

METHODIST COLLEGE OF ENGINEERING & TECHNOLOGY

HYDERABAD

DEPARTMENT OF MECHANICAL ENGINEERING



LECTURE NOTES

FOR

Industrial Administration and Financial Management

X-Chart

$$CL = \bar{\bar{X}}$$

$$UCL = \bar{\bar{X}} + \frac{3\bar{R}}{d_2\sqrt{n}} = \bar{\bar{X}} + A_2\bar{R}$$

$$LCL = \bar{\bar{X}} - \frac{3\bar{R}}{d_2\sqrt{n}} = \bar{\bar{X}} - A_2\bar{R}$$

Note:

In Exams, either d_2 value or A_2 value will be provided for particular 'n' value

\bar{X} = Arithmetic Mean of i th sample

$$CL = \bar{\bar{X}} = \sum \frac{\bar{X}_i}{K}, \quad i = 1, 2, \dots, K$$

$$\bar{R} = \sum \frac{R_i}{K}, \quad i = 1, 2, 3, \dots, K$$

For - R-Chart

$$\text{Central Line } CL = \bar{R}$$

$$\text{Upper control limit, } UCL = \bar{R} \left[1 + \frac{3d_3}{d_2} \right] (\bar{R}) = \bar{R} D_4$$

$$\text{Lower Control Limit, } LCL = \bar{R} \left[1 - \frac{3d_3}{d_2} \right] (\bar{R}) = \bar{R} D_3$$

In Exam, either $(D_3 \& D_4)$ or (d_3, d_2) values will be provided.

Q For the following data of 10 sample readings, of size = 8 each in the production of a certain component

Sample no.	1	2	3	4	5	6	7	8	9	10
Mean	5.4	5.1	5.4	4.9	5.2	4.7	5.1	5.0	5.0	5.2
Range	0.4	0.7	0.7	0.8	0.9	0.6	0.5	0.6	0.7	0.6

Draw the control charts for mean and range, and point out which samples, if any are out of limit.

Sol

\bar{X} -chart

① $CL = \bar{\bar{X}} = \frac{\sum X_i}{K} = \frac{(5.4 + 5.1 + 5.4 + \dots + 5.2)}{10} = \underline{5.1}$

② $\bar{R} = \frac{\sum R_i}{K} = \frac{(0.4 + 0.7 + 0.7 + 0.8 + \dots + 0.6)}{10} = 0.65$

③ UCL = Upper control limit =
 $= \bar{\bar{X}} + \frac{3\bar{R}}{d_2\sqrt{n}}$
 $= 5.1 + \frac{(3 \times 0.65)}{2.847\sqrt{8}} = 5.342$

④ Lower control limit (LCL)
 $LCL = \bar{\bar{X}} - \frac{3\bar{R}}{d_2\sqrt{n}}$
 $= 5.1 - \frac{(3 \times 0.65)}{2.847\sqrt{8}} = 4.857$

Note

Here, d_2 value will be given for the given sample size.
 here, $n = 8$ for that $d_2 = 2.847$.

If d_2 value is not given then A_2 value will be given. In that case, the formula will be

$UCL = \bar{\bar{X}} + A_2\bar{R}$
 $\%$
 $LCL = \bar{\bar{X}} - A_2\bar{R}$

R-chart

① $CL = \bar{R} = 0.65$

② $UCL = \bar{R} \times D_4 = 0.65 \times 1.864 = 1.2116$

③ $LCL = \bar{R} \times D_3 = 0.65 \times 0.136 = 0.0884$

Note

D_4 & D_3 values
will be given
in Exam,

For $n=8$
 $D_4 = 1.864$
 $D_3 = 0.136$

If, D_3 & D_4 values are not given,
~~then~~ instead, d_2 & d_3 values will be given.

