Paper Shopping Bags Kraft Shopping Bags, Paper Carry Bags Manufacturing Plant, Detailed Project Report, Profile, Business Plan, Industry Trends, Market Research, Survey, Manufacturing Process, Machinery, Raw Materials, Feasibility Study, Investment **Opportunities, Cost and Revenue, Plant Economics, Production** Schedule, Working Capital Requirement, Plant Layout, Process Flow Sheet, Cost of Project, Projected Balance Sheets, **Profitability Ratios, Break Even Analysis**

Introduction

Paper shopping bag making is one of the most profitable paper business ideas right now. Establishment of shopping complexes and consumer stores in the rural, semi-urban and urban areas, the demand for paper bags has increased. Ban on plastic carry bags creates a huge opportunity for paper bag industry. Bags that are made of paper material called sarc-kraft can withstand such weight. Paper carry bags can compete with any kind of plastic bag in terms of all features and can cater to any kind of conceivably enduse.



There are many types of bags available today to cater the shopping needs of people. An endless variety of raw materials and technologies are employed to manufacture them. Out of them the most popular ones are Plastic and Paper bags, since many years. Also one should accept that they are the ones which are being subjected to a lot of constructive criticisms as well. Due to the highly demanding environmental needs, many alternatives are found to be superior to them in many platforms,



especially in terms of environmental friendliness have come to the market now and become familiar among common people. Even then it is worthwhile to infer the Eco-Impact made by them.

The modern shopping bag of today, such as those provided by grocery stores, convenient stores, and other retailers was originally designed to help customers purchase more goods by making the goods easier to transport. Plastic shopping bags were first introduced into the market place in 1974.At this time Montgomery Ward, Sears, and J.C. Penny all switched their shopping bags to plastic.



While shopping bags, both paper and plastic, were originally invented with the sole purpose of packaging and carrying goods at the point of sale, they now serve many other purposes including advertising and branding for specific goods, services, stores or produce providers.

They are still available for purchase but the disposable bags are most often provided without direct charge to customers, sometimes even without a purchase. Even on-line stores and establishments that do not sell goods are using bags as a promotional product.









Advantages & Uses

Paper is made from a renewable resource, trees and we can plant more trees. Paper carry bags are strong enough to hold up to 5Kgs of stuff without breaking and can be reused again and again. Paper bags are biodegradable (a plastic bag would still be in a landfill 1,000 years from now).

Uses & Applications

It is useful for carrying the grocery regular item. It can be used for carrying vegetables, fruits and also used to carry files, books and light domestic material.



Market Survey

Paper Industry in India is moving up with a strong demand and is in expansion mode to meet the projected demand of 20 Million tons by 2020. Thus, paper industry in India is on the growth trajectory and is expected to touch 8.5% GDP in the coming years. The demand of paper bags has been increasing day by day. Paper bags are used in shopping malls, various shops. The Eco-friendly Paper bag manufacturing industry is poised for a higher growth with a bright future. Manufacturing plastic bags is big business and banning disposable bags, or even charging a tax which severely limits plastic bag usage, will reduce demand and increasing the demand of paper bags.



Bags made from paper price much less costly in comparison

with other materials. Thus, they are perfect for small to

medium-sized companies.

It is a common knowledge that plastics are not safe,

particularly towards the kids. Your child's lifestyle might be

threatened if he, by chance, ate the plastic bags. Therefore,

it's still secure to decide on Biodegradable Paper Bags

since, because they're not that risky case you

unintentionally left them and kids ate them by chance.

Paper Bags may be of multiple uses. It is able to reuse so

many times.

Thankfully, Recycled Paper Bags are very a lot tough and in

fact, they are waterproof. Durable Paper Bags are greatest to

make use of in bagging your sold merchandise since it receive to be guaranteed that won't broke off its handles throughout the height of the buyer's buying spree.

