

# **BUSINESS PLAN**

INCOME GENERATING ACTIVITY–Achar Chutney/Pickle Making

by

Nav Durga- Self Help Group



SHG/CIG Name	::	Nav Durga
VFDS Name	::	Khanda
Range	::	Rey
Division	::	Nurpur

**Prepared Under–**

**Project for Improvement of Himachal Pradesh Forest Ecosystems  
Management & Livelihoods (JICA Assisted)**

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## 1. Introduction

Achar/Pickles are very important ingredient of dining table across the globe and more often used in the Asia Pacific region. A wide range of variety is used in achar/pickle and varies from region to region depending upon the locally available raw material, taste and food habit of the people.

The most lucrative aspect of the pickle making business is that it can be started as per the financial capacity of the group and later on at any given time when the financial portfolio of the SHG improves the business can be scaled up to any level. Once your product and its taste is liked by the customers the business will flourish like anything. However, the SHG has considered different aspects very carefully before getting into this IGA (income generation activity). The SHG has therefore crafted a detailed business plan according to its investment capacity, marketing & promotional strategy and the detailed action plan will be discussed hereunder:

## 2. Description of SHG/CIG

1	SHG/CIGName	::	Nav Durga
2	VFDS	::	Khanda
3	Range	::	Rey
4	Division	::	Nurpur
5	Village	::	Khanda
6	Block	::	Bhograwan
7	District	::	Kangra
8	Total No.of Members in SHG	::	17-Female
9	Date of formation	::	01-10-2022
10	Banka/cNo.	::	50075655890
11	Bank Details	::	KCC Bank
12	SHG/CIG Monthly Saving	::	20/-
13	Total saving	::	2760/-
14	Total inter-loaning	::	/-
15	Cash Credit Limit	::	/-
16	Repayment Status	::	/-
17	Interestrates	::	1%

**3. Beneficiaries Detail:**

Sr. No	Name (Smt.)	Father / Husband Name (Sh.)	Category	Income Source	Address
1	Neelam Devi	Satpal Singh	OBC	Agriculture	VPO Khanda Tehsil Nurpur Distt. Kangra HP
2	Rekha Devi	Khushal Singh	Gen	Agriculture	VPO Khanda Tehsil Nurpur Distt. Kangra HP
3	SAheela Devi	Kamal Singh	Gen	Agriculture	VPO Khanda Tehsil Nurpur Distt. Kangra HP
4	Trishla Devi	Ajay Kumar	Gen	Agriculture	VPO Khanda Tehsil Nurpur Distt. Kangra HP
5	Sandhya Devi	Sampuran Singh	Gen	Agriculture	VPO Khanda Tehsil Nurpur Distt. Kangra HP
6	Raj Kumari	Sharwan Singh	Gen	Agriculture	VPO Khanda Tehsil Nurpur Distt. Kangra HP
7	Reena devi	Kuldeep Singh	Gen	Agriculture	VPO Khanda Tehsil Nurpur Distt. Kangra HP
8	Rekha devi	Vijay Kumar	Gen	Agriculture	VPO Khanda Tehsil Nurpur Distt. Kangra HP
9	Geeta devi	Budhi Singh	Gen	Agriculture	VPO Khanda Tehsil Nurpur Distt. Kangra HP
10	Neelam Devi	Gagan Singh	Gen	Agriculture	VPO Khanda Tehsil Nurpur Distt. Kangra HP
11	Reenu Devi	Kuldeep Singh	Gen	Agriculture	VPO Khanda Tehsil Nurpur Distt. Kangra HP
12	Neelam devi	Jagdish Singh	Gen	Agriculture	VPO Khanda Tehsil Nurpur Distt. Kangra HP
13	Satya Devi	Des Raj	Gen	Agriculture	VPO Khanda Tehsil Nurpur Distt. Kangra HP
14	Sheela Devi	Shyam Lal	OBC	Agriculture	VPO Khanda Tehsil Nurpur Distt. Kangra HP
15	Shivaliki	Sanjeev Kumar	OBC	Agriculture	VPO Khanda Tehsil Nurpur Distt.

