

File No. 27

KHADI & VILLAGE INDUSTRIES COMMISSION
PROJECT PROFILE FOR GRAMODYOG ROJGAR YOJANA

CYLINDER MOULD VAT UNIT

Handmade Paper Industry manufacturers paper produce conversed Handmade Paper Products such as New attractive Gift Wrapper for packing, Eco-Friendly Handmade Carry Bags paper in attractive colour, design, Greetings cards, Invitation Cards, Wedding Cards paper and Boards, Eco-Friendly Handmade Banana Bond paper/ Card Sheets, for Restaurant office & interior Décor like mon-rock, Marble/Wood finish paper, leatherside paper. Conversed Handmade paper has a good market in India & abroad.

1	Name of the Product	:	Hand Made Paper
2	Project Cost	:	
	a Capital Expenditure		
	Land	:	Own
	Building Shed 2500 Sq.ft	:	Rs. 500000.00
	Equipment (Rag chopper with knife, Beater 30"X36", Pulper, Agitator, Pump, CMV M/c 40"X40", Calender m/c, Paper Cutting m/c, platform Drives & Belt wires etc..)	:	Rs. 1000000.00
	Total Capital Expenditure	Rs.	1500000.00
	b Working Capital	Rs.	204000.00
	TOTAL PROJECT COST	: Rs.	1704000.00

3 Estimated Annual Production of Handmade paper : (Value in '000)

Sr.No.	Particulars	Capacity	Rate	Total Value
1	Handmade Paper	270.00 Tons	11322.00	3057.00
	TOTAL	270.00	11322.00	3057.00

4	Raw Material	:	Rs. 1200000.00
5	Lables and Packing Material	:	Rs. 100000.00

6	Wages (Skilled & Unskilled)	:	Rs.	1000000.00
7	Salaries	:	Rs.	250000.00
8	Administrative Expenses	:	Rs.	100000.00
9	Overheads	:	Rs.	150000.00
10	Miscellaneous Expenses	:	Rs.	20000.00
11	Depreciation	:	Rs.	125000.00
12	Insurance	:	Rs.	15000.00
13	Interest (As per the PLR)			
	a. C.E.Loan	:	Rs.	195000.00
	b. W.C.Loan	:	Rs.	26520.00
	Total Interest		Rs.	221520.00
14	Working Capital Requirement	:		
	Fixed Cost		Rs.	580000.00
	Variable Cost		Rs.	2476520.00
	Requirement of WC per Cycle		Rs.	203768.00

15 Estimated Cost Analysis

Sr.No.	Particulars	Capacity Utilization(Rs in '000)			
		100%	60%	70%	80%
1	Fixed Cost	580.00	348.00	406.00	464.00
2	Variable Cost	2477.00	1486.20	1733.90	1981.60
3	Cost of Production	3057.00	1834.20	2139.90	2445.60
4	Projected Sales	3500.00	2100.00	2450.00	2800.00
5	Gross Surplus	443.00	265.80	310.10	354.40
6	Expected Net Surplus	318.00	141.00	185.00	225.00

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

- Total Cost of Project will be reduced.
- Profitability will be increased.
- Interest on C.E.will be reduced.