POHA MANUFACTURING UNIT

The basic raw material for manufacturing Poha is paddy, which is available in plenty. Poha is a favourite diet and mainly used in breakfast. It is easy to prepare and digest. Much variety of dishes can be made out of Poha. It is mainly a traditional activity with simple technology.

1. Name of the Product : Poha
2. Project Cost :
   (a) Capital Expenditure
      Land : Own
      Building Shed 500 sq.ft. : Rs. 100000.00
      Equipment : Rs. 100000.00
      (Poha M/c, Sieves, Bhatti, Packing M/c, Drums etc.)
      Total Capital Expenditure : Rs. 200000.00
   (b) Working Capital : Rs. 43000.00

   TOTAL PROJECT COST : Rs. 243000.00
3. Estimated Annual Production of Poha :

<table>
<thead>
<tr>
<th>Sl.No.</th>
<th>Particulars</th>
<th>Capacity in Kg.</th>
<th>Rate</th>
<th>Total Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.</td>
<td>Poha</td>
<td>1000.00 Quintal</td>
<td>859.00</td>
<td>859.00</td>
</tr>
<tr>
<td></td>
<td>TOTAL</td>
<td>1000.00</td>
<td>859.00</td>
<td>859.00</td>
</tr>
</tbody>
</table>

4. Raw Material : Rs. 600000.00
5. Labels and Packing Material : Rs. 20000.00
6. Wages (Skilled & Unskilled) : Rs. 50000.00
7. Salaries : Rs. 60000.00
8. Administrative Expenses : Rs. 15000.00
9. Overheads : Rs. 75000.00
10. Miscellaneous Expenses : Rs. 5000.00

11. Depreciation : Rs. 15000.00

12. Insurance : Rs. 2000.00

13. Interest (As per the PLR)
   (a) Capital Expenditure Loan : Rs. 26000.00
   (b) Working Capital Loan : Rs. 5590.00

Total Interest : Rs. 31590.00

14. Working Capital Requirement
   Fixed Cost : Rs. 108000.00
   Variable Cost : Rs. 750590.00
   Requirement of Working Capital per Cycle : Rs. 42930.00

15. Estimated Cost Analysis

<table>
<thead>
<tr>
<th>Sl. No.</th>
<th>Particulars</th>
<th>Capacity Utilization (Rs. in 1000)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>100%</td>
</tr>
<tr>
<td>1.</td>
<td>Fixed Cost</td>
<td>108.00</td>
</tr>
<tr>
<td>2.</td>
<td>Variable Cost</td>
<td>751.00</td>
</tr>
<tr>
<td>3.</td>
<td>Cost of Production</td>
<td>859.00</td>
</tr>
<tr>
<td>4.</td>
<td>Projected Sales</td>
<td>1000.00</td>
</tr>
<tr>
<td>5.</td>
<td>Gross Surplus</td>
<td>141.00</td>
</tr>
<tr>
<td>6.</td>
<td>Expected Net Surplus</td>
<td>126.00</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.