ONION PASTE MANUFACTURING SCHEME

Onion is one of the important ingredients of curries used by almost all households in the world. Onion Paste is one of the items, is manufactured and preserved having high market demand. Being involvement of simple technology, any entrepreneurs can very well establish this unit and be successful in the business.

1. Name of the Product : Onion Paste

2. Project Cost

(a) Capital Expenditure

Land : Own

Building Shed 500 Sq.ft. : Rs. 100000.00

Equipment :
1. Frying Pan, 2. Autoclave Steam Cooker, 3. Diesel Bhatti, 4. Sterlization Tank, small utensils, mug, cups, balance etc.,

Total Capital Expenditure : Rs. 275000.00

(b) Working Capital : Rs. 144000.00

TOTAL PROJECT COST : Rs. 419000.00

3. Estimated Annual Production of Onion Paste :

<table>
<thead>
<tr>
<th>Sl.No</th>
<th>Particulars</th>
<th>Capacity</th>
<th>Rate</th>
<th>Total Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.</td>
<td>Onion Paste</td>
<td>193 Quintal</td>
<td>3000.00</td>
<td>579.50</td>
</tr>
<tr>
<td>TOTAL</td>
<td></td>
<td>193</td>
<td>3000.00</td>
<td>579.50</td>
</tr>
</tbody>
</table>

4. Raw Material : Rs. 100000.00

5. Labels and Packing Material : Rs. 100000.00
6. Wages (Skilled & Unskilled) : Rs. 114000.00
7. Salaries : Rs. 78000.00
8. Administrative Expenses : Rs. 30000.00
9. Overheads : Rs. 50000.00
10. Miscellaneous Expenses : Rs. 50000.00
11. Depreciation : Rs. 22500.00
12. Insurance : Rs. 2750.00

13. Interest (As per the PLR)
   (a) Capital Expenditure Loan : Rs. 35750.00
   (b) Working Capital Loan: Rs. 18720.00

Total Interest : Rs. 54470.00

14. Working Capital Requirement
   Fixed Cost : Rs. 196500.00
   Variable Cost : Rs. 382720.00
   Requirement of Working Capital per Cycle : Rs. 144805.00

15. Estimated Cost Analysis

<table>
<thead>
<tr>
<th>Sl.No</th>
<th>Particulars</th>
<th>Capacity Utilization (Rs. in l000)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>100%</td>
</tr>
<tr>
<td>1.</td>
<td>Fixed Cost</td>
<td>196.50</td>
</tr>
<tr>
<td>2.</td>
<td>Variable Cost</td>
<td>383.00</td>
</tr>
<tr>
<td>3.</td>
<td>Cost of Production</td>
<td>579.50</td>
</tr>
<tr>
<td>4.</td>
<td>Projected Sales</td>
<td>750.00</td>
</tr>
<tr>
<td>5.</td>
<td>Gross Surplus</td>
<td>170.50</td>
</tr>
<tr>
<td>6.</td>
<td>Expected net Surplus</td>
<td>148.00</td>
</tr>
</tbody>
</table>

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-
   (a) Total Cost of Project will be reduced.
   (b) Profitability will be increased.
   (c) Interest on Capital Expenditure will be reduced.