

**UP MSME 1-Connect**

# PROJECT REPORT

**PROJECT: KHADI KURTI**

# PROJECT REPORT

Of

# KHADI KURTI

## PURPOSE OF THE DOCUMENT

This particular pre-feasibility is regarding **Khadi Kurti**.

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.]

## **KHADI CLOTHES (KURTI)**



### **Introduction**

Khadi is a hand-woven natural fiber cloth originating from eastern regions of the Indian subcontinent, mainly Eastern India, North-eastern India and Bangladesh, but are now broadly used throughout India. This fabric is made mainly of cotton.

The Indian heritage of khadi is only a cloth woven by hand using hand spun yarn only. Natural fiber's like cotton, wool and silk are using in spinning and the production activity is carried out in the Indian rural areas.

Since Khadi deals in natural fibers like cotton, silk and wool only spun and woven in natural environment it can have the abilities of being 100%

### **Benefits of Khadi Clothes (Kurti)**

- Khadi is a body-friendly fabric which does not cause any allergies or irritations, unlike other synthetic fabrics.
- Wearing khadi products makes you stand out in the crowd and gives you a unique appeal.

- The loom used in the making of khadi combines the threads in such a way that allows maximum air to permeate, which is very soothing, especially in summers.
- Khadi products are highly durable and long-lasting, thus defining your fashion sense for an extended period of time.
- The making of khadi is eco-friendly, as it does not rely on any electric unit and manufacturing processes.

### **Product & its application**

Khadi fabric is that it is extremely versatile not just in terms of the kinds of garments it can be used to create but also in terms of seasonal usage; meaning that it is quite warm during the winter months and cool during the summer months and can thus be worn anytime of the year.

There are many different types of products that can be manufactured from khadi fabric:

1. Khadi Suit: These garments have three main components to them: a well-fitted kurta that reaches the knees or just above the knees, a pair of loose pants that can have or not have pleats and a dupatta which is worn like a stole over the garment.
2. Khadi Kurti's
3. Khadi Shirt
4. Khadi Top
5. Khadi Tunic and many more

There are many variations in the colour of Khadi Clothes (Kurti) and fabric also.

### **Raw Material**

Khadi Fabric is used as basic raw material for Khadi Clothes (Kurti) manufacturing unit. Khadi fabric, also known as khaddar, is a hand woven natural fibre made with cotton. The other variations of Khadi fabric include silk and wool.

## **Khadi Clothes (Kurti) Market Analysis**

Khadi production activity is spread all over India, mostly in villages and also in small town. Yearly, India produces Rs.600 crores worth khadi and has accumulate sales worth Rs.900 crore.

Khadi is a symbol of Indian Textile Heritage and it entails a glorious historical event of the past as well as the bright future aspects of the fashion industry and Indian handloom products . The origin of the word 'Khadi' is from 'Khaddar' that denotes handspun fabric in India, Bangladesh, and Pakistan.

## **Description of Machinery & Equipment**

Following machineries are required for manufacturing of Khadi Clothes (Kurti):

- Needle Lock stitch
- Over locking machine
- Stitching (sewing machine)
- Cutting machine
- Pressing machine

Khadi Clothes (Kurti) are used to produce from different types of Cloth/ fabric roll. With the help of this machine the work of cutting, stitching & pressing completes in a very short span.

## **Manufacturing Process**

- Procurement of raw Material (khadi fabric).
- Layering of cloth.
- Cutting of fabric into the desired shapes & Size.
- Stitching of pieces into the final outcome.
- Attaching accessories (Button, belts etc.) on the stitched cloth.
- Manually extra thread cutting.
- Ironing of clothes with the help of steam press.
- Packaging.

