# AssetWatch

**From Reactive to Resilient** How Leading Plastics Plants Are Preventing Failures and Scaling Smarter

A Guide for Plastics Manufacturers



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### **1.** Introduction

### The Plastics Industry Can't Afford Surprises

Plastics manufacturing is the backbone of modern life. Integral industries like medicine, transportation, and construction heavily rely on stable and productive plastics manufacturing plants. In fact, over <u>26% of U.S. manufacturing depends on plastic products</u>, making this material essential not just to manufacturing but to the stability of supply chains across industries.

With this increased demand, operating pressures become even more pronounced. Aging equipment, skilled labor shortages, increasing product complexity, and razor-thin margins create a reactive environment where a quick fix might harm operations long-term.

### **Plastics Impact on the U.S Economy**

50% Average

plastics in vehicles by volume accounting for 10% of weight<sup>1</sup> \$371 Billion

annual revenue generated by U.S. plastics industry<sup>1</sup>

# \$46 Billion

employee earnings invested in local U.S. communities<sup>1</sup>



## 2. Hidden Costs of Running Reactive in Plastics Manufacturing

Unplanned downtime can quickly spiral into a production crisis. A failed gearbox on an extrusion line doesn't just idle machines—it delays customer deliveries, creates bottlenecks in inventory, forces costly overtime, and risks violating quality standards. Upstream in the oil and gas industry, the <u>average cost of downtime has more than doubled in just two years to almost</u> <u>\$500,000</u>. This exorbitant cost can have a major trickle down impact on any plastics plant, causing a domino effect that could turn a profitable month into operating at a loss.

Still, the biggest cost isn't always financial. When machines fail without warning, workers scramble. Skilled maintenance teams spend more time reacting to existing problems than improving the production line. Technicians burn out. Quality dips. Talent leaves. And leadership is left wondering where it all went wrong.

# Here are **5 WAYS** reactive maintenance quietly erodes productivity, profitability, and morale across plastics manufacturing:



### When One Machine Fails, the Whole Line Pays

A single asset failure can derail your entire schedule and cascade across shifts, inventory, and customer commitments.



### Hidden Damage You'll Never See Coming

Wear-and-tear issues like bearing fatigue or misalignment are often missed by preventive maintenance, and build quietly until they force costly, urgent fixes.



### Your Best People Are Tired of Firefighting

With fewer skilled workers on the floor, preventable breakdowns only accelerate burnout and turnover.



### **Quality Slips Long Before a Breakdown**

Subtle equipment deviations hurt product consistency—and your reputation—before alarms even sound.



### You Can't Optimize What You Can't See

Staying reactive keeps teams in survival mode, blind to performance insights that could improve uptime, cost, and output.



# **3.** Why Predictive Maintenance is the New Standard for Plastics

The plastics industry is already highly automated—over 90% of manufacturers have implemented automation on their primary machines. Yet many plants still rely on reactive maintenance to protect that automation, waiting for critical assets to fail before taking action.

Predictive maintenance is the missing link that makes automation sustainable. It doesn't just monitor machines—it gives you control over uptime, performance, and long-term asset health. In an industry where downtime can cost up to half a million dollars per hour, control is essential.

### What Predictive Maintenance Looks Like in Action

Predictive maintenance uses sensor data from vibration, temperature, and oil analysisto detect early warning signs of mechanical failure. However, the real value lies in how that data is interpreted and applied.

With AssetWatch, certified Condition Monitoring Engineers (CMEs) review anomalies, diagnose root causes, and guide your team on exactly what to fix and when. The result? No guesswork, no false alarms, no reactive scrambling.

Think of it as a 24/7 health monitor for your most valuable machines—paired with a personal coach who tells you what matters. Your team gets prioritized insights they can trust—so you can fix issues on your terms, not during a crisis.

