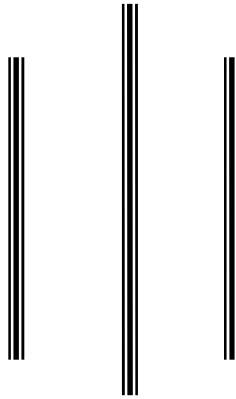


**INVENTORY MANAGEMENT AND IT'S EFFECTS
ON
CASH FLOW OF SALT TRADING CORPORATION**

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A Thesis Submitted to Office of the Dean
Faculty of Management
In partial fulfillment of the requirement for the Degree of
Master of Business Studies (M.B.S)
Janakpur, Nepal
June, 2012

RECOMMENDATION

This is to certify that the Thesis

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INVENTORY MANAGEMENT AND IT'S EFFECTS ON CASH FLOW OF SALT TRADING CORPORATION

*has been prepared as approved by this Department in the prescribed format of the
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DECLARATION

I hereby declare that the work reported in this thesis entitled **“Inventory Management and Its Effects on Cash Flow of Salt Trading Corporation”** submitted to Faculty of Management, R.R.M.Campus Janakpurdham Tribhuvan University, is my original work done in the form of partial fulfillment of the requirement for the Master’s Degree in Business Studies (M.B.S.) under the supervision of Mr Shambhunath Jha Lecturer R .R .M .Campus Janakpurdham.

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.....
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ACRONYMS

| | | |
|------|---|--|
| AIC | - | Agriculture Input Corporation |
| BNL | - | Bottlers Nepal Limited |
| CEDA | - | Central Economics Department of Administration |
| CIE | - | Control by Importance and Exception |
| COGS | - | Cost of Goods Sold |
| CR | - | Current ratio |
| CV | - | Co-efficient of Variation |
| DDC | - | Dairy Development Corporation |
| EOQ | - | Economic Order Quantity |
| FIFO | - | First In First Out |
| HMG | - | His Majesty Government |
| IHD | - | Inventory Holding Days |
| ITR | - | Inventory Turnover Ratio |
| JIT | - | Just In Time |
| LIFO | - | Last In First Out |
| PE | - | Probable Error |
| QR | - | Quick Ratio |
| RDL | - | Royal Drugs Limited |
| S.D. | - | Standard Deviation |
| SGML | - | Sitaram Gokul Milk Limited |
| STC | - | Salt Trading Corporation |
| TAR | - | Total Assets Ratio |
| UNL | - | Unilever Nepal Limited |