

CONCEPTUAL FRAMEWORK FOR ETHICAL ARTIFICIAL INTELLIGENCE DEVELOPMENT IN MANUFACTURING SECTOR

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ABSTRACT

This essay looks into the field of Artificial Intelligence (AI) in terms of its social growth and how it can be used in industry. The study's main goal is to come up with a complete set of ideas for how to use AI technologies in industry in an acceptable way. Because AI is becoming more important in this area, the study focusses on making sure that ethics concerns are built into the use of AI. The structure is meant to deal with the moral issues that come up when manufacturing companies use AI to automate tasks, make decisions, and handle their workers. The study looks at global case studies and industry standards to figure out what the moral effects of AI use are and what the best ways are to use it responsibly. The method is based on a thorough examination of relevant literature, including both theoretical and empirical works, that deal with AI ethics in manufacturing. The results show that AI has the potential to make things much more productive and efficient, but there are important social problems that need to be dealt with in a planned way, such as bias, openness, and responsibility. This proposed framework gives important rules for using AI in a responsible and ethical way at different stages of the manufacturing process. These rules can be used with different AI technologies, in different industries, and in different legal settings.

KEYWORDS: Artificial Intelligence, Manufacturing, Ethics, AI Integration, Responsible Innovation.

I. INTRODUCTION

Artificial intelligence (AI) has gotten a lot of interest in a lot of different areas. There is now a field of study that looks at how AI can be used to improve society and the economy. In this way, AI is often used to solve big problems in industries, like manufacturing, by increasing efficiency and fixing important operating issues (Akula & Garibay, 2021; Holzmeyer, 2021; Tomašev et al., 2020). Some of these problems are making production more efficient, managing the supply chain better, and coming up with environmentally friendly ways to make things (Chui et al., 2018). AI is also becoming more and more known for its ability to change the industrial industry by handling chores, making decisions better, and reducing waste.

At the same time, some studies are looking at the moral issues that come up with AI in business, especially in areas where automation changes not only how productive a company is, but also how employees work together and their safety on the job. In manufacturing, AI is often used to improve business efficiency through new technologies like predictive maintenance, robots, and smart factories. However, these advances raise social concerns about job loss, data protection, and who is responsible for what (Oravec, 2019). It is important to think about ethics when using AI systems so that they help not only the companies that use them, but also the workers and other people who are touched by their use.

AI is used in manufacturing to help make decisions by evaluating production risks, finding the best way to use resources, and keeping an eye on quality control (Ohlenburg, 2020). Ethical AI implementation, on the other hand, means dealing with problems like making decisions in a clear way, stopping bias in AI systems, and making sure employees are safe and healthy. Even with these benefits, study on how to use AI in production in an ethical way is still not very advanced. Many fields care more about the money-making potential of AI than the moral issues that come up when it is used (Ministry of Economy and Innovations, 2019). Studies have shown that AI can be good for business in industry (Kolková & Ključnikov, 2022; Letkovsky et al., 2023; Roshchych et al., 2022), but there are still not enough organised ethics models to help make sure it is used responsibly.

Because of this, we need mental models that deal with the social problems that come up when AI is used in industry right away. These kinds of rules would make sure that using AI in this field is not only effective, but also morally good. They would encourage openness, responsibility, and fairness at all levels of production.

II. CURRENT RESEARCH

In the past few years, there has been a lot more study on the development and use of AI in many different fields, with a greater focus on doing AI in an acceptable way. Some well-known researchers, like Floridi et al. (2021) and Tomašev et al. (2020), have helped to talk about the basic moral rules that must be followed when creating AI systems that can be safely used in many different areas. Smart factories, predictive analytics, and automation are

some of the AI-driven innovations that have been studied in manufacturing (Bojarski et al., 2016). However, the social effects of these innovations are still not fully understood.

