



PROJECT REPORT ON HARBAL JADI BOOTI



Govt. of Uttarakhand

Directorate of Industries, Uttarakhand

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PROJECT HIGHLIGHTS

PROPRIETOR : XXXXX
ADDRESS OF THE PROPRIETOR : YYYYY
DIST..... STATE.....
CONSTITUTION : PROPRIETORSHIP
CATEGORY OF UNIT : MICRO UNIT
FATHER NAME : XXXXXX
DATE OF BIRTH : XX-YY-ZZZZ
CATEGORY OF THE PROPRIETOR : XXXXXX
QUALIFICATION : XXXXXX
LOCATION OF UNIT : XXXXXX
PROPOSED PROJECT : HARBAL JADI BOOTI
NAME OF SCHEME : PRIME MINISTER'S EMPLOYMENT
GENERATION PROGRAMME
UNIT (OWN/RENTED) : OWNED/RENTED

(A) TOTAL COST OF PROJECT : **Rs.5,00,000**
(1) PLANT & MACHINERY Rs.4,00,000
(2) WORKING CAPITAL LIMIT Rs.1,00,000

(B) MEANS OF FINANCE :
(1) TERM LOAN FOR MACHINERY & TOOLS Rs.3,75,000
(2) WORKING CAPITAL LIMIT FROM BANK Rs.1,00,000
(3) PROMOTOR'S CONTRIBUTION Rs.25,000
Total Rs. **Rs.5,00,000**

(C) SPECIAL FACILITY :
PMEGP SUBSIDY UNDER KVIB : Rs.1,75,000
UNDER PMEGP
EMPLOYMENT POTENTIAL : 08PERSONS
NORMAL WORKING HOUR : 8HOURS



INTRODUCTION

Government is much supporting to herbal in recognized for its inherited rich biodiversity and ethnic herbal traditions. In view of increasing global popularity of herbal medicinal, cultivation of herbal plants to ensure constant supply can be an important alternate source of economy in the state. Recently the state Government has introduced several incentives for the popularization of cultivation of herbs. However, the various efforts may go fruitless unless a scientific and systematic study is undertaken to support the Government efforts. The choice of right plant selected for cultivation would be a crucial step. Further, the perusal of available herbal reports (CIMAP report) revealed that as many as 1784 species are having some medicinal uses. Recommending this seemingly large number of plants would be impracticable and considerable discretion would have to be applied for selecting a herb for cultivation. However, the accumulated literature remains clueless about the selection and preference of economic cultivable herbal plants. Therefore, it is essential to undertake a study to enlist of various herbal plants actually used in popular herbal medicines being presently marketed to ascertain the medicinal and economic value of individual plants.

PROMOTER & MANAGEMENT

The promoter is reported to have good financial standing presently. The Promoters is actively associated with the implementation of the project. Promoter is over all in charge of the working of the unit.

MARKET AND DEMAND

The whole world is suffering from CORONA Virus and the only remedies is to boost up immunity system and the Herbal Jadi boodi will definitely increase the human immunity system so the demand of the herbs is in whole of the world. local



inhabitants use numerous herbal remedies for treatment of various ailments. In addition to it there is the presence of vast repository of local health traditions and practitioners (Baidya, Amji, Bongthing, Jhankri, etc). This biodiversity of medicinal plants and its sustainable utilization sustains the health, medicinal, spiritual and other needs. Thus there is an urgent need to conserve the wild populations of medicinal plant diversity in prioritized forest regions of India. Conservation of medicinal plants will contribute to self-reliance of millions for India's own health needs. The demand for medicinal plants is growing at a rapid pace. There are a number of Herbal extract producers all over India. Important producers include the following Cosmetics, Food Pharmaceuticals, Creams, Shampoos, Lotions, Talcum powder, Moisturisers, Food supplement, Sports drinks, Health drinks, Anti-inflammatory Detoxification, Treatment of several illnesses.

