# Free Webinar on 7 QC Tools

Systematic approach to Problem Solving



Delivered by

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# HISTORY

Stat Modeller is formed in 2019 providing services related to training and consultancy for Operational Excellence, Application of Statistical Tools and Data Science Tools to solve the problems of various segments.



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- SAS
- Minitab
- Power BI
- Tableau
- Excel & Advanced Excel



### **Operational Excellence Blended** Approach Six Sigma Lean • 5-S TPM Kaizen Kanban • QMS SPC and SQC





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Agro Economics

Workshop on **Basics of SPSS** at BVM College of Engineering, Vallabh Vidyanagar

# **PROGRAMS WE CONDUCTED**









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# Workshop on **Role of SPSS in Research** at DDU, Nadiad



#### Training on R at Mumbai University



#### Training on R at HRDC, Gujarat University



Training on R at AERC, Vallabh Vidyanagar



Training on R at Charusat University, Changa



Training on R at FDP, SPU



Training on SPSS at Charusat University, Changa







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# Content

- □ What is quality?
- □ Why Quality Improvement is much needed?
- Approach of Quality Improvement
- □ Various tools & techniques for Quality control & improvement.
- **7** QC Tools & its application
- **Q&A** Session.





#### What is Quality?



What is Quality





What is Quality

Resources, Time, People Moral









#### What is the ultimate goal of any business or organization?





#### Traditional approach

#### Cost + Profit = Price



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Modern approach Price - Cost = Profit





Modern approach Price - Cost = Profit





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### **Tools & Techniques**











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#### **Introduction to 7 QC Tools**

Problem Solving & Process Improvement tools

- □ 1<sup>st</sup> proposed by Dr. Kaoru Ishikawa 1968
- Basic Quality Tools
- □ Collecting, organizing, manipulating &

presenting data graphically.

□ 95% problems can be solved







□ A fixed set of graphical tools to solve problems

□ The basic fundamental tools to achieve quality improvement

□ These tools help organization to tackle every day problems

□ These tools are easy to understand and implement

Do not required any complex analytical or statistical competency



#### **Problem Solving Framework**





### **Problem Statement**

Sales of ABC company has decrease by 15% in the year of 2019-2020 comparing to sales of year 2018-2019.

The sales in year 2018-2019 was 10,00,000 INR.

Company targeted to achieve sales or Rs. 15,00,000 by the year ending 2021.



**Root Causes?** 

# Problem Solving





### **Data Collection**

| Criteria          | Rank |
|-------------------|------|
| Extremely Unhappy | 1    |
| Unhappy           | 2    |
| Cannot Say        | 3    |
| Нарру             | 4    |
| Extremely Happy   | 5    |

Conducted sample survey of 2000 existing customers

Samples were collected using statistical sampling method

Survey was conducted to analyze customer's satisfaction.



# **Data Collection**

| Customer<br>ID | Customer<br>Name | City of Customer | Contact<br>No. | Overall Rating<br>by Customer |
|----------------|------------------|------------------|----------------|-------------------------------|
| CSS - 001      | -                | Vadodara         | -              | 2                             |
| CSS - 002      | -                | Surat            | -              | 1                             |
| CSS - 003      | -                | Ahmedabad        | -              | 3                             |
| CSS - 004      | -                | Ahmedabad        | -              | 5                             |
| CSS - 005      | -                | Vadodara         | -              | 4                             |
| CSS - 006      | -                | Vadodara         | -              | 1                             |
| CSS - 007      | -                | Anand            | -              | 3                             |
| CSS - 008      | -                | Vadodara         | -              | 5                             |
| CSS - 009      | -                | Ahmedabad        | -              | 5                             |
| CSS - 010      | -                | Surat            | -              | 4                             |



