

**Working capital management of
Sumy Distillery
Ltd.**



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Recommendation

This is to certify that the thesis

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**Working Capital Management of
SUMY DISTILLERY LTD.**

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DECLARATION

I hereby proclaim that the thesis work entitled Working Capital Management of Sumy Distillery Ltd. submitted to Shaheed Smriti Multiple Campus Faculty of Management, Tribhuvan University is my original work for the partial fulfillment of the requirement for the Master's Degree of Business Studies (MBS) under the supervision of Mr. Khimananda Aryal Lecturer of Shaheed Smriti Multiple Campus Ratnanagar, Tandi, Chitwan.

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TABLE OF CONTENTS

Recommendation
Viva-Voce Sheet
Acknowledgment
Declaration
Table of Contents
List of Tables
List of Figures
Abbreviations

CHAPTER ONE	Page No.
INTRODUCTION	1-7
1.1 Background	1
1.2 Statement of Problems	3
1.3 Objective of the Study	4
1.4 Significance of the Study	5
1.5 Limitations of the Study	5
1.6 Organization of the Study	6
CHAPTER TWO	
REVIEW OF LITERATURE	8-33
2.1 Introduction	8
2.2 Conceptual of Framework	8
2.3 Concept of Working Capital	9
2.3.1 Determinants of Working Capital	11
2.3.2 Source of Working Capital	13
2.3.3 Application of Working Capital	13
2.3.4 Working Capital Policy	14
2.3.5 The Cost Trade-Off	18
2.4 Classification of Working Capital	19
2.5 Adequacy of Working Capital	20
2.6 Need for Working Capital	21
2.7 Operating Cycle	23
2.8 Review of Research Studies	25

2.8.1 Review of International Studies	25
2.8.2 Review of Nepalese Studies	26
2.9 Review of Dissertation	31

CHAPTER THREE

RESEARCH AND METHODOLOGY	34-47
3.1 Introduction	34
3.2 Research Design	34
3.3 Nature and Source of Data	35
3.3.1 Introduction of Sample	35
3.4 Data Processing Procedures	36
3.5 Presentation and Analysis of Data	36
3.6 Tools of Data Analysis	36
3.6.1 Financial Tools	36
3.6.1.1 Composition of Working Capital	37
3.6.1.2 Liquidity Ratio	39
3.6.1.3 Profitability Ratio	41
3.6.1.4 Turnover Ratio	42
3.6.1.5 Leverage Ratio	44
3.6.1.6 Cash Conversion Cycle Model	45
3.6.2 Statistical Tools	45
3.6.2.1 Coefficient of Correlation or Covariance Method	46
3.6.2.2 Probable Error (P.E.)	47

CHAPTER FOUR

PRESENTATION AND ANALYSIS OF DATA	48-83
4.1 Introduction	48
4.2 Position of Current Assets	48
4.3 Composition of Working Capital (Financial Ratio) Analysis	49
4.3.1 Proportion of Current Assets to Total Assets	49
4.3.2 Proportion of Current Assets to Fixed Assets	51
4.3.3 Proportion of Cash and Bank Balance to Current Assets	52
4.3.4 Proportion of Cash and Bank Balance to Total Assets	53
4.3.5 Proportion of Inventories to Total Assets	54
4.3.6 Proportion of Inventories to Current Assets	55
4.3.7 Proportion of Receivables to Total Assets	56
4.3.8 Proportion of Receivables to Current Assets	58
4.4 Liquidity Position	58

4.4.1 Current Ratio	59
4.4.2 Quick Ratio (Acid-Test Ratio)	60
4.4.3 Cash Ratio	61
4.4.4 Working Capital to Current Assets Ratio	62
4.5 Profitability Position	63
4.5.1 Gross Profit Margin (GPM)	61
4.5.2 Net Profit Margin (NPM)	64
4.5.3 Operating Ratio (OR)	66
4.5.4 Return on Assets (ROA)	67
4.5.5 Return on Net Worth (RONW)	68
4.5.6 Return on Working Capital (ROWC)	69
4.6 Turnover Ratio	70
4.6.1 Working Capital Turnover (WCT)	70
4.6.2 Inventory Turnover Ratio (ITR)	71
4.6.3 Receivable Turnover Ratio (RTR)	73
4.6.4 Cash and Bank Balance Turnover Ratio	74
4.7 Leverage Ratio	75
4.7.1 Short-Term Financing to Long-Term Financing Ratio	75
4.7.2 Short-Term Financing to Total Financing Ratio	76
4.8 Cash Conversion Cycle Model	77
4.9 Presentation and Analysis of Primary Information	78
4.10 Major Findings	79