**PROJECTED BALANCE SHEET**

PARTICULARS	I	II	III	IV	V
<b><u>SOURCES OF FUND</u></b>					
<b><u>Capital Account</u></b>					
Opening Balance	-	3.54	5.90	7.93	10.94
Add: Additions	2.38	-	-	-	-
Add: Net Profit	1.65	4.36	7.03	10.01	13.24
Less: Drawings	0.50	2.00	5.00	7.00	10.00
<b>Closing Balance</b>	<b>3.54</b>	<b>5.90</b>	<b>7.93</b>	<b>10.94</b>	<b>14.18</b>
CC Limit	6.50	6.50	6.50	6.50	6.50
Term Loan	13.29	9.97	6.64	3.32	-
Sundry Creditors	<u>0.78</u>	<u>1.25</u>	<u>1.44</u>	<u>1.63</u>	<u>1.85</u>
<b>TOTAL :</b>	<b><u>24.10</u></b>	<b><u>23.62</u></b>	<b><u>22.50</u></b>	<b><u>22.39</u></b>	<b><u>22.53</u></b>
<b><u>APPLICATION OF FUND</u></b>					
<b>Fixed Assets ( Gross)</b>	16.61	16.61	16.61	16.61	16.61
Gross Dep.	<u>2.23</u>	<u>4.15</u>	<u>5.81</u>	<u>7.24</u>	<u>8.47</u>
Net Fixed Assets	14.38	12.46	10.80	9.37	8.14
<b><u>Current Assets</u></b>					
Sundry Debtors	4.40	5.19	5.95	6.76	7.65
Stock in Hand	3.61	4.08	4.63	5.23	5.88
Cash and Bank	1.71	1.89	1.12	1.02	0.86
<b>TOTAL :</b>	<b><u>24.10</u></b>	<b><u>23.62</u></b>	<b><u>22.50</u></b>	<b><u>22.39</u></b>	<b><u>22.53</u></b>
	-	-	-	-	-

**PROJECTED PROFITABILITY STATEMENT**

<b>PARTICULARS</b>	<b>I</b>	<b>II</b>	<b>III</b>	<b>IV</b>	<b>V</b>
<b><u>A) SALES</u></b>					
Gross Sale	87.90	103.73	118.93	135.28	153.04
<b>Total (A)</b>	<b><u>87.90</u></b>	<b><u>103.73</u></b>	<b><u>118.93</u></b>	<b><u>135.28</u></b>	<b><u>153.04</u></b>
<b><u>B) COST OF SALES</u></b>					
Raw Mateiral Consumed	46.50	53.71	61.52	69.98	79.13
Electricity Expenses	1.17	1.29	1.40	1.52	1.64
Repair & Maintenance	0.44	0.52	0.59	0.68	0.77
Labour & Wages	24.55	27.01	29.71	32.68	35.95
Depreciation	2.23	1.92	1.66	1.43	1.23
<b>Cost of Production</b>	<b><u>74.89</u></b>	<b><u>84.44</u></b>	<b><u>94.88</u></b>	<b><u>106.28</u></b>	<b><u>118.71</u></b>
<b>Add: Opening Stock /WIP</b>	-	1.75	1.93	2.17	2.43
<b>Less: Closing Stock /WIP</b>	1.75	1.93	2.17	2.43	2.71
Cost of Sales (B)	73.14	84.26	94.64	106.02	118.43
<b>C) GROSS PROFIT (A-B)</b>	14.76	19.47	24.29	29.26	34.62
	<b>16.79%</b>	<b>18.77%</b>	<b>20.42%</b>	<b>21.63%</b>	<b>22.62%</b>
D) Bank Interest (Term Loan )	1.62	1.32	0.96	0.59	0.23
ii) Interest On Working Capital	0.71	0.71	0.71	0.71	0.71
E) Salary to Staff	1.98	2.18	2.40	2.64	2.90
F) Selling & Adm Expenses Exp.	8.79	10.89	13.08	14.88	16.07
<b>TOTAL (D+E)</b>	<b><u>13.11</u></b>	<b><u>15.11</u></b>	<b><u>17.15</u></b>	<b><u>18.82</u></b>	<b><u>19.91</u></b>
G) NET PROFIT	1.65	4.36	7.13	10.44	14.71
	<b>1.9%</b>	<b>4.2%</b>	<b>6.0%</b>	<b>7.7%</b>	<b>9.6%</b>
H) Taxation	-	-	0.11	0.42	1.46
I) PROFIT (After Tax)	1.65	4.36	7.03	10.01	13.24

