

A Project Report
On

**“A STUDY ON FINANCIAL STATEMENT ANALYSIS OF
MARUTI CASHEW INDUSTRY”**

Submitted to

KARNATAK UNIVERSITY, DHARWAD



In partial fulfillment of the Requirements for the Degree of
Master of Commerce
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Submitted by

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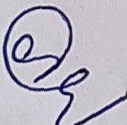
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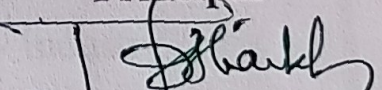
CERTIFICATE

This is to certify that the Project Work titled "A Study on Financial Statement Analysis of Maruti Cashew Industry" is an original record done by Miss. Bhavya I Naik with Registration No. P02JK21C0005, in partial fulfillment of the award of Degree of Master of Commerce under Karnatak University, Dharwad during 2022-23. The project satisfies the academic requirements in respect of project work prescribed for the Degree of Master of Commerce and is a record of her own independent work.

This project is based on the studies carried out by her and has not submitted to any other University or Institution for the award of any degree or diploma.


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SHRI MARUTI CASHEW INDUSTRIES
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CERTIFICATE

This is to certify that Miss.Bhavya I Naik student of M.Com in Anjuman Arts Science Commerce college and PG centre Bhatkal has successfully completed her project work on "A STUDY ON FINANCIAL STATEMENT ANALYSIS OF MARUTI CASHEW INDUSTRY" during this period her conduct is satisfactory and taken all necessary information about our organization for the completion of her report.

Date: 11-11-2023

Place: Basti

For, Shri Maruti Cashew Industries



Proprietor

Shri Maruti Cashew Industry

TABLE OF CONTENT

CHAPTER	PARTICULARS	PAGE NO
1	<u>INTRODUCTION</u> 1.1 Introduction 1.2 Need of the study 1.3 Objectives 1.4 Scope of the study 1.5 Research methodology 1.6 Limitations of the study 1.7 Chapter scheme 1.8 Conclusion	1 - 4
2	<u>CONCEPTUAL FRAMEWORK</u> 2.1 Introduction to financial analysis 2.2 literature review 2.3 Meaning 2.4 Features 2.5 Types of ratio 2.6 Methods of financial statements analysis 2.7 Problem faced in financial analysis 2.8 Techniques to use to analyze financial statements 2.9 Meaning of common-size statements 2.8 Trend analysis 2.9 Conclusion	5- 21
3	<u>INDUSTRY PROFILE</u> 3.1 Industry profile 3.2 Company profile 3.3 Organizational structure 3.4 Significance of cashew 3.5 Cashew pressing chart 3.6 Vision, Mission and Objective 3.7 SWOT analysis 3.8 Conclusion	22 - 32
4	<u>DATA ANALYSIS AND INTERPRETATION</u> 4.1 Introduction 4.2 Ratio analysis 4.3 Conclusion	33 - 44
5	<u>FINDINGS,SUGGESTIONS,CONCLUSIONS</u> 5.1 Findings 5.2 Suggestions 5.3 Conclusion	45- 47
	<u>BIBILOGRAPHY</u>	48
	<u>ANNEXURE</u>	49 - 54

CHAPTER -1

INTRODUCTION

This chapter deals with brief introduction of selected topic, need, objectives, scope of the study, research methodology, limitations, and chapter scheme.

1.1: INTRODUCTION

Financial performance of an organisation can be understood from the Financial Statements of the organisation. The stakeholders of the firm such as creditors, suppliers, customers, management, employees, and owners make use of the information from the financial statements to judge the performance and financial position of the firm. These statements are very well useful to understand the financial strengths and weaknesses of the firm and apply most appropriate strategies to convert the weaknesses into strengths. And the future of the firm is purely depends on the financial position of the firm because understanding past is a precondition for foreseeing the future. Financial performance is the monetary result of a firm. It is the financial outcome of the policies, programmes and strategies exercised in the organisation. The financial outcome is assessed in terms of firm's return on investment, return on assets, Profitability, Liquidity and the like. In a broader sense, financial performance is the degree to which financial objectives are achieved. The result of financial performance is used to compare with industrial standards and competitors to assess the position of the company and its growth.

The financial statement analysis generally involves common size analysis, ratio analysis (liquidity, turnover, profitability, etc.), trend analysis and industry comparative analysis. Financial statements are prepared primarily for decision making. They play a dominant role in setting the framework of managerial decisions. But the information provided in the financial statement is not an end in itself as no managerial can be drawn from these statement alone. However, the information provided in the financial statement is of immense use in making decision through analysis and interpretation of financial statements. Financial Analysis is the process of assessing the financial position of a company by analyzing its stability, viability and profitability. Profitability and financial

5.3 :CONCLUSION

On the basis of study undertaken it can be concluded that cashew factory is season oriented and works only during summer season during which raw cashew nuts are available. But there is a shortage and non-availability of raw nuts, Shri Maruti cashew industry is not working during in rainy season. Therefore, labour turnover is found and thus selected unit is facing shortage of labour issue. This also effected on production, marketing, finance and growth of industry which in-turn has affected on financial position of the industry. In view of this reason Shri Maruti cashew industry is advised to maintain liquidity, profitability and financial stability.
