CHAPTER - VI

SUMMARY OF FINDINGS, SUGGESTIONS AND CONCLUSION

This chapter deals with the summaries of findings, suggestions and conclusion with the scope for further research.

MAIN FINDINGS

After a thorough analysis and interpretation of financial performance of TNPL and SPB Ltd by the researcher, the following findings are given as follows.

FINDINGS OF TNPL

- It is found from the analysis that the Share Capital of TNPL in 2001-02 was `6858.30 lakhs and it is increased to `6937.78 lakhs in 2010-11. In the case Reserve and Surplus of TNPL in 2001-02 is `31181.66 lakhs and it increased to `84641.26 lakhs in 2010-11. The increase percentage is higher in the case of Reserves and surplus than that of share capital during the study period.

- It is found that the Share Holders Fund of TNPL in 2001-02 was `38039.96 lakhs and it increased to `91579.04 lakhs in 2010-11. In the case of Loans funds of TNPL in 2001-02 was `32510.80 lakhs and it increased to `148810 lakhs in 2010-11. The increase percentage is higher in the case of share holders fund than that of loan funds during the study period.

- It is noted from the study that the Inventory of TNPL in 2001-02 was `10092.11 lakhs and it increased to `20500.15 lakhs in 2010-11. In the case of Sundry debtors of TNPL in 2001-02 is `11923.65 lakhs and it increased to `20585.34 lakhs in 2010-11. The increase percentage is higher in the case of Sundry debtors than that of Inventory during the study period.
- It is understood from the study that the cash of TNPL in 2001-02 was `4282.37 lakhs and it increased to `1222 lakhs in 2010-11. In the case of loans and advances of TNPL in 2001-02 is `4463.69 lakhs and it increased to `31352.09 lakhs in 2010-11. The increase percentage is higher in the case of loans and advances than that of cash during the study period.

- It is studied from the analysis that the cash of TNPL in 2001-02 was `4282.37 lakhs and it increased to `1222 lakhs in 2010-11. In the case of current assets of TNPL in 2001-02 was `30761.82 lakhs and it increased to `73659.58 lakhs in 2010-11. The increase percentage is higher in the case of current assets than that of cash during the study period.

- It could be found from the analysis that the Current liabilities of TNPL in 2001-02 was `13378.86 lakhs and it increased to `42184.57 lakhs in 2010-11. In the case of net working capital of TNPL in 2001-02 was `17382.96 lakhs and it increased to `31475.01 lakhs in 2010-11. The increase percentage is higher in the case of Current liabilities than that of net working capital during the study period.

- It is witnessed from the analysis that the fixed assets of TNPL in 2001-02 was `68643.66 lakhs and it increased to `232442.06 lakhs in 2010-11. In the case of investment of TNPL in 2001-02 was `114.05 lakhs and it increased to `114.05 lakhs in 2010-11. The increase percentage is higher in the case of fixed assets than that of investment during the study period.

- It is noted from the analysis that the total assets of TNPL in 2001-02 was `99519.53 lakhs and it increased to `306215.69 lakhs in 2010-11. In the case of capital employed of TNPL in 2001-02 was `86140.67 lakhs and it increased
to `264031.12 lakhs in 2010-11. The increase percentage is higher in the case of total assets than that of capital employed during the study period.

- It is understood from the analysis that the sale of TNPL in 2001-02 was `57832.12 lakhs and it increased to `121675.86 lakhs in 2010-11. In the case of PBIT of TNPL in 2001-02 was `10249.43 lakhs and it increased to `23937.78 lakhs in 2010-11. The increase percentage is higher in the case of PBIT than that of sales during the study period.

- It is studied from the analysis that the fixed interest charges in 2001-02 was `3223.92 lakhs and it decreased to `4423.63 lakhs in 2010-11. In the case of profit after tax in 2001-02 was `3530.87 lakhs and it increased to `14899.65 lakhs in 2010-11. The increase percentage is higher in the case of profit after tax than that of fixed interest charges during the study period.

- It could be found from the analysis that the Debt equity ratio of TNPL in 2001-02 is 0.85. At the end of the period of 2010-2011, the Debt equity ratio of TNPL is 1.62. The high and low values of ratio are observed as 1.69 and 0.54 respectively.