MAJOR BENEFITS OF THE PROJECT

- I. Easy availability of material.
- II. Job opportunity for local people.

FURNITURE, FIXTURES ETC.

The total estimated cost of required Furniture & Fixtures would be Rs.- 20,000.00/-.

PREOPERATIVE EXPENSES

The total estimated cost of required Preoperative Expenses would be Rs.- 5,000/-.



PLANT, MACHINERY AND EQUIPMENTS

Plant, Machinery, Tools, Shed and other equipment's required for the proposed unit are available indigenously. The various items required for installation of Rs. 3,75,000/- details as per quotation attached herewith.

QUALITY CONTROL

The concern proposed to set up above unit for which provision testing equipment have been proposed in the project report.

TECHNICAL KNOW- HOW

The process for sale of products is simple and no sophisticated technology is involved. There is no requirement of any type of technical knowhow.

TRANSPORTATION

The proposed location is connected by road and near to the city. Thus the unit is not likely to face difficulty on account of transportation.

UTILITIES

a) **Power:**

The total connected load for the smooth operations of the unit has been estimated and Electricity connection will be obtained as per required load including lighting load if required.

b) **Water:**



The water will be available. Necessary provision for storage of water and water supply has been made in the project cost.

MANPOWER

The unit would require total manpower of person of different category. The details of salary/wages proposed to be paid together with annual Salary/wages bill is given in separate annexure.

DEPRECIATION

The depreciation on fixed assets has been computed in annexure of this project report in accordance with the admissibility of the same under the Income Tax Act, 1961.

TRAINING

Applicant has to complete two week EDP training specially designed for the purpose, which will be organized by KVIC/KVIB/DIC or the institution organized by or under the administration control of Minister of MSME or any other training center of repute before disbursement of loan by the bank. After the successfully completion of EDP training arranged by the KVIC/KVIB/DIC, the beneficiary will deposit his own contribution in the bank as per the guideline of scheme.

CAPITAL SUBSIDY UNDER PMEGP

Unit is eligible to get capital subsidy under Prime Minister Employment Generation Programme 35% of the total cost of the project (except cost of land). Total subsidy to be received Rs. 1,75,000/-



TERM LOAN AND WORKING CAPITAL LOAN PMEGP SCHEME

The unit proposed to have Term loan UNDER PMEGP of Rs. 3,75,000/- & working capital limit of Rs. 1,00,000/- Own contribution of unit will be Rs. 20,000/-, which is five percent of total cost of project. The total project cost will be Rs.5,00,000/-.

LOAN REPAYMENT SCHEDULE

Total Term Loan	:	Rs. 3,75,000/-
Total Duration	:	5 Years
From the next year		
Each yearly instalment	:	Rs. 75,000/-
Total instalments	:	Rs. 75,000*5 = Rs. 3,75,000/-
<hr/>		
Total		Rs. 3,50,000/--
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INTEREST COMPUTATION

Interest computation is given in Annexure 6.

PROJECTED INCOME/PROFITABILITY

The projected Income & profitability statement has been shown in the attached profit & loss account. Projected Balance sheet for the next five years is also enclosed as here for the reference.



ECONOMIC VIABILITY

Based on the projections attached it is observed that sufficient revenue shall be generated through operations served & it indicates the economic viability of the proposal. Hence the project can be considered as economically favourable and viable.

CONCLUSION

Based on the grounds discussed aforesaid it is concluded that project is economically & feasibly viable and should be considered favourably.



