

KVIC- PMEGP

PROJECT PROFILE ON COTTON LACES, FILE TAGES & COTTON TAPES

Introduction

Shoe laces, file tags & cotton packing tapes are considered as consumer items. These items play a prominent role to maintain office records etc being a consumer items, there is always regular demand of these items. **PROCESS OF MANUFACTURE** : The grey Cotton yarn on cones is mounted on braiding machines for manufacturing of braided tape. These braided tapes are cut in required sizes of laces or tags. The ends of laces and tags are fixed with PVC film or metal sheet as per requirement. Then these items are packed as per requirement of the customer.

1 **Name of the Product :** **COTTON LACES, FILE TAGES & COTTON TAPES**

2 **Project Cost :**

a **Capital Expenditure**

Land	:			Own
Work she sq.mtrs	:	0	Rs.	
Equipment	:		Rs.	725,000.00

(1)Semi Automatic shoe tag tipping machine (2) Film slitting maching (3) Braiding machine - 10 spindles (4) Braiding machine- 12 spindles (5) Braiding mchine - 16 spindles (6) Briing mchin -32 spindles (7) Hand lever press (8) Wooden racks (9) Erraction & installation. **OFFICE FURNITURE** : Table, Chairs & Almirah

Total Capital Expenditure	Rs.		725,000.00
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b Working Capital	Rs.		250,000.00
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TOTAL PROJECT COST :	Rs.		975,000.00
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3 **Estimated Annual Production Capacity:** (Rs. in 000)

Sr.No.	Particulars	Capacity in tons	Rate	Total Value
1	COTTON LACES, FILE TAGES & COTTON TAPES 29000 grosspieces of shoe laces, 28000 bundles of files tags,6000 kg cotton taps for packing mat.		0.00	3067.50
TOTAL		0.00	0.00	3067.50

4 Raw Material	:			Rs. 1,923,000.00
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5 Labels and Packing Material	:			Rs. 25,000.00
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6 Wages (5-Skilled & 5-Unskilled)	:			Rs. 720,000.00
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7 Salaries -1 manager	:			Rs. 120,000.00
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8	Administrative Expenses	:	Rs.	75,000.00
9	Overheads	:	Rs.	60,000.00
10	Miscellaneous Expenses	:	Rs.	10,000.00
11	Depreciation	:	Rs.	72,500.00
12	Insurance	:	Rs.	7,250.00
13	Interest (As per the PLR)			
	a. C.E.Loan	:	Rs.	94,250.00
	b. W.C.Loan	:	Rs.	32,500.00
	Total Interest		Rs.	126,750.00
14	Working Capital Requirement	:		
	Fixed Cost		Rs.	306,500.00
	Variable Cost		Rs.	2,760,500.00
	Requirement of WC per Cycle		Rs.	255,583.00

15 Cost Analysis

Sr.No.	Particulars	Capacity Utilization(Rs in '000)			
		100%	60%	70%	80%
1	Fixed Cost	306.50	183.90	214.55	245.20
2	Variable Cost	2761.00	1656.60	1932.70	2208.80
3	Cost of Production	3067.50	1840.50	2147.25	2177.90
4	Projected Sales	3500.00	2100.00	2450.00	2800.00
5	Gross Surplus	432.50	259.50	302.75	346.00
6	Expected Net Surplus	360.00	187.00	230.00	274.00

Note : 1.All figures mentioned above are only indicative.
2.This is model project profile for guidance
3.Cost of Project, and its priority will be changed depends on the area, availability of raw Material, man power, power requirement and various other factors etc..