AI is used a lot in many fields, such as healthcare (Ross & Swetlitz, 2017; Yu et al., 2018; Strickland, 2019), education (Lakkaraju et al., 2015), transportation (Bojarski et al., 2016), law enforcement (Carton et al., 2016; Fang et al., 2016), and knowledge management (Bencsik, 2021; Bilan et al., 2023). But in the industrial sector, most of the research has been focused on the practical benefits of AI, like lowering costs, increasing efficiency, and automating processes. Not as many studies have looked at the ethics issues that come up with these advances. For example, problems of worker loss, data protection, and algorithms openness are still important ones that need more research (Kim et al., 2022).

There has been a lot of study done on how AI can be used to improve production lines, manage supply chains, and predict when equipment will break down. Studies by Kolková & Ključnikov (2022) and Letkovsky et al. (2023) show that AI can improve the efficiency and productivity of industry. However, they also say that ethical frameworks are needed to protect against the risks that come with AI systems making biased decisions and not being accountable. Also, researchers like Roshchik et al. (2022) have said that AI helps businesses grow, but it also makes people worry about the safety and fair treatment of workers.

In some places, like Lithuania, study on AI in manufacturing has been growing. This is mostly in areas like AI's role in industrial robotics (Janušonytė, 2021) and its effect on managing workers (Venclovaitė et al., 2022). Philosophical views on the moral effects of AI and how it affects workers' rights and human respect are also becoming important topics of discussion (Vidauskytė, 2021; Zakaras, 2022).

Even though there is more and more study on AI in industry, we still don't fully understand the social problems that arise in this field. A lot of studies look at general social issues without talking about the specific problems that come up when AI is used in factory settings. These include the need for custom AI solutions that not only speed up processes but also make sure that workers are treated fairly, that AI-driven decisions are clear, and that they are in line with environmentally friendly practices.

III. RESEARCH OBJECTIVES

The main goal of this study is to come up with a set of ideas that can be used everywhere to make sure that Artificial Intelligence (AI) is used in industry in an ethical way. We will build this framework after reading a lot of international science literature and industry standards about AI's role in production and the ethics problems that come up in this setting. The system is meant to be useful all over the world, but it will also be useful in certain industries. It will give manufacturers useful information for adopting AI in a responsible way in a variety of settings. To achieve this aim, the study focuses on the following objectives:

- (i) To look at how AI is being used more and more in manufacturing and what that means for society, based on what policymakers and leaders in the business have said.
- (ii) To look into and write down different ways AI can be used in manufacturing, such as smart production methods, predictive analytics, and automation.
- (iii) To find and analyse the ethical issues connected to using AI in manufacturing, mainly those that have to do with replacing workers, making decisions without bias, and being open and honest.
- (iv) To figure out how much AI is being used and how the production industry is becoming more digital, as well as the social problems that this brings up.
- (v) To make suggestions and plan future study on how to ethically design and use AI systems in manufacturing, making sure that innovations powered by AI lead to responsible and environmentally friendly business practices.

IV. RESEARCH RELEVANCE

It is believed that the proposed conceptual framework will be very useful for future empirical study and real-world uses in the industrial business. Policymakers and business leaders will learn a lot about important topics, like how to develop the workforce, what skills are needed for AI to work well, how to measure the effects of AI technologies, how to handle risks, and how to use AI in manufacturing processes in an ethical way. Clear rules on how to keep AI-driven decisions open, reduce bias in AI algorithms, and use AI to its fullest potential to boost productivity while protecting worker safety will help manufacturing companies and professionals.

This study will also teach workers and other interested party's important things about reducing possible risks, making sure AI apps are fair, encouraging ethical openness, and keeping private data safe. By looking into these

worries, the study will help with the responsible and moral use of AI, making sure that technology progress benefits everyone in the production environment.