HARBAL JADI BOOTI

ADDRESS: XXXXX

FINANCIAL ASPECTS OF THE PROJECT

A. FIXED CAPITAL

I-Plant & Machineries:

S.No	Particulars	No.	Rate (Rs.)	Amount(Rs.))
1	Extraction Unit	1	100000	100000
2	Skin Peeling Machine	1	75000	75000
3	Pulp Division	1	50000	50000
4	Crushing Unit	1	50000	50000
5	Distillation Unit	1	40000	40000
6	Drying, Testing, Packing	1	25000	25000
7	Laboratory Equipments etc. LS	1	35000	35000
	TOTAL			375000

II-Other Fixed Assets:

S.No	Particulars	Amount (Rs.)
1	Furniture Counter Table, Godrej Almira, Chair & Table	15000
2	Other equipments like Ceiling Fans, Exhaust Fans, RO System, racks for raw material & partition, electrification etc.	5000
	TOTAL	20000

**III-Preliminary & Pre-operative expenses:**

S.No	Particulars	Amount (Rs.)
1	Transportation of Machinery	3000
2	Miscellaneous	2000
	TOTAL	5000

TOTAL FIXED CAPITAL

S.No	Particulars	Amount (Rs.)
1	Machinery and Equipments	375000
2	Other Fixed Assets	20000
3	Preliminary and Pre Operative Expenses	5000
	TOTAL	400000

B. WORKING CAPITAL**I- Raw Material (Per Month):**

S.No	Particulars	Amount (Rs.)
1	Purchase of Jadi booties	60000
2	Packing Materials	10000
	TOTAL	70000

**II- Man power (Per Month):**

S.No	Particulars	Nos.	Salary	Amount (Rs.)
1	Skill Manpower	1	8000	8000
2	Semi Skilled Manpower	2	5000	10000
	TOTAL			18000

III- Utilities (Per Month):

S.No	Particulars	Amount (Rs.)
1	Electricity	1500
2	Phone bill	1500
3	Transporation	2000
	TOTAL	5000

IV- Misc. or other expenses: (Per Month)

S.No	Particulars	Amount (Rs.)
1	Repair & Renewal	2000
2	Other	5000
	TOTAL	7000



TOTAL WORKING CAPITAL (Per Month)

S.No	Particulars	Amount (Rs.)
1	Raw Material	70000
2	Manpower	18000
3	Utilities	5000
4	Misc. expenses	7000
	TOTAL	100000

C-ANNUAL SALES REALISATION

S.No	Particulars	Amount (Rs.)
1	Food Pharmaceuticals, Creams, Shampoos, Lotions, Talcum powder, Moisturizers, Food supplement, Sports drinks, Health drinks, Anti-inflammatory Detoxification, Treatment of several illness.	1700000

D-BREAK EVEN POINT

(BASED ON FIRST YEAR OF OPERATION)

S.No	FIXED COST	Amount (Rs.)	
1	Interest on loan	40023	
2	Depreciation	58000	
3	Man power expenses (40%)	86400	
4	Operating expenses (40%)	393600	
	Total	578023	
	BEP =	Fixed Cost *	57802344
		100	
	Fixed Cost +	867817	66.61
	Net Profit		



HARBAL JADI BOOTI

ADDRESS -XXXXX

Annexure-1

PROJECTED BALANCE SHEET

(Rs. In '000)

PARTICULARS	Operating Years				
	1st	2nd	3rd	4th	5th
<u>A-SOURCES:-</u>					
I) CAPITAL / OWN CONTRIBUTION	25	315	639	998	1391
ADD:- PROFIT	290	325	359	393	426
TOTAL	315	639	998	1391	1816
<u>II) LOAN FUNDS</u>					
<u>SECURED LOANS</u>					
Term Loan from Bank	300	225	150	75	0
C/C Limit from Bank	100	100	100	100	100
III) Margin Money under PMEGP	175	175	175	-	-
TOTAL (I+II)	715	964	1248	1566	1916
<u>B- APPLICATION:-</u>					
I) FIXED ASSETS					
GROSS BLOCK	395	395	395	395	395
LESS: ACC.DEPRICIATION	58	108	151	187	217
TOTAL	337	287	244	208	178
II) CURRENT ASSETS LOANS & ADVANCES					
PRELIMINARY EXPENSES	5	5	5	5	5
INVENTORIES	-	-	-	-	-
SUNDERY RECEIVABLES	142	149	156	163	170
CASH & BANK BALANCES	180	452	745	1075	1432
LOANS & ADVANCES	125	150	180	200	220
TOTAL	452	756	1086	1443	1827
III) CURRENT LIABILITIES &					



