



Working Capital Management - A Case Study with reference to Selected IT Companies

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ABSTRACT:

Every firm is required to maintain a sufficient level of working capital for optimum production and to maximize its returns. It is a yardstick to measure a company's ability to pay off its short-term expenses or debts. Excess and inadequacy of working capital, both are not good for the health of the concern. It is the capital invested in different components of working capital, i.e., cash, inventory, debtors, etc. Every company aims to set off its short-term debts timely and to meet its upcoming operational expenses. Working capital management is thus a vital issue in financial decision making. The study concentrates on analyzing the level of current assets and current liabilities of the selected IT COMPANIES and thereby reflects there working capital position. The data used for the study is secondary and the study has been analyzed through the schedule of changes in working capital.

KEYWORDS: Current Assets, Current liabilities, Working capital