V. METHODOLOGY

An unorganized literature review of 14 important normative papers on the use of AI is done in this study, with a focus on international ethical rules for AI in production. The conceptual framework was also built on 40 science sources that talked about the right way to use AI in manufacturing and industrial robotics (see references). According to Tayo et al. (2023), the method is an explanatory literature review, which means that the researchers talk about the topic in detail by describing it and using early proof to help them understand the research problem better. This method was chosen because it can bring together current knowledge and give useful information that fits with the main goal of the study (Yekeen, 2006). Kitchenham and Charters's (2007) instructions were used for the main parts of the review, like deciding on selection criteria, choosing sources, extracting data, and analyzing it.

The normative literature was chosen by looking for regulatory documents that explain how AI can be used at different levels: nationally (for example, in certain manufacturing sectors), regionally (for example, in the European Union and the US), and globally (for example, according to UN rules). For science sources, the main goal was to find studies that look into how AI can be used in production processes, such as studies that look into social issues related to automation, the effects on workers, and how to run industrial systems that are powered by AI. Each source was chosen because it related to the study question, not because it was a lot of literature or because a certain point of view was famous (Židžiūnaitė & Sabaliauskas, 2017).

The Google Search Engine was used to find the standard literature, and open-access sources like Google Scholar, Scopus, and Web of Science were used to find the scientific literature. The search used a number of different term pairs, such as "AI," "Ethics," "Regulation," "Manufacturing," "Automation," and "Industrial AI."

Using MAXQDA 2022 software, qualitative thematic analysis was used to look at the data. This made it possible to find and organize important themes that were important to meeting the study's goals. The steps for the data analysis were laid out by Braun and Clarke (2014). These steps included getting to know the data, coding it, finding themes, reviewing it, describing it, and writing a report. The themes that were found are an important part of the framework of this study and show what the goals and section names are. Some of these ideas are:

- (i) How AI can be used in manufacturing;
- (ii) How AI changes manufacturing processes;
- (iii) Ethical issues in AI-driven industrial systems; and
- (iv) How to manage risks and make sure AI is used ethically in manufacturing.

VI. ARTIFICIAL INTELLIGENCE IN MANUFACTURING: A LITERATURE REVIEW RISING EXPANSION AND EXPECTATIONS TOWARD AI IN POLITICAL DECLARATIONS

In recent years, government statements have focused more and more on the global growth of artificial intelligence (AI) and how it could change many fields, including industry. These statements show that people are very sure that AI will not only help the economy grow but also have positive effects on society as a whole, especially by making businesses more ethical and environmentally friendly.

In the last five years, the European Commission and other foreign groups have put out documents that set high goals for AI in production. The European Union (EU) wants to be a world leader in developing and using AI. Each EU member state is expected to help make the EU a leader in exploiting AI technologies for the good of society and business (European Commission, 2018). Politicians' ideas about AI focus on how it could greatly increase productivity in factory systems, make workplaces safer, and make operations run more smoothly overall. At the same time, AI is thought to help protect the environment by making production processes better and cleaner and by making the best use of resources (European Commission, 2020). 75% of European companies should have adopted cloud computing, big data, and AI technologies by 2030. This shows that they want to deeply integrate AI into production systems (European Commission, 2021a).

Ethical AI is also one of the EU's main goals for its digital strategy. It supports responsible and open AI systems that protect human rights and encourage long-term economic growth (European Commission, 2021c). Also, worldwide programs like the Sustainable Development Goals (SDGs) of the United Nations show how important AI is for supporting good business practices, improving people's health, and safeguarding natural resources (United Nations, 2015).

So, the EU's political plan for AI development is based on three main points: using AI to drive industrial innovation, having high hopes for AI's good effects on factory processes, and focusing on social issues at the same time. Future AI projects in industry will be based on this idea of balancing technical progress with moral duty.

EXPLORING THE RANGE OF AI APPLICATIONS IN MANUFACTURING

Scientific study shows that AI's promise is being realized more and more in many fields, including industry. A lot of AI apps have been shown to solve difficult problems in industries, make them more efficient, and boost productivity within certain organizational structures. These improvements make a big difference in modernizing the factory sector (Shi et al., 2020).