- It is witnessed from the analysis that the Interest coverage ratio of TNPL in 2001-02 is 3.18. At the end of the period of 2010-2011, the Interest coverage ratio of TNPL is 5.41. The high and low values of ratio are observed as 7.73 and 3.18 respectively.

- It is noted from the analysis that the Proprietary Ratio of TNPL in 2001-02 is 0.38. At the end of the period of 2010-2011, the Proprietary Ratio of TNPL is 0.30. The high and low values of ratio are observed as 0.43 and 0.30 respectively.
It is understood from the analysis that the Capital Employed Turnover Ratio of TNPL in 2001-02 is 0.55. At the end of the period of 2010-2011, the Capital Employed Turnover Ratio of TNPL is 0.37. The high and low values of ratio are observed as 0.66 and 0.36 respectively.

It is found from the analysis that the Capital gearing Ratio of TNPL in 2001-02 is 1.03. At the end of the period of 2010-2011, the Capital gearing Ratio of TNPL is 1.70. The high and low values of ratio are observed as 1.78 and 0.69 respectively.

It is noted from the study that the Current ratio of TNPL in 2001-02 is 2.30. At the end of the period of 2010-2011, the Current ratio of TNPL is 1.75. The high and low values of ratio are observed as 2.30 and 1.26 respectively.

It is witnessed from the analysis that the Acid Test ratio of TNPL in 2001-02 is 1.97. At the end of the period of 2010-2011, the Acid Test ratio of TNPL is 1. The high and low values of ratio are observed as 1.97 and 0.87 respectively.

It is understood from the analysis that the Working capital turnover ratio of TNPL in 2001-02 is 2.74. At the end of the period of 2010-2011, the Working capital turnover ratio of TNPL is 3.11. The high and low values of ratio are observed as 10.41 and 2.74 respectively.

It is found from the analysis that the Cash to current asset ratio of TNPL in 2001-02 is 0.139. At the end of the period of 2010-2011, the Cash to current asset ratio of TNPL is 0.017. The high and low values of ratio are observed as 0.139 and 0.017 respectively.

It is witnessed from the analysis that the Cash to Current liabilities ratio of TNPL in 2001-02 is 0.320. At the end of the period of 2010-2011, the Cash to
Current liabilities ratio of TNPL is 0.290. The high and low values of ratio are observed as 0.320 and 0.29 respectively.

- It is noted from the study that the Inventory to total current asset ratio of TNPL in 2001-02 is 0.101. At the end of the period of 2010-2011, the Inventory to total current asset ratio of TNPL is 0.067. The high and low values of ratio are observed as 0.110 and 0.063 respectively.

- It is witnessed from the analysis that the Inventory to working capital ratio of TNPL in 2001-02 is 0.581. At the end of the period of 2010-2011, the Inventory to working capital ratio of TNPL is 0.651. The high and low values of ratio are observed as 1.840 and 0.581 respectively.

- It is noted from the study that the Funded Debt to Capitalization ratio of TNPL in 2001-02 is 3.22. At the end of the period of 2010-2011, the Funded Debt to Capitalization ratio of TNPL is 7.26. The high and low values of ratio are observed as 8.06 and 2.03 respectively.

- It is understood from the analysis that the fixed asset ratio of TNPL in 2001-02 is 0.690. At the end of the period of 2010-2011, the fixed asset ratio of TNPL is 0.759. The high and low values of ratio are observed as 0.776 and 0.653 respectively.

- It is found from the analysis that the inventory turnover ratio of TNPL in 2001-02 is 5.73. At the end of the period of 2010-2011, the inventory turnover ratio of TNPL is 5.94. The high and low values of ratio are observed as 6.93 and 5.21 respectively.

- It is noted from the study that the fixed asset turnover ratio of TNPL in 2001-02 is 0.842. At the end of the period of 2010-2011, the fixed asset turnover ratio of
TNPL is 0.523. The high and low values of ratio are observed as 0.949 and 0.504 respectively.

- It is understood from the analysis that the gross profit ratio of TNPL in 2001-02 is 0.177. At the end of the period of 2010-2011, the gross profit ratio of TNPL is 0.197. The high and low values of ratio are observed as 0.197 and 0.086 respectively.

