOUBLED
- FINISHED GOODS INVENTORY TURNOVER CAME DOWN FROM THREE MONTHS TO SIX DAYS
- QUALITY CONTROL PROCESS ALSO IMPROVED

HELPED GAMBLIN REDUCE INVENTORY SIGNIFICANTLY AND FREE UP CAPITAL AMOUNTING TO \$200,000