

Fokker



LEADING
the Future of
Maintenance

RFID

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THE FUTURE OF ROTABLES MANAGEMENT

BARCODING AND RFID TECHNOLOGY ON AN IoT PLATFORM

Philosophy of connecting things

Business impact



Accurate
Streamlined
Efficient operations

Visibility



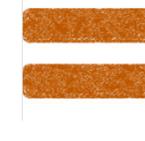
Measurability



Business processes



Business Savings



Accurate
Streamlined
Efficient operations

RFID market research

Aerospace industry shows an increasing heavy usage of RFID technology

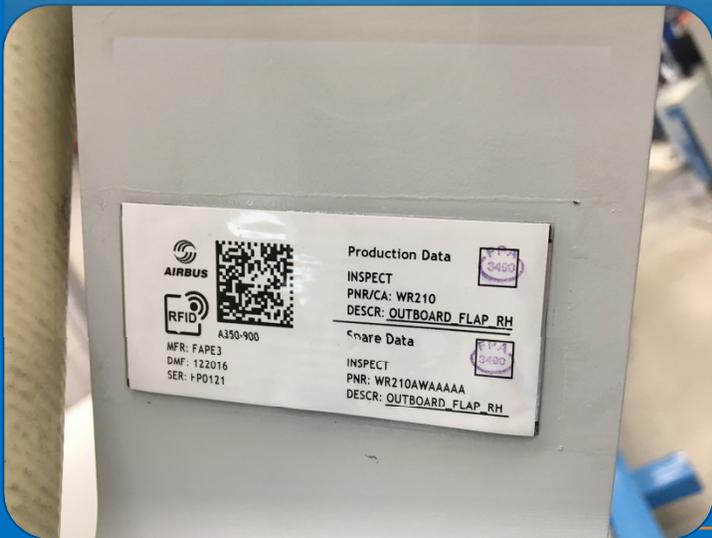
	Manufacturer	Aerospace OEM	Operator	(A)MRO
Maturity	High ●●●	High ●●●	Low ●○○	Low ●○○
Reason for usage	Optimized logistics and Optimized operations Data mining	Optimized logistics and Optimized operations Data mining	Data mining	Optimized logistics and Optimized operations Data mining Quality assurance
Companies				
Restriction by regulations	Low ●○○	Medium ●●○	Low ●○○	Medium ●●○
Popular products	Low frequency, low memory active tag	Low frequency, low memory tag (passive)	Software for data gathering	Ultra high frequency (UHF), low memory tag
	Low frequency, low memory tag (passive)	Ultra high frequency (UHF), low memory tag (passive)		UHF, high memory tag
	Ultra high frequency (UHF), low memory tag (passive)	UHF, high memory tag (passive)		Asset management Tooling management
	UHF, high memory tag (passive)	Asset management Tooling management		Emergency equipment management
	Asset management Tooling management			Rotables Management



