Manufacturing of Papad is one of the traditional activities in the rural area in the country. Papad is one of the very popular and delicious eatable item. The product is having very good market demand in the country and also in abroad. The activity doesn’t required any machine, however, a good quality of + A29 flour is required and the dough is made and rolled in accordance to the uniform required size without much efforts. Papad can be prepared with different tastes indifferent region. The activity helps for creation of more employment opportunity in the Country especially for women.

1. Name of the Product : Papad

2. Project Cost :
   (a) Capital Expenditure
      Land : Own
      Building Shed 300 Sq.ft. : Rs. 60000.00
      Equipment : Rs. 40000.00
      (1) Sieve, (2) Marble Top Tables, Rolling Pins, small utensils, mug, cups, balance etc.
      Total Capital Expenditure : Rs. 100000.00
   (b) Working Capital : Rs. 100000.00

TOTAL PROJECT COST : Rs. 2000000.00

3. Estimated Annual Production of Papad : (Value in ı000)

<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>Papad</td>
<td>272 Quintal</td>
<td>4000.00</td>
<td>1087.00</td>
</tr>
<tr>
<td>TOTAL</td>
<td></td>
<td>272</td>
<td>4000.00</td>
<td>1087.00</td>
</tr>
</tbody>
</table>

4. Raw Material : Rs. 400000.00

5. Labels and Packing Material : Rs. 50000.00

6. Wages (Skilled & Unskilled) : Rs. 400000.00

7. Salaries : Rs. 1440000.00
8. Administrative Expenses : Rs. 20000.00
9. Overheads : Rs. 21000.00
10. Miscellaneous Expenses : Rs. 25000.00
11. Depreciation : Rs. 7000.00
12. Insurance : Rs. 1000.00
13. Interest (As per the PLR)
   (a) Capital Expenditure Loan : Rs. 13000.00
   (b) Working Capital Loan : Rs. 13000.00
   Total Interest : Rs. 26000.00
14. Working Capital Requirement
   Fixed Cost : Rs. 203000.00
   Variable Cost : Rs. 884000.00
   Requirement of Working Capital per Cycle : Rs. 108700.00
15. Estimated Cost Analysis

<table>
<thead>
<tr>
<th>Sl. No.</th>
<th>Particulars</th>
<th>Capacity Utilization (Rs. in í000)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>100%</td>
</tr>
<tr>
<td>1.</td>
<td>Fixed Cost</td>
<td>203.00</td>
</tr>
<tr>
<td>2.</td>
<td>Variable Cost</td>
<td>884.00</td>
</tr>
<tr>
<td>3.</td>
<td>Cost of Production</td>
<td>1087.00</td>
</tr>
<tr>
<td>4.</td>
<td>Projected Sales</td>
<td>1358.75</td>
</tr>
<tr>
<td>5.</td>
<td>Gross Surplus</td>
<td>271.75</td>
</tr>
<tr>
<td>6.</td>
<td>Expected Net Surplus</td>
<td>265.00</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.