PROJECT REPORT

Prepared for Bank Loan / CMA Submission

Annapurna Bakery & Confectionery

Near Bus Stand, Sadar Bazar, Shikarpur Road, Bulandshahr, Uttar Pradesh, 203001

NAME & ADDRESS OF UNIT

Name	:	Annapurna Bakery & Confectionery
Constitution	:	Proprietorship
PAN	:	AAWPY4521K
Scheme	:	PMEGP
Activity	:	Bakery & Confectionery
Business type	:	Manufacturer
Employment	:	5
Email	:	annapurna.bakery@gmail.com
Phone	:	9412345670
Address	:	Near Bus Stand, Sadar Bazar, Shikarpur Road, Bulandshahr, Uttar Pradesh, 203001

NAME & ADDRESS OF PROMOTER(S)

Name	:	Ramesh Kumar Yadav
Address	:	Near Bus Stand, Sadar Bazar, Shikarpur Road, Bulandshahr, Uttar Pradesh, 203001
Date of birth	:	1990-10-15
Designation	:	Founder
Category	:	General
Qualification	:	8th pass

PROJECT DETAILS

Loan purpose	:	Term + Working Capital
Term	:	60 months

COST OF PROJECT & MEANS OF FINANCE

PARTICULARS	TOTAL COST	MARGIN	BANK FINANCE
Fixed capital	₹7,00,000	₹70,000	₹6,30,000
Working capital	₹3,00,000	₹30,000	₹2,70,000
Total	**₹10,00,000**	**₹1,00,000**	**₹9,00,000**

Interest: Term 11% p.a. · EMI ₹13,698 · WC 11% p.a.

PMEGP Subsidy: Margin-money subsidy of ₹2,50,000 received from KVIC is kept in a lien-marked term deposit (TDR) in the beneficiary's name for three years per PMEGP norms; the term loan is repaid in full.

INTRODUCTION / BUSINESS PROFILE

Annapurna Bakery & Confectionery is a proprietorship concern engaged in Bakery & Confectionery in the Food & Beverages sector, based at Near Bus Stand, Sadar Bazar, Shikarpur Road. The unit is proposed to be set up and run by the promoter with term and working-capital assistance from the bank under the PMEGP scheme.

The Food & Beverages continues to witness steady, broad-based demand across India, supported by rising consumption, growing incomes and sustained policy support for the MSME sector. Organised, quality-focused units remain limited in many regions, leaving meaningful headroom for a well-run enterprise to build a loyal customer base and steadily grow its market share. The promoter intends to serve this demand through reliable, good-quality offerings at competitive prices, backed by sound execution and customer service, while generating employment for about 5 persons.

The total project outlay is estimated at ₹ 0, financed by a promoter contribution of ₹ 0 and bank finance of ₹ 0, repayable over 84 months. The financial projections that follow demonstrate that the unit generates sufficient surplus to comfortably service the proposed debt while building reserves over the projection period.

PRODUCT / SERVICE & PROCESS

1. Annapurna Bakery & Confectionery is engaged in Bakery & Confectionery. Its main products / services are delivered through the following well-established

PROCESS

1. Procure raw materials and inputs from approved suppliers.
2. Inspect and prepare the materials for production.
3. Process and manufacture the goods as per design and specifications.
4. Carry out quality checks at each stage of production.
5. Finish, pack and label the finished goods.
6. Store and dispatch the goods to customers / distributors.
7. Provide after-sales and warranty support.

Representative image (Pexels)

