

|          |                           |            |                   |
|----------|---------------------------|------------|-------------------|
| <b>7</b> | <b>Salaries 1 Manager</b> | <b>Rs.</b> | <b>120,000.00</b> |
|----------|---------------------------|------------|-------------------|

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|    |                             |   |     |            |
|----|-----------------------------|---|-----|------------|
| 8  | Administrative Expenses     | : | Rs. | 75,000.00  |
| 9  | Overheads                   | : | Rs. | 60,000.00  |
| 10 | Miscellaneous Expenses      | : | Rs. | 20,000.00  |
| 11 | Depreciation                | : | Rs. | 6,500.00   |
| 12 | Insurance                   | : | Rs. | 650.00     |
| 13 | Interest (As per the PLR)   |   |     |            |
|    | a. C.E.Loan                 | : | Rs. | 8,450.00   |
|    | b. W.C.Loan                 | : | Rs. | 13,000.00  |
|    | Total Interest              |   | Rs. | 21,450.00  |
| 14 | Working Capital Requirement | : |     |            |
|    | Fixed Cost                  |   | Rs. | 224,100.00 |
|    | Variable Cost               |   | Rs. | 419,000.00 |
|    | Requirement of WC per Cycle |   | Rs. | 107,183.00 |

**15 Cost Analysis**

| Sr.No. | Particulars          | Capacity Utilization(Rs in '000) |        |        |        |
|--------|----------------------|----------------------------------|--------|--------|--------|
|        |                      | 100%                             | 60%    | 70%    | 80%    |
| 1      | Fixed Cost           | 224.10                           | 134.46 | 156.87 | 179.28 |
| 2      | Variable Cost        | 419.00                           | 251.40 | 293.30 | 335.20 |
| 3      | Cost of Production   | 643.10                           | 385.86 | 450.17 | 472.58 |
| 4      | Projected Sales      | 850.00                           | 510.00 | 595.00 | 680.00 |
| 5      | Gross Surplus        | 206.90                           | 124.14 | 144.83 | 165.52 |
| 6      | Expected Net Surplus | 200.00                           | 118.00 | 138.00 | 159.00 |

- Note :
1. All figures mentioned above are only indicative.
  2. If the investment on Building is replaced by Rental then
    - a. Total Cost of Project will be reduced.
    - b. Profitability will be increased.
    - c. Interest on C.E.will be reduced.