

KHADI & VILLAGE INDUSTRIES COMMISSION **PROJECT PROFILE FOR GRAMODYOG ROJGAR YOJANA**

PAPAD MANUFACTURING

Manufacturing of Papad is one of the traditional activities in the rural area in the Country. Papad is one of the very popular and delicious eatable item. The product is having very good market demand in the Country and also in abroad. The activity doesn't required any machine, however, a good quality of A29 flour is required and the dough is made and rolled in accordance to the uniform required size without much efforts. Papad can be prepared with different tastes in different Region. The activity helps for creation of more employment opportunity in the Country especially for women.

1	Name of the Product	:	PAPAD
2	Project Cost	:	
	a Capital Expenditure		
	Land	:	own
	Building Shed 300 Sq.ft	:	Rs. 60000.00
	Equipment	:	Rs. 40000.00
	(1. Sieve.(2) Marble Top Tables		
	Rolling Pins small utensils, mug, cups, balance etc.)		
	Total Capital Expenditure	Rs.	100000.00
	b Working Capital	Rs.	100000.00
	TOTAL PROJECT COST	:	Rs. 200000.00

3 Estimated Annual Production of Papad : (Rs. in '000)

Sr.No.	Particulars	Capacity	Rate	Total Value
1	PAPAD	272 Quintal	4000.00	1087.00
	TOTAL	272	4000.00	1087.00

4	Raw Material	:	Rs. 400000.00
5	Labes and Packing Material	:	Rs. 50000.00
6	Wages (Skilled & Unskilled)	:	Rs. 400000.00

7	Salaries	:	Rs.	144000.00
8	Administrative Expenses	:	Rs.	20000.00
9	Overheads	:	Rs.	21000.00
10	Miscellaneous Expenses	:	Rs.	25000.00
11	Depreciation	:	Rs.	7000.00
12	Insurance	:	Rs.	1000.00
13	Interest (As per the PLR)			
	a. C.E.Loan	:	Rs.	13000.00
	b. W.C.Loan	:	Rs.	13000.00
	Total Interest		Rs.	26000.00
14	Working Capital Requirement	:		
	Fixed Cost		Rs.	203000.00
	Variable Cost		Rs.	884000.00
	Requirement of WC per Cycle		Rs.	108700.00

15 Estimated Cost Analysis

Sr.No.	Particulars	Capacity Utilization(Rs in '000)			
		100%	60%	70%	80%
1	Fixed Cost	203.00	121.80	142.10	162.40
2	Variable Cost	884.00	530.40	618.80	707.20
3	Cost of Production	1087.00	652.20	760.90	869.60
4	Projected Sales	1358.75	815.25	951.13	1087.00
5	Gross Surplus	271.75	163.05	190.23	217.40
6	Expected Net Surplus	265.00	156.00	183.00	210.00

Note : 1. All figures mentioned above are only indicative and may vary from place to place.

2. If the investment on Building is replaced by Rental then

- Total Cost of Project will be reduced.
- Profitability will be increased.
- Interest on C.E.will be reduced.