**PROJECTED CASH FLOW STATEMENT**

<b>PARTICULARS</b>	<b>I</b>	<b>II</b>	<b>III</b>	<b>IV</b>	<b>V</b>
<b><u>SOURCES OF FUND</u></b>					
Own Contribution@10%	2.38	-			
Net Profit	1.65	4.36	7.13	10.44	14.71
Depreciation & Exp. W/off	2.23	1.92	1.66	1.43	1.23
Increase In Cash Credit	6.50				
Increase In Term Loan	14.95	-	-	-	-
Increase in Creditors	<u>0.78</u>	<u>0.48</u>	<u>0.18</u>	<u>0.20</u>	<u>0.21</u>
<b>TOTAL :</b>	<b><u>28.49</u></b>	<b><u>6.76</u></b>	<b><u>8.97</u></b>	<b><u>12.06</u></b>	<b><u>16.15</u></b>
<b><u>APPLICATION OF FUND</u></b>					
Increase in Fixed Assets	16.61	-	-	-	-
Increase in Stock	3.61	0.47	0.55	0.60	0.65
Increase in Debtors	4.40	0.79	0.76	0.82	0.89
Repayment of Term Loan	1.66	3.32	3.32	3.32	3.32
Taxation	-	-	0.11	0.42	1.46
Drawings	<u>0.50</u>	<u>2.00</u>	<u>5.00</u>	<u>7.00</u>	<u>10.00</u>
<b>TOTAL :</b>	<b><u>26.77</u></b>	<b><u>6.58</u></b>	<b><u>9.74</u></b>	<b><u>12.16</u></b>	<b><u>16.32</u></b>
Opening Cash & Bank Balance	-	1.71	1.89	1.12	1.02
Add : Surplus	1.71	0.18	- 0.77	- 0.10	- 0.17
Closing Cash & Bank Balance	<b><u>1.71</u></b>	<b><u>1.89</u></b>	<b><u>1.12</u></b>	<b><u>1.02</u></b>	<b><u>0.86</u></b>



**COMPUTATION OF PRODUCTION OF KHADI KURTI****Item to be Manufactured Khadi Kurti**

Manufacturing Capacity per Day		100	pcs
No. of Working Hour		8	
No of Working Days per month		25	
No. of Working Day per annum		300	
Total Production per Annum		30,000	pcs
Year		<b>Capacity</b>	<b>KHADI KURTI</b>
		<b>Utilisation</b>	
I		50%	15,000
II		55%	16,500
III		60%	18,000
IV		65%	19,500
V		70%	21,000

**COMPUTATION OF RAW MATERIAL**

Item Name	Quantity of Raw Material	Unit	Unit Rate of	Total CostPer Annum (100%)
Khadi Clothes Material	30,000	rm	300	9,000,000.00
Packaging cost	30,000	pcs	10	300,000.00
Total	<b>30,000.00</b>			<b>9,300,000.00</b>
Total Raw material in Rs lacs at 100% Capacity				93.0
Cost per Pcs			(In Rs)	<b>310.00</b>
Raw Material Consumed	Capacity Utilisation	Rate	Amount (Rs.)	
I	50%	310.00	46.50	
II	55%	325.50	53.71	5% Increase in Cost
III	60%	341.78	61.52	5% Increase in Cost
IV	65%	358.86	69.98	5% Increase in Cost
V	70%	376.81	79.13	5% Increase in Cost