Some examples of uses in manufacturing are the following:

- (i) Natural Language Processing (NLP): AI systems that use NLP algorithms can understand and interpret human language. This makes it possible to create smart virtual assistants that help workers improve production, handle customer questions, or make operational decisions (Chui et al., 2022).
- (ii) Computer Vision (CV): Computer Vision programs that handle visual data can make production quality control much better by finding flaws in manufacturing processes, making sure products are safe, and automating visual inspection jobs (Trilupaitytė, 2022). As Patel and Parmar (2022) say, CV is also used to make the workplace safer by keeping an eye on what workers are doing and finding dangerous situations as they happen.
- (iii) Robotics: Smart robots that can work on their own and connect with their surroundings are very important for automating production lines. Human mistake is reduced and working efficiency is increased because these systems can do complicated jobs like manufacturing, material handling, and quality checks.
- (iv) Machine Learning (ML): ML models are often used to look at both past and real-time output data, guess when equipment will break down, improve demand forecasts, and make the supply chain more efficient. These apps help companies make their production more efficient, cut down on downtime, and lose less (Engin & Treleaven, 2019). ML is also very helpful for predicting maintenance, which lowers the costs of machine problems and makes sure that production keeps going (Shi et al., 2020).

While this overview provides a glimpse into AI's diverse applications in manufacturing, it is by no means exhaustive. The current state of AI development across different industries highlights the tremendous opportunities AI brings to modernizing and optimizing industrial operations globally.

IDENTIFYING ETHICAL AI ISSUES

Using artificial intelligence (AI) systems in different social and economic settings brings up a lot of ethical issues that need to be carefully thought through. There is a lot of information about these problems in international rules like the UN's reports from 2021 and the White House's Blueprint for AI Legislation from 2022.

Human power and control are at the heart of a major ethical problem. AI systems must work in ways that protect basic human rights, keep people's freedom of choice, and make sure they are properly supervised. This is very important to keep AI from making decisions for us instead, especially when it comes to social aid and other areas where our personal judgement and understanding are very important. Society and the environment are very important, but they aren't given as much attention in U.S. regulations.

This condition says that when AI systems are built and used, they should cause as little damage to the environment as possible and help people in the long run. AI systems often need a lot of computing power, which uses a lot of energy. This is especially true for systems that work with complex data or train big models. Because of this, AI development needs to think about sustainability by making the best use of resources, reducing waste, and lowering carbon impacts. It's also important to look at AI's wider social effects, like how it changes relationships, mental health, and general well-being.

Accountability is another important but lacking need. Throughout their lifecycle, AI systems should be constantly checked by outside experts. This review process would look at how the AI makes decisions and what happens as a result, making sure that they are safe, fair, and clear. AI makers need to come up with strong ways to assess and reduce risks, and end users should be able to report problems or strange actions that AI causes.

Because there is a global race to be the star in AI creation, these moral issues become even more important. For example, both the European Commission and the White House have supported a human-centered approach to AI. This means that AI should be used to improve people's health and happiness, both individually and as a group. This method encourages people from all over the world to work together and agree on ethical AI concepts like privacy, fairness, and openness.

Here are some groups of important social problems:

- (i) Security Risks and Effectiveness—AI systems could put users at risk, either by having bugs that were not meant to be there or by being used in bad ways on purpose. People lose faith in AI tools when they see risks like these.
- (ii) Algorithmic Bias: Age, gender, race, or other factors may cause automated programs to prefer certain groups, resulting in unfair treatment. This can lead to discrimination built into things like public services and social support.
- (iii) Data privacy: AI systems need a lot of data to work, which makes people worry about how personal data is gathered, saved, and used. Misusing data is very dangerous if there isn't clear agreement or purpose.
- (iv) The Lack of Transparency in AI Systems—Many AI systems, especially those that use machine learning, are seen as "black boxes," which means that it's hard to understand or explain how they make decisions. This lack of openness makes it harder to be accountable and build trust.
- (v) Loss of Autonomy: As AI is used more and more in decision-making, it could limit people's options or force them to rely on AI-driven answers without any human alternatives. This could threaten people's freedom.