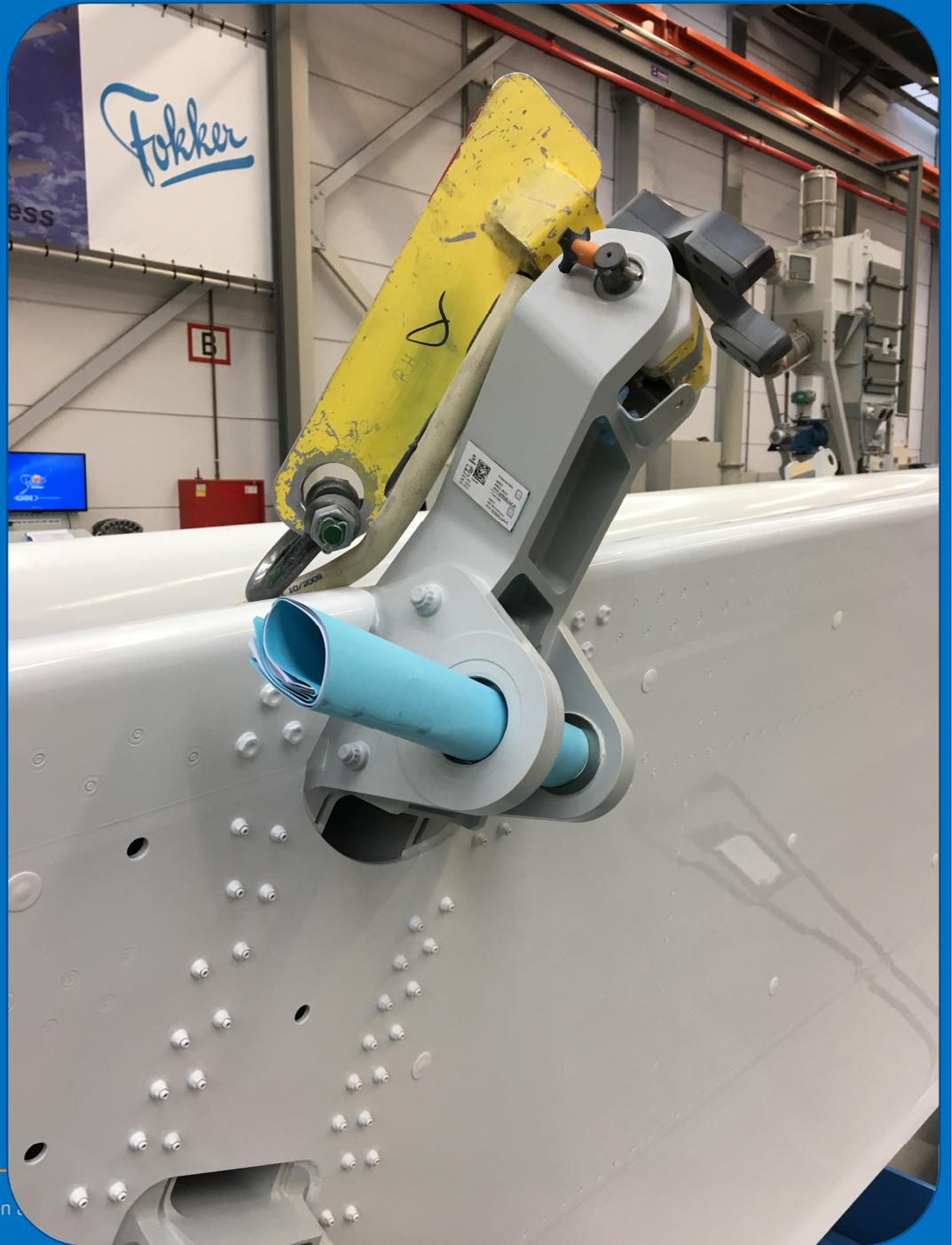
Airbus uses RFID tags >3000 parts



		Production Data <input type="checkbox"/>
A350-1000		INSPECT
MFR: FAPE3		PNR/CA: WR210
DMF: 102016		DESCR: <u>OUTBOARD_FLAP_RH</u>
SER: FP5005		Spare Data <input type="checkbox"/>
		INSPECT
		PNR: WR210
		DESCR: <u>OUTBOARD_FLAP_RH</u>