**COMPUTATION OF SALE**

Particulars	I	II	III	IV	V
Op Stock	-	350.00	385.00	420.00	455.00
Production	15,000.00	16,500.00	18,000.00	19,500.00	21,000.00
	15,000.00	16,850.00	18,385.00	19,920.00	21,455.00
Less : Closing Stock(7 Days)	350.00	385.00	420.00	455.00	490.00
Net Sale	14,650.00	16,465.00	17,965.00	19,465.00	20,965.00
Sale Price per pcs	600.00	630.00	662.00	695.00	730.00
<b>Sale (in Lacs)</b>	<b>87.90</b>	<b>103.73</b>	<b>118.93</b>	<b>135.28</b>	<b>153.04</b>

**COMPUTATION OF CLOSING STOCK & WORKING CAPITAL****PARTICULARS****I****II****III****IV****V****Finished Goods**

(7 Days requirement)

1.75

1.93

2.17

2.43

2.71

**Raw Material**

(12 Days requirement)

1.86

2.15

2.46

2.80

3.17

**Closing Stock****3.61****4.08****4.63****5.23****5.88****COMPUTATION OF WORKING CAPITAL REQUIREMENT**

Particulars	Amount	Margin(10%)	Net
			Amount
Stock in Hand	3.61		
Less:			
Sundry Creditors	0.78		
<b>Paid Stock</b>	<b>2.83</b>	<b>0.28</b>	<b>2.55</b>
Sundry Debtors	4.40	0.44	3.96
<b>Working Capital Requirement</b>			<b>6.50</b>
<b>Margin</b>			0.72
<b>MPBF</b>			<b>6.50</b>
<b>Working Capital Demand</b>			<b>6.50</b>

**BREAK UP OF LABOUR**

Particulars	Wages Per Month	No of Employees	Total Salary
Stitching Tailors	10,000.00	10	100,000.00
Skilled Worker	8,000.00	4	32,000.00
Unskilled Worker	6,000.00	4	24,000.00
Helper	5,000.00	6	30,000.00
			186,000.00
Add: 10% Fringe Benefit			18,600.00
Total Labour Cost Per Month			204,600.00
Total Labour Cost for the year ( In Rs. Lakhs)		24	24.55

**BREAK UP OF SALARY**

Particulars	Salary Per Month	No of Employees	Total Salary
Administrative Staff	7,500.00	2	15,000.00
Total Salary Per Month			15,000.00
Add: 10% Fringe Benefit			1,500.00
Total Salary for the month			16,500.00
Total Salary for the year ( In Rs. Lakhs)		2	1.98

### COMPUTATION OF DEPRECIATION

Description		Land	Building/shed	Plant & Machinery	Furniture	TOTAL
Rate of Depreciation			<b>10.00%</b>	<b>15.00%</b>	<b>10.00%</b>	
Opening Balance	Leased		-	-	-	-
Addition	-	4.00	11.36	1.25	16.61	
	-	4.00	11.36	1.25	16.61	
TOTAL		4.00	11.36	1.25	16.61	
Less : Depreciation	-	0.40	1.70	0.13	2.23	
WDV at end of Ist year	-	3.60	9.66	1.13	14.38	
Additions During The Year	-	-	-	-	-	
	-	3.60	9.66	1.13	14.38	
Less : Depreciation	-	0.36	1.45	0.11	1.92	
WDV at end of IIInd Year	-	3.24	8.21	1.01	12.46	
Additions During The Year	-	-	-	-	-	
	-	3.24	8.21	1.01	12.46	
Less : Depreciation	-	0.32	1.23	0.10	1.66	
WDV at end of IIIrd year	-	2.92	6.98	0.91	10.80	
Additions During The Year	-	-	-	-	-	
	-	2.92	6.98	0.91	10.80	
Less : Depreciation	-	0.29	1.05	0.09	1.43	
WDV at end of IV year	-	2.62	5.93	0.82	9.37	
Additions During The Year	-	-	-	-	-	
	-	2.62	5.93	0.82	9.37	
Less : Depreciation	-	0.26	0.89	0.08	1.23	
WDV at end of Vth year	-	2.36	5.04	0.74	8.14	