In that case the formula would be

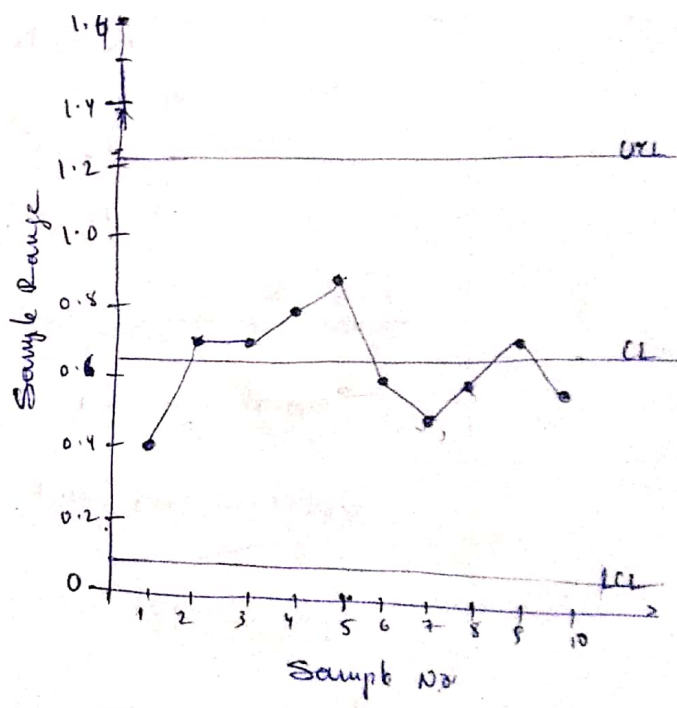
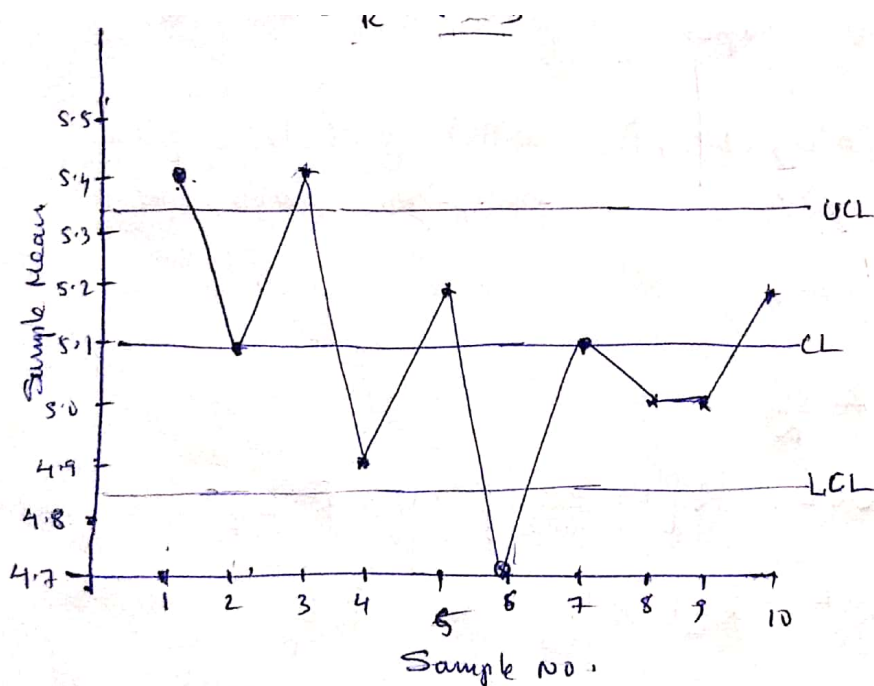
$$CL = \bar{R}$$

$$UCL = \bar{R} \left[1 + 3 \frac{d_3}{d_2} \right]$$

$$LCL = \bar{R} \left[1 - 3 \frac{d_3}{d_2} \right]$$

$D_4 =$

Now draw the \bar{X} & R charts as shown below.



Mean (\bar{x}) chart

Observation: - Samples 1, 3, 6 in mean chart are beyond control limits.

Minimization Problem (Graphical Method)

$$Z = 1000x_1 + 800x_2 \leftarrow \text{Minimize}$$

$$\text{Subjected to } 6x_1 + 2x_2 \geq 12$$

$$4x_1 + 12x_2 \geq 24$$

$$x_1 \geq 0, x_2 \geq 0$$

$$2x_1 + 2x_2 \geq 8$$

$$x_1 \geq 0, x_2 \geq 0$$

Sol:

Objective function $\Rightarrow Z = 1000x_1 + 800x_2$

Constraints:

$$6x_1 + 2x_2 \geq 12$$

$$4x_1 + 12x_2 \geq 24$$

$$2x_1 + 2x_2 \geq 8$$

Re write the constrain inequalities as equalities and solve to obtain the intercepts.