## **OPERATIONAL WINS YOU CAN EXPECT**

With predictive maintenance in place, manufacturers see measurable gains across the board. Depending on the facility and deployment, you can:



Reduce unplanned downtime by up to 50%

Extend equipment lifespan and reduce emergency repairs



Catch issues before they cause scrap, rework, or product inconsistencies



Avoid the cascading costs of production delays, labor reshuffling, and missed SLAs

# REAL WORLD WIN

### A Gearbox from the 1960's Saved

In one plant, AssetWatch sensors caught early wear in a gearbox installed in the 1960s—a machine that had never once been opened. By taking a proactive approach to replace the new bearings, the plant estimated that it narrowly avoided a 1,240-hour rebuild while preserving the original gear set. The plant manager estimated that avoiding this almost-catastrophic downtime saved the operations nearly \$1.2M with Vero® in just 12 months. That's predictive maintenance in action: protecting legacy assets while maximizing uptime. **READ MORE** 

TOTAL SAVINGS:

\$1.2M+

# **4.** Overcoming Barriers to Predictive Maintenance in Plastics



For plastics manufacturers, waiting for failure isn't just inefficient. It's unsustainable in today's labor-constrained, automation-driven environment.

While predictive maintenance is within reach, many plastics manufacturers still hit a few key snags when implementing an effective solution. Here are some common rationales on why team leads resist predictive maintenance and how top-performing plants navigate these barriers.

# " THE COSTS ARE TOO HIGH "

#### THE FEAR:

Predictive maintenance requires massive capital investment and long implementation cycles.

#### THE TRUTH:

With turnkey solutions like AssetWatch, there's no CapEx, no IT setup, and no waiting months for value. A 30-day trial can be deployed in just days—with sensors, software, and expert support bundled into a single monthly subscription.

#### **HELPFUL TIP:**

Start small. Pick one asset to monitor. Let the results sell the value internally.

### "AssetWatch had us monitoring critical assets in less than a week-with no IT involvement and no disruption to operations."

- Plant Manager, Plastic Film Manufacturer



### "WE DON'T HAVE **THE RIGHT PEOPLE** FOR DATA ANALYSIS "

#### THE FEAR:

My team doesn't have vibration analysts or data scientists on staff, so we'll get buried in complex data we don't know how to use.

### THE TRUTH:

You don't need in-house experts. That's exactly why AssetWatch pairs every customer with a dedicated Condition Monitoring Engineer (CME)—a certified specialist who interprets the data, filters out false positives, and delivers clear, prescriptive insights.

You get guidance, not guesswork, so your team can act with confidence.

### WE'RE ALREADY USING PREVENTIVE MAINTENANCE "

### THE FEAR:

We already have a preventive maintenance program. Isn't that enough?

### THE TRUTH:

Preventive maintenance is a step in the right direction, but it's still based on time or usage, not the actual condition of your equipment. That means:

- You might replace parts before they need it, wasting time and resources.
- You could miss early signs of failure between PM intervals, increasing the risk of unexpected downtime.

Predictive maintenance adds real-time, condition-based insights, helping you optimize PM schedules, avoid unnecessary work, and catch failures before they escalate.

## Building a Predictive Maintenance Program That Delivers

Predictive maintenance isn't a one-size-fits-all solution. Think of it as a flexible framework that becomes more powerful over time. The best programs don't start big; they start smart.

### Start Small, See Results Fast

The most successful predictive maintenance programs begin with a clear, narrow focus: one line, one asset, or one high-risk machine. Whether it's a problematic gearbox on your extrusion line or an injection press that's failed three times this year, choose an asset that impacts production and has a history of unexpected downtime.

Proving early value here helps build momentum across teams. Once leadership and operators see cost savings, fewer 2 a.m. breakdowns, and smoother production, predictive maintenance is much easier to scale across other lines, facilities, and regions.

# REAL WORLD EXAMPLE

# Ink manufacturer expands predictive maintenance to 190 different plants

INX International, is using predictive maintenance as a key part of its "Plant of the Future" strategy. After a successful pilot, they've scaled AssetWatch to four U.S. sites, with plans for a full North American deployment.

For them, predictive maintenance isn't a tool—it's a growth strategy. They're protecting their people, maximizing output, and investing in uptime as a competitive advantage. **READ MORE** 



### **Empower People, Not Just Platforms**

The best technology doesn't replace people-it makes them more effective.