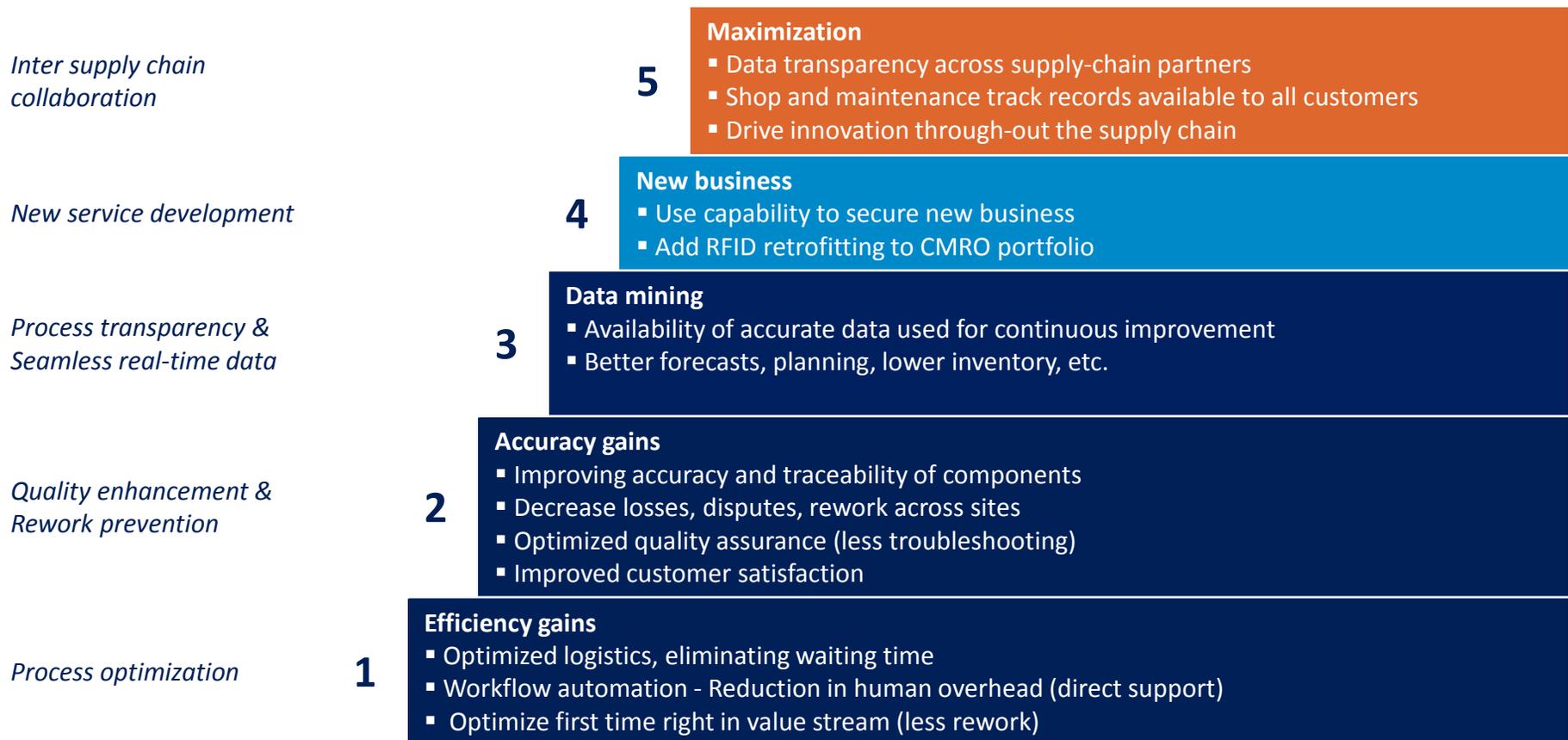


		Production Data <input checked="" type="checkbox"/>
A350-900		INSPECT
MFR: FAPE3		PNR/CA: WR210
DMF: 122016		DESCR: <u>OUTBOARD_FLAP_RH</u>
SER: FP0121		Spare Data <input checked="" type="checkbox"/>
		INSPECT
		PNR: WR210AWAAAA
		DESCR: <u>OUTBOARD_FLAP_RH</u>



RFID Technology maturity roadmap

Benefits of RFID technology include in short term efficiency and accuracy gains, as well as inter supply chain collaboration in the long run



Advantages RFID

Driving (internal) customer value



Internal processes

RFID technology optimizes pull-process and visual management throughout the value stream



Real-time tracking WIP, visible for everyone



Improving efficiency (~~waiting time~~)



Proactive critical alerts of WIP status



Elimination of rework (~~human error~~)



Real-time 3D Dashboards



Rotables Management

Improved inter supply chain collaboration and improved logistics, decreasing TAT and stock levels



Inter supply chain collaboration



Optimized logistical processes (~~waiting time~~)



Optimized quality assurance in supply chain



Improved data mining globally
(continuous improvement)



Global visibility of components

Disadvantages RFID

Several disadvantages of RFID technology do exist and need to be taken into account and/or mitigated



Internal processes

RFID optimizes the pull-process and visual management throughout the value stream

- Readability of the tags need to be validated
- Alterations to a site's lay-out will influence a tag's detectability
- Covering all area's with readers to ensure no 'blind spots' is costly
- No plug and play functionality available, resulting in high maintainability and cost for improvements and alterations



