

EXECUTIVE SUMMARY:

Manufacturing the goods meant for use or sale of using labour & machines, chemical, tools & biological formulation or processing. This is referred to a variety of human activity, from handcraft to high tech, but it is usually applied to industrial production units, where raw materials are converted into final goods on a large scale. These final goods might be used for manufacturing other more complex goods for example home appliances, automobiles or aircrafts or sold to wholesalers who again sells them to retailer, who finally sells it to consumer.

Manufacturing needs to turn around all kinds of economic system. In a unrestricted market economy, manufacturing generally directs towards the large quantity manufacturing of products of sale to customers at a profit. In a communalist economy, manufacturing is more frequently directed by the condition to supply a centrally planned economy. In diverse market economy, manufacturing occurs due to some gradation of government regulation.

The current modern manufacturing contains variety of intermediate procedures required for the production and combination of products, machineries, few industries as steel manufactures & semiconductors uses the fabrication as a substitute.

The manufacturing division is closely associated with industrial design and engineering.

Example of majority manufacturer of North America contains General Motors, Siemens, Volvo (Sweden), and Michelin.

The concept of Cost Management Analysis is to reduce the cost and have control over the cost at the time of economic pressure. The study includes topics like Prime cost, Selling & Distribution, Office & Administration and the overall cost structure analysis of Volvo. It also helps to check out whether company is incurring any unnecessary amount of spending on costs.