					Kangra HP
16	Meenakshi Devi	Govind Kumar	OBC	Agriculture	VPO Khanda Tehsil Nurpur Distt. Kangra HP
17	Veena devi	Rattan Chand	OBC	Agriculture	VPO Khanda Tehsil Nurpur Distt. Kangra HP

#### 4. Geographical details of the Village

1	Distance from the District HQ	::	115Km
2	Distance from Main Road	::	1Km
3	Name of local market & distance	::	Rehan-12Km, Indora-25 Km
4	Name of main market & distance	::	Rehan-12Km
5	Name of main cities & distance	::	Rehan-12Km, Indora-25 Km
6	Name of main cities where product will be sold/marketed	::	Rehan-12Km, Indora-25 Km

#### 5. Selection of raw material and market potential

The members of SHG after detailed discussion and thoughtful process were of the consensus that this IGA of achar chutney/pickle making will be suitable for them. People consume different pickles with meal and it serves as a taste enhancer. Pickles are also used as toppings for food such as sandwiches, hamburgers, hotdogs, parathas and pulav etc.

Mango and lemon pickles are the most popular variety across the globe. Here particularly in this SHG we will focus mainly on the locally and easily available raw materials such as garlic, ginger, Gal-Gal (hill lemon), lingad, mango, lemon, mushroom, green chillies, fish, chicken and mutton etc.

The pickle market is highly fragmented because of the presence of several large and small vendors and the competition is on the basis of factors such as price, quality, innovation, reputation, service, distribution and promotion to grab lion share in the market. Pickle making is an ideal business on the small scale and mainly for the housewives and other women work force. In this case it was felt when the sellers of pickles from Khanda,

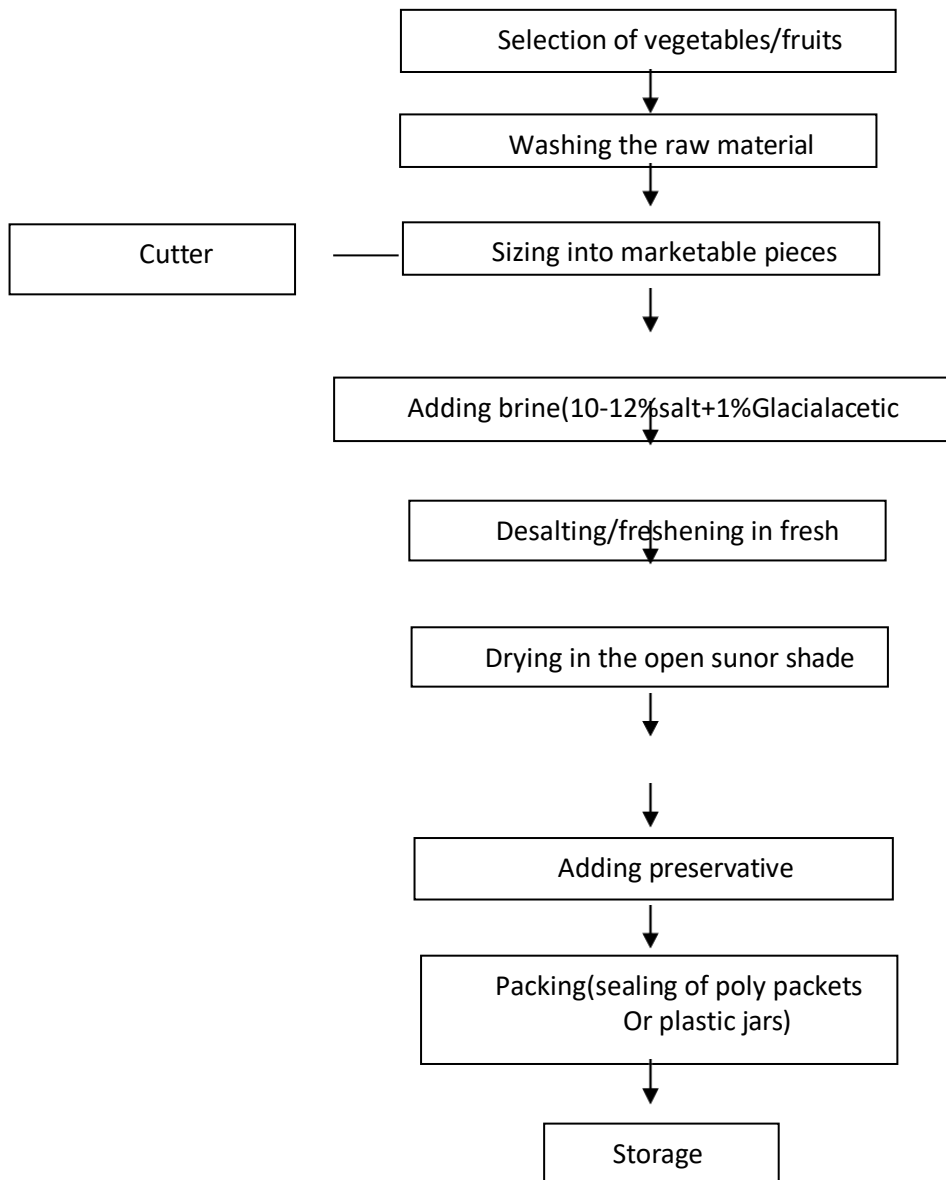
Nurpur and Kangra can sell their pickles in command are then this SHG can do it more vigorously and briskly and compete with such outsiders.

