

Capital Expenditure

Capex for the entire project to establish building, interior works, Machines required for Phase 1 Modules, furniture's and other miscellaneous items were mapped and summarized below:

Category	Value Rs. In L	Trade		
		Welding	CNC Operation	Tally/ Computer
Civil Construction Work	414.4	165.8	165.8	82.9
Interior Work	55.7	22.3	22.3	11.1
Machines & Tools	138.6	51.0	51.0	36.5
Service Items	138.0	55.2	55.2	27.6
Office Items	40.1	16.0	16.0	8.0
Miscellaneous/ Solar Plant	20.0	8.0	8.0	4.0
Total	806.8	318.3	318.3	170.1

Detailed item wise list for each Module and Category is enclosed in **Annexure V**.

OPERATIONAL EXPENDITURE

The opex for each trade is calculated including the management cost and operating cost to run the Training Centre. Below table gives the summary on the Opex considered for all the trade with major breakup.

Category	Value Rs. In L	Trade		
		Welding	CNC Operation	Tally/ Computer
Opex cost for batch(3 Month)	11.3	4.3	4.3	2.6
Total Cost per Annum(4 Batch)	45.0	17.3	17.3	10.4
Total Number of Students per Annum	300	100	100	100
Cost per Student per Batch In Rs.	15,000.0	17,280.0	17,280.0	10,440.0
Cost per Student per Batch per Month In Rs.	5,000.0	5,760.0	5,760.0	3,480.0

Detailed item wise list is enclosed in **Annexure VI**.

Funding – Capex & Opex:

HIA is a Non profit making organization and runs with members of industries as a governing body. As the SDC initiative is for Hosur Industries by HIA, we have approached Big industries and Major MSME to fund for the Initial Capex and Opex for this projects. The details of funding are given below:

S.no	Contributors	Rs. In L			
		Capex	Opex - Year 1	Opex - Year 2	Opex - Year 3
1	TVS	200.0	15.0	16.5	18.2
2	Ashok Leyland	207.0	15.0	16.5	18.2
3	Titan Company Ltd	200.0	15.0	16.5	18.2
4	HIA & Other Industries	200.0	0.0	0.0	0.0
	Total	807.0	45.0	49.5	54.5

For the Initial three years, we have requested the Big industries to support on the Opex expenditure incurred by SDC unit. On the subsequent years the unit will generate its revenue through revenue model which is explained in subsequent section.