

Working Capital for Dairy Farming

S.No	Stage	Items of expenditure	No. of days		Average requirement (per cow per day)	Cost (Rs. per Kg.)	Working capital requirement		
			Small Dairy	Mini & Commercial			Small Dairy	Medium Dairy	Commercial Dairy
							2	5	10
1	Raw material		Purchase	Cultivation				One acre	Two acres
		Green Fodder	14	One Season	35	8	7840	19600	39200
		Dry Fodder	89	90	5.5	7	6853	16533	34265
		Concentrate Feed	29	30	2	35	4060	10150	24000
		Veterinary services	15	15	Lumpsum	1200	2400	6000	12000
		Breeding Service	15	15	Lumpsum	1300	2600	5000	10000
		Water & Electricity	60	60	Lumpsum	1200	2400	2500	5000
		Labour charges	0	30	Lumpsum	3750	Family labour	7500	15000
2	Work in progress	Grass Fodder	1	0	20	7	280	300	600
		Dry Fodder	1	1	5	6.5	65	100	200
		Concentrate Feed	1	1	2	35	140	350	700
		Miscellaneous			Lumpsum	1500	3000	7500	10000
		Insurance Cost							
		Veterinary Charges			Yield per cow per day (Litres)		500		
3	Finished goods	Milk yield	1	1	12	28	672	1680	3360
4	Sundry Debtors	Milk sold	14	14	12	28	9408	23520	47040
						Total	40218	100733	201365
						Rounded	40000	100000	200000
		Animal Cost							

Scale of Finance for the year 2026-27

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1	Unit costs fixed dairy units					160000	400000	800000
A	If we take 20% of UC as Working Capital					40000	100000	200000
B	If we work out based on RM, WIP, FG & SD					40218	100733	201365
	Working capital recommended					40000	100000	200000
						25.00%	25.00%	25.00%