

## Is Government doing business with public?

|                                |     |
|--------------------------------|-----|
| Total Profit Sharing of Public | 36% |
| Total Profit Sharing of Govt   | 64% |

### Basis of calculation

| Particular                              | Cost     | Govt Share | Public Share | Type of Govt. Charges  |
|-----------------------------------------|----------|------------|--------------|------------------------|
| Raw Material cost                       | 20       |            |              |                        |
| <b><u>Cost over to Raw Material</u></b> |          |            |              |                        |
| Municipality Cess                       | 1        | 1          | 0            |                        |
| Power Cost                              | 2        | 2          | 0            | Electricity Bill       |
| Processing Cost                         | 8        | 2.71       | 5.29         | Tax on Salary @ 33.99% |
| Profit                                  | 10       | 3.39       | 6.61         | Tax on Profit @ 33.99% |
| Price                                   | 41       |            |              |                        |
| Excise                                  | 5.9122   | 5.91       | 0.00         | Excise @ 14.42%        |
| Price after excise                      | 46.9122  |            |              |                        |
| VAT                                     | 5.864025 | 5.86       | 0.00         | Vat @ 12.50%           |
| Price after VAT                         | 52.77623 |            |              |                        |
| <br>Total Profit to Public & Govt       | <br>0    | <br>20.88  | <br>11.90    |                        |
| Profit Sharing Ratio                    |          | 64%        | 36%          |                        |