MARKET POTENTIAL & STRATEGY

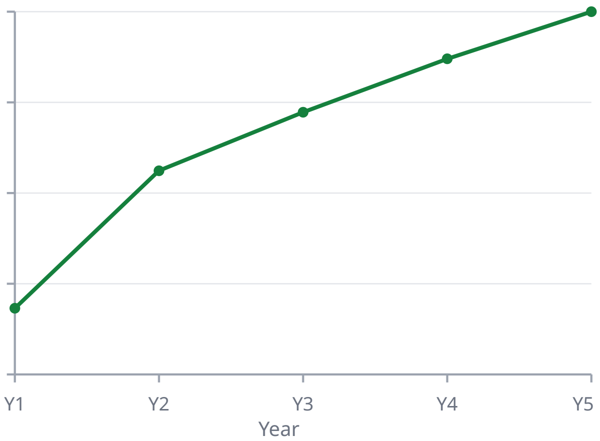
There is steady and growing demand for Bakery & Confectionery across India, supported by rising incomes, changing consumption patterns and continued government support for the MSME sector. Organised, quality-focused providers remain limited in many areas, leaving clear headroom for a well-run unit to win and retain customers. The promoter plans to capture this opportunity through competitive pricing, consistent quality, dependable delivery and strong customer service — the unit's key strengths over informal competitors. The customer base is expected to widen steadily as the unit builds its reputation and extends its reach into nearby and adjacent markets. Backed by these factors, the unit is well placed to scale its output in line with the projections that follow.

PROJECT FEASIBILITY RATIO

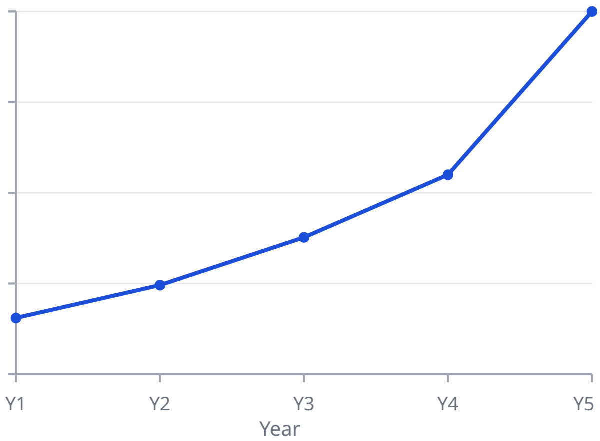
Debt Service Coverage Ratio (Average) **: 4.42**
Current ratio (Average) **: 2.69**

PARTICULARS	2026-27	2027-28	2028-29	2029-30	2030-31
Current ratio	0.90	1.44	2.19	3.17	5.74
Quick ratio	0.87	1.38	2.12	3.09	5.62
Interest coverage ratio	1.92	4.62	7.18	11.10	19.12
Debt equity ratio	5.99	1.85	0.78	0.36	0.15
TOL / TNW	6.09	1.92	0.82	0.39	0.18
DSCR	1.44	2.61	3.38	4.35	5.51
Gross profit Sales Percentage %	59.0%	64.0%	63.4%	63.4%	63.4%
Net profit Sales Percentage %	5.2%	16.0%	20.6%	24.8%	28.5%
Return On Capital Employed	0.16	0.49	0.50	0.48	0.40