3D lettering is also available which a new trend in the market

is, most of the shopping brands are going for such type of bags

which stand out in the public, and they attract more

customers. Logos with huge designs in the background are

created so that it matches the views of the company; it also

helps in giving a relevant meaning to the brand.

Few Indian Major Players are as under

- A P R Sacks Ltd.
- Aadi Industries Ltd.
- B & A Packaging India Ltd.
- Baroda Polyplast Ltd.
- Brown Multi-Wall Paper Bags Ltd.
- Jayant Paper Mills Ltd.
- Karur K C P Packkagings Ltd.
- Polyspin Exports Ltd.





PROJECT AT A GLANCE

(Rs. in lacs)

| COST C | OF PROJECT | | | MEANS OF FINANCE | | | | | |
|--------------------------------|------------|----------|-------|--------------------------|----------|----------|-------|--|--|
| Particulars | Existing | Proposed | Total | Particulars | Existing | Proposed | Total | | |
| | | | | | | | | | |
| Land & Site Development Exp. | 0.00 | 16.50 | 16.50 | Capital | 0.00 | 22.42 | 22.42 | | |
| Buildings | 0.00 | 19.20 | 19.20 | Share Premium | 0.00 | 0.00 | 0.00 | | |
| Plant & Machineries | 0.00 | 21.61 | 21.61 | Other Type Share Capital | 0.00 | 0.00 | 0.00 | | |
| Motor Vehicles | 0.00 | 4.00 | 4.00 | Reserves & Surplus | 0.00 | 0.00 | 0.00 | | |
| | | | | | | | | | |
| Office Automation Equipments | 0.00 | 13.50 | 13.50 | Cash Subsidy | 0.00 | 0.00 | 0.00 | | |
| | | | | | | | | | |
| Technical Knowhow Fees & Exp. | 0.00 | 5.00 | 5.00 | Internal Cash Accruals | 0.00 | 0.00 | 0.00 | | |
| | | | | Long/Medium Term | | | | | |
| Franchise & Other Deposits | 0.00 | 0.00 | 0.00 | Borrowings | 0.00 | 67.25 | 67.25 | | |
| Preliminary& Pre-operative Exp | 0.00 | 1.50 | 1.50 | Debentures / Bonds | 0.00 | 0.00 | 0.00 | | |
| | 0.00 | | 2.00 | | 0.00 | 0.00 | 0.00 | | |
| Provision for Contingencies | 0.00 | 2.00 | 2.00 | Unsecured Loans/Deposits | 0.00 | 0.00 | 0.00 | | |
| Margin Money - Working | | | | | | | | | |
| Capital | 0.00 | 6.36 | 6.36 | | | | | | |
| TOTAL | 0.00 | 89.67 | 89.67 | TOTAL | 0.00 | 89.67 | 89.67 | | |



| Year | Annı | alised | Book Value | Debt | Dividend | Retained Earnings | | Retained Earnings | | Payout | Probable Market Price | P/E Ratio | Yield Price/ Book Value |
|------|-------|--------|---------------|-------|-----------|-------------------|-------|-------------------|-------|----------------|-----------------------------|-----------|----------------------------|
| | FDC | CEDS | Dora | Share | Dor Shara | Dorf | hava | | | No.of Times | | | |
| | EPS | CEPS | Pers | Share | Per Share | Per S | onare | | | | | | |
| | Rs | Rs | Rs | Rs | Rs | % | Rs | % | Rs | | % | | |
| 1-2 | 4.30 | 7.93 | 14.30 | 24.00 | 0.00 | 100.00 | 4.30 | 0.00 | 4.30 | 1.00 | 0.00 | | |
| 2-3 | 7.21 | 10.38 | 21.51 | 18.00 | 0.00 | 100.00 | 7.21 | 0.00 | 7.21 | 1.00 | 0.00 | | |
| 3-4 | 10.02 | 12.80 | 31.53 | 12.00 | 0.00 | 100.00 | 10.02 | 0.00 | 10.02 | 1.00 | 0.00 | | |
| 4-5 | 12.70 | 15.14 | 44.23 | 6.00 | 0.00 | 100.00 | 12.70 | 0.00 | 12.70 | 1.00 | 0.00 | | |
| 5-6 | 15.22 | 17.38 | 59.45 | 0.00 | 0.00 | 100.00 | 15.22 | 0.00 | 15.22 | 1.00 | 0.00 | | |





