

# FINANCIAL CHRONICLE

## SVP Global to put Rs 780 cr in yarn manufacturing

By [Sangeetha G.](#) Jul 21 2016 , Chennai

**The company is coming up with a Rs 450 crore plant at Dhanodi Industrial Area at Jhalawar**  
SVP Global Ventures, part of Shri Vallabh Pittie Group, will be investing Rs 780 crore to set up two yarn manufacturing facilities in Rajasthan.

The company is coming up with a Rs 450 crore plant at Dhanodi Industrial Area at Jhalawar. The funds for the expansion are being mobilised through a combination of debt, internal accruals and promoter infusion of equity.

“Having completed the work in just about nine months on a 25-acre land, this is the fastest constructed textile plant in the world. It is also among the first few plants to be commissioned under Resurgent Rajasthan project,” Chirag Pittie, managing director of SVP Global Ventures said.

The fully-automated plant with 1,00,000 spindle capacity, has a manufacturing capacity of 22,000 tonnes of yarn per annum. The phase-I of the project employs 500 people. The plant will manufacture combed compact yarn that will be exported to countries including China. According to the company, the compact yarn is low on hairiness, has higher strength and elongation, less fiber fly, and has significant advantages in downstream processing. It also commands a premium over other yarns. This will help the project generate higher margins as compared to other spinning mills.

SVP has also derived significant advantages like interest subsidy, VAT benefit and electricity duty rebate from the state government’s package for the industry and this will have a positive impact on the company’s bottom line, it said.

**Link-** <http://indiatoday.intoday.in/story/shrivallabh-pittie-rs-450-cr-textile-unit-begins-ops-in-raj/1/720314.html>