

**Project Report For Machinery Custom
hiring and Extension Consultancy Services**

Introduction

As the Population increasing day by day the division of Land result in decreasing of Land holding. It becomes difficult to keep all required implements with him because its not viable to keep them with him. The new technologies are introducing day by day is the field of Agriculture.

Detail of project :

The main of project is to provide Farm Machinery to farmers on hire basis and consultancy to their agriculture activities Cropping Pattern, Leveling of land etc.

Establishment of Units :

- (a) **Place & Location :-** The units will function at Vill – Chhaja Nagla, Post – Akbarpur Sihali, Dist- Moradabad Pin Code- 244501
- (b) Its Communicate by Pakka Road and farmers of so many Village Can easily visit Center.

Manpower Requirement

One driver for driving Tractor is required.

- (a) Driver @ 7500/-Per month Rs. 7500=00

Demand & Present Supply :

As there is a wide scope of machinery in Farming because the availability of Labour is Agriculture Sector reducing day by day by Machine. We can do work faster and no much labour is required. There is no such any type of agriculture store providing such information and Farm Machinery on hiring Basis. So it is hoped that entrepreneur will get good business time to time field day will be organized.

Expenditure

A- Fixed Assets Particular

- | | |
|--------------|--------------------|
| 1. Tractor | <u>6.70,000=00</u> |
| 2. Rotavator | 1.10.000=00 |

Total **7,80,000=00**

B- Working Capital

1-	Diesel Rs. 575/day 20 days Rs. 14,500.00	11,500=00
2-	Driver Rs. 7500/month	7,500=00
3-	Service of Machines Rs. 1000/month	1,000=00

Total - **20,000.00**

C- Total Project Cost (A+B)

7,80,000+20,000.00

Total Project Cost - **8,00,000.00**

Bank Loan - **5,00,000.00**

Own Contribution - **3,00,000.00**

PROJECT REPORT FOR AGRI CLINIC AGRI BUSINESS CENTER

BASIC DATA :-

ADDRESS	VILL –CHHAJA NAGLA,POST-AKBARPUR SIHALI , DIST- MORADABAD
CONSTITUTION	PROPRIETORSHIP FIRM
NAME PROPRIETOR	MUKUL KUMAR
NATURE OF BUSINESS	CUSTOM HIRING
TOTAL COST OF PROJECT	RS. 8,00,000/-
OWN CONTRIBUTION	RS.3,00,000/-

COST OF PROJECT

THE ACTUAL COST OF PROJECT OF THE UNIT IS AS UNDER :-

<u>PARTICULARS</u>	<u>AMOUNT</u>
PLANT AND MACHINERY	800000.00
	<u>800000.00</u>

MEANS OF FINANCE

<u>PARTICULARS</u>	<u>AMOUNT</u>
OWN CONTRIBUTION	300000.00
TERM LAON FROM BANK	500000.00
	<u>800000.00</u>

SALARY & WAGES

PARTICULARS	NO.	RATE	AMOUNT
DRIVER	1	7500	7500.00
MECHANIC	1	1850	1850.00
			9350.00
ADD : FRINGE & OTHER BENEFITS @ 10%			935.00
			10285.00
ANNUAL SALARY & WAGES			123420.00

BASED ON THE ABOVE AND PROVIDING FOR AN INCREMENT OF 10% OF TOTAL SALARIES ON ACCOUNT OF INCREMENTS AND FRINGE BENEFITS THE COST OF SALARY OF NEXT 5 YEARS WOULD BE AS

1ST YEAR	1.23
2ND YEAR	1.36
3RD YEAR	1.49
4TH YEAR	1.64
5TH YEAR	1.81

REPAIR & MAINTENANCE

PARTICULARS	AMOUNT
ESTIMATED REPAIR	9500.00
ANNUAL REPAIR & MAINTENANCE	9500.00

ON THE BASIS OF ABOVE AND PROVIDING FOR 10% INCREASE EVERY SUCCESSIVE YEAR
THE COST WOULD BE AS :-

IST YEAR	0.10
IIND YEAR	0.10
IIIRD YEAR	0.11
IVTH YEAR	0.13
VTH YEAR	0.14

DEPRECIATION SCHEDULE

	PLANT & MACHINERY	TOTAL	TOTAL IN LACS
RATE OF DEPRECIATION	15%		
COST	800000.00	800000.00	8.00
DEPRECIATION IST YEAR	120000.00	120000.00	1.20
WDV IST YEAR	680000.00	680000.00	6.80
DEPRECIATION IIND YEAR	102000.00	102000.00	1.02
WDV IIND YEAR	578000.00	578000.00	5.78
DEPRECIATION IIIRD YEAR	86700.00	86700.00	0.87
WDV IIIRD YEAR	491300.00	491300.00	4.91
DEPRECIATION IVTH YEAR	73695.00	73695.00	0.74
WDV IVTH YEAR	417605.00	417605.00	4.18
DEPRECIATION VTH YEAR	62641.00	62641.00	0.63
WDV VTH YEAR	354964.00	354964.00	3.55