- It is witnessed from the analysis that the net profit ratio of TNPL in 2001-02 is 0.061. At the end of the period of 2010-2011, the net profit ratio of TNPL is 0.122. The high and low values of ratio are observed as 0.112 and 0.059 respectively.

- It is noted from the study that the Return on share holders fund ratio of TNPL in 2001-02 is 0.093. At the end of the period of 2010-2011, the Return on share holders fund ratio of TNPL is 0.163. The high and low values of ratio are observed as 0.176 and 0.082 respectively.

- It is found from the analysis that the Return on total asset ratio of TNPL in 2001-02 is 0.035. At the end of the period of 2010-2011, the Return on total asset ratio of TNPL is 0.049. The high and low values of ratio are observed as 0.067 and 0.034 respectively.

- It is studied from the analysis that the Return on investment ratio of TNPL in 2001-02 is 0.112. At the end of the period of 2010-2011, the Return on investment ratio of TNPL is 0.09. The high and low values of ratio are observed as 0.14 and 0.06 respectively.

**FINDINGS OF SPB Ltd**

- It is noted from the study that the Share capital of SPB Ltd in 2001-02 was ‘1125 lakhs and it is same `1125 lakhs in 2010-11. In the case Reserve and
Surplus of SPB Ltd in 2001-02 was `4,208 lakhs and it increased to `27,180.28 lakhs in 2010-11. There is significant increase in Reserve and Surplus. The mean share capital is `1125 lakhs. The mean reserve and Surplus is `13113 lakhs; the standard deviation is `7572.661 lakhs and the coefficient of variation is 57.749.

- It is found from the analysis that the share holders fund of SPB Ltd in 2001-02 was `5333 lakhs and it increased to `28305.28 lakhs in 2010-11. In the case of Loans funds of SPB Ltd in 2001-02 was `17613 lakhs and it increased to `39754.65 lakhs in 2010-11. The increase percentage is higher in the case of share holders fund than that of loan funds during the study period.

- It is studied from the analysis that the Inventory of SPB Ltd in 2001-02 was `3090.93 lakhs and it increased to `4488.03 lakhs in 2010-11. The sundry debtors of SPB Ltd in 2001-02 was `4630.19 lakhs and it increased to `5227.57 lakhs in 2010-11. In the case of cash in 2001-02 was `2560.440 lakhs and it increased to `2884.450 lakhs in 2010-11. The increase percentage is higher in the case of sundry debtors than that of Inventory during the study period.

- It is understood from the analysis that the cash of SPB Ltd in 2001-02 was `2560.44 lakhs and it increased to `2884.45 lakhs in 2010-11. In the case of loans and advances of SPB Ltd in 2001-02 was `2737.07 lakhs and it increased to `24115.19 lakhs in 2010-11. The increase percentage is higher in the case of cash than that of loans and advances during the study period.

- It is noted from the study that the cash of SPB Ltd in 2001-02 was `2560.44 lakhs and it increased to `2884.45 lakhs in 2010-11. In the case of current assets of SPB Ltd in 2001-02 was `13018.63 lakhs and it increased to `
36715.24 lakhs in 2010-11. The increase percentage is higher in the case of cash than that of current assets during the study period.

- It is noted from the study the Current liabilities of SPB Ltd in 2001-02 was `8263.630 lakhs and it increased to `11021.690 lakhs in 2010-11. In the case of net working capital of SPB Ltd in 2001-02 was `4755 lakhs and it increased to `25693.55 lakhs in 2010-11. The increase percentage is higher in the case of net working capital than that of Current liabilities during the study period.

- It is understood from the analysis that the fixed asset of SPB Ltd in 2001-02 was `18896.59 lakhs and it increased to `48344.68 lakhs in 2010-11. In the case of investment of SPB Ltd in 2001-02 was `1673.99 lakhs and it increased to `2323.20 lakhs in 2010-11. The increase percentage is higher in the case of investment than that of fixed assets during the study period.

- It is witnessed from the analysis that the total assets of SPB Ltd in 2001-02 was `33589.21 lakhs and it increased to `87383.12 lakhs in 2010-11. In the case of capital employed in 2001-02 was `25325.58 lakhs and it increased to `76361.43 lakhs in 2010-11. The increase percentage is higher in the case of capital employed than that of total assets during the study period.

