



BPN2023: INDUSTRIAL ENGINEERING

REVIEW OF CHAPTER 8: DESIGNING PROCESSES

Direction:

With hand writing, answer the following questions. You are required to submit the answer no later than 4 August 2017.

Questions:

- 1. Define the following terms:
 - a. Process.
 - b. Process Design.
 - c. Process planning.
 - d. Break-even point.
 - e. Point of indifference.
 - f. Process innovation.
- 2. Illustrate the factors influencing the buy or make decisions.
- 3. By using the characteristics of each production process, distinguish the four process type.
- 4. Illustrate components of Break-Even Analysis.
- 5. Company XYZ begins production of its exciting new technology. The company is evaluating three methods of production: A, B, and C. The costs of each alternative are shown below.

Process	Fixed Cost (RM)	Variable Cost (RM)
A	2000	40
В	6000	20
С	0	60

- a. Determine for what level of demand each production process should be chosen?
- b. Sketch a graph to compare the three alternatives

- 6. List and explain FIVE (5) tools used for process analysis and design.
- 7. Describe principles for redesigning processes.