

## **Break Even Analysis of a Mobile Crane and Maintenance: a Case Study**

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**Abstract:-** Productivity improvements are always of important aspect of any Industry. As a result, introducing the new materials and automated construction processes are always desirable as long as they are less expensive and consistent with desired performance. Mechanical handling and material handling go together as that of hand-in glove in the modern construction of the Dams, Roads, Bridges, Buildings, Over Head Water Tanks, Towers, Residential and Industrial buildings, High-rise buildings having many stories, etc. The manual handling of concrete remains commonplace in the construction of high-rise buildings despite obvious risks to operatives. As such, the construction of a multi-storeyed building is studied. The present paper concentrates on the usage of a Mobile Crane (Hydrau) for loading, mounting, carrying large loads and for work performed in the construction of multi-storeyed buildings. In the paper, the fundamental operations, utilization and maintenance of Mobile crane are analyzed for Break-Even analysis. The time, cost, reputations savings and safety of the manual handling is compared with Mechanical handling and established that the mechanical handling of materials is much better than manual handling in the construction of high-rise buildings.

**Key words:-** Material handling, Mechanical handling, Mobile crane, Construction, Concrete.

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### **I. INTRODUCTION**

Construction is generally hard task and becomes hazardous in the construction of high-rise buildings. The literature states that working days are lost due to injuries or illness or fatal deaths. The indirect costs like reduced worker productivity, delays in projects, administrative time, damage to equipment and the facility. In contrast, to most industrial accidents, innocent bystanders may also be injured by construction accidents. Several crane collapses from high rise buildings under construction have resulted in fatalities to passer-byes. Therefore, the Construction Cranes like Mobile Cranes are being used in a long useful working life that far exceeds the common values of their economic life. The manual material handling in the building constructions is very difficult and un-safe. The professional labours and skilled labours more in number is required for manual handling of RCC components in the building construction. It is also a major problem to involve the men for take up the heavy load duties repeatedly. Therefore, the mechanical equipment like Mobile Crane is more useful for lifting, loading, un-loading and carrying of heavy bodies like pre-casted RCC components and steel frames from one place to another. The study consists of the daily out put / usage of the mobile crane for a period of one week, considering regular manual labour charges. The average out-put interms of labour charges is estimated and compared with total expenditure on the vehicle and the Break-even point of Mobile crane is after 4 years from the date of commencement of utility.

### **II. LITERATURE SURVEY AND OBJECTIVE**

Technology Management is a process, which includes planning, directing, control and co-ordination. The implementation of Technological capabilities to shape and accomplish the strategic and operational objectives of the organization [1]. The Mechanical equipment is playing key role for material handling such as Tower Cranes in the construction of high-rise buildings.

The Tower cranes are used for lifting, loading and un-loading of RCC components, in the fixed area height at high-rise buildings construction [2]. The construction of Ground Floor and Stilt Floor is carried out in conventional methods in High-rise buildings [3]. The fundamental motions of a rotary crane are rotation, boom luffing, and load hoisting. Loads are transferred by a combination of these motions. Using a crane, a load can be transferred to any place within a limited area [4], and Break Even Analysis, [5].

The issues of shortening construction time, reducing cost and improving production performance have engaged both practitioners and researchers for a long time. Being one of the greatest technological improvements in construction, pre-fabrication and industrialization have been used successfully in limited

regions such as Finland and Israel as well as in wider regions such as rebuilding of Europe after the destruction of the Second World War [6].

Due to the ennibialiation of valuable components for possible reuse in secondary markets is becoming a popular option. However, recovery processes are characterized by high levels of uncertainty regarding the quality of components returned at their end-of-life [7]. The volume of output at which neither profit nor loss is incurred is called as the Break-Even Point of the particular vehicle. It is also called minimum output to Break even the total cost incurred [8]. Therefore, construction of high-rise building with 14 Floors is taken -up in the present work.

**Objective:**

The objective of the paper is to find out the utilization of the Mobile Crane (Hydrau) with material handling and utilization charges so as to suggest a suitable Break-Even Analysis on the material handling system.