PROVISIONS					
SUNDERY CREDITOR	35	35	35	35	35
PROVISION FOR TAXATAION	2	4	6	8	10
EXPENSES PAYABLE	37	39	41	43	45
TOTAL					
IV) NET CUREENT ASSETS (II-III)	378	677	1004	1358	1738
V) Margin Money under PMEGP	175	175	175	-	-
TOTAL (I+IV)	715	964	1248	1566	1916

Note :-Above statement prepared & compiled by us as per the information provided by proprietor



HARBAL JADI BOOTI					
					Annexture-2
ADDRESS -XXXXX					
PROJECTED COST OF PRODCUTION AND PROFITABILITY					
					(Rs. In '000)
Particulars	Operating Years				
	1st	2nd	3rd	4th	5th
Capacity Utilization	50%	55%	60%	65%	70%
A- INCOMES :					
GROSS RECEIPTS	1700	1785	1870	1955	2040
CLSOING STOCK	-	-	-	-	-
TOTAL (A)	1700	1785	1870	1955	2040
B- EXPENSES					
OPENING STCOK	-	-	-	-	-
PURCHASES AND CONSUMPTION	840	882	924	966	1008
SALARY & WAGES	216	227	238	248	259
UTILITIES EXPENSES	60	63	66	69	72
Total (B)	1116	1172	1228	1283	1339
C- GROSS PROFIT (A-B)	584	613	642	672	701
ADMINISTRATIVE COST	84	88	92	97	101
SELLING & DISTRIBUTION EXPENSES	85	89	94	98	102
DEPRICIATION	58	50	43	36	30



FINANCIAL CHARGES					
Interest on Term Loan @11.75%	40	31	22	14	5
Interest on CC Limit @10.00%	10	10	10	10	10
Bank Charges	15	16	17	17	18
D-TOTAL					
E- PROFIT BEFORE TAX (C - D)	292	329	365	400	435
F- PROVISION FOR TAXATION	2	4	6	8	10
G- NET PROFIT AFTER TAX	290	325	359	393	426

Note :-Above statement prepared & compiled by us as per the information provided by proprietor



HARBAL JADI BOOTI					
ADDRESS –XXXXX					
					Annexture-3
PROJECTED CASH FLOW STATEMENT					
					(Rs. In '000)
PARTICULARS	Operating Years				
	1 st	2 nd	3rd	4th	5th
<u>A-SOURCE OF FUND</u>					
-					
1. Increase in Capital	25	-	-	-	-
2. Increase in Term Loan	375	-	-	-	-
3. Increase in C/C Limit	100	0	0	0	0
4. Profit / (Loss)	290	325	359	393	426
5. Depreciation added back	58	50	43	36	30
6. Increase in Creditors	74	4	4	4	4
TOTAL (A)	922	378	405	432	459
<u>B-DISPOSAL OF FUND</u>					
<u>I) FIXED ASSETS PURCHASED</u>					
-					
1. Furniture & Fixtures	20	-	-	-	-
2. Plant & Machinery	375	-	-	-	-
<u>II) CURRENT ASSETS</u>					
3. Increase in Stock	0	0	0	0	0
4. Increase in Debtors	142	7	7	7	7
5. Increase in Preliminary Exp.	5				
6. Increase in Loans & Advances	125	25	30	20	20
<u>III) OTHERS</u>					
7. Payment of Term Loan	75	75	75	75	75
8. Decrease in Creditors	0				
TOTAL (B)	742	107	112	102	102