The European Commission's Artificial Intelligence Act (2021b) highlights seven key requirements for ensuring trustworthy AI. These align with the White House regulations and include:

- (i) Technical Robustness and Safety: Making sure that the system is safe, can withstand threats, and give reliable, correct results.
- (ii) Diversity, Non-discrimination, and Fairness: Fighting assumptions, making sure everyone can get to what they need, and encouraging acceptance.
- (iii) Privacy and Data Governance: Protecting people's privacy rights, making sure data is accurate and complete, and making sure the right people can access the right data.
- (iv) Transparency: Allowing for clear communication, tracking, and the ability to explain how AI systems work to help users understand and trust them.

Ensuring that AI systems are ethical requires a comprehensive framework that addresses these challenges. A human-centric approach, reinforced by international cooperation, will play a pivotal role in safeguarding the ethical implementation of AI, particularly in sensitive areas like social welfare.

STATUS QUO OF THE DIGITIZATION OF THE INDIAN MANUFACTURING SECTOR

Indian industry and public services are becoming more digital very quickly, especially with the addition of Artificial Intelligence (AI) technologies. The Indian government launched the Digital India program and the National Strategy for Artificial Intelligence (AI). These plans say that India wants to use AI to make many areas, including industry, more productive and efficient. India was named 43rd in the Global Innovation Index in 2023. This showed a big improvement in its digital world and use of technology, but it still has problems with infrastructure and funding. New figures say that India has put about \$7 billion into developing AI, with industry being one of the main areas of focus. Compared to global AI investment trends, this is very different. Countries like the US and China are leading the way with multibillion-dollar investments. More and more, AI technologies are being used in India's factory industry for things like predictive maintenance, quality control, and improving the supply chain. For example, businesses are using data powered by AI to improve the efficiency of their production and cut down on downtime. Even though these improvements have been made, AI growth in manufacturing is still slow. Only about 8% of Indian manufacturing companies are using AI solutions, while the world average is about 15%. Problems like a lack of skilled workers, bad infrastructure, and not enough knowledge about AI's powers stop it from being used by more people.

Recent government programs have shown how important AI is for making factories more productive. The Production-Linked Incentive (PLI) program is meant to get makers to use new technologies, like AI, to get ahead of the competition. Priority areas for implementing AI include the automobile, technology, and textiles industries, with clear goals set to boost output and new ideas. However, India's AI plan doesn't put enough emphasis on social benefit issues. There are efforts to make industry more efficient, but the pressing needs of vulnerable groups, like low-income workers and people who need social support, are still not being met.

India's current social welfare policies, such as the National Policy for Skill Development and Entrepreneurship and a number of state-level plans, don't always talk about how AI can be used in social services. This gap shows that even though AI could greatly increase the output of industry, it is not being used to meet the current needs of poor groups. India needs to work hard to make sure that AI plans take into account people's well-being if it wants to fully use AI in the production sector. This includes making training programs for the workforce, public tools that explain the pros and cons of AI, and creating an atmosphere that encourages study and new ideas in AI apps that will help everyone.

VII. RESULTS

CONCEPTUAL FRAMEWORK FOR ETHICAL ARTIFICIAL INTELLIGENCE DEVELOPMENT IN THE MANUFACTURING SECTOR

Putting Artificial Intelligence (AI) to use in industry could make it much more efficient, productive, and open to new ideas. It does, however, bring up some social issues that need to be dealt with in order to ensure responsible AI growth. This study suggests a way for AI to be developed in a way that is responsible in the factory sector. The goal is to make sure that technology progress is in line with morals and industry standards. The framework invites government agencies, AI makers, business leaders, experts (such as data scientists and engineers), and factory professionals to work together to promote the safe use of AI.