**III. LAY-OUT OF THE SITE**

The lay-out of the site under study is shown in Figure – 1. The destinations of each area are shown in Table – 1.

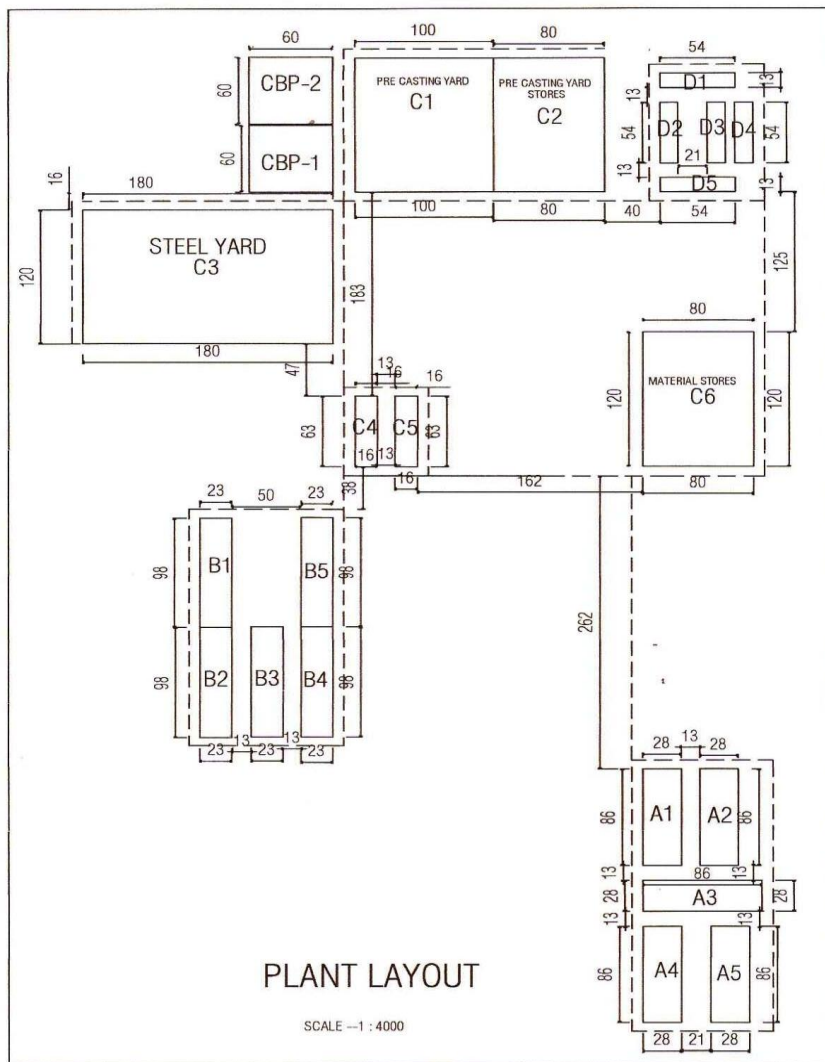


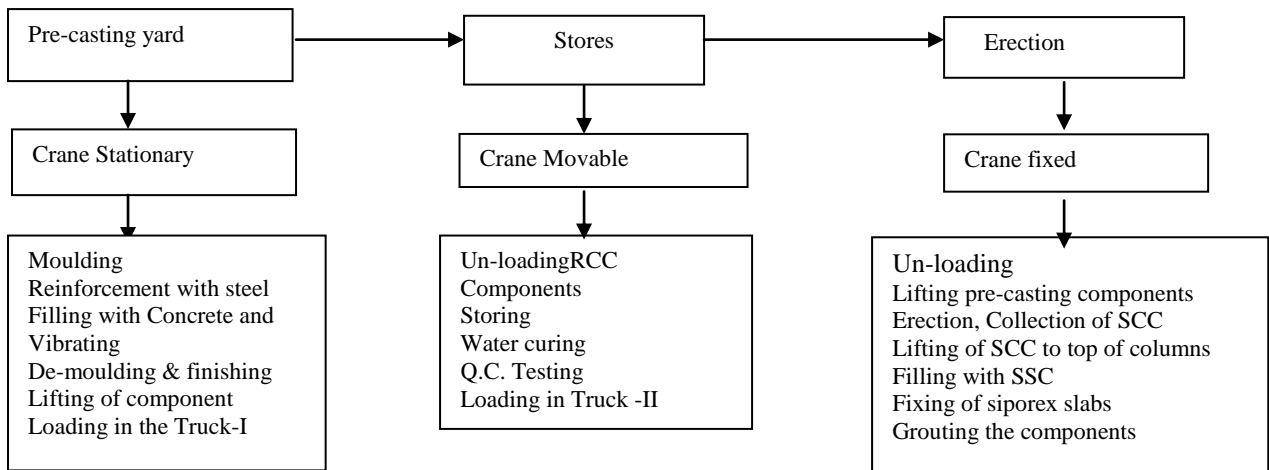
Figure-1: Lay-out of the site

**Table – 1.** Lay-out and destinations

Location Site Code	Location Name	Area (sqm)	Location site code	Location Name	Area (sqm)
A1	A-type Building(1)	86x28	C1	Pre-casting Yard	100x120
A2	A-type Building(2)	86x28	C2	PCY Stores	80x120
A3	A-type Building(3)	86x28	C3	Steel Yard	180x120
A4	A-type Building(4)	86x28	C4	C-type Building(6)	63x16
A5	A-type Building(5)	86x28	C5	C-type Building(5)	63x16
B1	B-type Building(1)	98x23	C6	Materials stores	120x180
B2	B-type Building(2)	98x23	D1	D-type Building(1)	54x13
B3	B-type Building(3)	98x23	D2	D-type Building(2)	54x13
B4	B-type Building(4)	98x23	D3	D-type Building(3)	54x13
B5	B-type Building(5)	98x23	D4	D-type Building(4)	54x13
			D5	D-type Building(5)	54x13

**IV. METHODOLOGY**

The Methodology in the construction of the floors is explained in the Flow Chart, Figure – 2, considering different operations. The experiments conducted on Mechanical Handling of materials by the Mobile crane and the destinations at the construction of multi-storeyed building of 17 blocks of each G + 14 floors in an extent of 52.00 Acres are as shown in detail in Table-1.



