KHADI & VILLAGE INDUSTRIES COMMISSION
PROJECT PROFILE FOR GRAMODYOG ROZGAR YOJANA

PALM LEAF FANCY AND UTILITY ARTICLES MAKING UNIT

Palm leaf fancy and utility articles are prepared from the tender leaf of Palmyra palm tree. The raw tender leaves are obtained/cut down from the top of the tree, which is in light green color. These leaves are dried in the sunlight for two days for maintaining required moisture and it turns to light lemon yellow in color. Then the leaves are cut by leaf sizing machine as per design and colored by synthetic color for making more attractive product. Palm leaf is available in most of states in India and having good demand in domestic market and aboard.

1. Name of the Product : Palm Leaf Fancy and Utility Articles

2. Project Cost :

   (a) Capital Expenditure

   Land : 
   Own

   Building Shed 750 sq.ft. : Rs. 150000.00

   Equipment : Rs. 150000.00
   (Leaf sizing machine, Pressing machine,
    Cutting machine, Vessels, Cutting Knives,
    Tools Sets, Sewing/Stitching machine &
    Mugs, stoves etc.)

   Total Capital Expenditure : Rs. 300000.00

   (b) Working Capital : Rs. 152000.00

   TOTAL PROJECT COST : Rs. 452000.00

3. Estimated Annual Production of Palm Leaf Articles :

   (Value in `000)

<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>Different type and designs palm leaf and utility articles</td>
<td>60000.00 Nos.</td>
<td>15.00</td>
<td>913.00</td>
</tr>
<tr>
<td>TOTAL</td>
<td></td>
<td>60000.00</td>
<td>15.00</td>
<td>913.00</td>
</tr>
</tbody>
</table>

4. Raw Material : Rs. 360000.00
5. Labels and Packing Material : Rs. 20000.00
6. Wages (Skilled & Unskilled) : Rs. 400000.00
7. Salaries : Rs. 36000.00
8. Administrative Expenses : Rs. 10000.00
9. Overheads : Rs. 20000.00
10. Miscellaneous Expenses : Rs. 5000.00
11. Depreciation : Rs. 22500.00
12. Insurance : Rs. 3000.00
13. Interest (As per the PLR)
   (a) Capital Expenditure Loan : Rs. 39000.00
   (b) Working Capital Loan : Rs. 19760.00
Total Interest : Rs. 58760.00
14. Working Capital Requirement
Fixed Cost : Rs. 93000.00
Variable Cost : Rs. 819760.00
Requirement of Working Capital per Cycle : Rs. 152127.00

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>1</td>
<td>Fixed Cost</td>
<td>100%</td>
</tr>
<tr>
<td></td>
<td></td>
<td>93.00</td>
</tr>
<tr>
<td>2</td>
<td>Variable Cost</td>
<td>100%</td>
</tr>
<tr>
<td></td>
<td></td>
<td>820.00</td>
</tr>
<tr>
<td>3</td>
<td>Cost of Production</td>
<td>100%</td>
</tr>
<tr>
<td></td>
<td></td>
<td>913.00</td>
</tr>
<tr>
<td>4</td>
<td>Projected Sales</td>
<td>100%</td>
</tr>
<tr>
<td></td>
<td></td>
<td>1000.00</td>
</tr>
<tr>
<td>5</td>
<td>Gross Surplus</td>
<td>100%</td>
</tr>
<tr>
<td></td>
<td></td>
<td>87.00</td>
</tr>
<tr>
<td>6</td>
<td>Expected Net Surplus</td>
<td>100%</td>
</tr>
<tr>
<td></td>
<td></td>
<td>65.00</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.