The bakery industry play an important role in industrial activities of food processing industry in the country. It provides nutritious food to go large number of house holds in Cities, in the modern times. Towns & even villages of any country. Bread & Biscuits consumption is increasing every day and this are being increasingly use for various feeding programs for Children managed by voluntary agencies & State Dept. of Education & Tribal welfare. Bakery activities has also an important role in popularising 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**
   - **Capital Expenditure**
     - Land: Rs. 125000.00
     - Own Building Shed 500 Sq.ft: Rs. 125000.00
     - Equipment: Rs. 75000.00
       (Oven / Bhatti and other equiments)
     - **Total Capital Expenditure**: Rs. 200000.00
     - **Working Capital**: Rs. 86000.00
     - **TOTAL PROJECT COST**: Rs. 286000.00

3. **Estimated Annual Production Capacity of Bakery Product**
   - **Particulars**: Bakery Products
   - **Capacity**: 216000.00 Kgs.
   - **Value in ‘000**
     - **Rate**: 4.00
     - **Total Value**: 863.00

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. C.E.Loan : Rs. 26000.00
   b. W.C.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 WC per Cycle : Rs. 86318.00

15 Estimated Cost Analysis

<table>
<thead>
<tr>
<th>Sr. 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>
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<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 C.E. will be reduced.