| Year | | D. S. C. R. | | Debt / - Deposits Debt | Equity as- Equity | Total Net Worth | Return on Net Worth | Profitability Ratio | | | Assets Turnover Ratio | Current Ratio | | |
|---------|------------|-------------|---------|------------------------------|----------------------|-----------------------|---------------------------|---------------------|--------|--------|-----------------------------|------------------|------|------|
| | Individual | Cumulative | Overall | | | | | GPM | PBT | ΡΑΤ | Net Contribu tion | P/V Ratio | | |
| | (Nu | mber of tim | es) | (Number | of times) | % | % | % | % | % | | % | | |
| Initial | | | | 3.00 | 3.00 | | | | | | | | | |
| 1-2 | 1.21 | 1.21 | | 1.68 | 1.68 | 2.26 | | 22.64% | 9.12% | 6.37% | 88.65 | 58.63% | 1.51 | 0.91 |
| 2-3 | 1.51 | 1.35 | | 0.84 | 0.84 | 1.28 | | 25.46% | 13.99% | 9.16% | 97.58 | 55.31% | 1.66 | 1.20 |
| 3-4 | 1.86 | 1.51 | 1.85 | 0.38 | 0.38 | 0.73 | | 27.35% | 17.39% | 11.14% | 111.38 | 55.25% | 1.70 | 1.59 |
| 4-5 | 2.28 | 1.67 | | 0.14 | 0.14 | 0.41 | | 28.59% | 19.76% | 12.55% | 125.18 | 55.19% | 1.66 | 2.05 |
| 5-6 | 2.76 | 1.85 | | 0.00 | 0.00 | 0.23 | | 29.39% | 21.41% | 13.54% | 138.98 | 55.15% | 1.57 | 3.71 |



| BEP | |
|--|------------------|
| BEP - Maximum Utilisation Year | 5 |
| | J |
| Cash BEP (% of Installed Capacity) | 57.00% |
| Total BEP (% of Installed Capacity) | 60.48% |
| IRR, PAYBACK and FACR | |
| Internal Rate of Return (In %age) | 23.11% |
| | |
| Payback Period of the Project is (In Years) | 2 Years 5 Months |
| Final Access Courses Datis (No. of times) | 4.000 |
| Fixed Assets Coverage Ratio (No. of times) | 4.923 |





Major Queries/Questions Answered in the Report?

- 1. What is Paper Shopping Bag industry?
- 2. How has the Paper Shopping Bag industry performed so far and how will it perform in the coming years ?
- 3. What is the Project Feasibility of a Paper Shopping Bag Plant ?
- 4. What are the requirements of Working Capital for setting up a Paper Shopping Bag plant ?







- 5. What is the structure of the Paper Shopping Bag Business and who are the key/major players ?
- 6. What is the total project cost for setting up Paper Shopping Bag plant ?
- 7. What are the operating costs for setting up a Paper Shopping Bag plant ?
- 8. What are the machinery and equipment requirements for setting up a Paper Shopping Bag plant ?





9. Who are the Suppliers and Manufacturers of Plant & Machinery for setting up a Paper Shopping Bag plant ?

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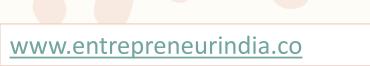
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Who are we?

- One of the leading reliable names in industrial world for providing the most comprehensive technical consulting services
- We adopt a systematic approach to provide the strong fundamental support needed for the effective delivery of services to our Clients' in India & abroad





What do we offer?

- Project Identification
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- Market Research Reports
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- Entrepreneur India (An Industrial Monthly Journal)





How are we different ?

