

# GLOBAL COMPETITIVE ADVANTAGE

Using DFMA to understand and manage cost

Nicholas P Dewhurst

Boothroyd Dewhurst, Inc. 2018

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# Nicholas P Dewhurst

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- Background in Mechanical Engineering
- Help clients understand the benefits of DFMA
- Apply DFMA to products on a consulting basis
- Helped companies around the world make DFMA part of their product development process

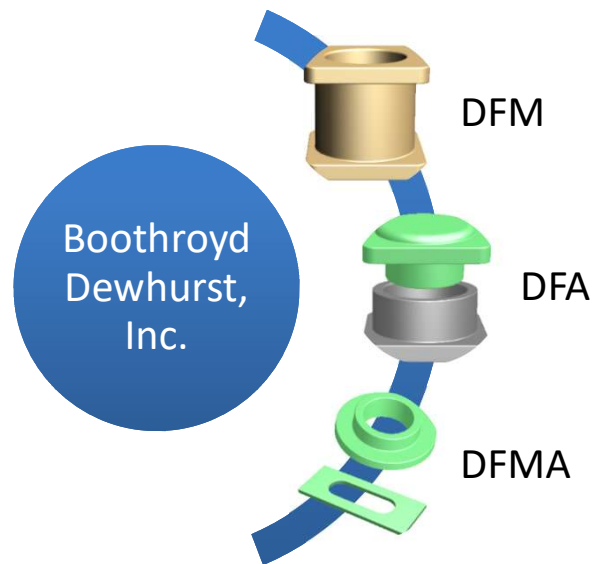


# Boothroyd Dewhurst, Inc.



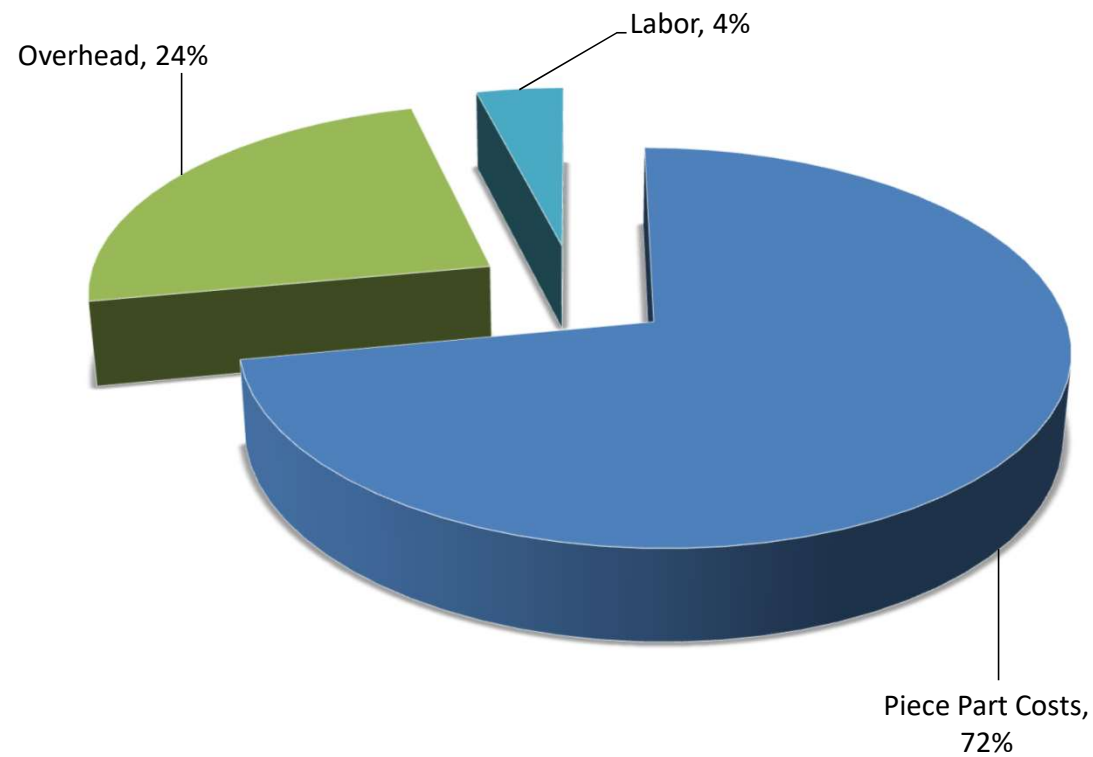
- Founded in 1981
- First Software in 1983
- 850 Companies from broad range of industries
- 1991 Winner of National Medal of Technology
- R&D continues today with new cost model development, new software interface design, and updated databases

