

# Introduction to Six Sigma

Six Sigma Yellow Belt Course

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### **Common Misconceptions**

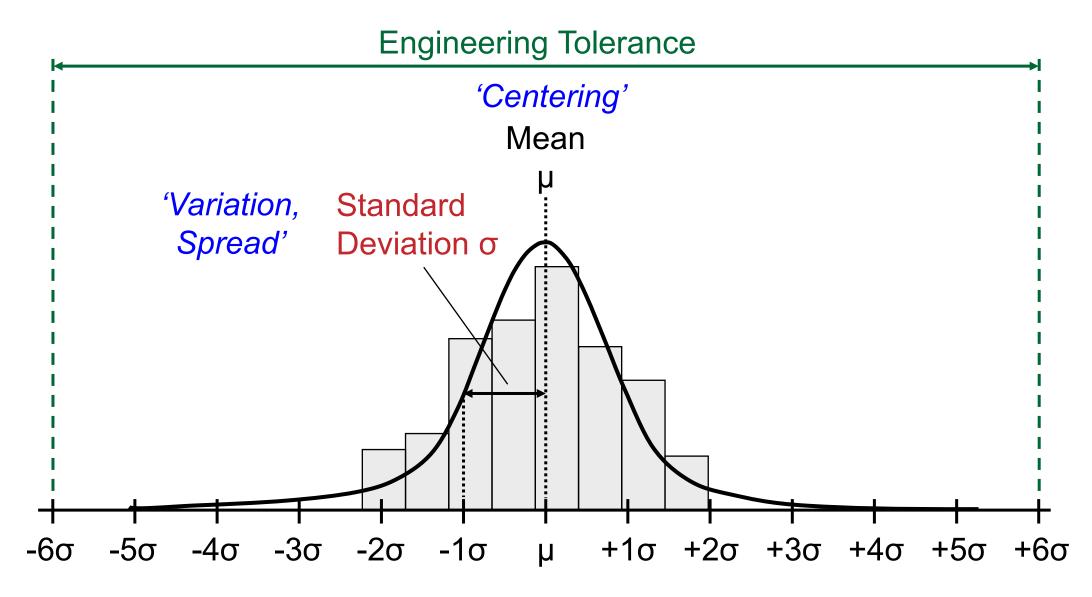
#### What Six Sigma is *not*:

- 1. A quality program
- 2. Just about statistics
- 3. Something for engineers only
- 4. Something for the manufacturing industry only
- 5. An outdated process improvement approach
- 6. The solution for all business problems
- 7. Useful even when the solution is known
- 8. Useful for firefighting

# What is Six Sigma?

- 1. A virtually error-free process performance and quality standard.
  - Greek letter σ (Sigma) indicating process variation
  - Six Sigma quality / Six Sigma process performance
- 2. A management system bringing scientific reasoning into business.
  - Cadres (YB, GB, BB, MBB)
  - Set of tools and methods
  - Project management approach
  - Working style

# Sigma as Process Variation



# Six Sigma as a Quality/Performance Level

Sigma Level	e.g. spelling errors in books
1. One Sigma	170 misspelled words per page in a book
2. Two Sigma	25 misspelled words per page in a book
3. Three Sigma	1.5 misspelled words per page in a book
4. Four Sigma	1 misspelled word in 30 pages
5. Five Sigma	1 misspelled word in a set of encyclopedias
6. Six Sigma	1 misspelled word in all books of a small library

# Sigma Level and Related Parts per Million

Sigma Level, PPM, and '% Defective' are related:

Sigma Le	evel	PPM	% Defective
2		308'537	30.8%
3		66'807	6.7%
4		6'210	0.6%
5		233	0.02%
6		3.4	0.0003%

#### **Exercise**

You own an apartment with 120 sqm of carpet.

If you have it cleaned, how much carpet would be dirty with a ...

