

KLE Society's
S. NIJALINGAPPA COLLEGE

II-Block, Rajajinagar, Bengaluru-10
Re-accredited by NAAC at A⁺ grade with 3.53 CGPA
College with UGC-STRIDE Component – I
Phone: 080-23526055, 080-23325020, Fax 080-23320902



Website: www.klesnc.org

E-mail: info@klesnc.org

klesnc@yahoo.com

Date: 15/04/2022

Department of PG Studies in Commerce, M.Com

Notice

All the students of M.Com are here by informed that, the Department of PG Studies in Commerce, is Conducting Faculty Exchange Program on “Working Capital Management & Dividend on 19th April 2022 at LH9 .Attendance is mandatory.

Shu m sai

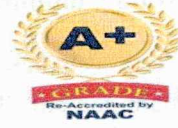
Coordinator
Coordinator
PG Department of Commerce & Research
KLE Society's S. Nijalingappa College
Rajajinagar, Bengaluru-560 010





K.L.E Society's S. Nijalingappa College

College with Potential for Excellence Phase II
Re-Accredited by NAAC at A+ Grade with 3.53 CGPA on 4.0 Scale
College with UGC STRIDE Component-I
2nd Block Rajajinagar, Bengaluru-10



Department of PG Studies in Commerce & Research Centre

Organizes

IQAC Initiated Faculty Exchange Program on "Working Capital Management & Dividend Policy"

Date

19th April 2022
Monday

Time

11:00 AM to 03.00PM

Venue
LH - 09

Dr. Ravikumar Minajagi

WELCOME YOU ALL

Dr. C.V. Koppad
HoD of Commerce

Dr. Smt. Mahananda B Chittawadagi
IQAC Coordinator

Dr. Arunkumar B. Sonappanavar
Principal

Report on IQAC Initiated Faculty Exchange Program on "Working Capital Management & Dividend Policy"

Dr. Ravikumar Minajagi, Associate Professor of Commerce GFGC Malleshwaram, Bengaluru, delivered fruitful and thought provoking inputs as Resource Person of IQAC Initiated Faculty Exchange Program on "Working Capital Management & Dividend Policy", on 19 th April 2022, organized by. Department of PG Studies in Commerce and Research Centre. Sir explained Working capital management is a business strategy designed to ensure that a company operates efficiently by monitoring and using its current assets and liabilities to their most effective use.

The efficiency of working capital management can be quantified using ratios.

- ✓ Working capital management requires monitoring a company's assets and liabilities to maintain sufficient cash flow to meet its short-term operating costs and short-term debt obligations.
- ✓ Managing working capital primarily revolves around managing accounts receivable, accounts payable, inventory, and cash.
- ✓ Working capital management involves tracking various ratios, including the working capital ratio, the collection ratio, and the inventory ratio.
- ✓ Working capital management can improve a company's cash flow management and earnings quality by using its resources efficiently.
- ✓ Working capital management strategies may not materialize due to market fluctuations or may sacrifice long-term successes for short-term benefits.



Main Components of Working Capital Management

Certain balance sheet accounts are more important when considering working capital management. Though working capital often entails comparing all current assets to current liabilities, there are a few accounts more critical to track.

Cash

The core of working capital management is tracking cash and cash needs. This involves managing the company's cash flow by forecasting needs, monitoring cash balances, and optimizing cash inflows and outflows to ensure that the company has enough cash to meet its obligations. Because cash is always considered a current asset, all accounts should be considered. However, companies should be mindful of restricted or time-bound deposits.

Receivables

To manage capital, companies must be mindful of their receives. This is especially important in the short-term as they wait for credit sales to be completed. This involves managing the company's credit policies, monitoring customer payments, and improving collection practices. At the end of the day, having completed a sale does not matter if the company is unable to collect payment on the sale.

Payables

Payables in one aspect of working capital management that companies can take advantage of that they often have greater control over. While other aspects of working capital management may be out of the company's hands (i.e. selling goods or collecting receivables), companies often have a say in how they pay suppliers, what the credit terms are, and when cash outlays are made.

Inventory

Companies primary consider inventory during working capital management as it may be most risky aspect of managing capital. When inventory is sold, a company must go to the market and rely on consumer preferences to convert inventory to cash. If this cannot be completed in a timely manner, the company may be forced to have short-term resource stuck in an illiquid position. Alternatively, the company may be able to quickly sell the inventory but only with a steep price discount.

Types of Working Capital

In its simplest form, working capital is just the difference between current assets and current liabilities. However, there are many different types of working capital that each may be important to a company to best understand its short-term needs.

Permanent Working Capital: Permanent working capital is the amount of resources the company will always need to operate its business without interruption. This is the minimum amount of short-term resources vital to operations.