Net profit Sales %

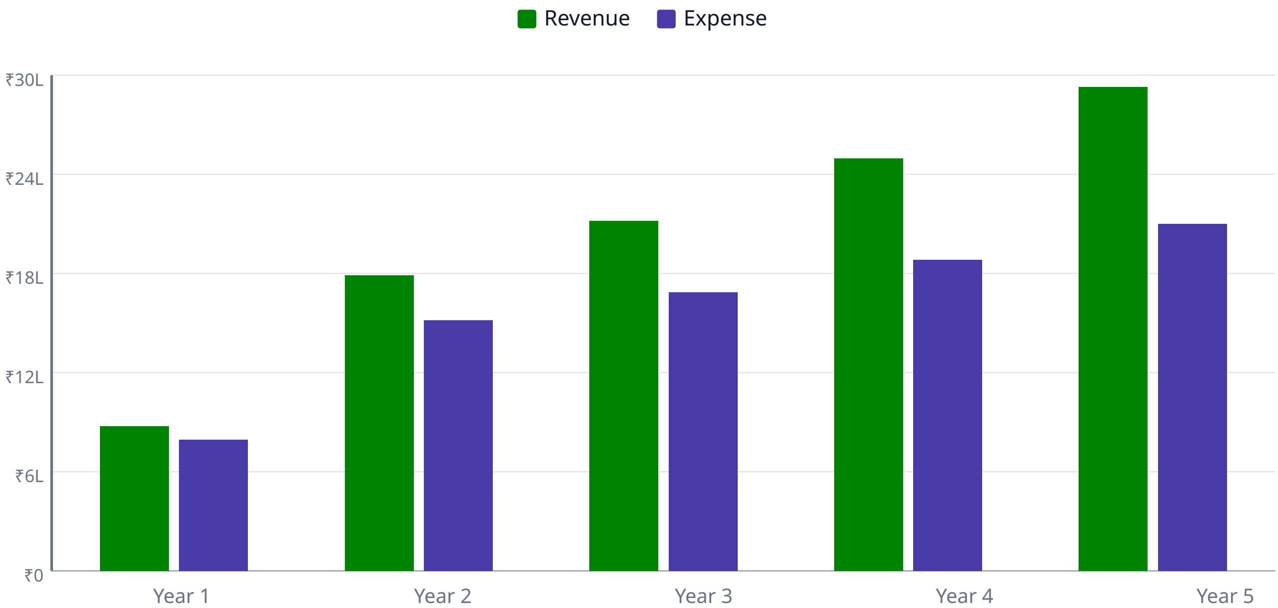


Quick ratio



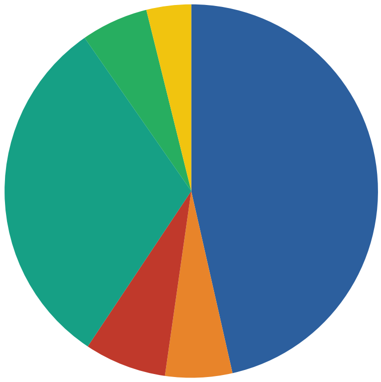
PROJECT FEASIBILITY GRAPH

Revenue vs. Total Expense



Expense Splitup

Raw material (flour/sugar/oil) Packing & forwarding Fuel/power Wages Marketing & advertising Miscellaneous expenses



APPLICATION OF FUND

PARTICULARS	AMOUNT
Fixed assets	₹7,00,000
Working capital	₹3,00,000
Total Investment	**₹10,00,000**

FIXED ASSETS

PARTICULARS	QUANTITY	RATE	AMOUNT
Shed / shop renovation	1	₹2,00,000	₹2,00,000
Rotary rack oven	1	₹2,20,000	₹2,20,000
Planetary dough mixer	1	₹80,000	₹80,000
Packaging & sealing machine	1	₹60,000	₹60,000
Furniture & display counter	1	₹40,000	₹40,000
Electrification & fittings	1	₹1,00,000	₹1,00,000
Total fixed assets			**₹7,00,000**

WORKING CAPITAL COMPUTATION

PARTICULARS	AMOUNT
Stock in hand (raw material / finished goods)	₹37,808
Receivables	₹34,247
Working expense (1 month)	₹69,167
Less: Payables	₹39,452
Total working capital required	**₹1,01,770**
Working capital assessed by CA	**₹3,00,000**
Less: promoter's margin (10%)	₹30,000
Maximum permissible bank finance (CC limit)	**₹2,70,000**

ANNUAL SALES / REVENUE

PARTICULARS	SALES DETAIL	VALUE AT 100%
Bread & Bun	—	₹9,50,000
Rusk/Biscuits/Namkeen	—	₹8,40,000
Cakes/Pastries/Custom Orders	—	₹7,10,000

PARTICULARS	2026-27	2027-28	2028-29	2029-30	2030-31
Capacity utilisation	60%	65%	70%	75%	80%
Months of operation	7	12	12	12	12
Projected revenue	**₹8,75,000**	**₹17,87,500**	**₹21,17,500**	**₹24,95,625**	**₹29,28,200**

TOTAL YEARLY EXPENSE

PARTICULARS	PURCHASE DETAIL	VALUE AT 100%
Raw material (flour/sugar/oil)	—	₹7,20,000

PARTICULARS	2026-27	2027-28	2028-29	2029-30	2030-31
Purchases (raw material)	₹2,52,000	₹5,14,800	₹6,09,840	₹7,18,740	₹8,43,322
Direct expenses	₹70,000	₹1,43,000	₹1,69,400	₹1,99,650	₹2,34,256
Indirect expenses	₹3,67,500	₹6,93,000	₹7,62,300	₹8,38,530	₹9,22,383
Depreciation	₹54,250	₹85,561	₹73,858	₹63,796	₹55,142
Interest	₹49,270	₹78,995	₹70,580	₹61,306	₹46,000
Total expense	**₹7,93,020**	**₹15,15,356**	**₹16,85,978**	**₹18,82,022**	**₹21,01,103**