Rotables Management

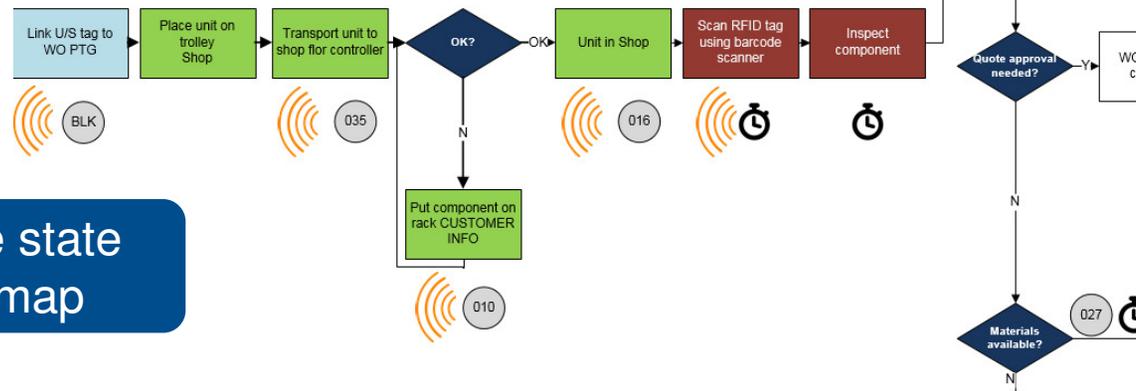
Improved inter supply chain collaboration and improved logistics, decreasing TAT and stock levels

- Customers and suppliers will need to be educated in using RFID technology
- Interface with Pentagon will be costly
- It will take several years before most eligible components will have been tagged (expected 70% in 5 years)
- Not all components can be tagged with a high memory, sustainable tag

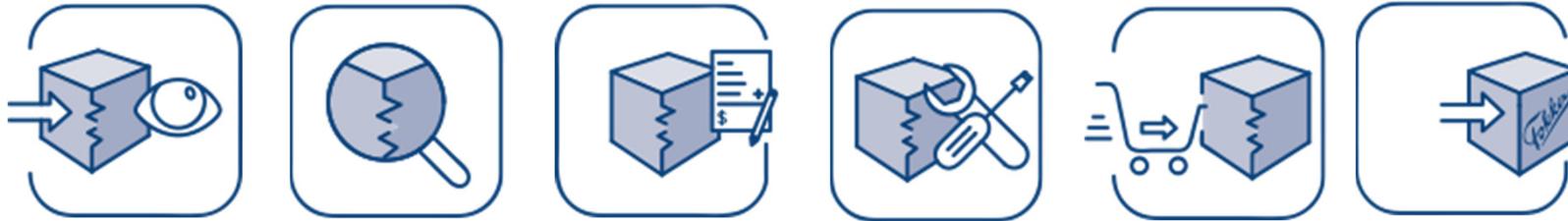
Value Stream Map, Future state



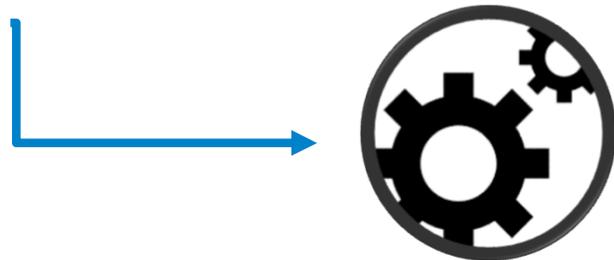
Picture of future state value stream map



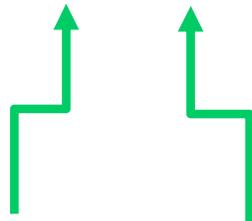
Connecting – Internal Processes



PENTAGON 2000
SOFTWARE INC



Middle ware



Internet



Value Stream Map – Guiding principles (I)

VSM was aimed at eliminating waiting time, rework and maximizing the value added time

- The focus of incorporating RFID is on maximizing the value added time in the total lead time of the value stream of components (in-house repairs, closed loop as well as commercial).
- The aim is to remove double entries in ERP that are currently taking place.
- To provide real-time control of the total value stream (task times, first time right, zero misplacements etc.)
- Establish a pull-system throughout the component value stream.

