

HERBAL EXTRACTS

1. INTRODUCTION

Herbal extracts are mainly used for the manufacture of ayurvedic medicines. These products are having good export demand in addition to the local consumption

2. RAW MATERIALS

Herbs for different varieties

3. MANUFACTURING PROCESS

Manufacturing process of herbs involves powdering of herbs extraction oil and medicines contents according to proportion.

4. MANPOWER REQUIREMENT : 2

5. PROJECT COST	(Rs)
Land & building	Rented
Plant and machinery	35,000
Contingencies	2,000
Miscellaneous fixed assets	2,000
Working capital	57,000
Total	96,000

MEANS OF FINANCE

Own capital	--
Term loan from bank	--
Working capital loan from bank	96,000
Total	96,000

6. COST OF PRODUCTION

Raw materials	4,20,000
Wages	48,000
Rent	24,000
Power charges	28,800
Repair and maintenance	700
Insurance	350
Depreciation	3,500
Administrative expenses	4,000
Interest on bank loan	12,740
Total	4,94,090

7. PROFITABILITY

Sales	5,32,000
Net operating profit	37,910
Cash surplus	41,410
Return on Investment	40 %

Annual Production capacity :

It is envisaged to produce goods worth ` 5,40,000/-

List of Plant, Machinery & equipment :

- 1 Pulveriser
- 2 Miscellaneous equipments