PROFITABILITY STATEMENT (P&L)

PARTICULARS	2026-27	2027-28	2028-29	2029-30	2030-31
Revenue from operations	₹8,75,000	₹17,87,500	₹21,17,500	₹24,95,625	₹29,28,200
Add: Closing stock	₹13,233	₹27,033	₹32,024	₹37,742	₹44,284
Total	**₹8,88,233**	**₹18,14,533**	**₹21,49,524**	**₹25,33,367**	**₹29,72,484**
Less: Opening stock	₹50,000	₹13,233	₹27,033	₹32,024	₹37,742
Less: Purchases	₹2,52,000	₹5,14,800	₹6,09,840	₹7,18,740	₹8,43,322
Less: Direct expenses	₹70,000	₹1,43,000	₹1,69,400	₹1,99,650	₹2,34,256
Gross Profit	**₹5,16,233**	**₹11,43,500**	**₹13,43,251**	**₹15,82,953**	**₹18,57,164**
Less: Indirect expenses	₹3,67,500	₹6,93,000	₹7,62,300	₹8,38,530	₹9,22,383
PBITDA	**₹1,48,733**	**₹4,50,500**	**₹5,80,951**	**₹7,44,423**	**₹9,34,781**
Less: Depreciation	₹54,250	₹85,561	₹73,858	₹63,796	₹55,142
Less: Interest on TL	₹38,875	₹57,759	₹45,424	₹31,658	₹16,300
Less: Interest on WC	₹10,395	₹21,236	₹25,156	₹29,648	₹29,700
Profit Before Tax	**₹45,213**	**₹2,85,944**	**₹4,36,513**	**₹6,19,321**	**₹8,33,639**
Less: Income tax	₹0	₹0	₹0	₹0	₹0
Profit After Tax	**₹45,213**	**₹2,85,944**	**₹4,36,513**	**₹6,19,321**	**₹8,33,639**

BALANCE SHEET

PARTICULARS	PRE-OPERATIVE	2026-27	2027-28	2028-29	2029-30	2030-31
A. Capital Account						
Capital	₹1,00,000	₹1,00,000	₹1,00,000	₹1,00,000	₹1,00,000	₹1,00,000
Reserves and surplus (opening)	₹0	₹0	₹40,692	₹2,98,042	₹6,90,904	₹12,48,293
Add: Profit for the year	₹0	₹45,213	₹2,85,944	₹4,36,513	₹6,19,321	₹8,33,639
Less: Owner's drawings	₹0	₹4,521	₹28,594	₹43,651	₹61,932	₹0
B. Non current Liabilities						

Term loan (non-current)	₹6,30,000	₹4,66,372	₹3,47,420	₹2,14,702	₹66,626	₹0
C. Current Liabilities						
Current maturities of term loan	₹0	₹1,06,617	₹1,18,952	₹1,32,718	₹1,48,076	₹66,626
Working-capital loan	₹2,70,000	₹2,70,000	₹2,70,000	₹2,70,000	₹2,70,000	₹2,70,000
Account payable	₹0	₹13,808	₹28,208	₹33,416	₹39,383	₹46,209
Total Equity & Liabilities	**₹10,00,000**	**₹9,97,489**	**₹11,62,622**	**₹14,41,740**	**₹18,72,378**	**₹25,64,767**
A. Non current Assets						
Fixed Assets (WDV)	₹7,00,000	₹6,45,750	₹5,60,189	₹4,86,331	₹4,22,535	₹3,67,393
B. Current Assets						
Inventory	₹50,000	₹13,233	₹27,033	₹32,024	₹37,742	₹44,284
Trade receivables	₹0	₹11,986	₹24,486	₹29,007	₹34,187	₹40,112
Cash & bank balance	₹2,50,000	₹3,26,520	₹5,50,914	₹8,94,378	₹13,77,914	₹21,12,978
Total Assets	**₹10,00,000**	**₹9,97,489**	**₹11,62,622**	**₹14,41,740**	**₹18,72,378**	**₹25,64,767**

