

PROJECT REPORT FOR
MANDAP DECORATIONS



PROMOTER:

XXXXXXXXXXXXXXXXXXXXXXXXXXXX

PROJECT LOCATION:

XXXXXXXXXXXXXXXXXXXXXXXXXXXX

PREPARED BY:

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C O N T E N T

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Project For:
Mandap Decorations

I. PROJECT AT A GLANCE

1. About the Promoter : xxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxx
Project Location: xxxxxxxxxxxxxxx
2. Project Cost : Rs. 7.00 Lakhs
3. Mean of Finance
- A) T. L. facility from Bank : Rs. 5.28 Lakhs
 - B) Beneficiary contribution : Rs. 0.35 Lakhs
 - C) C.C. facility from Bank : Rs. 1.37 Lakhs
 - D) Subsidy under PMEGP Scheme : Rs. 2.45 Lakhs
5. Rate of Interest : 11.00% Per Annum
6. Repayment : 60 monthly instalments, EMI @ 0.11 Lakhs
7. Nature of Project : Mandap Decorations
8. Employment Potential : 4 Nos
9. Nature of the Firm : Proprietary Firm
10. Average Debt Coverage ratios : **2.33**

II. ABOUT THE PROJECT

Introduction

Tent houses (supplying of furniture, shamiyanas and utensils) are required at almost all places across the country especially during marriage, festivals and other social functions. It is not possible to keep these items. Starting a tent house in urban, suburban areas is a profitable business.

MARKET AND DEMAND

Keeping in view the present view of the marriage function being carried on going on in and around Rajouri, the demand for tent house can't be ignored. With the increase in the size of population resulting in the increase in functions being carried on hence increase the demand for tent house. Moreover, other government and development agencies also carries on the function are also the big consumers of the tent house requirements.

The project has good demand in the market particularly in major centres of tribal areas. It is also observed that services of tent house have good potential in important centres of tribal districts.

Keeping in view the aforesaid, the unit is not expected to face any difficulty in marketing as envisaged in the project report provided it maintains the quality and competitive price.

Projections for:
Mandap Decoration

III. ECONOMICS OF THE PROJECT

A. TOTAL COST OF THE PROJECT

(Rs. Lacs)

S.No.	Particulars	Total	Spent	Bal. To be spent
A.	Fixed Cost			
1	Equipments (Shamiyana, Utensils, Tables , Chairs, Fans,Rops, Bamboos, kannat Bundles,Carpets, Mattresses, Quilts, Bed Sheets, Pillows,etc)	5.00	-	5.00
2	Misc. Fixed Assets (Furniture & Electrical)	0.56	-	0.56
		5.56		5.56
B	Working Capital	1.44	-	1.44
	TOTAL COST OF THE PROJECT	7.00		7.00

MEANS OF FINANCE

a) Own Contribution (5%)	0.35
b) T L facility from Bank (95%)	5.28
c) CC facility from Bank (95%)	1.37
	7.00
C) Subsidy Entitlement Under PMEGP scheme @ 35%	2.45

Projections for:
Mandap Decoration

B. PROFITABILITY STATEMENT

S.No.	Particulars	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
1	Income	7.20	8.40	9.24	10.16	11.18
2	Expenses	5.22	5.55	5.90	6.20	6.51
3	Int. on TL	0.54	0.44	0.33	0.21	0.08
4	Depreciation	0.58	0.52	0.47	0.42	0.37
5	Profit after int. & dep.	0.86	1.89	2.54	3.34	4.22
6	Income Tax	-	-	-	0.33	0.42
7	Profit after Tax	0.86	1.89	2.54	3.00	3.80
8	Add : Depreciation	0.58	0.52	0.47	0.42	0.37
9	Add : Interest on TL	0.54	0.44	0.33	0.21	0.08
10	Cash Accruals	1.98	2.85	3.34	3.63	4.25
11	Repayment of TL with Interest	1.38	1.38	1.38	1.38	1.38
12	DSCR	1.44	2.07	2.42	2.64	3.08
13	Average DSCR	2.33				
14	Net Profit to total receipts	11.89	22.45	27.45	29.54	33.98

<i>Projections for:</i> Mandap Decoration

C. CASH FLOW STATEMENT

(Rs. Lacs)

