## Note:

1. All the data in this homework are fictitious.
2. MPS/MRP forms are available on Canvas.

## Problem 1

Monami is a manufacturer of office supplies. They have just released their catalog with a new model of fountain pen. The following table provides the booked orders as well as the forecasts for the next 12 weeks for this new fountain pen.

| Week | $\mathbf{1}$ | $\mathbf{2}$ | $\mathbf{3}$ | $\mathbf{4}$ | $\mathbf{5}$ | $\mathbf{6}$ | $\mathbf{7}$ | $\mathbf{8}$ | $\mathbf{9}$ | $\mathbf{1 0}$ | $\mathbf{1 1}$ | $\mathbf{1 2}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Booked Orders | 340 | 240 | 380 | 370 | 350 | 230 | 220 | 230 | 390 | 370 | 220 | 290 |
| Forecasts | 320 | 260 | 320 | 220 | 330 | 400 | 240 | 270 | 370 | 260 | 300 | 200 |

Monami produces the fountain pen in batches of 1,000 units. The current inventory position (at the beginning of week 1 ) is 500 units.
a. Prepare a master production schedule (MPS) for weeks 1 through 12. Indicate the projected available, MPS replenishment and available-to-promise (ATP) quantities.
b. One of Monami's customers wants to place an order for 100 fountain pens to be completed and shipped in week 8. Should the master scheduler accept the order? If yes, explain how the order should be filled. If no, explain why not.

## Problem 2

Monami is also rolling out the new ProductiveOffice set, a new set of sturdy office furniture. The ProductiveOffice set consists of one desk (DSK) and three drawer units (DRW). The desk consists of one $30^{\prime \prime} \times 70^{\prime \prime}$ wooden board (WB3070), and four leg units (LEG). Each leg unit consists of one 31" wooden cylinder (WCY) and 3 screws (SCR). A drawer unit consists of one 16 " $\times 22^{\prime \prime} \times 25$ " wooden box (WBOX), 3 storage units (STO) and 4 rollers (ROL). Each wooden box consists of two $16^{\prime \prime} \times 22^{\prime \prime}$ wooden boards (WB1622), two 15 " $\times 24$ " wooden boards (WB1524), one $22 " \times 24$ " wooden board (WB2224), and 8 screws (SCR). Each storage unit consists of one 15 " $\times 20^{\prime \prime} \times 7^{\prime \prime}$ wooden container (WCTN) and one rail set (RAI), which is attached by 4 metal sliders (MSL) and 12 screws (SCR). Note that Monami uses one universal type of screw for all products.
a. Develop an indented bill of material (BOM) showing the low level codes for each component. Hint: You may want to use the product structure tree given below. Each number in brackets indicates the quantity required per unit of the item at next highest level.

b. Calculate the total number of units of each component needed to make one ProductiveOffice set; list the quantities in order of level on the BOM (in a separate list), beginning with level 0 .

## Problem 3

FitnessTracker is a manufacturer of Smartwatch to track health condition. The product structure tree of one of its products is provided below:


Notes: (1) The letter is the code for the part (used later in the question). (2) The quantity in braces indicates the quantity required at the next higher level. For example, two units of item (F) (sensor) are required to make one unit of item (C) (touch screen).

The master production schedule for the Smartwatch (item A) is listed below:

| Week | $\mathbf{1}$ | $\mathbf{2}$ | $\mathbf{3}$ | $\mathbf{4}$ | $\mathbf{5}$ | $\mathbf{6}$ | $\mathbf{7}$ | $\mathbf{8}$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| MPS Replenishment | 0 | 0 | 8,700 | 9,300 | 6,900 | 7,200 | 8,300 | 9,700 |

Additional information regarding the inventory policies for each item is listed below:

| Item | Beginning <br> inventory | Safety <br> stock | Lead <br> time <br> (weeks) | Lot size | Scheduled receipts |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  | 0 | 0 |  | L4L | Quantity |
| Week |  |  |  |  |
| A | 0 | N/A | N/A |  |  |  |
| B | 9,000 | 400 | 1 | L4L | 3,000 | 2 |
| C | 22,000 | 900 | 2 | L4L | 2,000 | 1 |
| D | 5,000 | 500 | 1 | L4L | 12,000 | 1 |
| E | 17,000 | 3,000 | 2 | FOQ $=10,000$ | 13,000 | 2 |
| F | 60,000 | 6,000 | 1 | FOQ $=50,000$ | 40,000 | 3 |
| G | 27,000 | 4,000 | 2 | FOQ $=20,000$ | 8,000 | 2 |
| H | 14,000 | 2,000 | 1 | FOQ $=6,000$ | 11,000 | 4 |

Notes: (1) L4L = Lot for lot. (2) Scheduled receipt indicates the quantity and timing of any incoming orders, e.g., 13,000 units of item E are scheduled to arrive in week 2.
a. Prepare a schedule of planned order releases for end-item $A$ based on the master schedule.
b. Please generate the MRP charts for weeks 1-8 for items C, D, F and G.