$$\therefore 6x_1 + 2x_2 = 12$$

Set $x_1 = 0$, solve for x_2

$$\Rightarrow 6(0) + 2x_2 = 12$$

$$\Rightarrow x_2 = 6$$

Set $x_2 = 0$ solve for x_1

$$\Rightarrow 6x_1 + 2(0) = 12$$

$$\Rightarrow x_1 = 2$$

\therefore The point of intercepts are

are $(0, 6)$ & $(2, 0)$

for line $6x_1 + 2x_2 = 12$

$$\parallel 4x_1 + 12x_2 = 24$$

Set $x_1 = 0$, $\Rightarrow x_2 = 2$ - $(0, 2)$

Set $x_2 = 0 \Rightarrow x_1 = 6$ $(6, 0)$

\therefore point of intercepts are

$(0, 2)$ & $(6, 0)$ for $4x_1 + 12x_2 = 24$

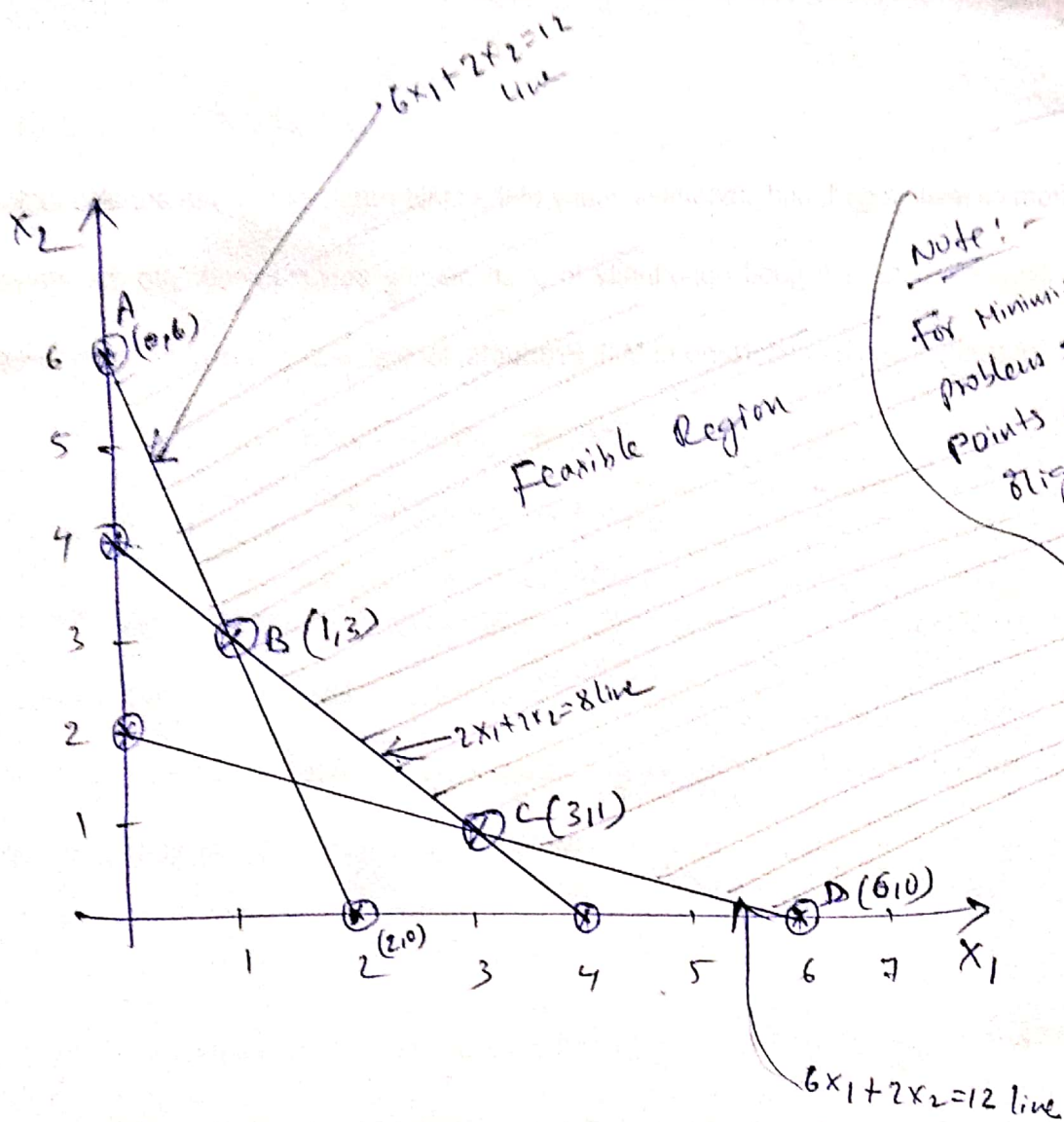
$$2x_1 + 2x_2 = 8$$

Set $x_1 = 0$, $\Rightarrow x_2 = 4$

Set $x_2 = 0$ \therefore point = $(4, 0)$

$\Rightarrow x_1 = 2 \Rightarrow$ point = $(4, 0)$

Now draw the graph as below



Note: -
For Minimization
Problem select the intersection
points away from the
origin.

Value of Z at these extreme points. ~~A, B, C, D~~. $A(0,6)$, $B(1,3)$, $C(3,1)$

$$Z = 1000X_1 + 800X_2$$

$$D(6,0)$$

$$Z_A = 1000(0) + 800(6) = 4800$$

$$Z_B = 1000(1) + 800(3) = 3400$$

$$Z_C = 1000(3) + 800(1) = 3800$$

$$Z_D = 1000(6) + 800(0) = 6000$$

The least value of Z occurs at ~~B, C~~ $B(1,3)$ is $Z = \underline{3400}$