

**A STUDY ON WORKING CAPITAL MANAGEMENT OF DAIRY
DEVELOPMENT CORPORATION**

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RECOMMENDATION

This is to certify that the thesis

Submitted by:

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Entitled:

**“A Study on Working Capital Management of
Dairy Development Corporation”**

has been prepared as approved by this Department in the prescribed format of faculty of Management. This thesis is forwarded for examination.

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DECLARATION

I hereby declare that the work reported in this thesis entitled “A Study on Working Capital Management of Dairy Development Corporation” submitted to the Central Department of Management, Tribhuvan University, is my original work. It is done in the form of partial fulfillment of the requirements for the Master of Business Studies (MBS) under the supervision and guidance of Reader Bishnu Hari Koirala of Central Department of Management.

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Working capital management is concerned with determining the firm's level of investment in current assets and financing pattern of the current assets. It has become an important and challenging job of the financial managers these days. The financial manager should spend a significant amount of his time in the day to say operation of the firm relating to the management of working capital because it affects both profitability and risk of the firm. This study attempts to explain working capital of DDC.

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ABBREVIATION

σ	:	Standard Deviation
BTIL	:	Balaju Textile Industry Limited
CA	:	Current Assets
CAFAR	:	Current Assets to Fixed Assets Ratio
CATAR	:	Current Assets to Total Assets Ratio
CATR	:	Current Assets Turnover Ratio
CBB	:	Cash and Bank Balance
CBBTR	:	Cash and Bank Balance Turnover Ratio
CBCAR	:	Cash and Bank Balance to Current Assets Ratio
CBIAR	:	Cash Bank Balance to Total Assets Ratio
DDC	:	Dairy Development Corporation
FA	:	Fixed Assets
FPB	:	Forum for Private Business
HCCL	:	Himal Cement Company Limited
ICAR	:	Inventory to Current Assets Ratio
ITAR	:	Inventories to Total Assets Ratio
ITR	:	Inventory Turnover Ratio
LAD	:	Loan Advance and Deposit
NBCL	:	Nepal Battery Company Limited
NIDC	:	Nepal Tea Development Corporation
NTL	:	National Trading Limited
NLL	:	Nepal Level Limited
NLO	:	Nepal Lube Oil
NT	:	Nepal Telecom
NTC	:	Nepal Telecommunication Corporation
NWC	:	Net working Capital
NWTCR	:	Net Working Capital Turnover Ratio
PE	:	Probable Error

PEs	:	Public Enterprises
r	:	Correlation Co-efficient
RCAR	:	Receivables to Current Assets Ratio
RDL	:	Royal Drugs Limited
RTAR	:	Receivables to Total Assets Ratio
RTR	:	Receivable Turnover Ratio
STCL	:	Salt Trading Corporation Limited
TA	:	Total Assets
UK	:	United Kingdom
WC	:	Working Capital
WCM	:	Working Capital Management
WEP	:	World Food Program