CHAPTER FIVE

SUMMARY, RECOMMENDATION AND CONCLUSION	84-90
5.1 Summary	84
5.2 Conclusion	85
5.3 Recommendation	87

Bibliography

Appendixes

LIST OF TABLES

Table No.	Titles	Page No.
4.1	Position of Current Assets	49
4.2	Current Assets to Total Assets	50
4.3	Current Assets to Fixed Assets	51
4.4	Cash and Bank Balance to Current Assets	52
4.5	Cash and Bank Balance to Total Assets	53
4.6	Inventory to Total Assets	54
4.7	Inventory to Current Assets	56
4.8	Receivables to Total Assets	57
4.9	Receivables to Current Assets	58
4.10	Current Ratio	59
4.11	Quick Ratio	60
4.12	Cash Ratio	61
4.13	Working Capital to Current Assets Ratio	62
4.14	Gross Profit Margin	64
4.15	Net Profit Margin	65
4.16	Operating Ratio	66
4.17	Return on Assets	67
4.18	Return on Net Worth	68
4.19	Return on Working Capital	69
4.20	Working Capital Turnover	71
4.21	Inventory Turnover	72
4.22	Receivables Turnover	73
4.23	Cash and Bank Balance Turnover	74
4.24	Short-Term Financing to Long-Term Financing	75
4.25	Short-Term Financing to Total Financing	76
4.26	Cash Conversion Cycle	78
4.27	Result of Questionnaire	79

LIST OF FIGURES

Figure No.	Titles	Page No.
2.1	Source and Application of Funds	14
2.2	Aggressive Approach	16
2.3	Conservative Approach	17
2.4	Moderate Approach	18
2.5	The Cost Trade-Off	19
2.6	Types of Working Capital	20

Abbreviations

S. D. Ltd (SDL)	=	Sumy Distilleries Limited
NIDC	=	Nepal Industrial Development Corporation
PEs.	=	Public Enterprises
V.D.Cs.	=	Village Development Communities
WC	=	Working Capital
CAs	=	Current Assets
CLs	=	Current Liabilities
GWC	=	Gross Working Capital
NWC	=	Net Working Capital
ICP	=	Inventory Conversion Period
BDCP	=	Book Debts Conversion Period
RMCP	=	Raw Material Conversion Period
WIPCP	=	Work-in-progress Conversion Period
FGCP	=	Finished Goods Conversion Period
GOS	=	Gross Operating Cycle
NOC	=	Net Operating Cycle
NLL	=	Nepal Lever Limited
Ltd.	=	Limited
r	=	Correlation Coefficient
PE	=	Probable Error
Co.	=	Company
STF	=	Short-Term Financing
LTF	=	Long-Term Financing
TF	=	Total Financing
MPEs	=	Manufacturing Private Enterprises
FY	=	Fiscal Year
CATA	=	Current Assets to Total Assets
CAFA	=	Current Assets to Fixed Assets
CBCA	=	Cash and Bank Balance to Current Assets
CBTA	=	Cash and Bank Balance to Total Assets
ITA	=	Inventories to Total Assets
ICA	=	Inventories to Current Assets

A/RTA	=	Receivables to Total Assets
A/RCA	=	Receivables to Current Assets
CR	=	Current Ratio
QR	=	Quick Ratio
GPM	=	Gross Profit Margin
NPM	=	Net Profit Margin
OR	=	Operating Ratio
ROA	=	Return on Assets
RONW	=	Return on Net Worth
ROWC	=	Return on Working Capital
WCT	=	Working Capital Turnover
ITR	=	Inventory Turnover Ratio
COGS	=	Cost of Goods Sold
RTR	=	Receivable Turnover Ratio
ACP	=	Average Collection Period
DOS	=	Days Sales Outstanding
OC	=	Operating Cycle
ICP	=	Inventory Conversion Period
RCP	=	Receivable Conversion Period
CCC	=	Cash Conversion Cycle
PDP	=	Payable Deferral Period
PCP	=	Payable Conversion Period