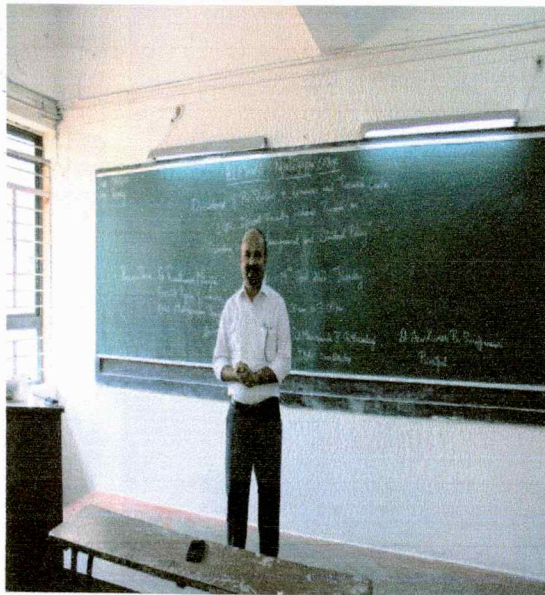
Regular Working Capital: Regular working capital is a component of permanent working capital. It is the part of the permanent working capital that is actually required for day-to-day operations and makes up the "most important" part of permanent working capital.

Reserve Working Capital: Reserve working capital is the other component of permanent working capital. Companies may require an additional amount of working capital on hand for emergencies, seasonality, or unpredictable events.

Fluctuating Working Capital: Companies may be interested in only knowing what their variable working capital is. For example, companies may opt into paying for inventory as it is a variable cost. However, the company may have a monthly liability relating to insurance it does not have the option to decline. Fluctuating working capital only considers the variable liabilities the company has complete control over.

Gross Working Capital: Gross working capital is simply the total amount of current assets of a business before considering any short-term liabilities.

Net Working Capital: Net working capital is the difference between current assets and current liabilities.



Address by resource person



Activity

HoD

Head of the Commerce Department
KLE Society's S. Nijalingappa College
Rajajinagar, Bangalore-560 010

IQAC

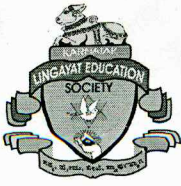
Coordinator

Co-ordinator
Internal Quality Assurance Cell
S. Nijalingappa College, Bengaluru-10

Principal

Principal
KLE Society's S. Nijalingappa College,
Rajajinagar, Bangalore-560 010





KLE Society's
S. NIJALINGAPPA COLLEGE

II-Block, Rajajinagar, Bengaluru-10
Re-accredited by NAAC at A+ grade with 3.53 CGPA
College with UGC-STRIDE Component - I

Phone: 080-23526055, 080-23325020, Fax 080-23320902

Website: www.klesnc.org

E-mail: info@klesnc.org

klesaccts@yahoo.com



working Capital management & Dividend

Students Attendance / Registration sheet

Date: 19-04-22

Sl. No.	Reg. No.	Name	Signature
01	CM205801	ABISHEK. G	Abhishek G.
02	CM205802	BHAGYA. M	Bhagya
03	CM205803	BHAVYA. M	Bhavya
04	CM205804	CHAITRA. B. R	Chaitra
05	CM205807	DIVYA. H. T	Divya H.T
06	CM205808	HARINI. R	Harini
07	CM205809	HARINIDEVI. T	Harinidevi
08	CM205810	INCHARA G. D.	Inchara G.D
09	CM205811	JAYASHREE. V	Jayashree
10	CM205812	JYOTHI K	Jyothi
11	CM205813	KAVYASHREE S.P	Kavyashree
12	CM205815	MADHU S. PRASAD	Madhu
13	CM205816	MADHUKUMAR. M	Madhukumar
14	CM205817	MAHENDRA .S.M	Mahendra .S.M
15	CM205818	MOHEN BASHA	Mohena
16	CM205819	MOUNIKA. K. S	Mounika
17	CM205820	NETHRAVATHI. K	Nethravathi
18	CM205822	NIVITHA. B	Nivitha
19	CM205823	POOJA. N	Pooja
20	CM205824	RAHUL. B. N	Rahul
21	CM205825	RAKESHA. H	Rakesha
22	CM205826	RAMYAVATHI. S	Ramyavathi
23	CM205827	ROHITH. P. S	Rohith
24	CM205829	SOWMYA. A	Sowmya
25	CM205830	SUMITHRA. M.	Sumithra
26	CM205831	TANISHA. R	Tanisha
27	CM205832	THEJAS. S	Thejas
28	CM205833	VAISHNAVI. V	Vaishnavi
29	CM205834	VISHNUKANTH. N	Vishnukanth
30	CM205835	VISHWAS. K. Y	Vishwas
31	CM205836	YASHASWINI. K	Yashaswini

Shruti Saini
Head of the Commerce Department
KLE Society's S. Nijalingappa College
Rajajinagar, Bangalore-560 010

Principal
KLE Society's S. Nijalingappa College
Rajajinagar, Bangalore-560 010