S.No.	Particulars	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
A	Inflow :					
1	Cash flow from Opration	1.98	2.85	3.34	3.63	4.25
2	T.L. from Bank	5.28				
3	CC from bank	1.37				
4	Own contribution	0.35				
5	Subsidy	2.45				
	Total (A)	11.43	2.85	3.34	3.63	4.25
B	Outflow:					
1	Fixed Assets	5.56	-	-	-	-
2	Repay of TL	1.38	1.38	1.38	1.38	1.38
3	Drawings	0.50	0.55	0.61	0.67	0.73
	Total (B)	7.44	1.93	1.98	2.04	2.11
	Summery:					
	Op. Cash & Bank Bal.	-	3.99	4.91	6.27	7.86
	Surplus / (Deficit)	3.99	0.92	1.35	1.59	2.14
	Cl. Cash & Bank Bal.	3.99	4.91	6.27	7.86	10.00

Projections for:
Mandap Decoration

D. BALANCE SHEET

(Rs. Lacs)

S.No.	Particulars	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
A ASSETS :						
1	Fixed Assets :	4.98	4.45	3.99	3.57	3.20
2	Investments	-	-	-	-	-
3	Current Assets	3.99	4.91	6.27	7.86	10.00
4	Loans & Advances	-	-	-	-	-
	Total (A)	<u>8.97</u>	<u>9.37</u>	<u>10.26</u>	<u>11.43</u>	<u>13.20</u>
B LIABILITIES:						
1	Capital	3.16	4.49	6.42	8.76	11.83
2	Secured loans	4.44	3.51	2.46	1.30	-
3	Current Liabilities					
	Cash Credit	1.37	1.37	1.37	1.37	1.37
	Total (B)	<u>8.97</u>	<u>9.37</u>	<u>10.26</u>	<u>11.43</u>	<u>13.20</u>

Projections for:
Mandap Decoration

E. CAPITAL ACCOUNT

(Rs. Lacs)

S.No.	Particulars	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
1	Op. Balance	-	3.16	4.49	6.42	8.76
2	Additions	2.80	-	-	-	-
3	Net Profit	0.86	1.89	2.54	3.00	3.80
	Sub Total	3.66	5.04	7.03	9.43	12.56
4	Drawings	0.50	0.55	0.61	0.67	0.73
5	Closing Balance	3.16	4.49	6.42	8.76	11.83

Projections for:
Mandap Decoration

F. INCOME

(Rs. Lacs)

S. No.	Particulars	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
1	Gross Receipts					
a.	No. of Mandap Decoration Service Per Month	12	14	15	17	19
b.	No. of Mandap Decoration Service Per annum	144	168	185	203	224
c.	Total Receipts per annum (@ Avg. Income Rs.5000 per Service)	7.20	8.40	9.24	10.16	11.18
Total		7.20	8.40	9.24	10.16	11.18

Projections for:
Mandap Decoration

G. EXPENSES

(Rs. Lacs)

S.No.	Particulars	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
1	Salary					
i.	Manager (Self)	-	-	-	-	-
ii.	Labour (4 no.* Rs. 8000 per month)	3.84	4.03	4.23	4.45	4.67
2	Transportation & Conveyance Expenses (@ 3000 per month)	0.36	0.40	0.44	0.46	0.48
3	Telephone & Electricity Expenses	0.36	0.40	0.44	0.46	0.48
4	Advertising/Marketing/Social Media (@ 2000 per month)	0.24	0.26	0.29	0.30	0.32
5	Miscellaneous Expenses (@ 1500 per month)	0.18	0.20	0.22	0.23	0.24
6	Reparis and Maintenance Expenses (@ 2000 per month)	0.24	0.26	0.29	0.30	0.32
	Total	5.22	5.55	5.90	6.20	6.51

Projections for:
Mandap Decoration

H. FIXED ASSETS AND DEPRECIATION

(Rs. Lacs)

S. No.	Particulars	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
1	Equipments					
	Op. Balance		4.50	4.05	3.65	3.28
	Additions	5.00	-	-	-	-
	Sub Total	5.00	4.50	4.05	3.65	3.28
	Less : Depreciation	0.50	0.45	0.41	0.36	0.33
	Cl. WDV	4.50	4.05	3.65	3.28	2.95
2	Misc. Fixed Assets					
	Op. Balance		0.48	0.40	0.34	0.29
	Additions	0.56	-	-	-	-
	Sub Total	0.56	0.48	0.40	0.34	0.29
	Less : Depreciation	0.08	0.07	0.06	0.05	0.04
	Cl. WDV	0.48	0.40	0.34	0.29	0.25
	Total Depreciation	0.58	0.52	0.47	0.42	0.37
	Total WDV	4.98	4.45	3.99	3.57	3.20