**Figure–2:** Flow chart of construction Methodology

**Table – 2:** Job Description of manual construction and mechanical construction.

Manual Construction			Mechanical Construction					
Sl. No	Job Description	Trade	Sl. No	Job Description	Trade	Sl. No	Job Description	Trade
1	Bar bending	t <sub>1</sub>	1	Bar bending	T <sub>1</sub>	11	De-moulding	T <sub>11</sub>
2	Steel fabrication	t <sub>2</sub>	2	Steel fabrication	T <sub>2</sub>	12	Storing	T <sub>12</sub>
3	Centering	t <sub>3</sub>	3	Shifting of steel frames	T <sub>3</sub>	13	Water Curing	T <sub>13</sub>
4	Preparation of CC	t <sub>4</sub>	4	Preparation of Moulds	T <sub>4</sub>	14	Shift of RCC components	T <sub>14</sub>
5	CC Transportation	t <sub>5</sub>	5	Reinforcement	T <sub>5</sub>	15	Supply of Siporex Slabs	T <sub>15</sub>
6	Filling of CC	t <sub>6</sub>	6	Preparation of CC	T <sub>6</sub>	16	Columns, beams, S. slabs erection	T <sub>16</sub>

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7	CC Compaction	t <sub>7</sub>	7	CC Transportation	T <sub>7</sub>	17	SCC Preparation	T <sub>17</sub>
8	Finishing	t <sub>8</sub>	8	Concreting	T <sub>8</sub>	18	SCC Transport'n	T <sub>18</sub>
9	Water curing	t <sub>9</sub>	9	Compaction	T <sub>9</sub>	19	Grout with SCC	T <sub>19</sub>
10	De-centering	t <sub>10</sub>	10	Finish of Groves, cores	T <sub>10</sub>	20	Screed with CC	T <sub>20</sub>

**Mobile Crane:**

Mobile Crane used in the handling materials is shown in Figure -3 and the specifications are in the following followed by the handling of RCC Columns shown in Figure - 4.