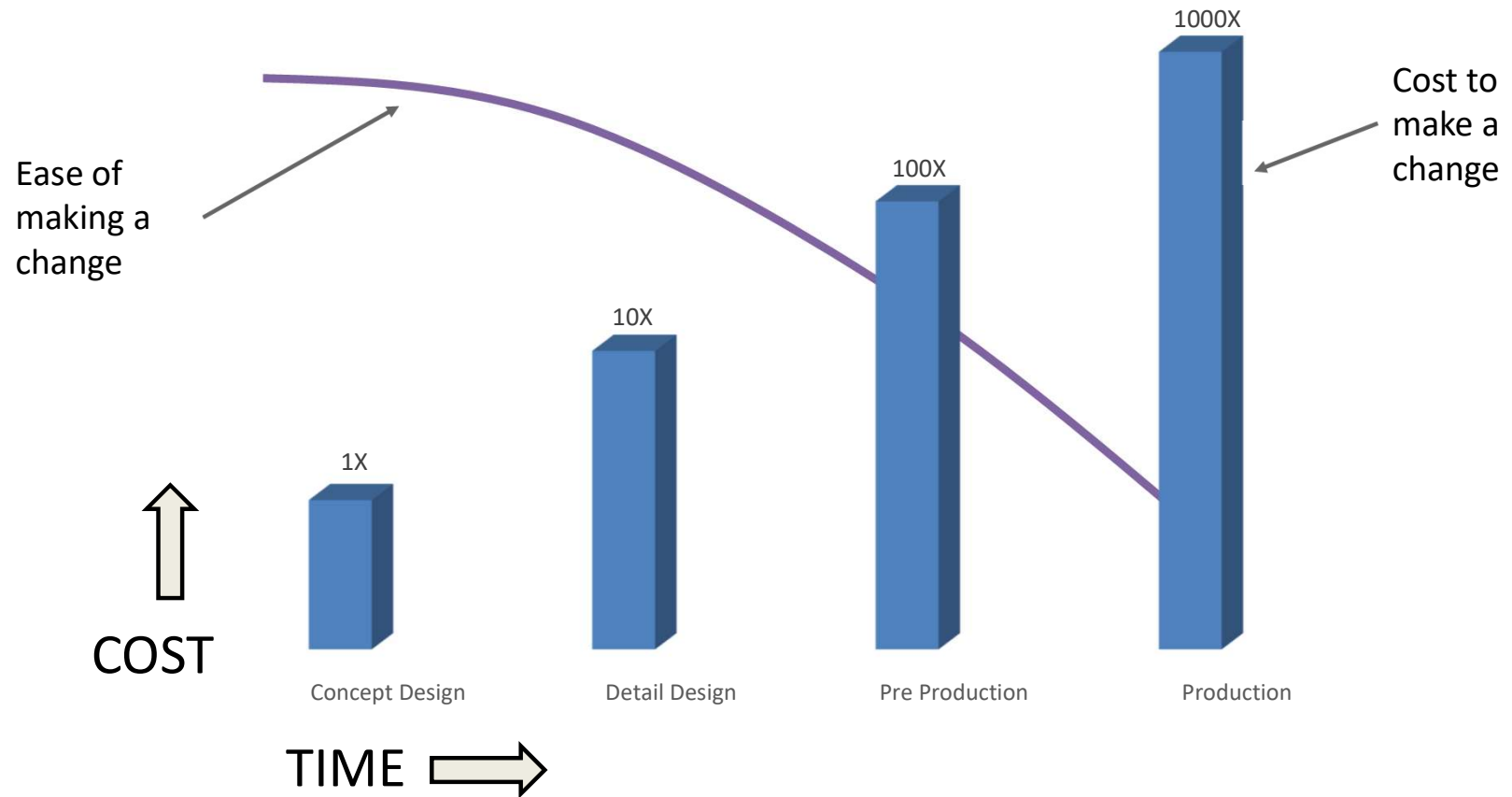
# What is DFMA?



A suite of tools used to analyze and understand the cost of a product's design and its constituent parts.

# Typical Product Cost Breakdown





Where should your focus be?


## Average DFMA Cost Reductions

■ Labor Costs . . . . .	42%
■ Part Count . . . . .	54%
■ Separate Fasteners . . . . .	57%
■ <b>Total Cost</b> . . . . .	<b>50%</b>
■ Weight . . . . .	22%
■ Assembly Time . . . . .	60%
■ Assembly Cost . . . . .	45%
■ Assembly Tools . . . . .	73%
■ Assembly Operations . . . . .	53%
■ Product Development Cycle . . . . .	45%

Top ten responses quoted from over 170 case studies

**1**

- Representative products, subassemblies or competitive units selected for baseline analysis
- Tear down or assembly sequence catalogued leveraging industry-leading DFMA® tools

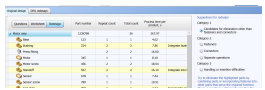


**Project Scope & Definition**

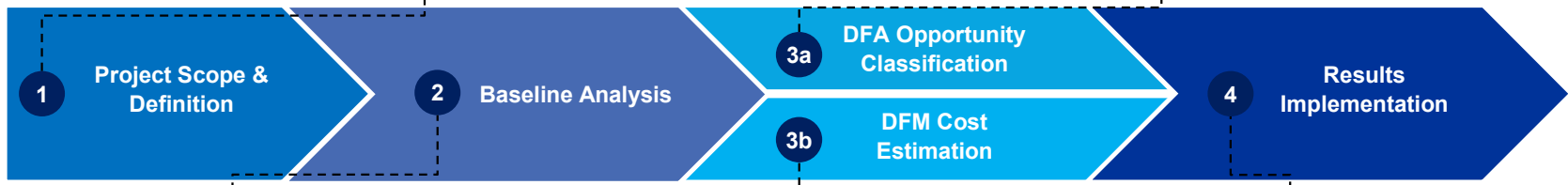
**3a**

Leverage DFA suggestions for redesign to generate ideas around:

- Product simplification
- Ease of assembly
- Cost reduction / avoidance
- Classify redesign risk into Safe, Reach, and Stretch categories

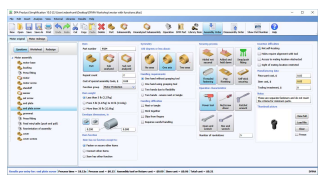


**DFA Opportunity Classification**



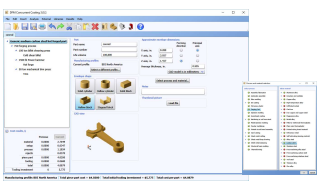
**2** **Baseline Analysis**

- Capture assembly details using intuitive Design for Assembly (DFA) tool
- Answer minimum part criteria questions to arrive at theoretical minimum part count



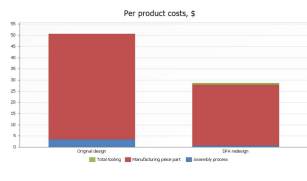
**3b** **DFM Cost Estimation**

- Generate forensic cost estimates using Design for Manufacture (DFM) for each component part to provide a “should cost” that can be compared to actual component part spend