Value Stream Map - Guiding Principles (II)

Ultra-high frequency tags, with or without memory will be used:

ID tag

- Type of tag: Memory, ultra-high frequency permanent tags.
- Goal: Information carrier
- Installed by: Authorized technician (ensure functionality is not compromised)
- Updated by: Direct Support of Workshops, in line with international specifications
- Period: Permanent (20 years or more)

U/S, S/V and Component ID label

- Type of tag: No memory, ultra high frequency tags
- Goal: PN/SN identification, optimization of logistics
- Installed by: Logistics, receiving, warehouse, Aircraft hangar
- Period: From first moment of registration till delivery

Kaizen bursts unique to RFID technology

7 Unique kaizen bursts that improve the overall performance of the value stream by eliminating human error, waiting time, over processing and unnecessary troubleshooting



- | | |
|--|---|
| <ul style="list-style-type: none"> 1 RFID U/S, S/V and removal tag as UHF low memory tag 2 24/7 Trace of components 3 MOD status, internal overhaul date, who last worked on component on high memory tag 4 Encode RFID with PN + SN 5 Automates workflow changes due to location change 6 Real-time 3D dashboard 7 Apply ANDON with RFID integration | <ul style="list-style-type: none"> Immediate PN+SN recognition throughout value chain, visual management Eliminates human error and troubleshooting personnel, Optimizes Quality Assurance Eliminates human error, over processing and troubleshooting Eliminates human error, over processing and manual processing steps Eliminates waiting time, over processing Visual Management Eliminates waiting time, optimizes pull system |
|--|---|

Kaizen burst with generic solutions

4 Generic kaizen bursts that improve the overall performance of the Abacus value stream by eliminating human error, waiting time, over processing and unnecessary troubleshooting



1

Pull system

Waiting time

2

Push info to shop floor and Logistics

Waiting time

3

Departmental SLA into (middleware)

First time right, waiting time, troubleshooting

4

Shipping confirmation

Quality assurance to (internal) customer

Business Scenario: RFID + Barcoding

Guiding principles and conditions

Value Stream Map – Guiding principles (I)

VSM was aimed at eliminating waiting time, rework and maximizing the value added time

- VSM guiding principles

+

- Conditions:

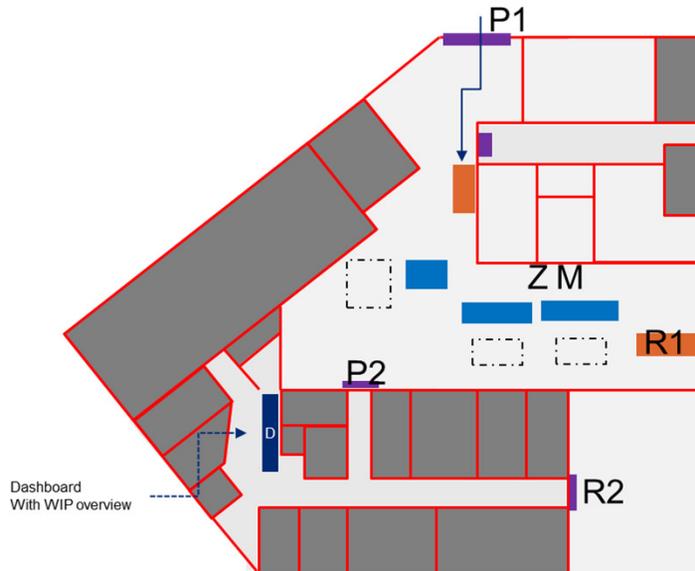
- The focus of incorporating RFID is on maximizing the value added time in the total lead time of the value stream of Abacus components (in-house repairs, closed loop as well as commercial).
- The aim is to remove double entries in PTG that are currently taking place.
- To provide real-time control of the total value stream (task times, first time right, zero misplacements etc.)
- Establish a pull-system throughout the component value stream.

