

LEATHER SANDALS WITH PU SOLES**19.LEATHER SANDALS WITH PU SOLES**

Production capacity	Quantity: 36000 pairs pa, Value: Rs. 88 lakhs
User profile	Individuals, retailers
Motive power required	3 HP
Project cost	
Land & building	Rented premises shed of 2500 sft: Rs 4000 pm
Machinery & Equipment:	Flat bed single needle stitching machine, strap cutting machine, upper leather skiving machine, hand operated strap folding machine, buffing & roughening machine, polishing machine, sole cementing press- 4 bed operated with air compressor, 1 HP motor, trade mark embossing machine, tools equipment etc. – Rs2.6 lakhs
Raw materials per month, for 3000 pairs	Chrome upper leather, split leather, PVC readymade insole, PU sole, grinders, adhesives, thread, buckles et- Rs Rs. 6.6 lakhs
Utilities per month	Power, water – Rs. 5,000 pm
Other contingent expenditure per month	Transport, advertisement, insurance, telephone, rent, consumable stores & other expenses - Rs. 30,000 pm
Staff / labour :	Manager, Designer-Supervisor, accountant, upper assembly skilled workers, semi skilled workers for bottoming, machine operator, unskilled workers, office assistant, watch & help- 1.03 lakhs.
Working capital required(for 3 months)	23.94 lakhs
Total capital investment	26.84 lakhs
Cost of production per year	100.16 lakhs
Turnover per year	108 lakhs
Net profit	7.84 lakhs
Rate of return	29.2%
Break even	60%