Predictive platforms alone can overwhelm teams with data and alerts. That's why pairing Al-powered analytics with human expertise (like CMEs) is critical. Your team gets context, clarity, and confidence, not just a notification on a screen.

When operators trust what they're seeing and understand how to act on it-they shift from reacting to improving. Predictive maintenance isn't just a system upgrade; it's a culture shift toward proactive problem-solving.

### Measure the KPIS that Matter

What makes a predictive program successful? Results. And that means tracking the right metrics from the start. Focus on KPIs that clearly reflect asset performance, cost savings, and operational improvement:

- Uptime percentage Are you running longer and more consistently?
- Maintenance cost per machine/hour Are you spending smarter?
- Unplanned downtime hours Is your team spending less time in crisis mode?
- Mean Time Between Failures (MTBF) Are your assets running longer between issues?
- Scrap and rework rates Is quality improving as reliability improves?

Regularly reviewing these metrics creates a feedback loop that helps refine your strategy, justify investment, and keep everyone aligned around results.





### Calculating the Value of PdM Over Time: Key Metrics

Cost Savings & ROI	Return on Investment (ROI) - (Total Savings - Cost of Implementation) / Cost of Implementation Total Cost of Maintenance (TCM) - Preventive + Corrective + Predictive Maintenance Costs Cost per Failure Event - (Downtime Cost + Repair Cost + Labor Cost) / Total Failures Reduction in Emergency Maintenance Costs - Baseline vs. Post-Implementation Reduction in Overtime Labor Costs = Overtime Hours Saved x Hourly Rate
Equipment Performance & Reliability	Mean Time Between Failures (MTBF) - Total Operating Time / Number of Failures Mean Time to Repair (MTTR) = Total Downtime / Number of Repairs Asset Uptime (%) - (Total Operating Time / Total Available Time) × 100 Failure Rate (%) - (Number of Failures / Total Assets) × 100 Reduction in Unplanned Downtime - Downtime Before vs. After Predictive Maintenance
Production & Operational Efficiency	Overall Equipment Effectiveness (OEE) - Availability × Performance × Quality Planned vs. Unplanned Maintenance Ratio - Planned Maintenance Hours / Total Maintenance Hours Capacity Utilization (%) - (Actual Output / Maximum Possible Output) × 100 Throughput Increase (%) - (New Throughput - Baseline Throughput) / Baseline × 100 Reduction in Maintenance-Related Production Delays
Safety & Compliance Metrics	Reduction in Safety Incidents = Incident Count Before vs. After Implementation Reduction in Regulatory Non-Compliance Events Audit Pass Rate (%) = Number of Passed Audits / Total Audits × 100
Inventory & Spare Parts Management	Reduction in Spare Parts Inventory Holding Cost Reduction in Urgent Spare Part Orders Inventory Turnover Rate - Cost of Goods Sold / Average Inventory Value
Environmental & Energy Efficiency Metrics	Reduction in Energy Consumption per Asset Reduction in Carbon Footprint (CO2 Emissions Saved) Waste Reduction from Equipment
Predictive Maintenance Effectiveness Metrics	Accuracy of Failure Predictions (%) = Correct Predictions / Total Predictions * 100 Reduction in False Positives & False Negatives Reduction in Unnecessary Maintenance Interventions



## **Conclusion:** The Path Forward Is Predictive

Firefighting breakdowns isn't a strategy. It's a sunk cost fallacy.

Predictive maintenance offers a path out of a reactive cycle. By continuously monitoring equipment health and pairing AI with human expertise and guidance, plastics manufacturers can eliminate surprises, protect product quality, and empower teams to act before failure strikes.

Whether you're running extrusion lines, injection presses, or high-speed packaging lines, AssetWatch helps you shift from reactive to reliable maintenance. Start small. Scale smart. And build a future-ready plant that's leaner, safer, and more profitable.



AssetWatch makes it easy to get started, with a low-cost, no-risk 30-day trial-no CapEx, self-install, or IT involvement required. We'll help you identify your most critical assets and get you up and running in 1-2 days. And we'll provide expert support, dedicated to your facility, every step of the way.

**Request a Free Consultation** 

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