- 1) Low cost, traceability of components in the shops via dashboards
- 2) Usage of middleware to facilitate information gathering and data mining
- 3) Automatic workflow updates in ERP
- 4) Automate closing of WHS transfers
- 5) Enhance Quality Assurance at order dispatch (no miss shipments)
- 6) Boost First-Time-Right in internal processes
- 7) Automatic prioritization for personnel involved
- 8) Shop floor controller to manage troubleshooting | Operator center
- 9) In shop use barcoding technology, outside shop RFID tech.
- 10) Plug and Play solution for RFID middleware and hardware + key-user Fokker

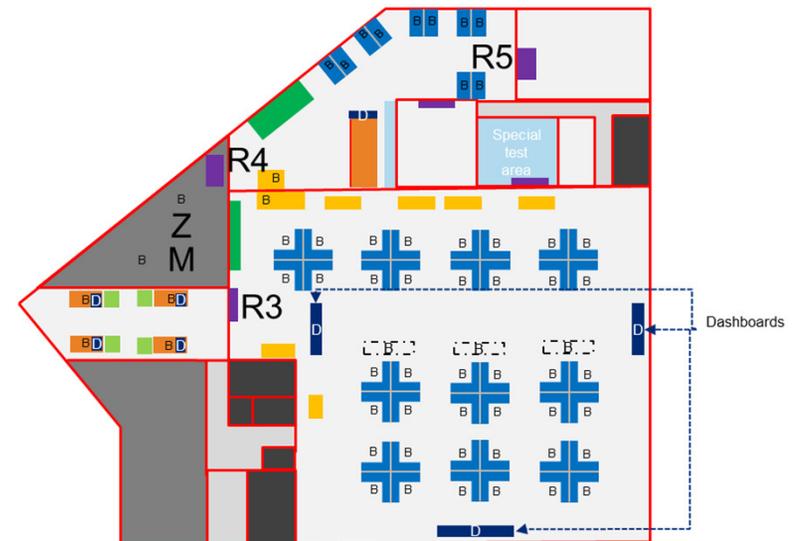
RFID + Barcoding Design Schiphol

Effective roll-out at Schiphol will be Proof of Concept

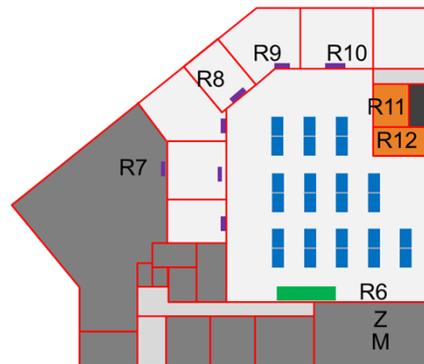
Floor Plan – Ground floor: logistics



Floor Plan – Level 1 – Avionics shop & Power Generating shop



Floor Plan – Level 2 – Hydraulics shop

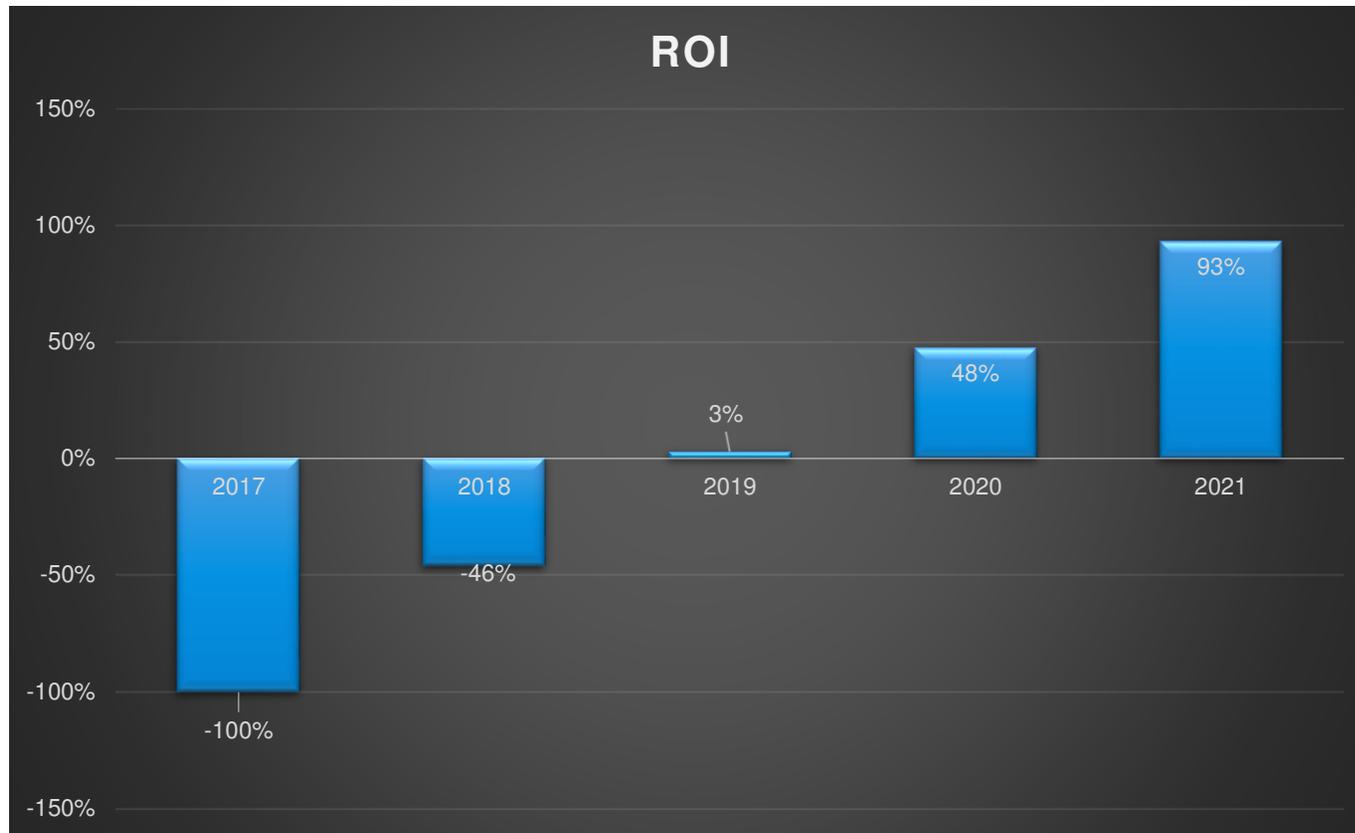


Investment & Activities

Hardware	Software & Licenses	Professional services
Zebra printer	IOT platform	Site Survey, System Requirements, SOW
Zebra RFID handheld	WIP application	Project Management
RFID readers	Handheld device license	Rotables Solution Configuration
RFID reader	Fixed device licenses	ERP integration
RFID antenna		User interface
RFID Antenna cables		Reports, alerts, dashboards
Photo cell		Installation/Deployment
		Training
20%	35%	45%

RFID on rotables management

Financials shows a payback period < 3 years



Summary

RFID technology to further improve competitive edge in rotables management