Opening Cash & Bank Balance	0	180	452	745	1075
Surplus/(Deficit) (A - B)	180	271	293	330	357
Closing Cash & Bank Balance	180	452	745	1075	1432

Note :-Above statement prepared & compiled by us as per the information provided by proprietor



HARBAL JADI BOOTI

ADDRESS –XXXXX

Annexure-4

COMPUTATION OF DEPRECIATION

Depreciation under WDV Method:

(Rs. in '000')

Particulars	Furniture & Fixture	Plant & Machinery	Total
Rate as per I.Tax Act	10%	15%	
Value of Assets at beginning	20	375	395
1st year Dep.	2	56	58
Balance at the end of 1st year	18	319	337
2nd year Dep.	2	48	50
Balance at the end of 2nd year	16	271	287
3rd year Dep.	2	41	43
balance at the end of 3rd year	14	230	244
4th year Dep.	1	35	36
balance at the end of 4th year	13	195	208
5th year Dep.	1	29	30



HARBAL JADI BOOTI

ADDRESS –XXXXX

Annexure-5

PROJECTED FINANCIAL RATIOS

(Rs. In '000)

PARTICULARS		Operating Years					
		1 st	2nd	3rd	4th	5th	
1. CURRENT RATIO	CURRENT ASSETS	452	756	1086	1443	1827	
	CURRENT LIABILITIES	174	178	182	185	189	
	=	2.59 TIMES	4.24 TIMES	5.97 TIMES	7.78 TIMES	9.66 TIMES	
2. GROSS PROFIT RATIO	GROSS PROFIT	584	613	642	672	701	
	SALES	1700	1785	1870	1955	2040	
	=	34.35%	34.35%	34.35%	34.35%	34.35%	
3. NET PROFIT RATIO	NET PROFIT	290	325	359	393	426	
	SALES	1700	1785	1870	1955	2040	
	=	17.05%	18.19%	19.18%	20.08%	20.86%	
4. DSCR	PAT+DEP.+INTT. ON TERM LOAN	388	406	424	442	460	Avera ge
	INTEREST+LOAN INSTALMENT	115	106	97	89	80	
	=	3.37 TIMES	3.82 TIMES	4.35 TIMES	4.99 TIMES	5.77 TIMES	3.72
5. INTT. COVERAGE RATIO	PAT+DEP.+INTT.	398	416	434	452	470	
	INTEREST	50	41	32	24	15	
	=	7.95	10.09	13.40	19.17	31.84	



6. DEBT EQUITY RATIO		TIMES	TIMES	TIMES	TIMES	TIMES	
	TOTAL TERM LIABILITY	300	225	150	75	0	
	TOTAL NET WORTH	315	639	998	1391	1816	
	=	0.95	0.35	0.15	0.05	0.00	TIMES
7. STABILITY/GEARING RATIO	TOTAL OUTSIDE LIABILITY	400	325	250	175	100	
	TOTAL NET WORTH	315	639	998	1391	1816	
	=	1.27 TIMES	0.51 TIMES	0.25 TIMES	0.13 TIMES	0.06 TIMES	



HARBAL JADI BOOTI				
ADDRESS –XXXXX				
Loan Amount Rs. 375000				Annexture-6
Rate of Interest 11.75%				
Tenure			5 Years	(Rs. In '000)
Sl.No.	Installment	Interest	Principal	Balance Loan
1st Year	115	40	75	300
2nd Year	106	31	75	225
3rd Year	97	22	75	150
4th Year	89	14	75	75
5th Year	80	5	75	0



DISCLAIMER

This project report is only for the purpose of reference and will give an idea and guidance to budding and existing entrepreneurs on how to prepare a project Report. The readers will come to know about the key components of a project. Every earnest-effort has been made in collecting the data and information available on the subject from different offline and online sources. This report (including any enclosures and attachments) has been prepared solely for the purpose for which it is provided.

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