## **6. Achar chutney/pickle making business plan**

Before starting any IGA (Income generation activity) it is very essential to craft a customized business plan with detailed and structured discussion. The business plan helps to get the clear conception of investment, operational activities, marketing and net income/return. The scope of scale up the business is also envisaged clearly and in addition it helps in arranging finance from the banks. It is advisable to have market survey prior to returning upon the business and plus point is that the group members of this SHG are well aware of the market study. Primarily the SHG studied the demand for the specific type of pickles in their area and mainly the local market was kept as target. The members of SHG has shortlisted the IGA a carefully by making the study of nearby markets and the taste of the people at large and have seen potential to venture upon this activity as IGA.

Most of the raw material is locally available and lingad is naturally growing fern spp. free of cost in the nearby moist areas and nullahas. People of the small townships around this group has inherent liking towards this lingad pickle which otherwise is not available in the open markets.

### Flow chart of theAchar chutney making process



#### 7. Achar chutney/pickle making business compliance

Pickle is a food item therefore different regulations of the state government need to be followed. Since the IGA is being taken up initially on small scale therefore these legal issues will be address locally by the SHG members by obtaining a food handling license from the local authorities. The business is being operated from home therefore the tax regulations for self-employed groups will be taken care as per the rules.

## 8. Different types of Achar/pickles

As discussed in earlier chapter mostly the locally and easily available raw material for pickle making will be used. Pickles are of numerous tastes and flavours whereas, the SHG will focus mainly on the traditional and more commonly used pickle in the area and market for which this SHG intends to cater for. Once the business of the SHG picks up the demand driven quality pickle will be prepared and customized as per the taste of the customers.

Some of the most popular and commonly used pickles are mango, bamboo shoot, mushroom, garlic, ginger, lingad, fish and chicken etc. Sometimes the mixed pickles such as garlic - arbi (Ghindyali) mango - green chillies, mix veg. etc. will also be prepared as per the taste and demand of the targeted customers.

## 9. SWOT Analysis

### ❖ Strength–

- Activity is being already done by some SHG members
- Raw material easily available
- Manufacturing process is simple
- Proper packing and easy to transport
- Product shelf life is long
- Homemade, lower cost

### ❖ Weakness–

- Effect of temperature, humidity ,moisture on manufacturing process/product.
- Highly labuor-intensive work.
- Compete with other old and well-known products

### ❖ Opportunity–

- There are good opportunities of profits as product cost is lower than other same categories products
- High demand in–Shops–Fastfoodstalls–Retailers–Wholesalers–Canteen–Restaurants–Chefsandcooks–Housewives
- There are opportunities of expansionwith production at a larger scale.
- Daily/weekly consumption andconsume by all buyers in all seasons