- It could be found from the analysis that the sale of SPB Ltd in 2001-02 was `31114.61 lakhs and it increased to `56807.40 lakhs in 2010-11. In the case of PBIT in 2001-02 was `4121.49 lakhs and it increased to `11641.79 lakhs in 2010-11. The increase percentage is higher in the case of sales than that of PBIT during the study period.

- It is witnessed from the analysis that the fixed interest charges in 2001-02 was `2582.60 lakhs and it decreased to `2165.14 lakhs in 2010-11. In the case of profit after tax of SPB Ltd in 2001-02 was `269.160 lakhs and it increased to
6500.23 lakhs in 2010-11. The increase percentage is higher in the case of profit after tax than that of fixed interest charges during the study period.

- It is understood from the analysis that the Debt equity ratio of SPB Ltd in 2001-02 is 3.30. At the end of the period of 2010-2011, the Debt equity ratio of SPB Ltd is 1.40. The high and low values of ratio are observed as 3.30 and 1.20 respectively.

- It is found from the analysis that the Interest coverage ratio of SPB Ltd in 2001-02 is 1.60. At the end of the period of 2010-2011, the Interest coverage ratio of SPB Ltd is 5.38. The high and low values of ratio are observed as 16.67 and 1.60 respectively.

- It is witnessed from the analysis that the Proprietary Ratio of SPB Ltd in 2001-02 is 0.16. At the end of the period of 2010-2011, the Proprietary Ratio of SPB Ltd is 0.32. The high and low values of ratio are observed as 0.32 and 0.16 respectively.

- It could be found from the analysis that the Capital Employed Turnover Ratio of SPB Ltd in 2001-02 is 1.23. At the end of the period of 2010-2011, the Capital Employed Turnover Ratio of SPB LTD is 0.74. The high and low values of ratio are observed as 1.44 and 0.74 respectively.

- It is found from the analysis that the Capital gearing Ratio of SPB Ltd in 2001-02 is 3.51. At the end of the period of 2010-2011, the Capital gearing Ratio of SPB Ltd is 1.44. The high and low values of ratio are observed as 3.51 and 1.31 respectively.

- It is witnessed from the analysis that the Current ratio of SPB Ltd in 2001-02 is 1.58. At the end of the period of 2010-2011, the Current ratio of SPB Ltd is
3.33. The high and low values of ratio are observed as 3.33 and 1.41 respectively.

- It could be found from the analysis that the Acid Test ratio of SPB Ltd in 2001-02 is 1.24. At the end of the period of 2010-2011, the Acid Test ratio of SPB Ltd is 1.14. The high and low values of ratio are observed as 1.74 and 1.21 respectively.

- It is understood from the analysis that the Working capital turnover ratio of SPB Ltd in 2001-02 is 6.54. At the end of the period of 2010-2011, the Working capital turnover ratio of SPB Ltd is 2.21. The high and low values of ratio are observed as 7.36 and 2.21 respectively.

- It is found from the analysis that the Cash to current asset ratio of SPB Ltd in 2001-02 is 0.20. At the end of the period of 2010-2011, the Cash to current asset ratio of SPB LTD is 0.08. The high and low values of ratio are observed as 0.40 and 0.08 respectively.

- It is witnessed from the analysis that the Cash to Current liabilities ratio of SPB Ltd in 2001-02 is 0.31. At the end of the period of 2010-2011, the Cash to Current liabilities ratio of SPB Ltd is 0.26. The high and low values of ratio are observed as 0.87 and 0.26 respectively.

- It could be found from the analysis that the Inventory to total current asset ratio of SPB Ltd in 2001-02 is 0.09. At the end of the period of 2010-2011, the Inventory to total current asset ratio of SPB Ltd is 0.05. The high and low values of ratio are observed as 0.13 and 0.05 respectively.

- It is understood from the analysis that the Inventory to working capital ratio of SPB Ltd in 2001-02 is 0.65. At the end of the period of 2010-2011, the
Inventory to working capital ratio of SPB Ltd is 0.17. The high and low values of ratio are observed as 1.02 and 0.17 respectively.