# Data Collection

| Customer<br>ID | Customer<br>Name | City of Customer | Contact<br>No. | Overall Rating<br>by Customer |
|----------------|------------------|------------------|----------------|-------------------------------|
| CSS - 001      | -                | Vadodara         | -              | 2                             |
| CSS - 002      | -                | Surat            | -              | 1                             |
| CSS - 003      | -                | Ahmedabad        | -              | 3                             |
| CSS - 004      | -                | Ahmedabad        | -              | 5                             |
| CSS - 005      | -                | Vadodara         | -              | 4                             |
| CSS - 006      | -                | Vadodara         | -              | 1                             |
| CSS - 007      | -                | Anand            | -              | 3                             |
| CSS - 008      | -                | Vadodara         | -              | 5                             |
| CSS - 009      | -                | Ahmedabad        | -              | 5                             |
| CSS - 010      | -                | Surat            | -              | 4                             |

| Category          | Tally Sheet | Frequency |
|-------------------|-------------|-----------|
| Extremely Unhappy |             | 668       |
| Unhappy           |             | 560       |
| Can not Say       |             | 127       |
| Нарру             |             | 422       |
| Extremely Happy   |             | 223       |
|                   | TOTAL       | 2000      |



□ Check sheet is a systematic method to collect, record & present the relevant data.

□ Check sheet can be used for various purposes.

- Both Qualitative data & Quantitative data can be collected using check sheet.
- Check sheet is useful to collect attribute data

 Data collected using check sheet can be used as input data for other quality tools.

| Category          | Tally Sheet | Frequency |
|-------------------|-------------|-----------|
| Extremely Unhappy |             | 668       |
| Unhappy           |             | 560       |
| Can not Say       |             | 127       |
| Нарру             |             | 422       |
| Extremely Happy   |             | 223       |
|                   | TOTAL       | 2000      |

### **Check Sheet / Tally Sheet**

When to use ?

When data can be observed and collected repeatedly.

When collecting data on frequency or problems, defects, defect locations, defects causes or any issues.

When collecting data from a production process.

#### Benefits

□ Simple to understand

□ Strong visual communication

Can be store & compare with other data

Real time data



# **Check Sheet / Tally Sheet**

Type of Check sheet in Quality Control – Kaoru Ishikawa

- 1. To check the shape of the probability distribution
- 2. Defect Type
- 3. Defect Location
- 4. Defect Cause



5. Multi-step process tracking

#### Histogram



Graphical representation of survey category

Almost 60% customers are not satisfied.

Histogram is a graph which represent frequency of observation or range of observation.

Graphical summary of large data

Karl Perason - 1891.

Classification of data.



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Histogram - Survey Category 800 700 600 668 500 560 400 422 300 200 223 100 127 0 Extremely Unhappy Can not Extremely Happy Unhappy Say Happy

#### Histogram

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When to use ?

- Numerical Data
- Distribution of data
- To compare data of different time period
- □ To represent & communicate data
  - easily and effectively to others

Benefits

Easy to construct.

- Easy to understand different data, it's frequency of occurrence and categories which are difficult to interpret in tabular form.
- □ Helps to visualize distribution of data.
- Helps to understand skewness of the data.

#### **Elements of Histogram**





Most common shapes of Histogram





Bell Shape

Bimodal



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Right Skew



Left Skew

#### **Re-survey – Not satisfied customer**

- 1. On Time Delivery
- 2. User Experience
- 3. Variety of Product
- 4. High value
- 5. Quality of Product
- 6. Payment Issue
- 7. Product Guide



- How much time required to address all reasons?
- Which reason to be address?
- Which are the most potential reasons?

### **Pareto Chart / Pareto Analysis**

| Reasons - Customer Unhappiness |                     |                     |        |  |
|--------------------------------|---------------------|---------------------|--------|--|
| Sr.<br>No.                     | Complaint Reason    | No. of<br>Complaint | Cum. % |  |
| 1                              | On Time Delivery    | 537                 | 44%    |  |
| 2                              | User Experience     | 463                 | 81%    |  |
| 3                              | Variety of Products | 96                  | 89%    |  |
| 4                              | High Value          | 73                  | 95%    |  |
| 5                              | Quality of Products | 30                  | 98%    |  |
| 6                              | Payment Issue       | 18                  | 99%    |  |
| 7                              | Product Guide       | 11                  | 100%   |  |
|                                | TOTAL               | 1228                |        |  |





### **Pareto Chart / Pareto Analysis**

□ It is a combination of Bar Graph & Line Graph.

