

ABC Women Foundation – Manipur SHG Project

September 2024

Self-Help Group Case Study



Tabel of Content



Project Overview

India's Widow Crisis

- 55 million widows in India face financial instability and social stigma.
- Widows in conflict-affected regions, such as Manipur, experience extreme hardships due to a lack of support and opportunities.
- This project is a 10-year transformational initiative aimed at improving the lives of widows across India.

Objective

- To form and establish a Self-Help Group (SHG) in Manipur, consisting of widows affected by gun violence.
- Convert this SHG into a self-sustaining business unit that provides a steady income and economic independence to its members.

Geographic Area Selection





Socio-Economic Factors

Identify regions with a high concentration of widows living in poverty, particularly those impacted by gun violence. Districts like Imphal, Thoubal, and Churachandpur are potential candidates due to their exposure to conflict and socioeconomic challenges.



Existing Infrastructure

Assess the availability of infrastructure such as transportation and market access for the SHG to operate effectively. This ensures smooth distribution of products and facilitates business growth.



Community Support

Evaluate the presence of community organizations or local NGOs that can provide assistance in SHG formation, training, and ongoing support.



Access to Resources

Consider areas with available local resources and opportunities for establishing sustainable businesses. This includes access to raw materials, skilled labor, and potential markets.

Assumed Geographic Area: For the purpose of this presentation we have assumed a village X, In district Y of Manipur this is the above mention selection criteria.

Survey Approach and Methodology

Questionnaire focused on gathering information about age, number of dependents, current income sources, educational levels, and skills.



Socio-Economic Survey

Conduct a survey to assess the local needs and potential for success. Focus on widowhood, financial stability, skills, and willingness to participate in an SHG.

Sampling Plan

Employ random sampling to ensure a representative sample of the widow population, and consider stratified sampling to capture diversity.



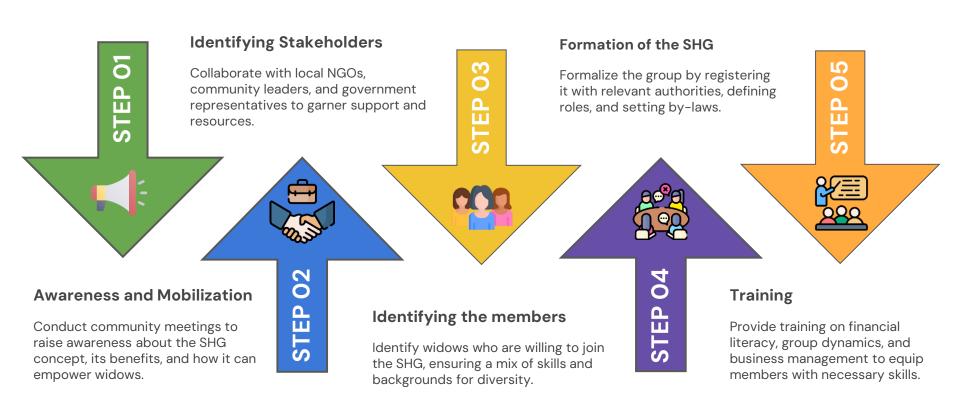


Mixed-Method Approach

Quantitative surveys gather data on widow population, income levels, education, and livelihood skills. Qualitative interviews delve into social stigma and other challenges faced by widows.

Purpose of Survey: To gather specific data on widow demographics, income levels, willingness to join SHGs, and local skills (to identify the best products for SHG).

Forming the SHG (Self-Help Group)



Identifying the Business/Product

Market Research



Conduct **market research** to evaluate the demand for potential products.

In Manipur, handloom and handicraft products have significant potential for both local markets and online sales.



Identify Local Resources



Assess the availability of local materials and skills among the members. This could include access to **bamboo**, **textiles**, or **agricultural** products, allowing for the creation of unique and locally sourced products.

Selection Criteria



Choose a product with existing demand in **local** or nearby markets, ensuring profitability. Align product selection with the skills of SHG members, maximizing their contributions and fostering a sense of ownership.

Product Selection



Based on the research, select *Handloom Fabrics* due to Manipur's traditional expertise in weaving and its existing market. Perform a cost-benefit analysis of different potential products to ensure sustainability.

