

ABSTRACT

This study examines the management of working capital in Bhargave Rubber Private Limited, a leading manufacturer in the rubber industry. Working capital is a crucial financial metric that impacts a company's operational efficiency, liquidity, and ability to meet short-term obligations. The objective of the research is to analyze how effectively the company manages its working capital, focusing on components such as inventory, receivables, payables, and cash flow. Data were collected from Bhargave Rubber's financial statements over the past five years, including the balance sheet and cash flow statements. The study employs various working capital ratios, such as the current ratio, quick ratio, inventory turnover, receivables turnover, and payables turnover, to assess the company's operational efficiency and liquidity position. Findings suggest that while Bhargave Rubber maintains adequate liquidity, challenges exist in optimizing its inventory management and receivables collection. The company's payables management has been efficient, but the overall working capital cycle can be improved to ensure a more balanced approach to cash flow management. The study concludes with recommendations to streamline inventory management, accelerate receivables collection, and enhance cash flow forecasting. By improving these areas, Bhargave Rubber can strengthen its financial position, reduce short-term liquidity risks, and support sustainable growth.