

Chapter - 6

Financial Aspects

6.1. Working Capital

As on the date of survey, the total amounts of **opening balance** are Rs.10805320 during 2017-18 and Rs. 88795644 in the year 2018-19. The **closing balance** is Rs.77549116 during 2017-18 and Rs. 86952390 in the year 2018-19. **Amount receivable** during 2017-18 and 2018-19 are Rs.1334543 and Rs. 1486111 respectively. Whereas **amount payable** during 2017-18 and 2018-19 are Rs. 1800248 and Rs. 1738759 respectively.

6.1.1. Working Capital

Sl No.	Particulars	2017-18	2018-19
		In Rs.	In Rs.
1	Opening Stocks	10805320	88795644
2	Closing Stocks	77549116	86952390
3	Amount Receivable	1334543	1486111
4	Amount Payable	1800248	1738759

(For details refer Table 1.16)

6.2. Expenditure

In the expenditure column, it is seen that the largest bulk of expenditure is incurred on payment of salaries/wages to the employees (i.e. 29 % of the total expenditure), followed by expenditure on purchase of food/ beverages and mineral water which accounts to around 27 %. Expenditure on rent is estimated to around 19%. Statement below gives the breakup of expenditure along with corresponding percentage during 2017-18 and 2018-19.

6.2.1. Expenditure Statement

Sl No.	Items	2017-18		2018-19	
		In Rs.	Percentage	In Rs.	Percentage
1	Expenditure on food & beverages	45264749	27.45	49864288	27.43
2	Fuel charges	7614535	4.62	8407630	4.62
3	Water Charges	3623215	2.20	4036611	2.22
4	Electricity charges	9768247	5.92	11093066	6.10
5	Repair and maintenance	7494154	4.55	7716139	4.24
6	Advertisement and marketing	332959	0.23	360078	0.20
7	Stationary, postage and telephone charges	1807789	1.10	1877904	1.03
8	Rent paid	31888600	19.34	34764600	19.12
9	Total emoluments to employees	48487699	29.41	53280116	29.31
10	Taxes, License fee , Municipal Taxes and Insurance	1079945	0.65	1615995	0.89
11	Transportation charges	1563980	0.95	1967771	1.08
12	Interest paid on Loan	1803290	1.09	2082850	1.15
13	Other expenses	4102198	2.49	4719891	2.60
14	Total	164882360	100	181786939	100

(For details refer Table 1.14)

6.3 Income

It is seen from the survey results that around 66.81% of the income in hotel is generated from lodging charges and around 30 % of income is received from food & beverages & plastic water bottle. Statement below gives the breakup of income from different categories during 2017-18 and 2018-19.

6.3.1 Income Statement

Sl No.	Items	2017-18		2018-19	
		In Rs.	Percentage	In Rs.	Percentage
1	Lodging charges	166033311	66.81	184187066	65.93
2	Food & beverages	73621745	29.62	82446103	29.51
3	Catering Services	1333500	0.54	2296000	0.82
4	Events & Entertainments	4123082	1.66	5195697	1.86
5	Delivery charges	17700	0.01	150160	0.05
6	Transportation charges	12650	0.01	108970	0.04
7	Other Income	3375972	1.36	4992693	1.79
8	Total Income	248517960	100	279376689	100

(For details refer Table 1.15)