CASH FLOW STATEMENT

PARTICULARS	PRE-OP	2026-27	2027-28	2028-29	2029-30	2030-31
Cash Inflow						
Promoter's contribution	₹1,00,000	₹0	₹0	₹0	₹0	₹0
Term loan	₹6,30,000	₹0	₹0	₹0	₹0	₹0
Working-capital loan	₹2,70,000	₹0	₹0	₹0	₹0	₹0
Profit before tax (with interest)	₹0	₹94,483	₹3,64,939	₹5,07,093	₹6,80,627	₹8,79,639
Add: depreciation	₹0	₹54,250	₹85,561	₹73,858	₹63,796	₹55,142
Increase in current liabilities (payables)	₹0	₹13,808	₹14,400	₹5,208	₹5,967	₹6,826
Total Cash Inflow	**₹10,00,000**	**₹1,62,541**	**₹4,64,900**	**₹5,86,159**	**₹7,50,390**	**₹9,41,607**
Cash Outflow						
Fixed assets	₹7,00,000	₹0	₹0	₹0	₹0	₹0
Opening working capital	₹50,000	₹0	₹0	₹0	₹0	₹0
Increase in current assets (stock + receivables)	₹0	₹-24,781	₹26,300	₹9,512	₹10,898	₹12,467
Interest on term loan	₹0	₹38,875	₹57,759	₹45,424	₹31,658	₹16,300
Interest on working capital	₹0	₹10,395	₹21,236	₹25,156	₹29,648	₹29,700
Term-loan repayment	₹0	₹57,011	₹1,06,617	₹1,18,952	₹1,32,718	₹1,48,076
Drawings	₹0	₹4,521	₹28,594	₹43,651	₹61,932	₹0
Total Cash Outflow	**₹7,50,000**	**₹86,021**	**₹2,40,506**	**₹2,42,695**	**₹2,66,854**	**₹2,06,543**
Opening balance	₹0	₹2,50,000	₹3,26,520	₹5,50,914	₹8,94,378	₹13,77,914
Net cash flow	**₹2,50,000**	**₹76,520**	**₹2,24,394**	**₹3,43,464**	**₹4,83,536**	**₹7,35,064**
Closing balance	**₹2,50,000**	**₹3,26,520**	**₹5,50,914**	**₹8,94,378**	**₹13,77,914**	**₹21,12,978**

REPAYMENT OF TERM LOAN

PARTICULARS	2026-27	2027-28	2028-29	2029-30	2030-31	2031-32
Opening balance	₹6,30,000	₹5,72,989	₹4,66,372	₹3,47,420	₹2,14,702	₹66,626

Principal repaid	₹57,011	₹1,06,617	₹1,18,952	₹1,32,718	₹1,48,076	₹66,626
Interest paid	₹38,875	₹57,759	₹45,424	₹31,658	₹16,300	₹1,844
Closing balance	**₹5,72,989**	**₹4,66,372**	**₹3,47,420**	**₹2,14,702**	**₹66,626**	**₹0**

MONTH-BY-MONTH SCHEDULE (60 MONTHS)