- It is studied from the analysis that the Funded Debt to Capitalization ratio of SPB Ltd in 2001-02 is 5.70. At the end of the period of 2010-2011, the Funded Debt to Capitalization ratio of SPB Ltd is 8.86. The high and low values of ratio are observed as 8.86 and 2.50 respectively.

- It is found from the analysis that the fixed asset ratio of SPB Ltd in 2001-02 is 0.56. At the end of the period of 2010-2011, the fixed asset ratio of SPB Ltd is 0.55. The high and low values of ratio are observed as 0.71 and 0.54 respectively.

- It is studied from the analysis that the inventory turnover ratio of SPB Ltd in 2001-02 is 10.07. At the end of the period of 2010-2011, the inventory turnover ratio of SPB Ltd is 12.66. The high and low values of ratio are observed as 12.66 and 6.47 respectively.

- It is found from the analysis that the fixed asset turnover ratio of SPB Ltd in 2001-02 is 1.65. At the end of the period of 2010-2011, the fixed asset turnover ratio of SPB Ltd is 1.18. The high and low values of ratio are observed as 1.87 and 0.90 respectively.

- It is noted from the analysis that the gross profit ratio of SPB Ltd in 2001-02 is 0.13. At the end of the period of 2010-2011, the gross profit ratio of SPB Ltd is 0.20. The high and low values of ratio are observed as 0.21 and 0.08 respectively.

- It is found from the analysis that the net profit ratio of SPB Ltd in 2001-02 is 0.01. At the end of the period of 2010-2011, the net profit ratio of SPB Ltd is
0.11. The high and low values of ratio are observed as 0.11 and 0.01 respectively.

- It is studied from the analysis that the Return on share holders fund ratio of SPB Ltd in 2001-02 is 0.05. At the end of the period of 2010-2011, the Return on share holders fund ratio of SPB Ltd is 0.23. The high and low values of ratio are observed as 0.29 and 0.05 respectively.

- It is clear from the analysis that the Return on total asset ratio of SPB Ltd in 2001-02 is 0.01. At the end of the period of 2010-2011, the Return on total asset ratio of SPB Ltd is 0.07. The high and low values of ratio are observed as 0.07 and 0.01 respectively.

- It is found from the analysis that the Return on investment ratio of SPB Ltd in 2001-02 is 0.16. At the end of the period of 2010-2011, the Return on investment ratio of SPB Ltd is 0.15. The high and low values of ratio are observed as 0.1 and 0.28 respectively.

- It is found from the analysis that the growth rate regarding Reserves and Surplus is greater in SPB Ltd than TNPL.

- It is noted from the analysis that the growth rate regarding shareholders fund is greater in SPB Ltd than TNPL. But the growth rate regarding Loan fund is greater in TNPL than SPB Ltd.

- It is concluded from the analysis that the growth rate regarding inventory is greater in SPB Ltd than TNPL. But the growth rate regarding sundry debtors is greater in TNPL than SPB Ltd.

- It is found from the analysis that the growth rate regarding cash is greater in SPB Ltd than TNPL. But the growth rate regarding Loans and advances is greater in SPB Ltd than TNPL.
It is witnessed from the analysis that the growth rate regarding current assets is greater in SPB Ltd than TNPL. But the growth rate regarding Current liabilities is greater in TNPL than SPB Ltd.

It is understood from the analysis that the growth rate regarding net working capital is greater in SPB Ltd than TNPL. But the growth rate regarding fixed assets is greater in TNPL than SPB Ltd.

It is found from the analysis that the growth rate regarding investment is greater in TNPL than SPB Ltd. But the growth rate regarding total assets is greater in TNPL than SPB Ltd.

It is clear from the analysis that the growth rate regarding capital employed is greater in SPB Ltd than TNPL. But the growth rate regarding sales is greater in TNPL than SPB Ltd.

It could be found from the analysis that the growth rate regarding PBIT is greater in SPB Ltd than TNPL. But the growth rate regarding fixed interest charges is greater in TNPL than SPB Ltd.

It is noted from the analysis that the growth rate regarding profit after tax fund is greater in SPB Ltd than TNPL.