### ❖ Threats/Risks–

- Effect of temperature, moisture at time of manufacturing and packaging particularly in winter and rainy season.
- Suddenly increase in price of raw material
- Competitive market



## 10. Acharchutney/Picklemaking equipments

The requirement of equipment or machinery basically depends upon our mode of operation and size of the plan. In this case the SHG will start initially on small and manageable scale. Therefore, the appliances and accessories used in kitchen are enough to meet the demand apart from this some of the machinery will have to be purchased to make the plan viable and therefore some of the basic equipments will also be included for procurement which will help the SHG to scale of its activities at larger level. The following equipments will be procured initially to start the plan:

A.CAPITALCOST		
Sr.No.	Equipment	Approximatelycost
1.	Grinder machine	25000
2.	Vegetable dehydrator	10000
3.	Cooking arrangement (commercial Gas cylinder with chullah)	7000
4.	Weighing scale(2no.'s)	3000
5.	Packaging/sealing unit	5000
	<b>Total</b>	<b>50000</b>

Sr. No.	Utensils	Quantity	Unitprice	Total amount
1.	Pattila	4	2000	8000
2.	Cardboard	4	200	800
3.	Knife	5	100	500
	<b>Total</b>			<b>9300</b>
	<b>Totalcapitalcost</b>			<b>59300</b>

## 11. Achar chutney pickle making raw material

The detail of raw material will depend upon the essential availability of different fruits, vegetables and non veg. articles. However, the main raw material will remain mango, ginger, garlic, chilli, lingad, fish, mutton, mushroom, gal-gal, lemon, pear, apricot etc. In addition to these different spices, salt, cooking oil, vinegar etc. will be procured. Apart from this packaging material such as plastic jars, pouches, labels and cartons will be procured. As per the market demand the packaging will be done in 500 g, 1 kg and 2 kg containers/pouches.

In addition to this SHG will hire a spacious room which will be use for operational activities, temporary storage and the command area being in village. The rent per month is presumed to be Rs. 3000 per month. Electricity and water charges have been estimated Rs. 1000 per month. The cost of fruits and vegetables on an average have been estimated at the Rs. 50 per kg and keeping in view the manpower available at our disposal at least 200 kg of achar will be produced in one week and it amounts to be 800 kg in one month. Accordingly, therefore recurring cost for 800kg of achar is calculated as under:

<b>B.RECURRING COST</b>					
<b>Sr. No.</b>	<b>Particulars</b>	<b>Unit</b>	<b>Quantity</b>	<b>Unitcost</b>	<b>Total amount</b>
1.	Roomrent	Per month	1	2000	2000
2.	Water&electricity charges	Per month	1	1500	1500
3.	Raw material	kg	800	150	120000
4.	Spices etc.	kg	75	200	15000
5.	Sarson(mustard)oil	kg	80	200	16000
6.	Packaging material	kg	25	100	2500
7.	Transportation charges	month	L/S	8000	8000
8.	Clinical gloves,head Coverand aprons etc.	month	L/S	6000	6000
<b>Totalrecurring cost</b>					<b>171000</b>

*Note: The group members will do the work themselves and therefore labour cost has not been included and the members will manage between them the working schedule to be followed.*

## 12. Cost of production(monthly)

<b>Sr.No.</b>	<b>Particulars</b>	<b>Amount</b>
1.	Total recurring cost	171000
2.	10% depreciation monthly on capital cost (59300)	494
	<b>Total</b>	<b>171494</b>

## Average income monthly by way of sale of achar/pickle

<b>Sr. No.</b>	<b>Particulars</b>	<b>Quantity</b>	<b>Cost</b>	<b>Amount</b>
1.	Sale of pickles	800 kg	250/Kg	200000

### 13. Cost benefit analysis(monthly)

Sr. No.	Particulars	Amount
1.	Total recurring cost	171000
2.	Total sale amount	200000
3.	Net profit	29000
4.	Distribution of net profit	1. Out of total sale of Rs. 200000 in 1 <sup>st</sup> month four lakh rupees will be kept for further investment in IGA 2. The remaining out of total sale will be kept as emergency fund in the SHG account for the 1 <sup>st</sup> month