YEAR	MONTH	INST.	OPENING	PRINCIPAL	INTEREST	PAID	CLOSING
1	Sep 2026	1	₹6,30,000	₹7,923	₹5,775	₹13,698	₹6,22,077
1	Oct 2026	2	₹6,22,077	₹7,996	₹5,702	₹13,698	₹6,14,081
1	Nov 2026	3	₹6,14,081	₹8,069	₹5,629	₹13,698	₹6,06,012
1	Dec 2026	4	₹6,06,012	₹8,143	₹5,555	₹13,698	₹5,97,869
1	Jan 2027	5	₹5,97,869	₹8,218	₹5,480	₹13,698	₹5,89,651
1	Feb 2027	6	₹5,89,651	₹8,293	₹5,405	₹13,698	₹5,81,358
1	Mar 2027	7	₹5,81,358	₹8,369	₹5,329	₹13,698	₹5,72,989
2	Apr 2027	8	₹5,72,989	₹8,446	₹5,252	₹13,698	₹5,64,543
2	May 2027	9	₹5,64,543	₹8,523	₹5,175	₹13,698	₹5,56,020
2	Jun 2027	10	₹5,56,020	₹8,601	₹5,097	₹13,698	₹5,47,419
2	Jul 2027	11	₹5,47,419	₹8,680	₹5,018	₹13,698	₹5,38,739
2	Aug 2027	12	₹5,38,739	₹8,760	₹4,938	₹13,698	₹5,29,979
2	Sep 2027	13	₹5,29,979	₹8,840	₹4,858	₹13,698	₹5,21,139
2	Oct 2027	14	₹5,21,139	₹8,921	₹4,777	₹13,698	₹5,12,218
2	Nov 2027	15	₹5,12,218	₹9,003	₹4,695	₹13,698	₹5,03,215
2	Dec 2027	16	₹5,03,215	₹9,085	₹4,613	₹13,698	₹4,94,130
2	Jan 2028	17	₹4,94,130	₹9,168	₹4,530	₹13,698	₹4,84,962
2	Feb 2028	18	₹4,84,962	₹9,253	₹4,445	₹13,698	₹4,75,709
2	Mar 2028	19	₹4,75,709	₹9,337	₹4,361	₹13,698	₹4,66,372
3	Apr 2028	20	₹4,66,372	₹9,423	₹4,275	₹13,698	₹4,56,949
3	May 2028	21	₹4,56,949	₹9,509	₹4,189	₹13,698	₹4,47,440
3	Jun 2028	22	₹4,47,440	₹9,596	₹4,102	₹13,698	₹4,37,844
3	Jul 2028	23	₹4,37,844	₹9,684	₹4,014	₹13,698	₹4,28,160
3	Aug 2028	24	₹4,28,160	₹9,773	₹3,925	₹13,698	₹4,18,387
3	Sep 2028	25	₹4,18,387	₹9,863	₹3,835	₹13,698	₹4,08,524
3	Oct 2028	26	₹4,08,524	₹9,953	₹3,745	₹13,698	₹3,98,571
3	Nov 2028	27	₹3,98,571	₹10,044	₹3,654	₹13,698	₹3,88,527
3	Dec 2028	28	₹3,88,527	₹10,137	₹3,561	₹13,698	₹3,78,390
3	Jan 2029	29	₹3,78,390	₹10,229	₹3,469	₹13,698	₹3,68,161
3	Feb 2029	30	₹3,68,161	₹10,323	₹3,375	₹13,698	₹3,57,838
3	Mar 2029	31	₹3,57,838	₹10,418	₹3,280	₹13,698	₹3,47,420
4	Apr 2029	32	₹3,47,420	₹10,513	₹3,185	₹13,698	₹3,36,907
4	May 2029	33	₹3,36,907	₹10,610	₹3,088	₹13,698	₹3,26,297
4	Jun 2029	34	₹3,26,297	₹10,707	₹2,991	₹13,698	₹3,15,590
4	Jul 2029	35	₹3,15,590	₹10,805	₹2,893	₹13,698	₹3,04,785
4	Aug 2029	36	₹3,04,785	₹10,904	₹2,794	₹13,698	₹2,93,881
4	Sep 2029	37	₹2,93,881	₹11,004	₹2,694	₹13,698	₹2,82,877
4	Oct 2029	38	₹2,82,877	₹11,105	₹2,593	₹13,698	₹2,71,772

