

PROJECT PROFILE ON PAPER BAGS

INTRODUCTION

Paper Bags find extensive use in day-to-day life for packing of bakery products, grocery, medicine, cosmetics and stationery items. Of late, the use has increased due to ban of certain type of plastic carry bags that create environmental pollution.

MARKET POTENTIAL

The market is throughout the country. However, units cater to the local needs of the area. All sorts of consumer goods are dispensed in paper bags. Depending on the goods, various types of paper bags of different dimensions are used.

PROCESS OF MANUFACTURE

Suitable grade of Kraft Paper and glue are fed into the paper bag making machine after adjusting the size of the bags to be manufactured.

FINANCIAL ASPECT

Production Capacity - 28,000 Kgs. of paper bags.

i) Covered Area - 75 sq. metres (rented)

Fixed Capital:

	Rs.
ii) Machinery Equipment: Paper Bag making machine with motor.	55,000
iii) Working Capital (for three months) Raw materials viz Kraft Paper, glue etc. and Staff, rents and miscellaneous expenditure.	4,09,200
iv) Total Capital Investment.	4,64,200
v) Cost of Production (per annum). Recurring Expenditure, interest and depreciation.	17,07,200
vi) By sale of 28,000 Kgs. of Paper Bags of different sizes.	18,26,000
vii) Anticipated profit per annum.	1,18,800
viii) Employment.	5 Nos.