Challenges and Mitigation Strategies









Socio-Cultural Resistance



Engage community leaders to champion the cause and promote acceptance of widows participating in economic activities.



Access to Funding



Explore grants, government support, or microfinance options to provide initial capital for starting the business



Market Competition



Focus on quality and unique selling points of products, such as traditional methods or organic materials, to differentiate the SHGs offerings.

Market Size Estimation

Market	Demand (INR Million)	Share of SHG (%)	Estimated Revenue (INR Million)	
Local	5	10	1	
National	30	2	1	
Export	Export 15		0	



Local Market

Estimate demand for **handloom** products in nearby towns and districts based on population and purchasing power.

Assumed of **INR 5 million** annually, of which the SHG can capture **10%**.



National Market

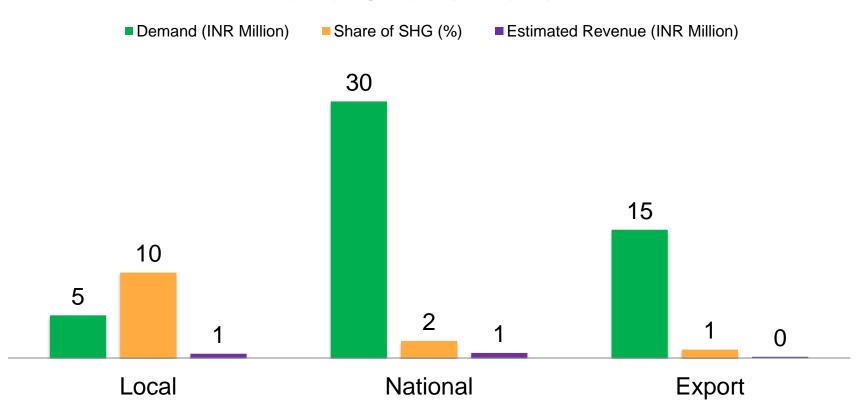
Consider selling through national handloom retailers or government-run emporiums. Assume an **INR 30 million** market nationally, with SHG capturing **2%**.



Export Market

Assume international sales through online platforms like Etsy. Estimate potential demand at INR 15 million, capturing 1%.

Market Size Estimation



Cost Structure

Fixed Cost Amount Equipment 5,000 Labour 3,000 2,000 Rent **Variable Cost** Raw Material 100 (per Unit)

Fixed Costs

Initial investments in looms, workspaces, raw material storage, etc.

Estimate at **INR 20,000** for initial setup (Equipment, Labour, Rent).

Variable Costs

Raw Material Costs: Cotton threads, dyes, packaging materials.

Estimate at **INR 100** per unit produced* (raw materials).

Break-Even Analysis

Units of output	1	200	400	600	800	1000	1200
Fixed Cost	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Variable Cost	-	2,000	4,000	6,000	8,000	10,000	12,000
Total Cost	10,000	12,000	14,000	16,000	18,000	20,000	22,000
Sales Revenue	1	4,000	8,000	12,000	16,000	20,000	24,000
Profit/(Loss)	(10,000)	(8,000)	(6,000)	(4,000)	(2,000)		2000

Break Even Point (BEP)

Yearly Earnings



Assume each woman produces 100 units/month

Monthly Revenue = INR 50,000 Monthly Revenue=100(units) × 500(INR/unit) = 50,000(INR)

Total Variable Costs per Month = INR 10,000 Total Variable Costs per Month= 100(units) × 100(INR/unit) = **INR** 10,000

Yearly Earnings per woman = INR 480,000 Yearly Earnings= 40,000(INR) × 12= **480,000(INR)**

Selling Price per Unit: INR 500 Variable Cost per Unit: INR 100

Production per Woman per Month: 100 units

Recommendations



Skill Development

Establish ongoing training programs to enhance craftsmanship and introduce new product lines.



Market Expansion

Explore online sales channels to reach broader markets beyond local customers.



Replication Framework

Document processes, challenges, and successes to create a model for replication in other regions facing similar challenges.



Business Diversification

introduce new product lines such as agriculture-based products or handcrafted jewelry.