

Fung Manufacturing Excellence Program



Overview

Today's factories are faced with rising costs of material and labor, pressure from retailers for lower pricing, tougher business regulations and more exacting social and environmental requirements.

The Fung Manufacturing Excellence Program aims to equip Li & Fung suppliers with leading manufacturing concepts helping them become more competitive, responsible and sustainable.

Beginning with leadership training, the goal is to instill a renewed mind-set of excellence among factory leaders and operators. FMEP teaches Lean Manufacturing methodologies and enables hands-on practice through a real-life project. Seeing positive results fuels the passion for future improvement and promotes active learning and peer-to-peer coaching.

FMEP produces win-win outcomes

Implementation Process

1. Assessment
2. Leadership Training
3. Improvement Projects*

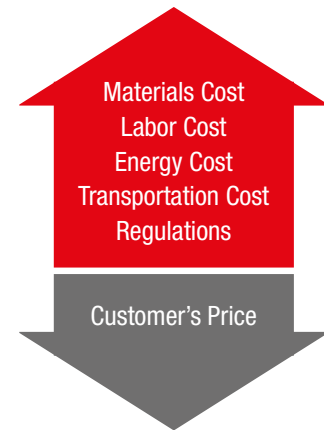
FMEP Road Map

Assessment

Leadership Training

Improvement Projects

* From the inception of improvement projects, the factory's technical staff and project members will be taught methodologies to implement and coached to achieve the project goals. (Duration depends on complexity and number of projects)



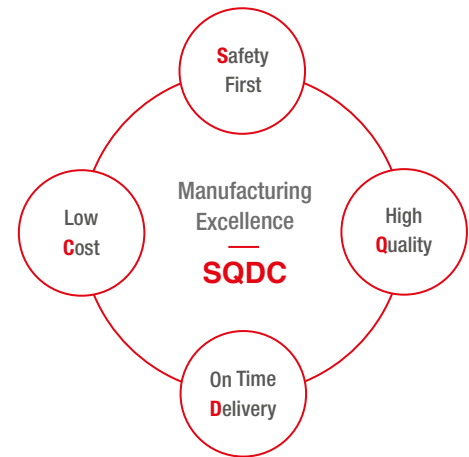
Factory Engagement



Supplier Benefits

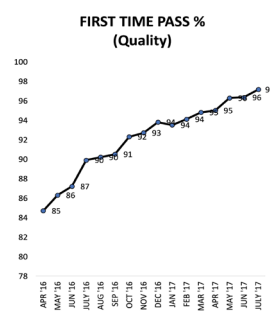
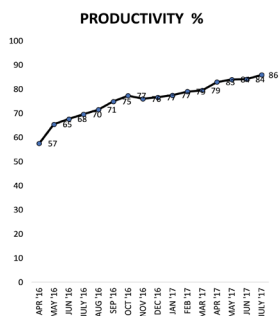
Successful implementation of Fung Manufacturing Excellence has resulted in:

- Higher productivity – higher quality, less defects/ rework
- Lower cost – reduction and elimination of non-value add wastes
- Improved lead-time – faster delivery to the customer
- Improved working conditions – safer working environment
- More motivated employees

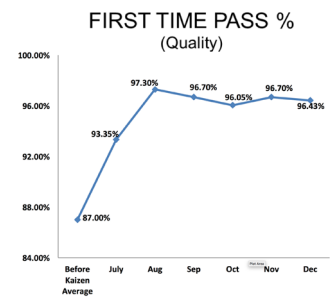
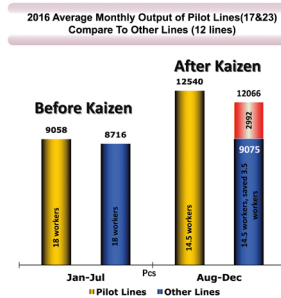


Success Stories

Improvements in a shirt factory in India



Improvements in a denim factory in China



Testimonials from a factory in Indonesia



"We had many consultants engage before, but you are different. You made us addicted to improvements. We will not give up our goal to become World-Class manufacturer. Look forward to your next coaching."



In one year of engagement, the factory increased its productivity by 50%, and still strives for more.

Testimonials from a home textiles product factory in China



"Joining FMEP journey and working with them has been wonderful. We learnt a lot from them and improved a lot. I clearly remember being advised to be patient and coach my people to be able to think, not just to follow my orders. Now I have more patience and more influence on my teams to continuously improve themselves and our processes"



The factory's pilot production line reduced their workspace needs by 50% and increased productivity by 30%.