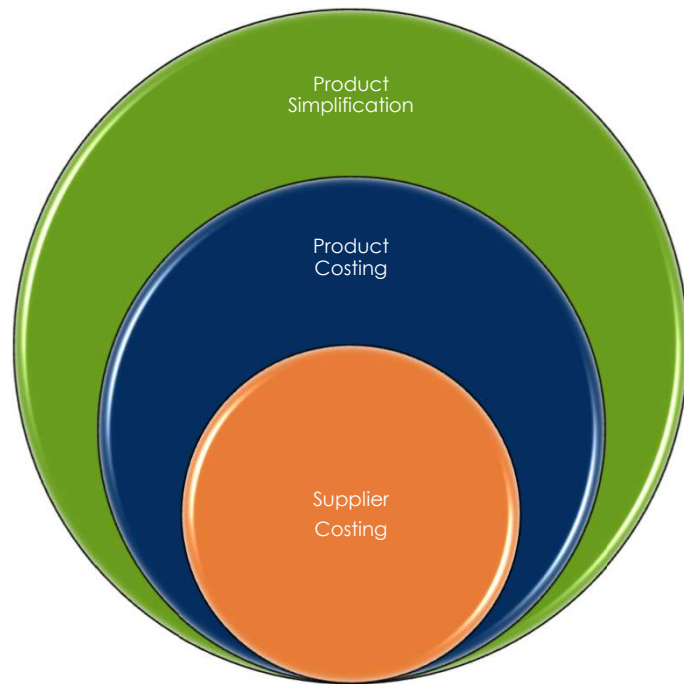
**4** **Results Implementation**

- Quantify ideas generated from DFMA® total cost estimation and define roles and responsibilities for redesign implementation



Design Type	Manufacturing Cost (\$)	Assembly Process Cost (\$)	Total Cost (\$)
Original design	~10	~10	~20
DFMA design	~10	~10	~10





## PRODUCT SIMPLIFICATION

Our real time approach to product simplification unlocks the potential for part count reduction within your assemblies

## PRODUCT COSTING

Looking at the alternative process and/ or material combinations that may lead to potential piece part cost savings

## SUPPLIER COSTING

Using the outputs from our DFMA software to better negotiate price in a real time fashion

# The Three main uses of DFMA

# Sample Case study

## Supplier Negotiations

*“According to our Product Management team we will sell 190,000 of these clips a year. So, it seems that the software helped us to negotiate a savings of \$361,000 on this one item.”*

*-VP of Engineering at a leading electronics company, May 2014*

## Challenge

Needed young project engineers to more actively support negotiations on high production volume products to ensure best possible price.



## Solution

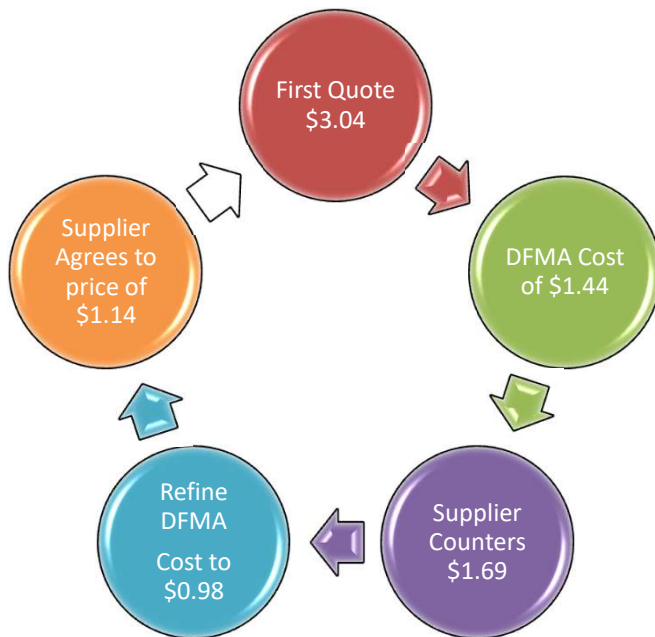
Use DFMA analysis to aide in the negotiation and apply information gathered from initial discussion to improve cost estimate accuracy in real time

# Cost Result

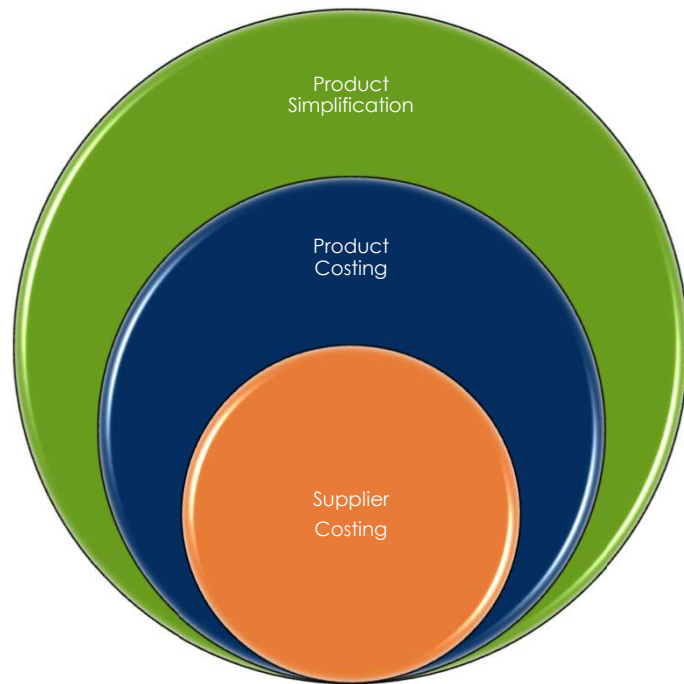


- Cost of \$0.35 per part
- We get a detailed breakdown of the cost drivers
- Material
- Setup
- Process
- Rejects
- Tooling

# Results – plastic clip assembly



- Annual Production Volume of 190,000
- ROI on software investment achieved on this single example
- Cost avoidance of \$361,000 annually



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# Decisions decisions decisions, what's a designer to do?

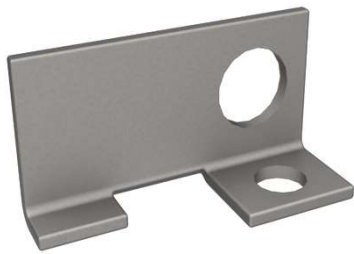
Part and manufacturing level decisions; “Product Costing”

- Cost is too high
- Corrosion is a problem
- Bending stiffness is critical and must be maintained
- Paint it, but what is the added cost?
- Might the paint crack around the mounting hole and allow for corrosion to begin?
- Make it from stainless, but what would that add in terms of cost?
- Make it from plastic but what would the tooling investment be and would we be able to maintain the stiffness requirement?