### 14. Fund flow arrangement in the SHG

Sr. No.	Particulars	Total amount	Project contribution	SHG contribution
1.	Total capital cost	<b>59300</b>	44475	14825
2.	Total recurring cost	171000	0	171000
3.	Training/ capacity building, skill Up gradation	28000	28000	0
<b>Total</b>		<b>258300</b>	<b>72475</b>	<b>185825</b>

Note: i) Capital cost-75% capital cost will be borne by the project and 25% by the SHG

ii) Recurring cost-to be borne by the SHG

iii) Training and capacity building/skill up gradation to be borne by the project

### 15. Training capacity building skill upgradation

The cost of training/ capacity building and skill up-gradation will entirely be borne by the project. These are some of the areas which are proposed to be taken care of under this component:

- i) Cost effective procurement of raw material
- ii) Quality control
- iii) Packaging and marketing practices
- iv) Financial management and resource mobilization

## **16. Other sources of income**

Other sources of income can also be explored by the SHG such as grinding mango, amla, pulses, wheat, maize, etc. of the villagers and the local people in the vicinity. It will be additionality in the IGA and later on the same can be scaled up.

## **17. Monitoring method**

- Social Audit Committee of the VFDS will monitor the progress and performance of the IGA and suggest corrective action if needed to ensure operation of the unit as per projection.
- SHG should also review the progress and performance of the IGA of each member and suggest corrective action if needed to ensure operation of the unit as per projection.

Some key indicators for the monitoring are as:

- Size of the group
- Fund management
- Investment
- Income generation
- Quality of product

Group members Photos-



सधा देवी  
प्रधान



शीलू देवी  
सचिव



मधुवाला  
कोषाध्यक्ष

नवदुर्ग वार्ड - 01 Khurda



शारदा देवी



उर्मिला देवी



जीवना देवी



कुमुम लता



सौनिका देवी



गीता देवी



शिमला देवी



सुनीता देवी



शीला देवी



शोभा देवी



शेखर देवी



ववली देवी



नीलम देवी



अदेश देवी



सीमा देवी



सुनीता देवी



रमा देवी



उशरु देवी




सुमन देवी

OPPO A1k · ©Sharma ji

## Resolution cum Group Consensus Form

It is decided in the general house meeting of the group Nav Durga held on 06/06/2023 at Khanda that our group will undertake the Pickle making as livelihood income generation activity Under the project for implementation of Himachal Pradesh forest ecosystem Management and livelihood (JICA assisted).

 Radhe Dasi  
Signature of Group President  
प्रधान सचिव  
सर्व सहायता समूह (SHG)  
नव दुर्गा - प्लॉट नं. 1  
ग्राम सहायता समूह  
तह. शंकर (खण्डा) जे. प्र.

Ritu Desi  
Signature of Group Secretary  
सचिव सहायता समूह (SHG)  
नव दुर्गा - प्लॉट नं. 1  
ग्राम सहायता समूह  
तह. शंकर (खण्डा) जे. प्र.



# Business Plan Approval by VFDS & DMU

Nav Durga Group will undertake the Pickle making livelihood Income Generation Activity under the project for implementation of Himachal Pradesh forest ecosystem Management and livelihood (JICA assisted). In this regard business plan of amount Rs. 258300/- has been submitted by group on 06/06/2023 and the business plan has been approved by the VFDS Khanda

Business plan is submitted through FTU for further action please.

Thank you

Radhika Devi  
Signature of Group President  
कोषाध्यक्ष  
स्वयं सहायता समूह(SHG)  
नव दुर्गा - पार्स नं. 1  
ग्राम पंचायत मलाहरी  
तह. इंदौर (कांगड़ा) हि. प्र.

Ritu Devi  
Signature of Group Secretary  
स्वयं सहायता समूह(SHG)  
नव दुर्गा - पार्स नं. 1  
ग्राम पंचायत मलाहरी  
तह. इंदौर (कांगड़ा) हि. प्र.

Signature of President VFDS  
President  
Viii. Forest Development Society  
Khanda, G.P. Malahri, Teh. Indora  
Distt. Kangre (H.P.)

[Signature]  
Approved  
DMU cum Nurpur