YEAR	MONTH	INST.	OPENING	PRINCIPAL	INTEREST	PAID	CLOSING
4	Nov 2029	39	₹2,71,772	₹11,207	₹2,491	₹13,698	₹2,60,565
4	Dec 2029	40	₹2,60,565	₹11,309	₹2,389	₹13,698	₹2,49,256
4	Jan 2030	41	₹2,49,256	₹11,413	₹2,285	₹13,698	₹2,37,843
4	Feb 2030	42	₹2,37,843	₹11,518	₹2,180	₹13,698	₹2,26,325
4	Mar 2030	43	₹2,26,325	₹11,623	₹2,075	₹13,698	₹2,14,702
5	Apr 2030	44	₹2,14,702	₹11,730	₹1,968	₹13,698	₹2,02,972
5	May 2030	45	₹2,02,972	₹11,837	₹1,861	₹13,698	₹1,91,135
5	Jun 2030	46	₹1,91,135	₹11,946	₹1,752	₹13,698	₹1,79,189
5	Jul 2030	47	₹1,79,189	₹12,055	₹1,643	₹13,698	₹1,67,134
5	Aug 2030	48	₹1,67,134	₹12,166	₹1,532	₹13,698	₹1,54,968
5	Sep 2030	49	₹1,54,968	₹12,277	₹1,421	₹13,698	₹1,42,691
5	Oct 2030	50	₹1,42,691	₹12,390	₹1,308	₹13,698	₹1,30,301
5	Nov 2030	51	₹1,30,301	₹12,504	₹1,194	₹13,698	₹1,17,797
5	Dec 2030	52	₹1,17,797	₹12,618	₹1,080	₹13,698	₹1,05,179
5	Jan 2031	53	₹1,05,179	₹12,734	₹964	₹13,698	₹92,445
5	Feb 2031	54	₹92,445	₹12,851	₹847	₹13,698	₹79,594
5	Mar 2031	55	₹79,594	₹12,968	₹730	₹13,698	₹66,626
6	Apr 2031	56	₹66,626	₹13,087	₹611	₹13,698	₹53,539
6	May 2031	57	₹53,539	₹13,207	₹491	₹13,698	₹40,332
6	Jun 2031	58	₹40,332	₹13,328	₹370	₹13,698	₹27,004
6	Jul 2031	59	₹27,004	₹13,450	₹248	₹13,698	₹13,554
6	Aug 2031	60	₹13,554	₹13,554	₹124	₹13,678	₹0

DEBT SERVICE COVERAGE RATIO

PARTICULARS	2026-27	2027-28	2028-29	2029-30	2030-31	2031-32
Net profit + Dep + Interest (Receipts)	₹1,38,338	₹4,29,264	₹5,55,795	₹7,14,775	₹9,05,081	₹8,90,625
Principal + Interest (Re-payment)	₹95,886	₹1,64,376	₹1,64,376	₹1,64,376	₹1,64,376	₹68,470
DSCR	**1.44**	**2.61**	**3.38**	**4.35**	**5.51**	**13.01**

DEPRECIATION / FIXED ASSETS

PARTICULARS	2026-27	2027-28	2028-29	2029-30	2030-31
Opening WDV	₹0	₹6,45,750	₹5,60,189	₹4,86,331	₹4,22,535
Additions	₹7,00,000	₹0	₹0	₹0	₹0
Depreciation	₹54,250	₹85,561	₹73,858	₹63,796	₹55,142
Closing WDV	**₹6,45,750**	**₹5,60,189**	**₹4,86,331**	**₹4,22,535**	**₹3,67,393**

ASSUMPTIONS

- Year-1 covers 7 months of operation; figures are pro-rated accordingly.
- Capacity utilisation rises from 60% in Year 1 to 80% at maturity.
- Depreciation is on the Written-Down-Value (WDV) method at the rates in the asset schedule.
- Term loan of ₹6,30,000 is repaid over 60 months at 11% p.a.

- Income tax is computed on a proprietorship (rate/slab + surcharge, where applicable, + 4% cess) basis.
- Working capital is assessed by the operating-cycle (holding-period) method.
- All figures are projections prepared on the basis of information furnished by the promoter.

CONCLUSION

The projected financials of Annapurna Bakery & Confectionery establish that the proposed activity is technically feasible and financially viable, earning a profit after tax of ₹2,85,944 by its second full year and rising steadily thereafter.

With an average DSCR of 4.42 (minimum 1.44), the unit generates ample surplus to service the proposed loan. The proposal is therefore recommended for sanction.

BREAK EVEN POINT

PARTICULARS	2026-27	2027-28	2028-29	2029-30	2030-31
Total fixed cost	₹4,71,020	₹8,57,556	₹9,06,738	₹9,63,632	₹10,23,525
Total variable cost	₹3,22,000	₹6,57,800	₹7,79,240	₹9,18,390	₹10,77,578
BEP in % of installed capacity	**29.81 %**	**54.28 %**	**57.39 %**	**60.99 %**	**64.78 %**
BEP in sales (₹)	**₹7,45,285**	**₹13,56,892**	**₹14,34,712**	**₹15,24,734**	**₹16,19,502**