24 gage (0.61 mm) thick steel:

# Alternative Designs



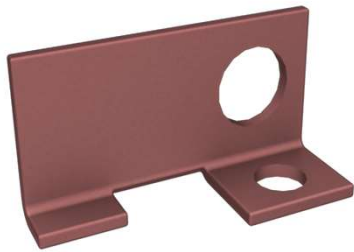
\$A

24 gage (0.61 mm) thick steel



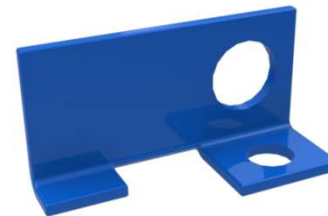
\$C

stainless steel



\$B

24 gage (0.61 mm) thick steel  
painted

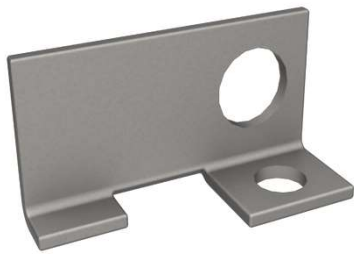


\$D

Injection molded



# Cost of alternatives



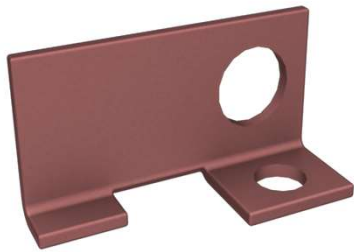
\$0.75

24 gage (0.61 mm) thick steel



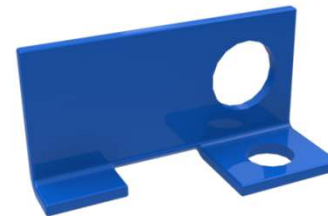
\$2.42

stainless steel



\$1.31

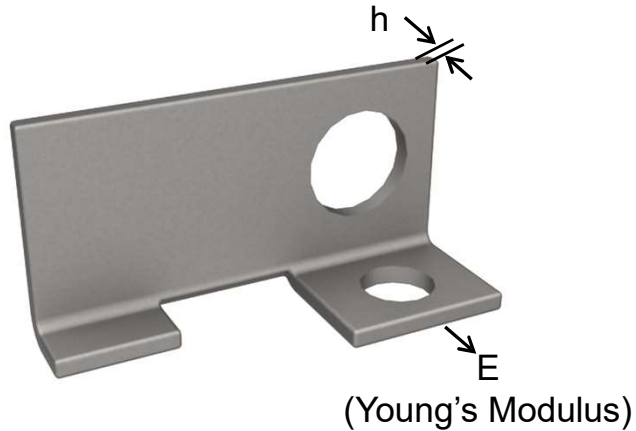
24 gage (0.61 mm) thick steel  
painted



\$0.61

Injection molded (commodity resin)

# Injection Molding example



Bending stiffness depends upon  $E h^3$

For equivalent stiffness of materials 1 and 2

$$E_2 h_2^3 = E_1 h_1^3$$
$$\text{or } h_2 = h_1 (E_1/E_2)^{1/3}$$

Thickness with equivalent stiffness to 24 gage (0.61 mm) thick steel:

$$\text{Polyethylene; } h = 0.61 (207,000/925)^{1/3}$$
$$= 3.7 \text{ mm}$$

$$\text{ABS; } h = 0.61 (207,000/2,100)^{1/3}$$
$$= 2.8 \text{ mm}$$

$$\text{Polycarbonate (30\% glass); } h = 0.61 (207,000/5,500)^{1/3}$$
$$= 2.0 \text{ mm}$$

# Injection Molding example

## Polymer Processing Data

Thermoplastic	Thermal diffusivity, $\alpha$ (mm <sup>2</sup> /s)	Injection temp., $T_i$ (°C)	Mold temp., $T_m$ (°C)	Ejection temp., $T_x$ (°C)
H.D. polyethylene	0.11	232	27	52
Polypropylene (40% talc)	0.08	218	38	88
ABS	0.13	260	54	82
6/6 Nylon	0.10	291	91	129
Polycarbonate	0.13	302	91	127
Polycarbonate (30% glass)	0.13	329	102	141

# Injection Molding example

$$t_c = 4 + 15 ( w_t - 0.1 ) + kh^2$$

where  $w_t$  = shot weight, kg

$$k = \frac{1}{\Pi^2 \infty} \log_e \frac{4 (T_i - T_m)}{\Pi (T_x - T_m)} \text{ sec.}$$

$h$  = maximum wall thickness, mm

## Examples

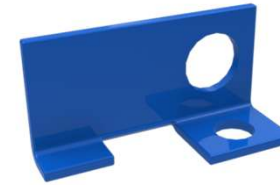
Polyethylene;  $k = 2.16 \text{ sec/mm}^2$

ABS;  $k = 1.74 \text{ sec/mm}^2$

PC (30% glass);  $k = 1.56 \text{ sec/mm}^2$

PP (40% talc);  $k = 1.93 \text{ sec/mm}^2$

# Injection Molding example

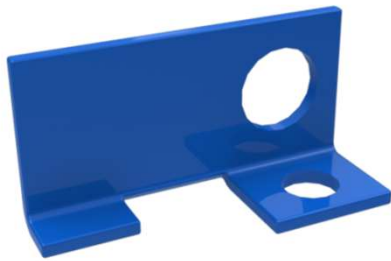


Criterion: Equivalent bending stiffness to 24 gage steel (0.61 mm)

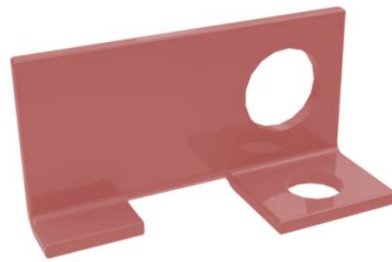
Material	Thickness (mm)	Cooling time (sec)	Process cost*
Polyethylene	3.7	29.6	\$0.68
ABS	2.8	13.6	\$0.31
PC (30% glass)	2.0	6.2	\$0.14

*\* based on same machine; cooling time only*

# Injection Molding example material costs



2.0mm Wall Thickness  
30% Glass PC  
\$2.60 / Lb.

