

Awareness in General:

What general numbers should I remember?

- The following numbers can be memorized for your country (here India)
- Only ballpark figures are mentioned
- **Population Distribution by Age:**
 - India has a young population.
 - It has more than 50% of its population below the age of 25.
 - 0-15: 30 %
 - 15-25 : 20 %
 - 25-50 : 30 %
 - 50+ : 20%
- **Population Distribution by Income:**
 - Upper Middle Class (>32,000 pm): 10%
 - Middle Class (16,000-32,000 pm): 30%
 - Lower Middle Class (8000-16,000 pm): 40%
 - Below poverty line (<8000pm): 20%
 - Mumbai population = 20 million
 - Kolkata, Delhi population (Take Approx same for all metros) =15 million
- **Math:**
 - Numbers galore Number of Zeros :
 - 1 lakh = 10^5 ,
 - 1 million = 10^6 , = 10 lakhs
 - 1 crore = 10^7 ,
 - 1 billion = 10^9 = 100 crores
 - 1 trillion = 10^{12} = 1000 billions
- **Percentages:**
 - Situations arise when you have to multiply percentages.
 - So it is good to have this well practised.
 - Example:
 - In a population 80% males and 60% females wear watches.
 - Then, assuming a 1:1 sex ratio
 - we get $80\% \times 50\% + 60\% \times 50\% = 40\% + 30\% = 70\%$ of the population wears watches.
- Example : "What is the market of roses in India?".
 - Here, you must think that roses are not just sold as a flower but also as a raw material for the production of rose water.
 - Hence, it is important to include this hidden application in your guesstimate.

Example 1.Number of Maggi sold in a day in India

- Population of India
 - Here we are considering people who consume Maggi are from India, urban population and above poverty line

- Population = 1.2 billion = 120 Crore
- Urban population: 70% of total population = $120 * 0.7 = 84$ Crore
- Above poverty line population: 30% of total Urban population
- Therefore, net population to consider: = $84 * 0.3 = 25$ Crore
- Considering an ordinary, urban(city) household with 4 individuals
 - Total purchased Maggi = 10
 - Number of Maggi needed per month = 10
 - Therefore, per head consumption = $(10/4) = 2.5$ Maggi per person
- Population distribution: (Age-wise)
 - 0 – 10
 - consume less than 2.5 packets per month, say 2 packets
 - 20% of the population
 - = 25 cr (population to consider) * 0.20 (population) * 2 (Maggi packets)
 - = $50 * 0.20 = 10$ lacs Maggi per month
 - 10 – 50
 - consume 3 packets per month
 - 60% of the population
 - = 25 cr (population to consider) * 0.60 (population) * 3 (Maggi packets)
 - = $75 * 0.65 = 49$ lacs Maggi per month
 - 50+
 - consume less than 2.5 packets per month, 2 packets
 - 20% of the population
 - = 25 cr (population to consider) * 0.20 (population) * 2 (Maggi packets)
 - = $50 * 0.20 = 10$ lacs Maggi per month
- Total approximate consumption
 - $10 + 49 + 10 = 69$ Lacs packets/month
- Assuming a month of 30 days, per day consumption
 - $69 / 30$ lacs packets per day
 - 2.3 lacs packets per day.

Example 2. How many t-shirts e-commerce companies sell in India per day?

- Total population of India : 1 billion (approx) = 100 crores
- Reach to internet : 40% = 40 Crore
- Reach of ecommerce companies to deliver products :
 - 75% = 28 Crore
- Let's assume 50% are male and 50% are female
- Let's solve for male population first:
 - 0–15 yr
 - 30% population
 - individual own average 4 t shirts
 - $14 * 0.3 * 4 = 56 * 0.3 = 18.6$ Lacs
 - 15–40 yr

- 40% population
 - individual own average 8 t shirts
 - $14 * 0.4 * 8 = 112 * 0.4 = 44.8$ Lacs
- 40+ yr
 - 30% population
 - individual own average 4 t shirts
 - $14 * 0.3 * 4 = 56 * 0.3 = 18.6$ Lacs
- Total t shirts own by men
 - $18.6 + 44.8 + 18.6 = 82$ Lacs
- Let's solve for female population now:
 - 0–15 yr
 - 30% population
 - individual own average 4 t shirts
 - $14 * 0.3 * 4 = 56 * 0.3 = 18.6$ Lacs
 - 15–40 yr
 - 40% population
 - individual own average 8 t shirts
 - $14 * 0.4 * 8 = 112 * 0.4 = 44.8$ Lacs
 - 40+ yr
 - 30% population
 - individual own average 2 t shirts
 - $14 * 0.2 * 2 = 28 * 0.2 = 5.6$ Lacs
 - Total t shirts own by women
 - $18.6 + 44.8 + 5.6 = 69$ Lacs
- Total t shirts own by men + women
 - $= 82 + 69 = 151$ Lacs ~ 1.5 crore
- Average life of a t shirt = 2 year
- Demand per year = $1.5 / 2 = 75$ lacs
- Online portals provide coupons and offers but because of trust factor and fitting issues, people in india still prefer to buy offline,
 - So i am assuming 30% of people buy t shirt from ecommerce portal and 70% are buying from market.
 - Total number of t-shirts sold through ecommerce platform per year in India
 - $= 0.3 * 75 = 22.5$ Lacs per year
- Number of t-shirts sold in India per day(From ecommerce portal)
 - $= 23 \text{ L} / 365 \sim 6250$ per day