**REPAYMENT SCHEDULE OF TERM LOAN**

11.0%

Year	Particulars	Amount	Addition	Total	Interest	Repayment	CI Balance
I	Opening Balance						
	Ist Quarter	14.95	-	14.95	0.41	-	14.95
	IInd Quarter	14.95	-	14.95	0.41	-	14.95
	IIIrd Quarter	14.95	-	14.95	0.41	0.83	14.12
	Ivth Quarter	14.12	-	14.12	0.39	0.83	13.29
					1.62	1.66	
II	Opening Balance						
	Ist Quarter	13.29	-	13.29	0.37	0.83	12.46
	IInd Quarter	12.46	-	12.46	0.34	0.83	11.63
	IIIrd Quarter	11.63	-	11.63	0.32	0.83	10.80
	Ivth Quarter	10.80		10.80	0.30	0.83	9.97
					1.32	3.32	
III	Opening Balance						
	Ist Quarter	9.97	-	9.97	0.27	0.83	9.14
	IInd Quarter	9.14	-	9.14	0.25	0.83	8.30
	IIIrd Quarter	8.30	-	8.30	0.23	0.83	7.47
	Ivth Quarter	7.47		7.47	0.21	0.83	6.64
					0.96	3.32	
IV	Opening Balance						
	Ist Quarter	6.64	-	6.64	0.18	0.83	5.81
	IInd Quarter	5.81	-	5.81	0.16	0.83	4.98
	IIIrd Quarter	4.98	-	4.98	0.14	0.83	4.15
	Ivth Quarter	4.15		4.15	0.11	0.83	3.32
					0.59	3.32	
V	Opening Balance						
	Ist Quarter	3.32	-	3.32	0.09	0.83	2.49
	IInd Quarter	2.49	-	2.49	0.07	0.83	1.66
	IIIrd Quarter	1.66	-	1.66	0.05	0.83	0.83
	Ivth Quarter	0.83		0.83	0.02	0.83	- 0.00
					0.23	3.32	

Door to Door Period      60 Months  
 Moratorium Period        6 Months  
 Repayment Period        54 Months

**CALCULATION OF D.S.C.R**

<b>PARTICULARS</b>	<b>I</b>	<b>II</b>	<b>III</b>	<b>IV</b>	<b>V</b>
<b><u>CASH ACCRUALS</u></b>	3.88	6.28	8.68	11.44	14.48
Interest on Term Loan	1.62	1.32	0.96	0.59	0.23
Total	5.50	7.61	9.64	12.03	14.71
<b><u>REPAYMENT</u></b>					
Repayment of Term Loan	1.66	3.32	3.32	3.32	3.32
Interest on Term Loan	1.62	1.32	0.96	0.59	0.23
Total	3.28	4.65	4.28	3.92	3.55
<b>DEBT SERVICE COVERAGE RATIO</b>	<b>1.68</b>	<b>1.64</b>	<b>2.25</b>	<b>3.07</b>	<b>4.14</b>
<b>AVERAGE D.S.C.R.</b>			<b>2.52</b>		

**COMPUTATION OF ELECTRICITY****(A) POWER CONNECTION**

Total Working Hour per day	Hours	8		
Electric Load Required	KW	8		
Electricity Charges	per unit	7.50		
Total Working Days		300		
<b>Electricity Charges</b>				1.44
Add : Minimim Charges (@ 10%)				
<b>(B) DG set</b>				
No. of Working Days		300	days	
No of Working Hours		0.5	Hour per day	
Total no of Hour		150		
Diesel Consumption per Hour		8		
Total Consumption of Diesel		1,200		
Cost of Diesel		65.00	Rs. /Ltr	
Total cost of Diesel		0.78		
Add : Lube Cost @15%		0.12		
Total		<b>0.90</b>		
Total cost of Power & Fuel at 100%				2.34
<b>Year</b>	<b>Capacity</b>		<b>Amount</b>	
			<b>(in Lacs)</b>	
I	50%			1.17
II	55%			1.29
III	60%			1.40
IV	65%			1.52
V	70%			1.64