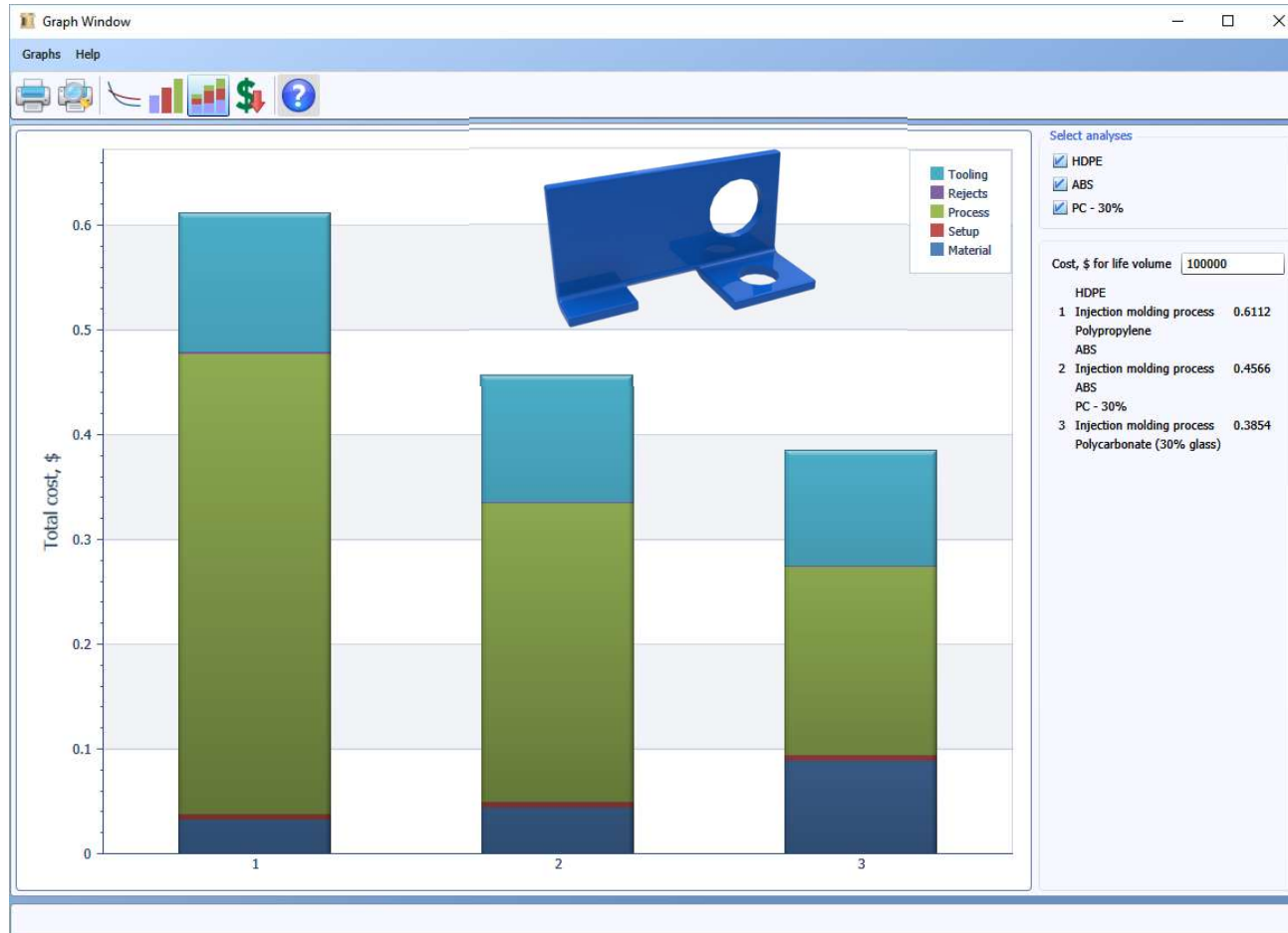


2.8mm Wall Thickness  
ABS  
\$1.55 / Lb.

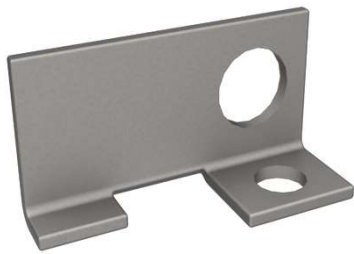


3.7mm Wall Thickness  
Polyethylene  
\$0.95 / Lb.