THE FRAMEWORK CONSISTS OF THE FOLLOWING KEY COMPONENTS:

- i. **COLLABORATIVE INITIATIVES:** The structure stresses how important it is for countries to work together to create AI solutions that are especially made for the industrial industry. Interdisciplinary and cross-sectoral expert groups work together on these projects to develop, implement, and run AI systems in production. These kinds of projects encourage the growth of AI in an ethical way by including the views of many different groups. This makes sure that industrial processes that use AI are in line with society's values and the goals of the industry. For example, India's National AI Strategy supports the development of AI applications across key industrial areas, focusing on automation, efficiency improvement, and worker upskilling (NITI Aayog, 2023).
- ii. **MANUFACTURING PROCESS AS A VALUE CHAIN:** The idea behind the production process is that it is like a value chain. AI technologies can have a huge effect at different points along the chain:
 - Design and prototyping: AI can help designers make better goods by looking at past data, market trends, and user tastes. Simulation tools that are run by AI can speed up the testing process by predicting how something will work, cutting down on mistakes, and improving the design of the product.
 - Production and Automation: AI can improve the effectiveness of production by making schedules more efficient, automating jobs that are done over and over, and making sure that industrial processes are done correctly. Machine learning systems can also figure out when equipment will break down, which cuts down on downtime and the cost of repairs.
 - Supply Chain Optimization: AI can improve supply chain management by figuring out what people will want, keeping track of goods, and cutting down on delays in the buying process.
 - Quality Control: Computer vision systems that are built on AI can find flaws and make sure quality control all along the production line, which leads to more consistent output.
 - Logistics and Distribution: AI can improve logistics by finding the best delivery methods, cutting down on shipping costs, and making distribution more efficient overall.
 - Managing the Workforce: AI programs can help with planning, organizing, and managing the safety of the workforce by looking at real-time data on worker performance and weather conditions.
- iii. **AI APPLICATIONS IN MANUFACTURING:** Several AI applications are critical to transforming the manufacturing process at each stage:
 - Data-Driven Product Design: AI can look at consumer data and market trends to guess how well a product will do and help come up with new designs that meet customer needs (Pillai et al., 2022).
 - As Kumar and Joshi (2023) say, AI-powered machine learning models can look at past machine performance data to guess when a machine might break down. This cuts down on downtime and makes repair plans more efficient.
 - Robotic Process Automation (RPA): AI-powered robots can do routine jobs like packing, material handling, and assembly more accurately and faster, which cuts down on mistakes made by humans (Patel et al., 2021).
 - Supply Chain AI: AI systems can predict demand, optimize stocking levels, and spot supply chain risks, improving total supply chain resiliency and response (Ghosh & Varadarajan, 2023).
 - Computer Vision for Quality Control: Vision systems driven by AI can find imperfections in manufacturing at the smallest scale, ensuring stable product quality and cutting down on waste (Sharma et al., 2021).
- iv. **ETHICAL CHALLENGES IN MANUFACTURING AI:** While AI holds transformative potential, its integration into manufacturing raises several ethical challenges that need to be carefully managed:
 - Algorithmic Bias: AI systems used for hiring, managing workers, or choosing suppliers may show biases without meaning to, which could cause some groups to be unfairly treated or left out.
 - Data Security and Privacy: Manufacturing systems that are run by AI often need a lot of data, which can include private and sensitive operating data. It is very important to keep this info safe from misuse or breaches.
 - Automation and Job Loss: More automation can force people out of their jobs, which makes people worry about the future of jobs and the role of humans in factory settings where AI is used.

