Parts Management

THE VALUE OF PERFORMANCE.

NORTHROP GRUMMAN

Sector/Corporate Standardization

23 Apr 13

Rich Rhyne Consulting Engineer



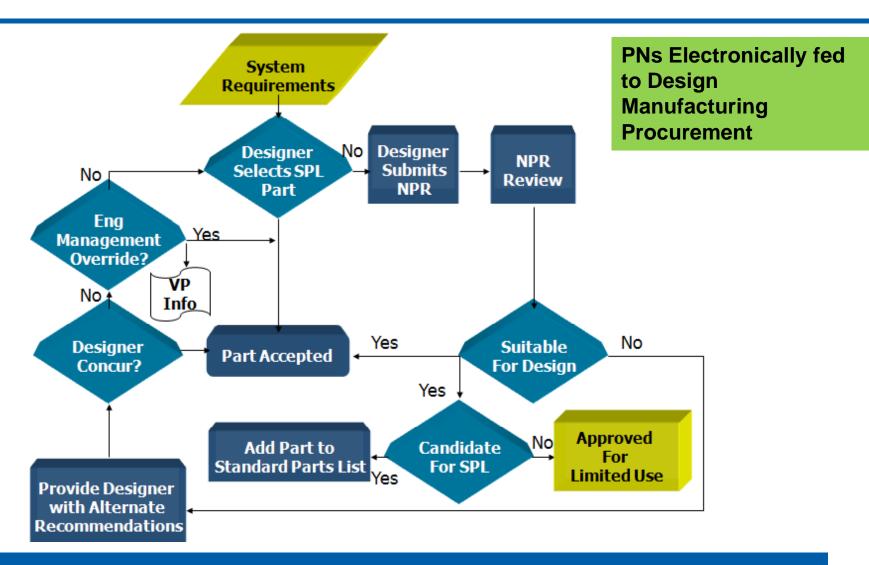
SPLs/Preferred Supplier Listings

- The objective is to reduce cost and risk by standardizing designs
- The Industry average cost for introducing a new part into inventory is \$9400
 - Ref- Coopers & Lybrand 1991 dollars
 - In 2008 DSCC estimated the cost at >\$27K for gov't programs
 - Saving a few cents/dollars on a part can be expensive if it introduces a new part or supplier into the system
- Standardization reduces the overhead required to:
 - Select and review new parts and suppliers
 - Certify and track new parts and suppliers
 - Create design libraries (schematic symbol and footprints)
 - Procure, kit, store and manage parts
 - Resolve part/supplier issues
 - Program manufacturing machines
 - Develop manufacturing processes
 -

