

# How Start a Cashew Nut Processing Business, *Cashew Processing Industry*



# Introduction

The cashew tree (*Anacardium occidentale*) is a tropical evergreen tree that produces the cashew nut and the cashew apple. It can grow as high as 14 metres (46 ft), but the dwarf cashew, growing up to 6 metres (20 ft), has proved more profitable, with earlier maturity and higher yields.





The cashew nut is served as a snack or used in recipes, like other nuts, although it is actually a seed. The cashew apple is a fruit, whose pulp can be processed into a sweet, astringent fruit drink or distilled into liqueur.



The shell of the cashew nut yields derivatives that can be used in many applications from lubricants to paints, and other parts of the tree have traditionally been used for snake-bites and other folk remedies.

Health Benefits of the Cashew Nut: Prevents Cancer, Healthy Heart, Lowers High Blood Pressure, Healthy Bones, Helps in Weight Loss Anti-oxidants etc.





Cashew nut was brought to India primarily as a soil conservation crop. Slowly India realized the commercial relevance of the nut and emerged as the largest producer of cashew. India plays a major role in the international trade on cashew nuts and kernels. The production of cashew nut is very low as compared to its increasing demand in India.

Indian cashew is known for its quality, appearance and taste in the international market. India is the largest producer and exporter of cashew kernels in the world. Over 65 per cent of the world export of cashew kernels is accounted for by India.





Indian cashews are consumed in as many as 60 countries all over the world. Indian cashews are consumed in as many as 60 countries all over the world. Thus, due to demand it is a good project for entrepreneurs to invest.

# Few Indian Major Players are as under

- Kerala State Cashew Devp. Corpn. Ltd.
- Mac Industries Ltd.
- Moolchand Exports Ltd.
- Olam Exports (India) Ltd.
- Padmavathi Cashews & Coffee Ltd.



# Project at a Glance

## PROJECT AT A GLANCE

(Rs. in lacs)

### COST OF PROJECT

### MEANS OF FINANCE

Particulars	Existing	Proposed	Total	Particulars	Existing	Propose	Total
						d	
Land & Site Development Exp.	0.00	15.00	15.00	Capital	0.00	31.48	31.48
Buildings	0.00	23.55	23.55	Share Premium	0.00	0.00	0.00
Plant & Machineries	0.00	53.25	53.25	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	11.75	11.75	Cash Subsidy	0.00	0.00	0.00
Technical Knowhow Fees & Exp.	0.00	2.00	2.00	Internal Cash Accruals	0.00	0.00	0.00
Franchise & Other Deposits	0.00	0.00	0.00	Long/Medium Term Borrowings	0.00	94.43	94.43
Preliminary & Pre-operative Exp	0.00	1.00	1.00	Debentures / Bonds	0.00	0.00	0.00
Provision for Contingencies	0.00	5.00	5.00	Unsecured Loans/Deposits	0.00	0.00	0.00
Margin Money - Working Capital	0.00	10.35	10.35				
<b>TOTAL</b>	<b>0.00</b>	<b>125.90</b>	<b>125.90</b>	<b>TOTAL</b>	<b>0.00</b>	<b>125.90</b>	<b>125.90</b>



# Project at a Glance

Year	Annualised		Book Value	Debt	Dividend	Retained Earnings		Payout	Probable Market Price	P/E Ratio	Yield Price/Book Value
	EPS	CEPS				Per Share	Per Share				
	Rs	Rs	Rs	Rs	Rs	%	Rs	%	Rs	No.of Times	%
1-2	4.87	9.03	14.87	24.00	0.00	100.00	4.87	0.00	4.87	1.00	0.00
2-3	7.57	11.17	22.44	18.00	0.00	100.00	7.57	0.00	7.57	1.00	0.00
3-4	10.26	13.37	32.70	12.00	0.00	100.00	10.26	0.00	10.26	1.00	0.00
4-5	12.87	15.57	45.57	6.00	0.00	100.00	12.87	0.00	12.87	1.00	0.00
5-6	15.37	17.71	60.94	0.00	0.00	100.00	15.37	0.00	15.37	1.00	0.00



# Project at a Glance

Year	D. S. C. R.			Debt / Equity - Deposits Debt	Equity as- Equity	Total Net Worth	Return on Net Worth	Profitability Ratio					Assets Turnover Ratio	Current Ratio
	Individual	Cumulative	Overall					GPM	PBT	PAT	Net Contribution	P/V Ratio		
	(Number of times)			(Number of times)		%	%	%	%	%	%			
Initial				3.00	3.00									
1-2	1.32	1.32		1.61	1.61	2.95	9.77%	4.27%	3.15%	106.76	21.98%	2.65	1.01	
2-3	1.60	1.46		0.80	0.80	1.82	10.97%	6.28%	4.21%	123.12	21.73%	2.86	1.19	
3-4	1.93	1.60	1.93	0.37	0.37	1.17	11.78%	7.71%	4.99%	140.67	21.72%	2.92	1.40	
4-5	2.33	1.76		0.13	0.13	0.78	12.32%	8.73%	5.56%	158.22	21.72%	2.87	1.63	
5-6	2.82	1.93		0.00	0.00	0.54	12.68%	9.45%	5.98%	175.78	21.71%	2.76	2.23	

## BEP

BEP - Maximum Utilisation Year	5
Cash BEP (% of Installed Capacity)	52.17%
Total BEP (% of Installed Capacity)	56.36%

## IRR, PAYBACK and FACR

Internal Rate of Return .. ( In %age )	25.45%
Payback Period of the Project is ( In Years )	2 Years 4 Months
Fixed Assets Coverage Ratio ( No. of times )	11.897



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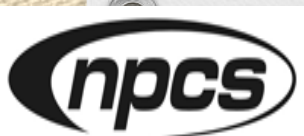
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**An ISO 9001:2015 Company**



# 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*
- *Detailed Project Reports/Pre-feasibility Reports*
- *Market Research Reports*
- *Technology Books and Directory*
- *Databases on CD-ROM*
- *Laboratory Testing Services*
- *Turnkey Project Consultancy/Solutions*
- *Entrepreneur India (An Industrial Monthly Journal)*

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- *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*
- *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*
- *Adhesives, Industrial Adhesive, Sealants, Glues, Gum & Resin*
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- *Aluminium And Aluminium Extrusion Profiles & Sections,*
- *Bio-fertilizers And Biotechnology*
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- *Building Materials And Construction Projects*
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- *Cold Storage For Fruits & Vegetables*
- *Coal & Coal Byproduct*



- *Copper & Copper Based Projects*
- *Dairy/Milk Processing*
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- *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*

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

- *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*
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- *Organic Farming, Neem Products Etc.*



- *Paints, Pigments, Varnish & Lacquer*
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- *Packaging Based Projects*
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- *Soaps And Detergents*
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- *Spices And Snacks Food*
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- *Township & Residential Complex*
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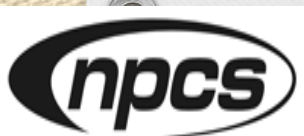
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