- **Accountability and Transparency:** Because AI decision-making systems aren't always clear, it can be hard for makers to figure out how certain decisions are made. This makes it hard to figure out who is responsible when something goes wrong.
 - **Effects on the environment:** AI training and execution use a lot of resources, which could make people worry about the long-term effects on the environment. The earth must be protected as much as possible by AI systems, especially in industry processes that use a lot of energy.
 - **Safety and Durability:** AI systems used in industry must be able to handle hacks and problems. It is very important to make sure that AI technologies follow safety rules and work consistently in a variety of situations.
- v. **RISK PREVENTION AND ETHICAL SAFEGUARDS:** To address these ethical challenges, the framework outlines risk prevention strategies and safeguards that should be implemented throughout the AI development lifecycle:
- **BIAS MITIGATION:** Regular audits of AI algorithms should be conducted to detect and rectify biases, ensuring fairness in AI-driven processes.
 - **DATA GOVERNANCE:** Strong data protection protocols must be established to secure operational and personal data, adhering to global standards such as GDPR and Indian Data Protection regulations.
 - **WORKFORCE TRANSITION PROGRAMS:** Upskilling and reskilling programs should be developed to help displaced workers transition to new roles in the AI-driven manufacturing sector.
 - **AI ACCOUNTABILITY MECHANISMS:** AI systems should include transparent decision-making processes and clear accountability structures to manage risks effectively.
 - **ENVIRONMENTAL RESPONSIBILITY:** AI systems must be designed with sustainability in mind, including measures to reduce energy consumption and waste generation during both the AI training and operational phases.

This conceptual framework integrates AI into the manufacturing value chain while addressing key ethical challenges. By emphasizing collaboration, ethical standards, and risk prevention, it provides a roadmap for the responsible and sustainable development of AI in the manufacturing sector, ensuring that AI-driven innovation aligns with industry goals and societal values.

VIII. CONCLUSION

Ethical AI development centered on people is necessary to make sure AI has a good effect on society and business. Even though many countries, especially the European Union (EU) and the US, are working hard on this, fully implementing ethical AI is still a problem that is still being worked on. In India's production sector, AI has shown that it can change the way things are done, but there are still social worries about how it should be used. The fact that global players are in charge of regulating AI shows how important it is to have strong frameworks that balance technical progress with moral standards so that AI's benefits are shared fairly across all businesses.

In India's manufacturing industry, laws, specific funds, and the creation of all-encompassing AI plans are becoming more and more important. This study suggests a Conceptual Framework for Ethical AI Development in Manufacturing that answers these worries by giving important information about how to use AI technologies in a responsible way. This framework gives a structured way to include AI in manufacturing processes while following moral guidelines and handling important issues like algorithmic bias, data privacy, responsibility, and environmental sustainability.

In this framework, we see how AI apps like machine learning, computer vision, and robots can change things by making them more productive, better-quality control, and replacing boring chores in production. AI can simplify industrial processes, cut costs, and improve overall efficiency if it is used correctly. To get the most out of these technologies, producers can use AI in steps like product creation, production, quality control, and transportation.

In terms of ethics, the framework stresses the importance of removing computer biases by selecting different datasets for AI training. It is very strict about protecting data privacy, being open about how AI makes decisions, and holding AI-driven processes accountable. To make sure AI is used properly, people must still keep an eye on it, especially when important decisions need to be made. The framework also describes ways to lower the risk of problems happening, such as stricter hacking measures, better data quality, encouraging AI to be able to explain its decisions, and using human judgement when needed.

The structure encourages regular monitoring, educating stakeholders, and getting the community involved in order to make execution more realistic. These steps make sure that AI is used in a way that is ethical and responsible in the production sector. They also make sure that AI works with people to mix technology, ethics, and human knowledge.

To sum up, for the successful implementation of ethical AI in manufacturing, it is essential to turn the academic parts of this framework into suggestions that can be put into action. Policymakers, business leaders, AI developers, and workers are all important groups that need to work together to create strong AI governance models that encourage innovation while putting ethics first. Policymakers should make clear rules for managing AI, with a focus on fairness, openness, and responsibility. Leaders in the industry need to focus on implementing AI solutions that help people make decisions while also making sure there are programs in place to help people move to new jobs.