Sign	na Leve	% Defective	sqm	L×W
	2	30.8%	36.96	6 m × 6 m
	3	6.7%	8.04	2.8 m × 2.8 m
	4	0.6%	0.72	85 cm × 85 cm
	5	0.02%	0.024	15 cm × 15 cm
	6	0.0003%	0.00036	1.9 cm × 1.9 cm

# Six Sigma Belt System

#### Six Sigma Yellow Belt

Basic
 Understanding
 and awareness
 of Six Sigma
 ideas and tools

#### Six Sigma Green Belt

- Can act as PM for smaller scale
   6σ projects
- Often part-time process improvement experts

#### Six Sigma Black Belt

- Can act as PM for larger scale
   6σ projects
- Often full-time process improvement experts

#### 6σ Master Black Belt

- 6σ trainer, coach, mentor
- Supports company-wide implementation
- Assists in supervising 6σ projects

# Six Sigma Tools and Methods

#### Six Sigma Yellow Belt

- Kano Model
- Six Sigma Metrics
- Process
   Capabilities
- Quality Function Deployments
- Balanced
   Scorecard
- Non-Parametric Statistics

• ...

#### Six Sigma Green Belt

- Flow Charts
- Histograms
- Check/Tally Sheets
- Ishikawa Diagrams
- Pareto Chart
- Scatter Diagram s
- Control/Shewhart Charts
- •

#### Six Sigma Black Belt

- Failure Mode and Effects Analysis (FMEA)
- Measurement System Analysis (MSA)
- Hypothesis Testing
- Analysis of Variance (ANOVA)
- Design of Experiments (DOE)
- Multiple Regression

# 6σ Master Black Belt

- Conjoint Analyses
- Cluster Analyses
- Discrete Event Simulations (DES)
- Machine Learning/Artificial Intelligence
- Data Warehousing
- ...

• ...

# Six Sigma as a Project Management Approach

#### **Scientific Method**

- 1. Ask a question
- 2. Do some background research
- 3. Construct a hypothesis
- 4. Test the hypothesis with an experiment
- 5. Analyze the data and draw conclusions
- 6. Communicate results

#### **Six Sigma Method**

Define

Measure

Analyze

Improve

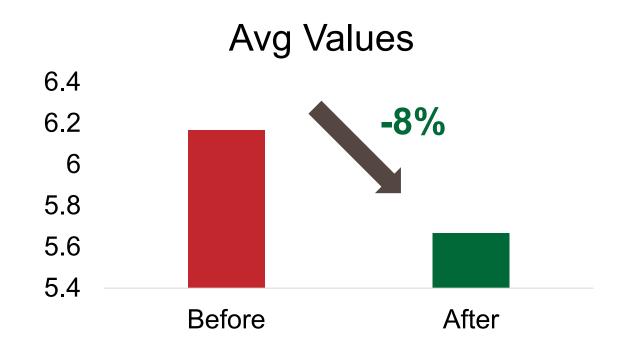
Control



# Frequently Observed Working Style

A project manager presents the following status:

Before	After
6	5
5	6
7	4
6	7
5	6
8	6



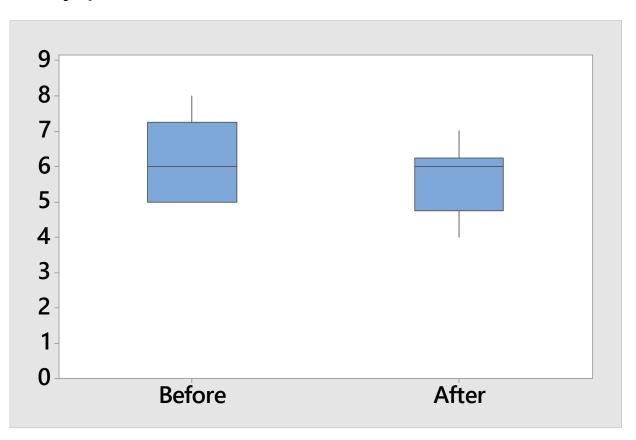
'We have achieved an 8 percent improvement.'

# Six Sigma Working Style

A Six Sigma project manager may present the status as follows:

#	Before	After
1	6	5
2	5	6
3	7	4
4	6	7
5	5	6
6	8	6
Avg	6.2	5.7
Med	6	6

Wilcoxon one-sided SRT: V = 13.5, p-value = 0.2949



'We can't see any statistically valid improvement at this point in time.'

# Six Sigma Attitude

- 1. Show me the data
- 2. How do you know?
- 3. Has it been verified? (=does it conform to specifications?)
- 4. Has it been validated? (=does it meet the needs?)
- 5. I can't see any test statistics
- 6. What measurement scale did you use?

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