

KHADI & VILLAGE INDUSTRIES COMMISSION PROJECT PROFILE FOR GRAMODYOG ROJGAR YOJANA

FANCY TERRACOTTA & UTILITY ARTICLES

Now a days there is new trend to decorate the houses/hotels offices with fancy terracotta articles. Some small as well as big designed terracotta articles can be displayed in the living room, offices or in the entrance of hotels. Similarly utility wares like sheetal pot, water filters, cooking & serving pots, Garden pots & Kullhars can be used for various purpose and have good market demand in rural as well as in urban area.

1 Name of the Product : Fancy Terracotta & Utility wares

2 Project Cost :

a Capital Expenditure

Land

: Own

Workshed/Building Kaccha

Rs. 50000.00

Equipment

: Rs. 250000.00

(Wooden Moulds, Up-draugst with Shed, Shailla Wheel, Potter Wheel. Tools etc..)

Total Capital Expenditure

Rs. 300000.00

b Working Capital

Rs. 83000.00

TOTAL PROJECT COST

: Rs. 383000.00

3 Estimated Annual Production Fancy Terracotta & utility wares : (Value in '000)

Sr.No.	Particulars	Rate	Total Value
1	Terracotta Fancy wares		668.00
	TOTAL		668.00

4	Raw Material	:	Rs.	120000.00
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5	Lables and Packing Material	: Rs.	500.00
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6	Wages (Skilled & Unskilled)	: Rs.	400000.00
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7	Salaries	:	Rs.	72000.00
8	Administrative Expenses	:	Rs.	8000.00
9	Overheads	:	Rs.	10000.00
10	Miscellaneous Expenses	:	Rs.	5000.00
11	Depreciation	:	Rs.	27500.00
12	Insurance	:	Rs.	3000.00
13	Interest (As per the PLR)			
	a. C.E.Loan	:	Rs.	39000.00
	b. W.C.Loan	:	Rs.	10790.00
	Total Interest		Rs.	49790.00
14	Working Capital Requirement	:		
	Fixed Cost		Rs.	127000.00
	Variable Cost		Rs.	541290.00
	Requirement of WC per Cycle		Rs.	83536.00

15 Estimated Cost Analysis

Sr.No.	Particulars	Capacity Utilization(Rs in '000)			
		100%	60%	70%	80%
1	Fixed Cost	127.00	76.20	88.90	101.60
2	Variable Cost	541.00	324.60	378.70	432.80
3	Cost of Production	668.00	400.80	467.60	534.40
4	Projected Sales	800.00	480.00	560.00	640.00
5	Gross Surplus	132.00	79.20	92.40	105.60
6	Expected Net Surplus	105.00	52.00	65.00	78.00

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 Premises

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