

# ANANDAM MANUFACTURING COMPANY: ANALYSIS OF FINANCIAL STATEMENTS

#### INTRODUCTION

The <u>Anandam Manufacturing Company</u> case centers of a comprehensive assessment of the company by use of financial statements. Due to the peculiarities of this case, it is necessary to get acquainted with suchFinancial performance indicators that will help to discuss the efficiency of the company's operations, as well as its solvency, profitability, and financial stability.

## PROFITABILITY METRICS

The case analyses the profitability of Anandam Manufacturing Company based on several important indicators, which include the gross profit margin, net profit margin and ROE. These ratios give information to the capability of the company of making profits from operations and equities.

## LIQUIDITY POSITION

Those ratios include the current ratio and the quick ratio with both ratios pointing to the firm's ability to pay short-term liabilities. Liquidity raises the confidence of stakeholders in their operations as well as increase operational stability for the enterprise.

## CONCLUSION

This case gives a good insight into the details of how, indeed, financial statement analysis acts as a basis for strategising. For text and more complete resolution to any of these cases visit TheCaseSolutions, dot com.

## RECOMMENDATION

This case is just a sample partail case solution. Please place the order on the website to order your own originally done case solution.

Resource: Visit <u>thecasesolution.com</u> for detailed analysis and more case studies.