# Injection Molding example



# Final Design Decision Result



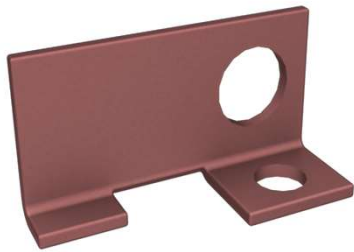
\$0.75

24 gage (0.61 mm) thick steel



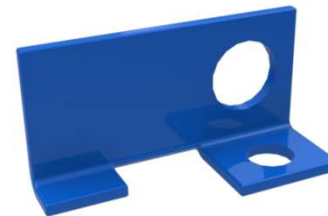
\$2.42

stainless steel



\$1.31

24 gage (0.61 mm) thick steel  
painted



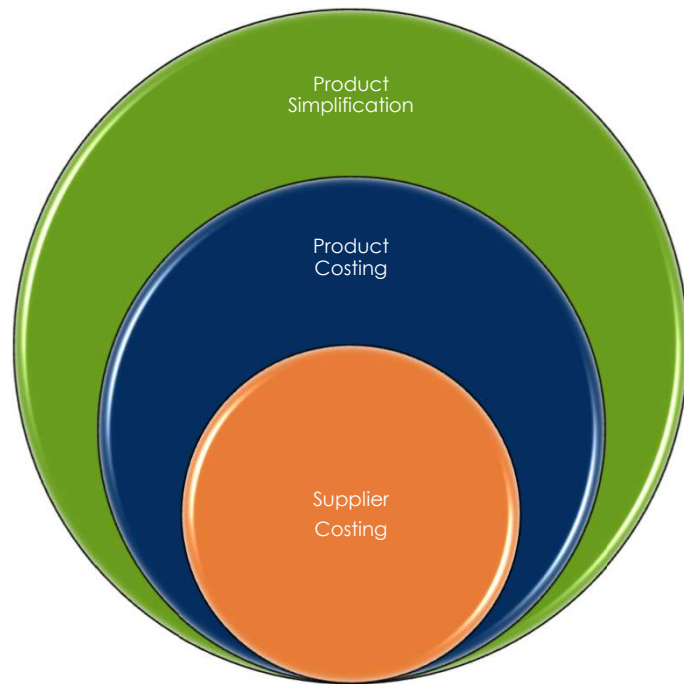
\$0.61

**\$0.39**

Includes amortized tooling cost

Injection molded





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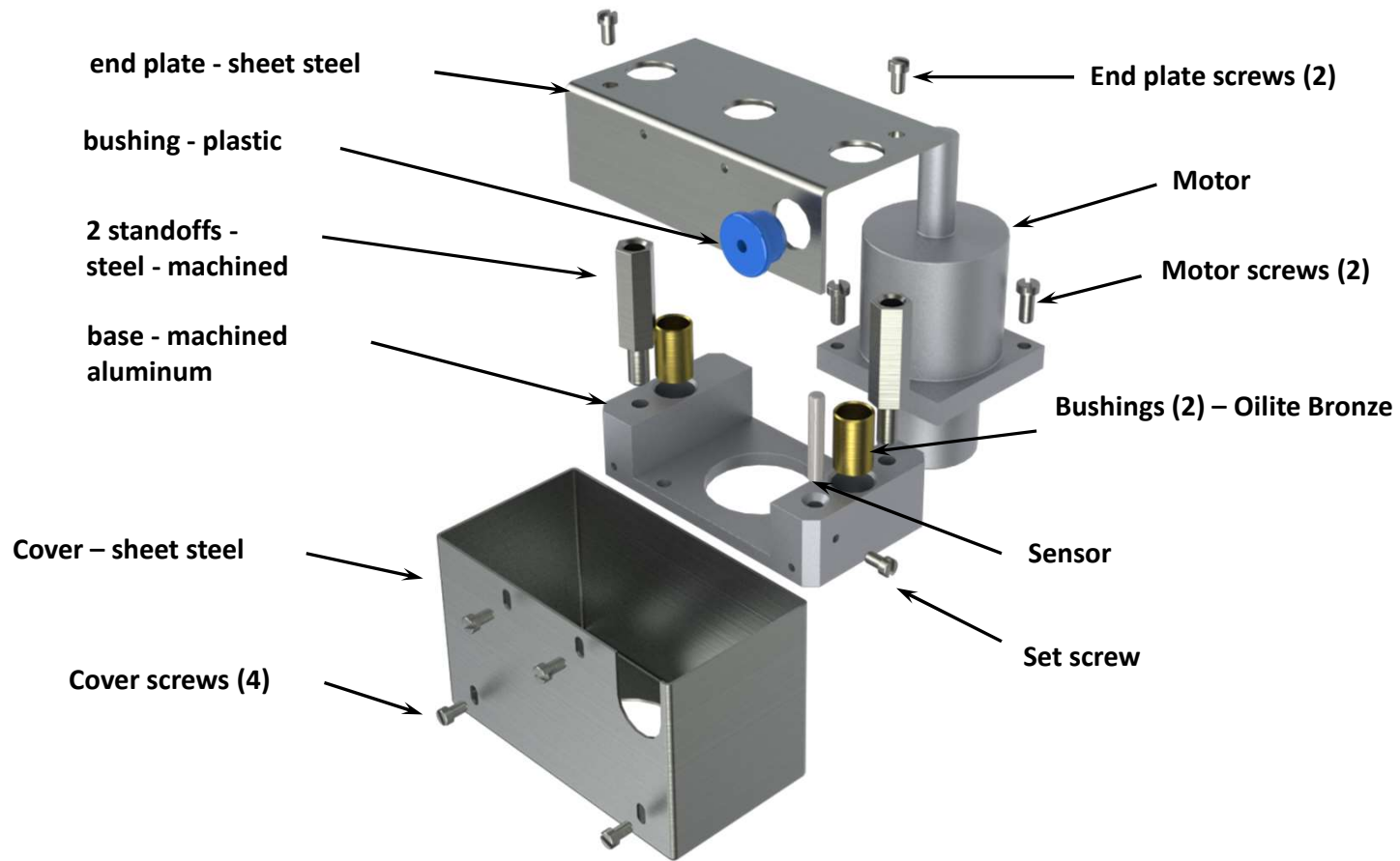
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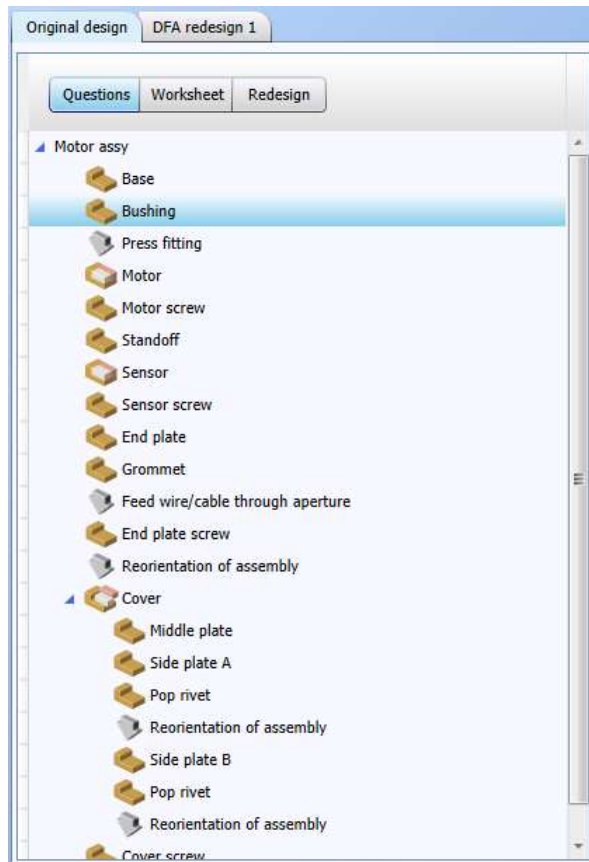
# The Three main uses of DFMA

