



FEASIBILITY STUDY ABSTRACT

1. TITLE: Seaweeds Farming Business in Copiat Island, Davao del Sur.

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6. SUMMARY:

The business shall operate and register as a partnership form of business organization. The proposed project requires an initial investment of P1,181,019. The three (3) partners agreed to contribute equally at P393,973.00

The manpower requirement is composed of the following personnel. The General Manager, Accounting Officer, Marketing Officer, Assistant Marketing Officer, Production Officer, farm aides (20), farm helpers (10) and banca operators (2).

All employees shall be covered by welfare benefits under existing laws (SSS, MEDICARE, PAG-IBIG,





BONUS, VACATION AND SICK LEAVE)

The proposed area will be a ten hectare farm for the first year of operation. One (1) hectare will be added for the second year up to the fourth year of operation. Another two (2) hectares will be added for the fifth year of operation to utilize the fifteen (15) hectares being offered by Mr. Rolly Tejada. This is also in line with the company's plan for expansion. The different facilities will be constructed at the farm site. One (1) small farm house for the dried seaweeds, one (1) big drying platform for drying the seaweeds, two (2) big balsa with small farm house.

The proposed business will be selling its product to Shemberg Marketing Corporation and Marine Collidal Corp both located in Cebu. Forty (40%) percent will be intended for export since foreign market offers high price. The business will be selling its product at P13,000 each metric ton for the local market and \$2000,00 for the foreign market.

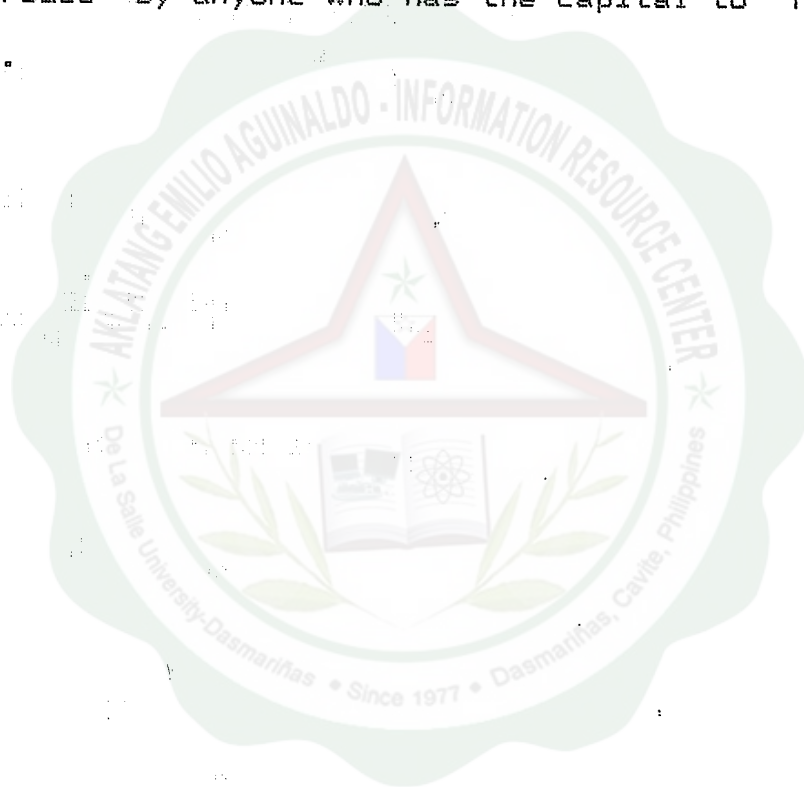
The business reveals a return of investment (ROI) of 69% and a payback period of eight (8) months. The study also reveals an equity ratio of 65%. This high equity ratio shows long term





solvency of the business.

The projected cash flow and balance sheet reveals that the business could support its expenses. The researchers therefore conclude that the proposed business is really viable and could be pursued by anyone who has the capital to finance it.



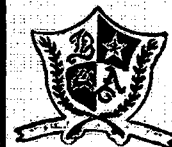


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