Escorts Construction Equipment Limited Model: F 15; Diesel Engine: No: 28 BK 5422.

Cost of the Vehicle : Rs.21.90 Lakhs; Date of Purchase : 21.09.2009

Simple Interest on Capital : Rs.12%; Depreciation time: 15 years.



**Figure-3:** Conveyance of steel frames RCC columns



**Figure-4:** Lifting of RCC columns

**Output of the Mobile Crane:**

The daily output of the Mobile Crane (Hydrau) is shown in Table – 3 followed by the daily expenditure on the Mobile Crane in Table -4. The total worth and cumulative output of the Mobile crane for 6 years ( Amount in Rs. Lakhs) is shown in Table – 5.

**Table-3:** Daily output of Mobile Crane on dt: 01-02-2010  
Utilisation of the crane : Starting Time - Closing Time = 1662 – 1671 = **9 hrs**

S. No	Nature of handling	Quantity	Wt. (gs)	Transportation		Distance travelled		Manual requirement		
				From	To	With load	Without load	Men	Time (Hrs)	Labour Charges (Rs)
1	2	3	4	5	6	7	8	9	10	11
1	RCC columns (1.20x0.30x2.535 m)	2	3674	C1	C2	180	-	26	208	3796
2	Return journey	-	-	C2	C1	-	180			
3	RCC columns (1.20x0.30x2.535 m)	2	3674	C1	C2	180	-			
4	Return journey	-	-	C2	C1	-	180			
5	RCC columns (1.20x0.30x2.535 m)	2	3674	C1	C2	180	-			
6	Return journey	-	-	C2	C1	-	180			

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					1					
7	RCC columns (1.20x0.30x2.535 m)	2	367 4	C1	C 2	180	-			
8	Return journey	-	-	C2	C 3	-	400			
9	Steel Rods shifting	1	160 0	C3	A 1	101 5	-	2	16	292
10	Return journey	-	-	A1	C 3	-	1015			
11	Steel Rods shifting	1	200 0	C3	C 4	290	-	3	24	438
12	Return journey	-	-	C4	C 6	-	290			
13	Crane Materials shifting	2	500	C6	A 3	503	-	4	32	584
14	Return journey	-	-	A3	C 6	-	503			
15	Crane Materials shifting	2	500	C6	A 3	503	-			
16	Return journey	-	-	A3	A 1	-	41			
17	Concrete Bucket shifting	1	350	A1	A 5	217	-	2	16	292
18	Return journey	-	-	A5	C 6	-	719			
						<b>324 8</b>	<b>3508</b>	<b>37</b>	<b>296</b>	<b>5402</b>

**Table-4:** Daily Expenditure and out put of the Mobile crane from 01-02-2010 to 06-02-2010

S. No.	Date of working	Expenditure		Time taken (Hrs)	Out put (Rs)	Time taken (Hrs)
		Oil Consumption	Labor involved			
1	01.02.2010	450	780	9	5402	296
2	02.02.2010	400	780	8	5110	280
3	03.02.2010	300	780	6	5308	296
4	04.02.2010	450	780	9	4526	248
5	05.02.2010	400	780	8	6570	360
6	06.02.2010	400	780	8	5986	328
<b>Total</b>		<b>2400</b>	<b>4680</b>	<b>48</b>	<b>32902</b>	<b>1808</b>
<b>Average</b>		<b>400</b>	<b>780</b>	<b>8</b>	<b>5484</b>	<b>301</b>

**Table-5:** The total worth and cumulative out put of the Mobile crane for 6 years ( Amount in Rs. Lakhs)

Sl. No	Year	Vehicle Worth	Total Expenditure	Cumulative expenditure	Total worth of vehicle	Total output of vehicle (Avg)	Cumulative Output of vehicle
1	2	3	4	5	6	7	8
1	21.9.2009 (Purchase)	21.90	--	--	21.90	--	--
2	1 year	24.53	4.30	--	28.83	12.83	12.83
3	2 years	27.47	4.30	8.61	36.08	12.83	25.66
4	3 years	30.77	4.30	12.92	43.69	12.83	38.49
5	4 years	34.46	4.30	17.22	51.68	12.83	51.32