# DFA as a design decision tool

- Guides a team through a series of steps to ensure part count efficiency
- Simply changes rarely have dramatic impacts on cost
- People are generally risk averse and making significant changes is difficult
- Better to implement early in the design process so there isn't as much to change
- Payoff in upfront design time is tremendous, you just have to believe



# DFMA: Product Simplification

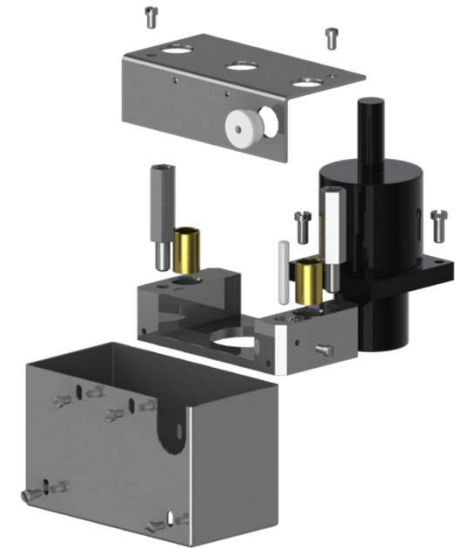


## Minimum Part Criteria

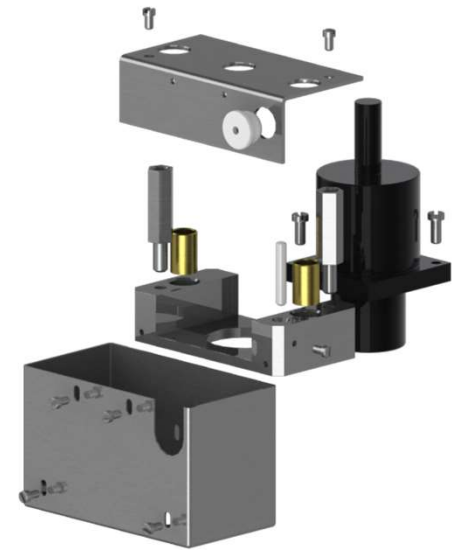
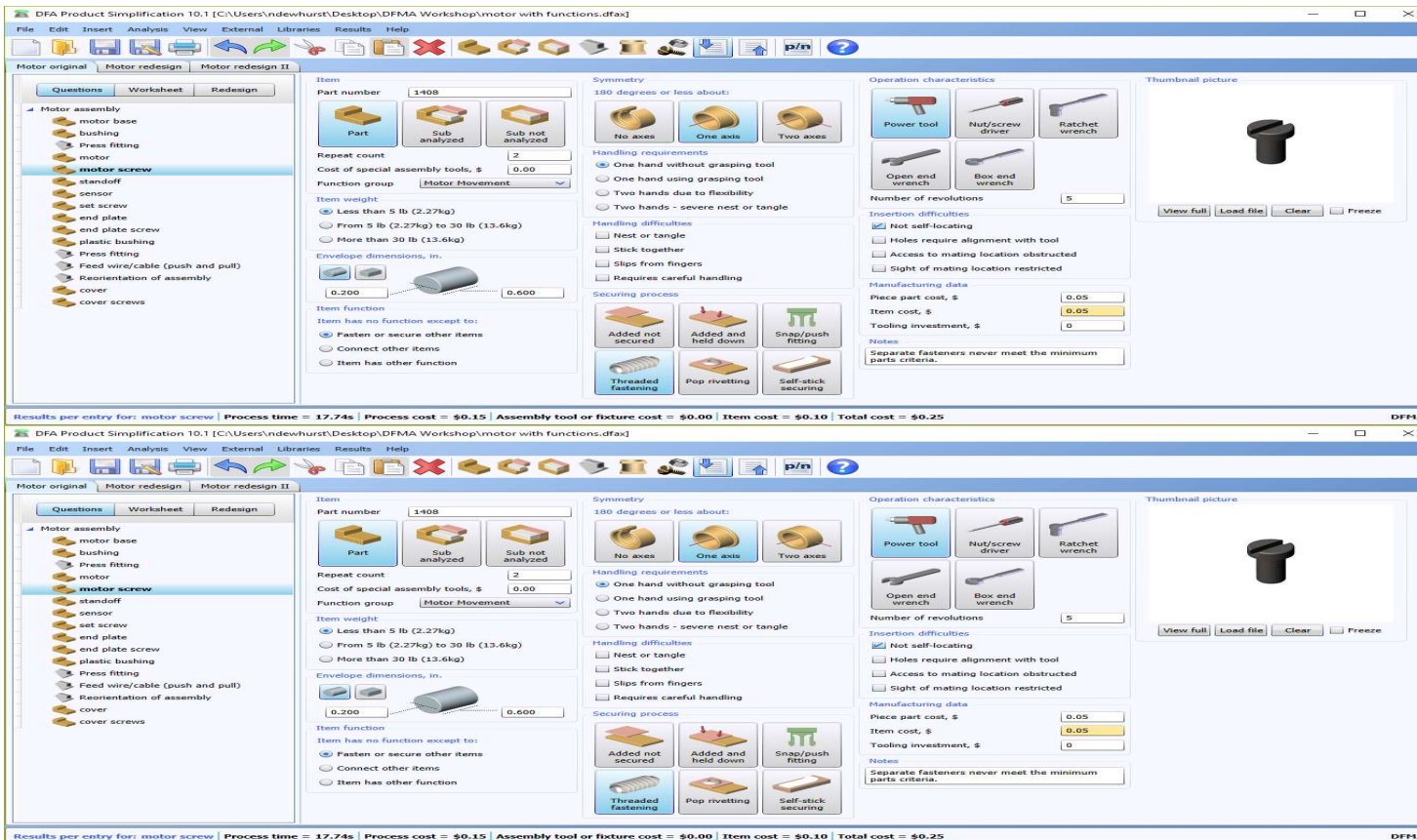
- Base Part / Chassis
- Fastening Function
- Connecting Function
- Different Material
- Relative Movement
- Assembly of Other Items

## Handling & Insertion Difficulties

- Envelope Size
- Part Symmetry
- Alignment
- Nest or Tangle
- Other Restrictions, etc.