Standardization Matters

Integrated Electronic New Part Request Workflow

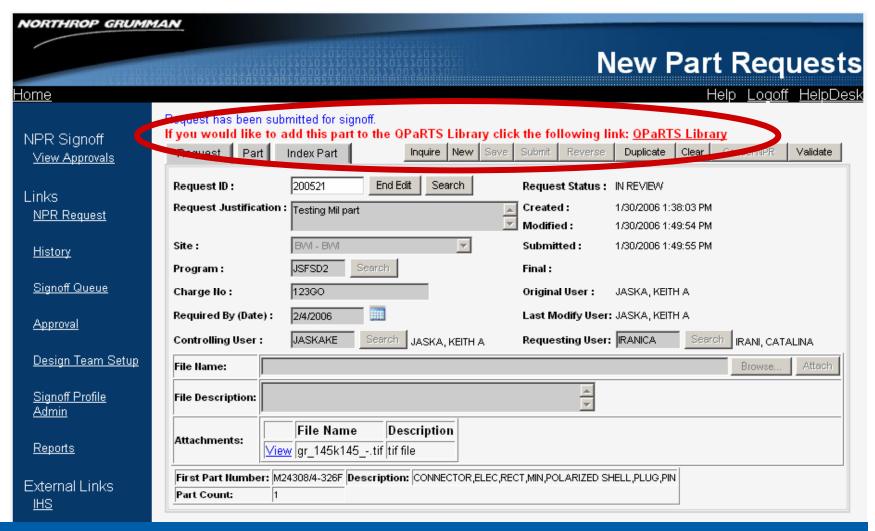




Minimize new part introductions and obsolescence problems

New Part Request Integrated to CAD Model Requests

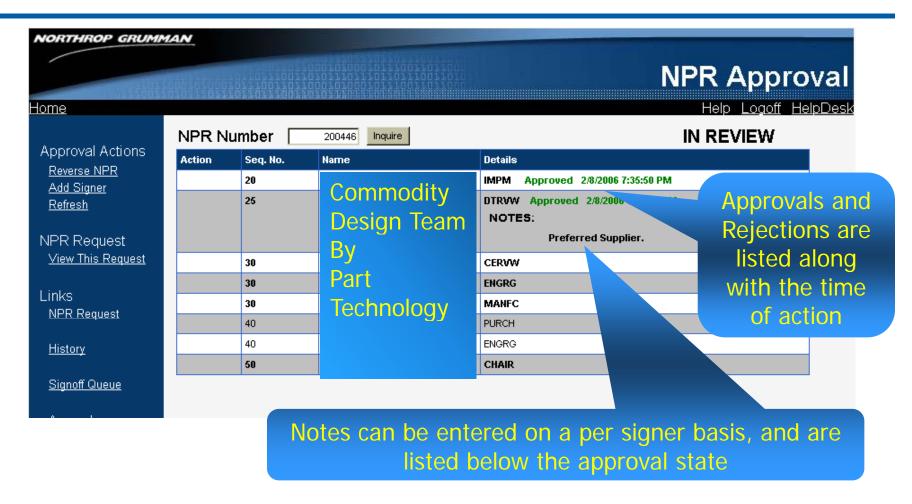




Provides early visibility into what designers are considering



New Part Approval Electronic Routing



Audit Trail and Metrics with Notes and Attachments

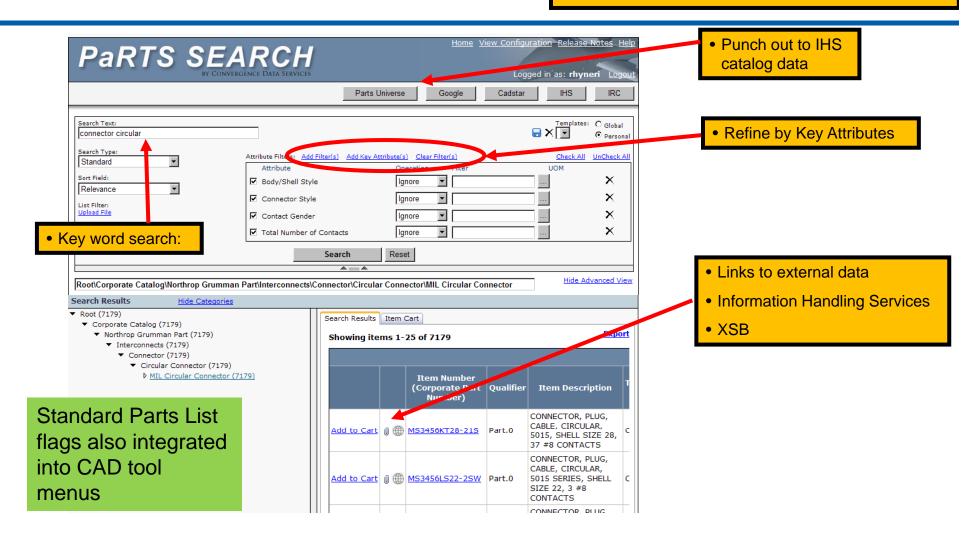
NORTHROP GRUMMAN

SmartFind Search Tool - PaRTS

- PaRTS Search Engine (Convergence Data Services SmartFind)
 - GUI front end flexible UI that can show many columns of attributes
 - Key word search
 - Parametric Searches
 - Standard Parts List Visibility
 - Inventory Visibility
 - Cost Visibility
 - Obsolescence Visibility
- Design For Retrieval (Convergence Data Services DFR)
 - Underlying database in Oracle.
 - Data maintenance tool suite
 - LiveUpdate see DFR changes real-time

PaRTS Search Engine

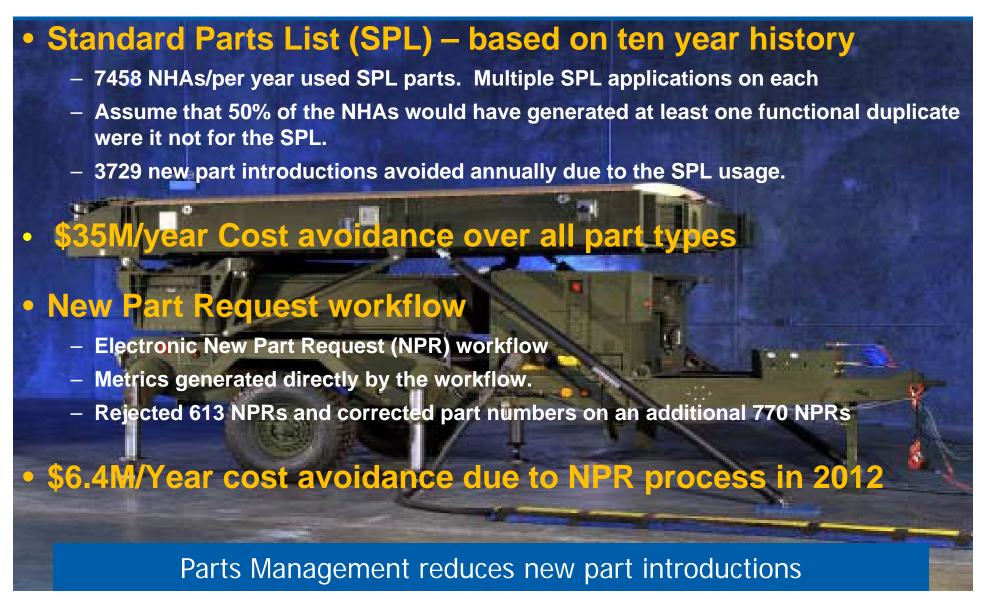
 PaRTs provides key word search and parametric search capability along with Standard Parts List, Program Parts Selection Lists, Cost, Inventory and Obsolescence data.



Standard Parts List Parametric and Inventory Search



Parts Management Process Baseline





Parts Management

Release computer based training for

- PARTs Search Engine required for all designers
- New Part Request workflow onboarding
- Standard Parts List onboarding
- Enterprise Material Authenticity Team
 - Standardize processes and procedures across the corporation
- DMSMS Pilot Tool released
 - Real time DMS analysis
 - Shared DMS solutions tracking
- One Vault
 - Migrate to single data source model across sector/then corporate
 - Share data and CAD Models

Standardization and Cost Control requires continued diligence

THE VALUE OF PERFORMANCE.

NORTHROP GRUMMAN