- Incorporating RFID technology will enable Fokker Services to achieve direct business savings.
- It will enable Fokker Services to reduce the TAT in the component repair cycles with 30% due to the reduction in waiting time and optimization of processing time, using RFID technology.
- This results in an increased turnover rate and that subsequently lowers the stock levels
- In the middle to long run, RFID technology will increase the transparency and the inter-supply chain collaboration between Fokker Services and its customers.
- Incorporating RFID technology in rotables management will be an unique selling point for Fokker Services to get new business.
- The next steps should be aimed at incorporating the RFID technology at Schiphol site, deliver proof of concept and then roll it out globally.

RFID discussion

- Wat zijn de grootste enablers voor implementatie
 - Organisatie, wet- en regelgeving, functionaliteit, cash etc.
- Gaat in de toekomst de totale keten van service componenten open met elkaar om, om zo alle data uit te wisselen
- Blijft RFID gebruikt worden als identificatiemiddel, of gaan we uiteindelijk naar slimme componenten die naast informatie voortbrengen deze ook bij zich houden
 - Gaan we informatie delen met behulp van systeemkoppelingen zoals dat nu al regelmatig gebruikt wordt of gaat dit via het component die eventueel tijdens gebruik ook data verzameld



Thank you for
Your attention

Fokker

 GKN AEROSPACE

The information enclosed is proprietary and is provided to you on a strictly confidential basis.