Projections for:
Mandap Decoration

I. TERM LOAN REPAYMENT AND INTEREST THEREON

(Rs. Lacs)

S.No.	Particulars	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
1	TL / Op. Bal.	5.28	4.44	3.51	2.46	1.30
2	Repayment during the year	0.84	0.94	1.04	1.16	1.30
3	Cl. Balance	4.44	3.51	2.46	1.30	-
4	Interest at 11.00 per cent p.a.	0.54	0.44	0.33	0.21	0.08
5	Total repayment with Interest	1.38	1.38	1.38	1.38	1.38
6	Interest on CC (at 12 per cent p.a.)	0.16	0.16	0.16	0.16	0.16
7	Total Interest	0.70	0.61	0.50	0.38	0.24

Term Loan Repayment Schedule

MONTHS	EMI	INTEREST	PRINCIPAL REPAYMENT	OST PRINCIPAL
0				5.28
1	0.11	0.05	0.07	5.22
2	0.11	0.05	0.07	5.15
3	0.11	0.05	0.07	5.08
4	0.11	0.05	0.07	5.01
5	0.11	0.05	0.07	4.94
6	0.11	0.05	0.07	4.87
7	0.11	0.04	0.07	4.80
8	0.11	0.04	0.07	4.73
9	0.11	0.04	0.07	4.66
10	0.11	0.04	0.07	4.59
11	0.11	0.04	0.07	4.52
12	0.11	0.04	0.07	4.44
First Year	1.38	0.54	0.84	
13	0.11	0.04	0.07	4.37
14	0.11	0.04	0.07	4.29
15	0.11	0.04	0.08	4.22
16	0.11	0.04	0.08	4.14
17	0.11	0.04	0.08	4.07

18	0.11	0.04	0.08	3.99
19	0.11	0.04	0.08	3.91
20	0.11	0.04	0.08	3.83
21	0.11	0.04	0.08	3.75
22	0.11	0.03	0.08	3.67
23	0.11	0.03	0.08	3.59
24	0.11	0.03	0.08	3.51
Second Year	1.38	0.44	0.94	
25	0.11	0.03	0.08	3.43
26	0.11	0.03	0.08	3.34
27	0.11	0.03	0.08	3.26
28	0.11	0.03	0.08	3.17
29	0.11	0.03	0.09	3.09
30	0.11	0.03	0.09	3.00
31	0.11	0.03	0.09	2.91
32	0.11	0.03	0.09	2.82
33	0.11	0.03	0.09	2.74
34	0.11	0.03	0.09	2.65
35	0.11	0.02	0.09	2.56
36	0.11	0.02	0.09	2.46
Third Year	1.38	0.33	1.04	
37	0.11	0.02	0.09	2.37
38	0.11	0.02	0.09	2.28
39	0.11	0.02	0.09	2.18
40	0.11	0.02	0.09	2.09
41	0.11	0.02	0.10	1.99
42	0.11	0.02	0.10	1.90
43	0.11	0.02	0.10	1.80
44	0.11	0.02	0.10	1.70
45	0.11	0.02	0.10	1.60
46	0.11	0.01	0.10	1.50
47	0.11	0.01	0.10	1.40
48	0.11	0.01	0.10	1.30
Fourth Year	1.38	0.21	1.16	
49	0.11	0.01	0.10	1.20
50	0.11	0.01	0.10	1.09
51	0.11	0.01	0.10	0.99
52	0.11	0.01	0.11	0.88
53	0.11	0.01	0.11	0.78
54	0.11	0.01	0.11	0.67
55	0.11	0.01	0.11	0.56
56	0.11	0.01	0.11	0.45
57	0.11	0.00	0.11	0.34
58	0.11	0.00	0.11	0.23
59	0.11	0.00	0.11	0.11
60	0.11	0.00	0.11	0.00
Fifth Year	1.38	0.08	1.30	

Projections for:
Mandap Decoration

(Rs. Lacs)

J. WORKING CAPITAL

S.No.	Particulars	Year 1	Year 2	Year 3	Year 4	Year 5
1	Gross receipts	7.20	8.40	9.24	10.16	11.18
2	Working Capital ('@ 20%)	1.44	1.68	1.85	2.03	2.24
3	Bank CC (95%)	1.37	1.60	1.76	1.93	2.12
4	Own Contribution(5%)	0.07	0.07	0.07	0.07	0.07