INTEREST ON TERM LOAN

AMOUNT OF TERM LOAN 500000

RATE OF INTEREST 12.50%

PAYMENT IN 20 EQUAL QUATERLY INSTALMENTS

AMOUNT OF LOAN

INSTALMENT PAYMENT	500000.00	15625.00	
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	475000.00	14844.00	
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	450000.00	14063.00	
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	425000.00	13281.00	57813.00
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	400000.00	12500.00	
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	375000.00	11719.00	
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	350000.00	10938.00	
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	325000.00	10156.00	45313.00
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	300000.00	9375.00	
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	275000.00	8594.00	
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	250000.00	7813.00	
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	225000.00	7031.00	32813.00
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	200000.00	6250.00	
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	175000.00	5469.00	
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	150000.00	4688.00	
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	125000.00	3906.00	20313.00
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	100000.00	3125.00	
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	75000.00	2344.00	
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	50000.00	1563.00	
BALANCE	<u>25000.00</u>		
INSTALMENT PAYMENT	25000.00	781.00	7813.00
BALANCE	<u>25000.00</u>		
	0.00		

PROFIT ABILITY STATEMENT

PARTICULARS	IST YEAR	IIND YEAR	IIIRD YEAR	IVTH YEAR	VTH YEAR
SALARY & WAGES	1.23	1.36	1.49	1.64	1.81
REPAIR & MAINTENANCE	0.10	0.10	0.11	0.13	0.14
OTHER EXPENSES @ 10%	0.06	0.06	0.07	0.07	0.08
DEPRECIATION	1.20	1.02	0.87	0.74	0.63
INTEREST ON T/L	0.58	0.45	0.33	0.20	0.08
COST OF SALES	3.16	3.00	2.87	2.78	2.73
INCOME	5.50	6.05	6.66	7.32	8.05
P.B.T.	2.34	3.05	3.78	4.54	5.32
P A T	2.34	3.05	3.78	4.54	5.32
ADD : DEPRECIATION	1.20	1.02	0.87	0.74	0.63
CASH PROFIT (ACCRUALS)	3.54	4.07	4.65	5.28	5.95

PROJECTED BALANCE SHEET AS AT THE END OF

DESCREPTION	IST YEAR	IIND YEAR	IIIRD YEAR	IVTH YEAR	VTH YEAR
<u>LIABILITIES :</u>					
<u>CAPITAL :</u>					
INTRODUCTION	1.70	3.04	4.59	5.87	7.41
ADD : NET PROFIT (PBT)	2.34	3.05	3.78	4.54	5.32
LESS : DRAWINGS	1.00	1.50	2.50	3.00	3.50
	3.04	4.59	5.87	7.41	9.23
<u>LOANS :</u>					
SECURED TERM LOAN	4.00	3.00	2.00	1.00	0.00
CURRENT LIABILITIES	0.20	0.25	0.30	0.35	0.40
	7.24	7.84	8.17	8.76	9.63
FIXED ASSETS	8.00	6.80	5.78	4.91	4.18
LESS : DEPRECIATION FOR YEAR	1.20	1.02	0.87	0.74	0.63
	6.80	5.78	4.91	4.17	3.55
<u>CURRENT ASSETS :</u>					
SUBSIDY	0.00	0.00	0.00	2.88	2.88
DIESAL	0.10	0.12	0.15	0.20	0.25
RECEIVABLES AND STOCK	0.20	0.25	0.30	0.80	1.00
CASH IN HAND & BANK BALANCE	0.14	1.69	2.81	0.71	1.96
	7.24	7.84	8.17	8.76	9.64

PROJECTED FUND FLOW STATEMENT AS ON

DESCREPTION	IST YEAR	IIND YEAR	IIIRD YEAR	IVTH YEAR	VTH YEAR
<u>SOURCES OF FUNDS</u>					
NET PROFIT (PBT)	2.34	3.05	3.78	4.54	5.32
DEPRECIATION	1.20	1.02	0.87	0.74	0.63
INCREASE IN CAPITAL	1.70	0.00	0.00	0.00	0.00
INCREASE IN TERM LOAN	5.00	0.00	0.00	0.00	0.00
INCREASE IN CURRENT LIAB.	0.20	0.05	0.05	0.00	0.05
	<u>10.44</u>	<u>4.12</u>	<u>4.70</u>	<u>5.32</u>	<u>6.00</u>
<u>APPLICATION OF FUNDS</u>					
REPAYMENT OF TERM LOAN	1.00	1.00	1.00	1.00	1.00
DRAWINGS	1.00	1.50	2.50	3.00	3.50
SUBSIDY RECD	0.00	0.00	0.00	2.88	0.00
INCREASE IN FIXED ASSETS	8.00	0.00	0.00	0.00	0.00
INCREASE IN INVENTORY	0.10	0.02	0.03	0.05	0.05
INCREASE IN RECEIV ABLE	0.20	0.05	0.05	0.50	0.20
	<u>10.30</u>	<u>2.57</u>	<u>3.58</u>	<u>7.43</u>	<u>4.75</u>
OPENING BALANCE	0	0.14	1.69	2.81	0.71
SURPLUS/DEFICIT	0.14	1.55	1.12	2.1	1.25
CLOSING BALANCE	0.14	1.69	2.81	0.71	1.96