A jam factory

A jam factory offers an excellent opportunity to utilize the berry potential of the Suomussalmi region for the production of high-quality jams, purées, and berry-based products. Local berries such as bilberries, lingonberries, and cloudberries can be processed into premium products suitable for both domestic and international markets.



TECHNICAL DETAILS

- · Location: Suomussalmi, industrial area
- Production Technology:
 - Jam production line (capacity 100 tonnes/year)
 - Packaging line (glass jars, pouch and preserved packaging)
- Electricity Supply: 300 kW (from the grid or renewable sources)
- Product Range:
 - Berry jams (bilberry, lingonberry, cloudberry)
 - Sugar-free jams (stevia, erythritol)
 - Berry purées and gourmet series
 - · Custom products for bakeries and hotels



BERRY POTENTIAL

- The Suomussalmi region has significant wild berry potential, particularly bilberries, lingonberries, and cloudberries.
- The annually harvestable amount of berries is estimated at 500,000–700,000 kg, of which the jam factory would utilize approximately 100,000 kg.

FFICIENCY AND PRODUCTION COSTS

- Electricity Consumption: n. 0,4 kWh/kg jam
- Electricity Price: 0,07 €/kWh
- Electricity Cost:

100 000 kg × 0,4 kWh × 0,07 €/kWh = 2 800 €

- Other Operating Costs: 70 000 €
- Total Costs: 72 800 €
- Production Cost per kg:

72 800 € / 100 000 kg = 0,728 €/kg



PROFITABILITY CALCULATION (2,5 €/kg sales price)

(2/0 c/kg calco piloc)

Annual Sales: 100 000 kg × 2,5 €

= 250 000 €

• Operating Costs: 72 800 €

• Gross Profit: 250 000 € - 72 800 € = 177 200 €



SUOMUSSALMI

FINLAND



PAYBACK PERIOD

- Total Investment:
 - Jam production line: 250 000 €
 - · Recycling equipment: 100 000 €
 - Site infrastructure (incl. 300 kW connection):
 100 000 €
 - Total: 450 000 €
- Pavback Period:

450 000 € / 177 200 € ≈ **2,5 years**



INFRASTRUCTURE AND CONSTRUCTION

- Earthworks: 50 000 €
- Paving (1000 m²): 20 000 €
- 300 kW electricity connection: 50 000 €
- Water connection: 15 000 €
- Fencing, yard area, lighting: 20 000 €
- Permits and regulatory processes: 15 000 €
- Design and supervision: 30 000 €
- Total: 150 000 €



TARGET GROUPS AND BENEFITS

- Retail sales (local stores, retail chains)
- HORECA sector (hotels, restaurants)
- Consumers (premium products, health-oriented products)
- · Bakeries and cafés
- Export markets for berry products (Germany, Japan)