- We have two decades long experience in project consultancy and market research field
- We empower our customers with the prerequisite know-how to take sound business decisions
- We help catalyze business growth by providing distinctive and profound market analysis
- We serve a wide array of customers, from individual entrepreneurs to Corporations and Foreign Investors
- We use authentic & reliable sources to ensure business precision





Our Approach

Requirement collection

Thorough analysis of the project

Economic feasibility study of the Project

Market potential survey/research

Report Compilation





Who do we serve?

- Public-sector Companies
- Corporates
- Government Undertakings
- Individual Entrepreneurs
- \circ NRI's
- Foreign Investors
- Non-profit Organizations, NBFC's
- Educational Institutions
- Embassies & Consulates
- Consultancies
- Industry / trade associations





Sectors We Cover

- Ayurvedic And Herbal Medicines, Herbal Cosmetics
- Alcoholic And Non Alcoholic Beverages, Drinks
- O Adhesives, Industrial Adhesive, Sealants, Glues, Gum & Resin
- Activated Carbon & Activated Charcoal
- Aluminium And Aluminium Extrusion Profiles & Sections,
- Bio-fertilizers And Biotechnology
- Breakfast Snacks And Cereal Food
- O Bicycle Tyres & Tubes, Bicycle Parts, Bicycle Assembling





Sectors We Cover Cont...

- Bamboo And Cane Based Projects
- Building Materials And Construction Projects
- Biodegradable & Bioplastic Based Projects
- Chemicals (Organic And Inorganic)
- Confectionery, Bakery/Baking And Other Food
- Cereal Processing
- Coconut And Coconut Based Products
- Cold Storage For Fruits & Vegetables
- Coal & Coal Byproduct





Sectors We Cover Cont...

- Copper & Copper Based Projects
- Dairy/Milk Processing
- O Disinfectants, Pesticides, Insecticides, Mosquito Repellents,
- Electrical, Electronic And Computer based Projects
- Essential Oils, Oils & Fats And Allied
- Engineering Goods
- Fibre Glass & Float Glass
- Fast Moving Consumer Goods
- Food, Bakery, Agro Processing





Sectors We Cover cont...

- Fruits & Vegetables Processing
- Ferro Alloys Based Projects
- Fertilizers & Biofertilizers
- Ginger & Ginger Based Projects
- Herbs And Medicinal Cultivation And Jatropha (Biofuel)
- Hotel & Hospitability Projects
- Hospital Based Projects
- Herbal Based Projects
- Inks, Stationery And Export Industries





Sectors We Cover Cont...

- Infrastructure Projects
- Jute & Jute Based Products
- Leather And Leather Based Projects
- Leisure & Entertainment Based Projects
- Livestock Farming Of Birds & Animals
- Minerals And Minerals
- Maize Processing(Wet Milling) & Maize Based Projects
- Medical Plastics, Disposables Plastic Syringe, Blood Bags
- Organic Farming, Neem Products Etc.





Sectors We Cover Cont...

- Paints, Pigments, Varnish & Lacquer
- Paper And Paper Board, Paper Recycling Projects
- Printing Inks
- Packaging Based Projects
- Perfumes, Cosmetics And Flavours
- Power Generation Based Projects & Renewable Energy Based Projects
- Pharmaceuticals And Drugs
- Plantations, Farming And Cultivations
- Plastic Film, Plastic Waste And Plastic Compounds
- Plastic, PVC, PET, HDPE, LDPE Etc.





Sectors We Cover cont...

- Potato And Potato Based Projects
- Printing And Packaging
- *Real Estate, Leisure And Hospitality*
- Rubber And Rubber Products
- Soaps And Detergents
- Stationary Products
- Spices And Snacks Food
- Steel & Steel Products
- Textile Auxiliary And Chemicals





Sectors We Cover cont...

- Township & Residential Complex
- Textiles And Readymade Garments
- Waste Management & Recycling
- Wood & Wood Products
- Water Industry(Packaged Drinking Water & Mineral Water)
- Wire & Cable



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