

UP MSME 1-Connect

PROJECT REPORT

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PROJECT:

Baby garments
manufacturing unit

PROJECT REPORT

Of

BABY GARMENTS

PURPOSE OF THE DOCUMENT

This particular pre-feasibility is regarding **Baby garments**

The objective of the pre-feasibility report is primarily to facilitate potential entrepreneurs in project identification for investment and in order to serve his objective; the document covers various aspects of the project concept development, start-up, marketing, finance and management.

[We can modify the project capacity and project cost as per your requirement. We can also prepare project report on any subject as per your requirement.]

PROJECT REPORT ON BABY GARMENTS



INTRODUCTION:

Gone are the days when parents used to wrap babies in cotton sheets or old / used dupatta. With growing awareness and ambitions, the parents are more than willing to spend a large part of their income & saving on needs of their children. Since arrival of a new baby is a big occasion in the family, the parents and relatives happily spend more and more to pamper the babies.

PRODUCT & ITS APPLICATION:

Baby garments like frocks, T-shirts, Vests, under-wears and articles like face napkins, baby towels and baby blankets are used for clothing and hygiene requirements of new born babies. While there are some gender specific products like frocks or shirts, many textile products for children are gender neutral like blankets, towels, vests, underwear etc.

PROJECTED BALANCE SHEET

PARTICULARS	IST YEAR	IIND YEAR	IIIRD YEAR	IVTH YEAR	VTH YEAR
<u>SOURCES OF FUND</u>					
Capital Account	2.56	2.56	2.56	2.56	2.56
Retained Profit	12.75	27.66	44.44	65.35	88.72
Term Loan	14.73	11.05	7.37	3.68	1.84
Cash Credit	8.26	8.26	8.26	8.26	8.26
Sundry Creditors	2.43	2.84	3.24	3.65	4.05
Provisions & Other Liab	0.36	0.40	0.44	0.48	0.53
TOTAL :	41.10	52.76	66.31	83.98	105.96

APPLICATION OF FUND

Fixed Assets (Gross)	15.95	15.95	15.95	15.95	15.95
Gross Dep.	2.16	4.04	5.65	7.04	8.23
Net Fixed Assets	13.79	11.91	10.30	8.91	7.72
Current Assets					
Sundry Debtors	5.75	7.01	8.01	9.47	10.08
Stock in Hand	5.89	6.87	7.85	3.66	4.07
Cash and Bank	13.18	24.23	37.12	58.60	80.43
Deposits & Advances	2.50	2.75	3.03	3.33	3.66
TOTAL :	41.10	52.76	66.31	83.98	105.96

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PROJECTED PROFITABILITY STATEMENT

PARTICULARS	IST YEAR	IIND YEAR	IIIRD YEAR	IVTH YEAR	VTH YEAR
<u>A) SALES</u>					
Gross Sale	82.08	100.08	114.48	135.34	144.00
Total (A)	82.08	100.08	114.48	135.34	144.00
<u>B) COST OF SALES</u>					
Raw Mateiral Consumed	48.60	56.70	64.80	72.90	81.00
Elecricity Expenses	0.43	0.50	0.57	0.64	0.72
Repair & Maintenance	-	1.00	1.14	1.35	1.44
Labour & Wages	13.99	15.39	16.93	18.62	20.49
Depriciation	2.16	1.87	1.61	1.39	1.20
Consumables and Other Expenses	1.64	2.00	2.29	2.71	2.88
Cost of Production	66.83	77.47	87.35	97.62	107.72
Add: Opening Stock /WIP	-	3.46	4.03	4.61	0.02
Less: Closing Stock /WIP	3.46	4.03	4.61	0.02	0.02
Cost of Sales (B)	63.37	76.89	86.77	102.20	107.71
C) GROSS PROFIT (A-B)	18.71	23.19	27.71	33.13	36.28
	23%	23%	24%	24%	25%
D) Bank Interest (Term Loan)	1.24	1.32	0.90	0.48	0.08
Bank Interest (C.C. Limit)	0.83	0.83	0.83	0.83	0.83
E) Salary to Staff	2.24	2.47	2.72	2.99	3.29
F) Selling & Adm Expenses Exp.	1.64	2.00	2.29	2.71	2.88
TOTAL (D+E)	5.96	6.62	6.73	7.00	7.07
H) NET PROFIT	12.75	16.57	20.98	26.14	29.21
I) Taxation	-	1.66	4.20	5.23	5.84
J) PROFIT (After Tax)	12.75	14.91	16.78	20.91	23.37

PROJECTED CASH FLOW STATEMENT

PARTICULARS	IST YEAR	IIND YEAR	IIIRD YEAR	IVTH YEAR	VTH YEAR
<u>SOURCES OF FUND</u>					
Share Capital	2.56	-			
Reserve & Surplus	12.75	16.57	20.98	26.14	29.21
Depriciation & Exp. W/off	2.16	1.87	1.61	1.39	1.20
Increase in Cash Credit	8.26	-	-	-	-
Increase In Term Loan	14.73	-	-	-	-
Increase in Creditors	2.43	0.40	0.41	0.41	0.41
Increase in Provisions	0.36	0.04	0.04	0.04	0.05
TOTAL :	43.26	18.88	23.03	27.97	30.86
<u>APPLICATION OF FUND</u>					
Increase in Fixed Assets	15.95	-	-	-	-
Increase in Stock	5.89	0.98	0.98	4.18	0.41
Increase in Debtors	5.75	1.26	1.01	1.46	0.61
Increase in Deposits & Adv	2.50	0.25	0.28	0.30	0.33
Repayment of Term Loan	-	3.68	3.68	3.68	1.84
Taxation	-	1.66	4.20	5.23	5.84
TOTAL :	30.08	7.83	10.14	6.49	9.03
Opening Cash & Bank Balance	-	13.18	24.23	37.12	58.60
Add : Surplus	13.18	11.05	12.89	21.48	21.83
Closing Cash & Bank Balance	13.18	24.23	37.12	58.60	80.43

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