## BREAK EVEN POINT ANALYSIS

Year	I	II	III	IV	V
<b>Net Sales &amp; Other Income</b>	87.90	103.73	118.93	135.28	153.04
Less : Op. WIP Goods	-	1.75	1.93	2.17	2.43
Add : Cl. WIP Goods	1.75	1.93	2.17	2.43	2.71
<b>Total Sales</b>	<b>89.65</b>	<b>103.91</b>	<b>119.17</b>	<b>135.54</b>	<b>153.33</b>
<b>Variable &amp; Semi Variable Exp.</b>					
Raw Material & Tax	46.50	53.71	61.52	69.98	79.13
Electricity Exp/Coal Consumption at 85%	0.99	1.09	1.19	1.29	1.39
Wages & Salary at 60%	15.92	17.51	19.26	21.19	23.31
Selling & administrative Expenses 80%	7.03	8.71	10.47	11.90	12.86
ii) Interest On Working Capital	0.71	0.71	0.71	0.71	0.71
Repair & Maintenance	0.44	0.52	0.59	0.68	0.77
<b>Total Variable &amp; Semi Variable Exp</b>	<b>71.60</b>	<b>82.26</b>	<b>93.75</b>	<b>105.75</b>	<b>118.16</b>
<b>Contribution</b>	<b>18.05</b>	<b>21.65</b>	<b>25.42</b>	<b>29.79</b>	<b>35.17</b>
<b>Fixed &amp; Semi Fixed Expenses</b>					
Electricity Exp/Coal Consumption at 15%	0.18	0.19	0.21	0.23	0.25
Wages & Salary at 40%	10.61	11.67	12.84	14.13	15.54
Interest on Term Loan	1.62	1.32	0.96	0.59	0.23
Depreciation	2.23	1.92	1.66	1.43	1.23
Selling & administrative Expenses 20%	1.76	2.18	2.62	2.98	3.21
Other Indirect Expenses	0.00	0.00	0.00	0.00	0.00
<b>Total Fixed Expenses</b>	<b>16.40</b>	<b>17.29</b>	<b>18.28</b>	<b>19.35</b>	<b>20.46</b>
<b>Capacity Utilization</b>	<b>50%</b>	<b>55%</b>	<b>60%</b>	<b>65%</b>	<b>70%</b>
<b>OPERATING PROFIT</b>	<b>1.65</b>	<b>4.36</b>	<b>7.13</b>	<b>10.44</b>	<b>14.71</b>
<b>BREAK EVEN POINT</b>	<b>45%</b>	<b>44%</b>	<b>43%</b>	<b>42%</b>	<b>41%</b>
<b>BREAK EVEN SALES</b>	<b>81.44</b>	<b>82.98</b>	<b>85.72</b>	<b>88.06</b>	<b>89.21</b>

