

EXECUTIVE SUMMARY

Inventory is the predominant part of current assets and it is used by majority of the companies in India. The company uses various inventories such as Raw Material, Transportation, Finished Goods and Work in progress. Companies invest more in inventory when compared to other assets or inputs. The proper usage of inventory assets helps the firm to earn more profits and maintain the liquidity and reserves.

The study on the topic inventory management helps us to understand techniques and procedures followed by Southern Electronics for maintaining inventories. The study was organized for the span of 6 weeks, for analyzing inventory turnover ratios, activity ratios to evaluate or identify the efficiency and problems which is related to the inventory of a company. The purpose of this study is to know the techniques and efficiency that are utilized to manage inventories.

After analyzing the Financial statement of the company of 2 years we can understand the performance of the company whether it is growing or declining. The study will disclose the performance of the company whether it is fluctuating and also helps us to know whether the company should implement various methods for maintaining the inventories.