# Product Simplification

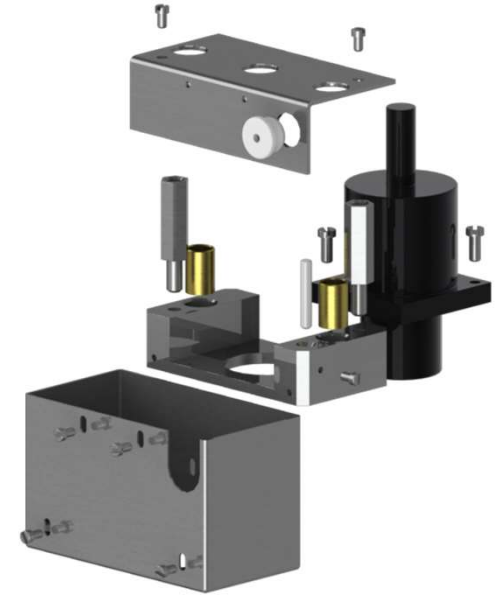


# Product Simplification - Analysis

- 63 percent reduction in parts
- 4 suppliers removed from supply chain
- 63 percent reduction in detail drawings
- 74 percent reduction in assembly time
- Equal reduction in assembly labor cost



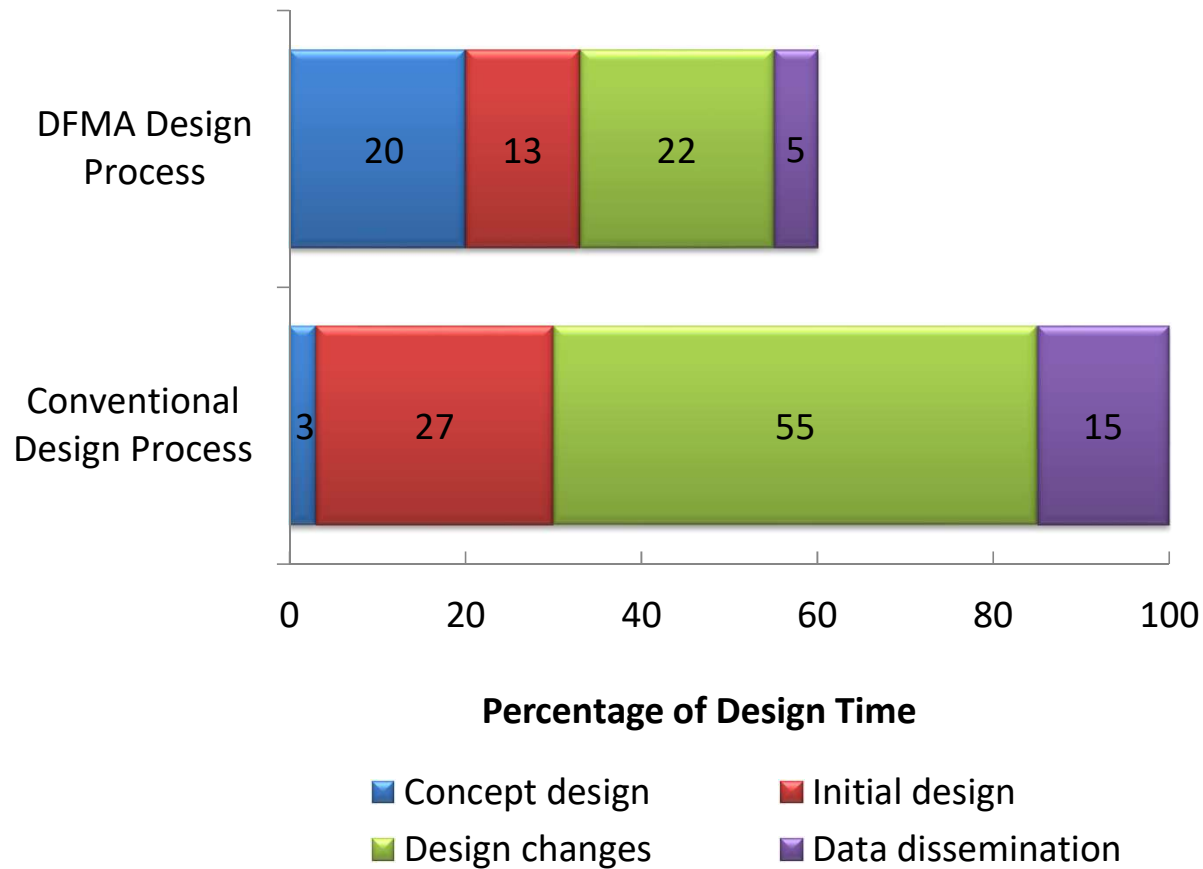
And let's not forget....



**46% Reduction in Total  
Cost of the product**

## Results

# DFMA's Impact on Design Cycle



# Summary & Conclusions

- Cost information in the hands of purchasing is invaluable
- Trade offs in part design, manufacture, and material must be considered early in the development process
- Time to design 'simple' parts individually is less than more complex ones
- Cost impact of products made from lots of 'simple' parts can be significant
- Tooling investments are often seen as a barrier to entry but true understanding of actual costs are rare
- Cost of production of products made from 'simple' parts are surprisingly high
- Labor impact on production is usually not the focus but can sway decision making
- Cost tools should really be a requirement in the design decision process
- If you aren't using cost to make design decisions you really should
- Have engineers justify the cost of their designs