The bakery industry plays an important role in industrial activities of food processing industry in the country. It provides nutritious food to go large number of households in cities in the modern times. Bread and biscuits consumption is increasing every day and these are being increasingly used for various feeding programs for children managed by voluntary agencies and State Deptt. of Education & Tribal Welfare. Bakery activities have also an important role in popularizing in traditionally non-wheat consuming region of the country. Since the development of new food technology, a variety of products are prepared in the bakery.

1. Name of the Product : Bakery Products

2. Project Cost :

(a) Capital Expenditure

Land : Own

Building Shed 500 Sq.ft. : Rs. 125000.00

Equipment : Rs. 75000.00
(Oven/Bhatti and other equipments)

Total Capital Expenditure : Rs. 200000.00

(b) Working Capital : Rs. 86000.00

TOTAL PROJECT COST : Rs. 286000.00

3. Estimated Annual Production Capacity of Bakery Product : (Value in 1000)

<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>Bakery Products</td>
<td>216000.00 Kgs.</td>
<td>4.00</td>
<td>863.00</td>
</tr>
<tr>
<td></td>
<td>TOTAL</td>
<td>216000.00</td>
<td>4.00</td>
<td>863.00</td>
</tr>
</tbody>
</table>

4. Raw Material : Rs. 600000.00
5. Labels and Packing Material : Rs. 25000.00
6. Wages (Skilled & Unskilled) : Rs. 65000.00
7. Salaries : Rs. 72000.00
8. Administrative Expenses : Rs. 40000.00
9. Overheads : Rs. 20000.00
10. Miscellaneous Expenses : Rs. 2000.00
11. Depreciation : Rs. 13750.00
12. Insurance : Rs. 2000.00
13. Interest (As per the PLR)
   (a) Capital Expenditure Loan : Rs. 26000.00
   (b) Working Capital Loan : Rs. 11180.00
Total Interest : Rs. 37180.00
14. Working Capital Requirement
Fixed Cost : Rs. 142000.00
Variable Cost : Rs. 721180.00
Requirement of Working Capital per Cycle : Rs. 86318.00
15. Estimated Cost Analysis

<table>
<thead>
<tr>
<th>Sl. No.</th>
<th>Particulars</th>
<th>Capacity Utilization (Rs. in '000)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>100%</td>
</tr>
<tr>
<td>1.</td>
<td>Fixed Cost</td>
<td>142.00</td>
</tr>
<tr>
<td>2.</td>
<td>Variable Cost</td>
<td>721.00</td>
</tr>
<tr>
<td>3.</td>
<td>Cost of Production</td>
<td>863.00</td>
</tr>
<tr>
<td>4.</td>
<td>Projected Sales</td>
<td>1000.00</td>
</tr>
<tr>
<td>5.</td>
<td>Gross Surplus</td>
<td>137.00</td>
</tr>
<tr>
<td>6.</td>
<td>Expected Net Surplus</td>
<td>123.00</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.