6	5 years	38.60	4.30	21.53	60.12	12.83	64.15
7	6 years	44.22	4.30	25.83	70.06	12.83	76.98

**V. RESULTS AND DISCUSSIONS**

The results obtained from the Methodology are discussed in the following. The Mobile Crane (Hydrau) is utilized for handling of different types of materials like, steel rods, steel frames, crane materials, RCC components, etc., between steel yards, pre-casting yard, construction site, and stores as per the requirement. The mobile crane in action is shown in Figures -3 and 4. The daily out-put from the Mobile crane with different types of operations are measured and the results noted down in the Table 2 & 3 for a period of 6 days. The Mechanical handling of materials of the above are also converted into manual handling and noted the same in the Tables -2 & 3. The actual men engaged for Mechanical Handling and maintenance charges of the Mobile crane for the same period are noted down in Table-4.

**Labour charges and expenditure on the Mobile Crane are calculated as shown below .**

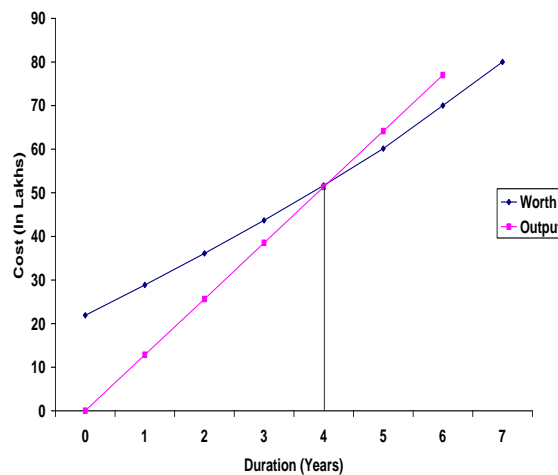
- The maximum capacity of a man carrying at single time = 35 Kgs
- The maximum working time per day by a man = 8 hrs
- The cost of oil consumption for the Mobile crane per hr = Rs.50
- The maximum weight of the RCC column per 1.00 Cum = 2400 Kgs
- Maintenance charges of the Mobile crane =Rs. 1200 per week ( 6 days)
- Average expenditure on the Mobile crane = Maintenance cost in Rs. + Daily expenditure (Table – 3)
- The expenditure = Rs. 200 + 400 + 780 = Rs. 1380 per day
- Annual expenditure on Mobile Crane= Rs. 1380 x 312 days = Rs.430560
- The daily output from the Mobile Crane = Rs.5484
- The fluctuations in the work out put i.e., 25% = Rs 1371
- Therefore, the actual output of the Mobile crane per day = Rs.4113
- The annual out put from by the Mobile crane = Rs.4113 x 312 days = Rs.1283256

**Worth of the vehicle:**

The worth of the crane is calculated using the formulae as follows.  
 Let, P = Present worth, i = Rate of interest and F = Future worth of P after sometime  
 At the end of 1 year ;  $F_1 = P + iP = P(1 + i)$  (1)  
 At the end of second year;  $F_2 = P(1 + i) + iP(1 + i) = P(1 + i)^2$  (2)  
 Similarly, for n years  $F_n = P(1 + i)^n$  (3)

**Break Even Point:**

The total worth and total time taken-up by the Mobile crane as per the Table-4 are compared and found that the Break Even point of the crane is after 4 years as shown in Figure– 5



**Figure – 5: Break-Even Point of Hydrau**

**VI. CONCLUSIONS**

The Break Even Point of the Mobile crane is shown in Figure-5. It can be seen that the Break-Even Point is achieved after 4 years with a worth of Rs.51.32 lakhs. The Mobile crane is used at the construction site for critical handling locations where the Manual handling is not possible and too difficult. The time taken for

Mechanical Handling is 8 hrs per day, where as in manual handling it is 301 hrs for the same output of the work. Therefore, the time saving from the Mechanical handling is 38 times over manual handling. Transportation technique can be applied.

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