- Represents frequency of occurrence in numbers & cumulative impact in %
- Data is arranged in Descending Order.
- □ Based on 80/20 Principle.





### **Pareto Chart / Pareto Analysis**

#### When to use ?

- □ To analyze cumulative impact of reasons or causes of problem.
- □ To prioritize reasons or causes.
- Decision making based on fact base data.

#### Benefits

Easy to construct.

- Easy to identify vital few causes from trivial many.
- Simple but effective tool for decision making.
- □ Helps to identify root causes



#### **Elements of Pareto Chart**



### **Cause & Effect Diagram / Fishbone Diagram**

 $\mathsf{Y} = \mathsf{f}(\mathsf{x})$ 



### **Cause & Effect Diagram / Fishbone Diagram**

- □ It helps to identify root causes of any problem in category.
- □ It is the result of Brainstorming
- □ 6Ms, 4S, 7Ps method used to create C&E Diagram.
- Evaluation of effect is based mathematical function Y = f(x)





### **Cause & Effect Diagram / Fishbone Diagram**

#### When to use ?

□ When the problem is clearly defined.

To identify root causes

□ Organized possible causes in category

Decision making based on fact base data.

#### **Benefits**

□ Single screen view of all possible causes

Helps to concentration on causes by category.

**□** Effective decision making tool.

□ Involvement of People





| Late delivery from<br>Vendors | Late delivery to customer |
|-------------------------------|---------------------------|
| 1 Day                         | 5 Hours                   |
| 1.5 Days                      | 10 Hours                  |
| 2 Days                        | 15 Hours                  |
| 2.5 Days                      | 20 Hours                  |
| 3 Days                        | 25 Hours                  |
|                               |                           |





- It helps to identify relation between two variable
- Plot one independent variable at a time to have better identification of effect on dependent variable.





#### When to use ?

Two numerical paired data.

- Dependent variable may have multiple value for each value of independent variable
- □ To determine whether the two variables are related or not.
- To identify potential root causes of problem.

#### **Benefits**

It helps to identify relationship between two variables.

It helps to determine range of data. i.e. maximum and minimum value can be determine.

Easy to construct & interpret.

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### Shapes of Scatter Plot





# Flow Chart / Process Map



# Flow Chart / Process Map





- □ It is a simple representation of process steps in sequence.
- □ It has a various shapes of boxes which is symbol of action.
- It is widely use in Manufacturing, computer programming & complex processes.





# Flow Chart / Process Map

# When to use ?

To explain process in sequence

To identify and communicate checkpoints.

It helps in process time study on early stage.



To communicate start & end point of process.

# Benefits

□ It helps to clarify complex processes.

It helps to identify delay, unwanted storage & transportations.

□ It helps to minimize communication gap & provide better clarity to work.









Also known as Shewhart chart or process behavior chart.

- □ It is used to determine process is in control or not.
- It can be stated that control chart are graphical tool to represent process monitoring.

Control chart can be used for variable and attribute data.



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**Control Chart** 

# When to use ?

- To monitor & control ongoing process.
- To predict expected range of outcome from a process.
- □ To analyze variation in process.



# **Benefits**

- □ Can easily identify special causes and common causes of variation.
- It helps to determine process capability.
- It gives early warning signals in case of process shifting to out of limit.

### **Types of Control Chart**



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### 7 QC Tools for problem solving





# **Action Plan Matrix**





# **Action Plan**

| Root Cause | Action Plan | Responsibility | Time to Review | Expected<br>completion<br>date |
|------------|-------------|----------------|----------------|--------------------------------|
|            |             |                |                |                                |
|            |             |                |                |                                |
|            |             |                |                |                                |
|            |             |                |                |                                |



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### **Q&A** Session

# Thank You...!!!

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