Manufacturers should put money into AI training programs to make sure their workers are well-trained and able to work with AI systems. As the people who will be using these AI-powered technologies, workers should be taught how AI will change their jobs and how to handle these changes in a safe and effective way. Experts in technology, ethics, and the business world need to work together to keep talking about AI's ethical implications, making sure that everyone is responsible for lowering risks, and committed to constantly evaluating AI's effects. With this framework, the industrial sector can make sure that AI not only leads to new ideas and higher output, but also supports the moral standards that are important for long-term growth and the well-being of society.

SCOPE FOR FURTHER RESEARCH

The integration of ethical AI into the manufacturing sector opens up several avenues for future research, particularly as AI technologies continue to evolve and new ethical challenges arise. The proposed Conceptual Framework for Ethical AI Development in Manufacturing provides a foundational understanding, but further exploration is needed to address the complexities and dynamic nature of AI deployment in manufacturing. Key areas for future research include:

- i. **IMPACT OF AI ON EMPLOYMENT AND WORKFORCE TRANSFORMATION:** As AI continues to automate tasks in manufacturing, understanding its long-term impact on employment is crucial. Future research can explore strategies for workforce transition, upskilling, and reskilling programs to mitigate potential job displacement and ensure that workers are prepared to collaborate with AI systems.
- ii. **AI AND SUSTAINABLE MANUFACTURING:** While AI has the potential to improve manufacturing efficiency, its environmental impact, particularly in terms of energy consumption and resource usage, requires deeper investigation. Research can focus on developing AI applications that promote sustainable manufacturing practices, reduce waste, and minimize carbon footprints.
- iii. **SECTOR-SPECIFIC AI APPLICATIONS:** The manufacturing sector is diverse, encompassing industries like automotive, electronics, textiles, and more. Future research can examine how AI can be tailored to the specific needs and challenges of different manufacturing sub-sectors, identifying the most effective applications and addressing industry-specific ethical concerns.
- iv. **ALGORITHMIC FAIRNESS AND BIAS MITIGATION:** The issue of algorithmic bias in AI systems remains a critical challenge. Research can focus on developing techniques to detect, mitigate, and prevent bias in AI models used in manufacturing, ensuring that decisions made by AI systems are fair and equitable across different demographic groups and regions.
- v. **AI IN SUPPLY CHAIN OPTIMIZATION AND RESILIENCE:** AI has the potential to revolutionize supply chain management, but its full impact on supply chain optimization, particularly in crisis situations, is still underexplored. Future research could focus on the use of AI in creating more resilient, adaptive, and transparent supply chains, particularly in the wake of global disruptions such as the COVID-19 pandemic.
- vi. **REGULATORY AND LEGAL FRAMEWORKS FOR ETHICAL AI:** As AI adoption in manufacturing grows, the development of regulatory and legal frameworks becomes critical. Research can explore how governments and international bodies can collaborate to create comprehensive AI governance models that prioritize ethical considerations while fostering innovation.
- vii. **LONG-TERM SOCIO-ECONOMIC IMPACTS:** The long-term socio-economic implications of AI adoption in manufacturing, particularly on small and medium-sized enterprises (SMEs), require further exploration. Research can analyze how SMEs can effectively integrate AI into their operations and the role that AI can play in levelling the playing field between large corporations and smaller manufacturers.
- viii. **HUMAN-AI COLLABORATION:** The future of manufacturing will likely involve greater collaboration between humans and AI. Research can focus on optimizing human-AI collaboration, exploring how AI can complement human expertise, enhance decision-making, and create more ergonomic and safe work environments.

By addressing these research gaps, future studies can contribute to the development of more ethical, sustainable, and effective AI systems in the manufacturing sector, ensuring that AI's benefits are maximized while minimizing its potential risks.

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