FINANCIAL INDICATORS					
PARTICULARS	I	II	III	IV	V
TURNOVER	87.90	103.73	118.93	135.28	153.04
GROSS PROFIT	14.76	19.47	24.29	29.26	34.62
<b>G.P. RATIO</b>	<b>16.79%</b>	<b>18.77%</b>	<b>20.42%</b>	<b>21.63%</b>	<b>22.62%</b>
NET PROFIT	1.65	4.36	7.13	10.44	14.71
<b>PAT/SALES RATIO</b>	<b>1.88%</b>	<b>4.21%</b>	<b>6.00%</b>	<b>7.71%</b>	<b>9.61%</b>
CURRENT ASSETS	9.72	11.15	11.70	13.01	14.38
CURRENT LIABILITIES	7.27	7.75	7.93	8.13	8.34
<b>CURRENT RATIO</b>	<b>1.34</b>	<b>1.44</b>	<b>1.47</b>	<b>1.60</b>	<b>1.72</b>
TERM LOAN	13.29	9.97	6.64	3.32	-
TOTAL NET WORTH	3.54	5.90	7.93	10.94	14.18
<b>DEBT/EQUITY</b>	<b>3.76</b>	<b>1.69</b>	<b>0.84</b>	<b>0.30</b>	<b>-</b>
TOTAL NET WORTH	3.54	5.90	7.93	10.94	14.18
TOTAL OUTSIDE LIABILITIES	20.56	17.72	14.58	11.45	8.34
<b>TOL/TNW</b>	<b>5.82</b>	<b>3.00</b>	<b>1.84</b>	<b>1.05</b>	<b>0.59</b>
PBDIT	6.22	8.32	10.46	13.17	16.88
INTEREST	2.34	2.04	1.67	1.31	0.94
<b>INTEREST COVERAGE RATIO</b>	<b>2.66</b>	<b>4.08</b>	<b>6.25</b>	<b>10.07</b>	<b>17.90</b>
WDV	14.38	12.46	10.80	9.37	8.14
TERM LOAN	13.29	9.97	6.64	3.32	-
<b>FACR</b>	<b>1.08</b>	<b>1.25</b>	<b>1.63</b>	<b>2.82</b>	<b>-</b>

# PROJECT AT A GLANCE

- 1 Name of the Entrepreneur : xxxxxxxxx
- 2 Constitution (legal Status) : xxxxxxxxx
- 3 Father / Spouse Name : xxxxxxxxx
- 4 Unit Address : xxxxxxxxxxxxxxxxxxxxx
 

District : xxxxxx  
 Pin: xxxxxx  
 Mobile xxxxxx

 State: xxxxxxxxx
- 5 Product and By Product : **KHADI KURTI**
- 6 Name of the project / business activity proposed : **KHADI KURTI MANUFACTURING UNIT**
- 7 Cost of Project : Rs.23.83 Lakhs
- 8 Means of Finance
 

Term Loan Rs.14.95 Lakhs  
 KVIC MARGIN MONEY As per Project Eligibility  
 Own Capital Rs.2.38 Lakhs  
 Working Capital Rs.6.5 Lakhs
- 9 Debt Service Coverage Ratio : 2.52
- 10 Pay Back Period : 5 Years
- 11 Project Implementation Period : 5-6 Months
- 12 Break Even Point : 43%
- 13 Employment : 26 Persons
- 14 Power Requirement : 8 KW
- 15 Major Raw materials : KHADI COTTON FABRICS, BUTTON, THREADS ETC
- 16 Estimated Annual Sales Turnover (Max Utilized Capacity) : 153.04 Lakhs
- 17 Detailed Cost of Project & Means of Finance

## COST OF PROJECT

(Rs. In Lakhs)	
Particulars	Amount
Land	Own/Rented
Building /Shed 1200 sq ft	4.00
Plant & Machinery	11.36
Furniture & Fixtures	1.25
Working Capital Requirement	7.22
Total	23.83

## MEANS OF FINANCE

Particulars	Amount	
Own Contribution@10%	2.38	
Term Loan	14.95	
Working Capital	6.50	
Total	23.83	
		<b>General</b>
Beneficiary Margin Money	10%	<b>Special</b>
(% of Project Cost)		5%

**PLANT & MACHINERY**

PARTICULARS	QTY.	RATE	AMOUNT IN RS.
Stitching Machine	10	70000	700,000.00
Cutting Machine	4	15000	60,000.00
Steam Pressing Machine	4	80000	320,000.00
Needle Lock Stitch	4	9000	36,000.00
Overlock Machine	2	10000	20,000.00
Total Cost			1,136,000.00

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