**HYPOTHESES TESTING - FINDINGS**

- It is found from the analysis that the Debt Equity Ratio differs significantly between TNPL and SPB Ltd.
- It is noted from the analysis that the Interest Coverage Ratio does not differ significantly between TNPL and SPB Ltd
- It is witnessed from the analysis that the Proprietary Ratio differs significantly between TNPL and SPB Ltd.
- It is found from the analysis that the Capital Employed Turnover Ratio differs significantly between TNPL and SPB Ltd.
- It is studied from the analysis that the Capital gearing Ratio differs significantly between TNPL and SPB Ltd.
- It is found from the analysis that the Current Ratio does not differ significantly between TNPL and SPB Ltd.
- It could be found from the analysis that the Acid Test Ratio does not differ significantly between TNPL and SPB Ltd.
- It is clear from the analysis that the Working Capital Turnover Ratio differs significantly between TNPL and SPB Ltd.
- It is understood from the analysis that the Cash to current Asset does not differ significantly between TNPL and SPB Ltd.
- It is noted from the analysis that the Cash to Current liabilities differs significantly between TNPL and SPB Ltd.
- It is studied from the analysis that the Inventory to Total Current Asset differs significantly between TNPL and SPB Ltd.
- It is noted from the analysis that the Inventory to Working Capital Ratio differs significantly between TNPL and SPB Ltd.
- It could be found from the analysis that the Funded Debt to Capitalization differs significantly between TNPL and SPB Ltd.
- It is found from the analysis that the Fixed Assets ratio differs significantly between TNPL and SPB Ltd.
- It is noted from the analysis that the Inventory Turn over ratio differs significantly between TNPL and SPB Ltd.

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• It is found from the analysis that the fixed asset turnover ratio differs significantly between TNPL and SPB Ltd.
• It is witnessed from the analysis that the Gross profit Ratio differs significantly between TNPL and SPB Ltd.
• It could be found from the analysis that the Net profit Ratio differs significantly between TNPL and SPB Ltd.
• It is noted from the analysis that the Return on Shareholder fund differs significantly between TNPL and SPB Ltd.
• It is studied from the analysis that the Return on Total Assets differs significantly between TNPL and SPB Ltd.
• It is understood from the analysis that the Return on investment (ROI) differs significantly between TNPL and SPB Ltd.

SUGGESTIONS

The following suggestions are given by the researcher after analyzing the data about the financial performance of TNPL and SPB Ltd.

➢ The amount of reserves and surplus of TNPL is very high ie `84641 lakhs than that of SPB Ltd `27180.28 in the year 2010-2011. So, SPB Ltd should take necessary step to increase its profitability and to transfer more amt of profit to the reserves and surplus in the future.

➢ The amount of current assets of TNPL is very high than that of SPB Ltd. Even though the growth rate of current asset is higher than that of TNPL, SPB Ltd should increase its business in the future to increase its profitability.

➢ The debt equity ratio of TNPL and SPB Ltd in 2010-2011 beyond the standard level ie 1:1. So, both TNPL and SPB Ltd should reduce to use debt funds in the future inorder to reduce Debt Equity ratio in the future.
The capital gearing ratio of TNPL is 1.70 and for SPB Ltd is 1.91 in the year 2010-2011. So like SPB Ltd, TNPL should try to keep its capital highly geared in the future through effective use of capital funds in the future.

The standard current ratio is 2:1. In case of TNPL it is 1.75 which is equal to standard rate. But in case of SPB Ltd it is 3.33 in the year 2010-2011 which is more than the standard ratio. So, SPB Ltd should try to reduce its current assets used in the future and TNPL should try to increase the use of current asset up to the standard level through increase of sales.

The acid test ratio of TNPL in the year 2010-11 is 1. The standard ratio is 1:1. But in case of SPB Ltd is 1.14 in the year 2010-11. So, the short term solvency i.e., the liquidity position is satisfactory in both the companies. But, SPB Ltd should reduce the use of liquid asset in the future inorder to maintain the standard ratio.

The working capital turnover ratio is very high in case of SPB Ltd than that of TNPL. So TNPL Ltd should take necessary steps to increase the turnover inorder to maintain satisfactory level of working capital turnover ratio.

Inventory turnover ratio is less in TNPL than that of SPB Ltd. So the TNPL should increase the amount of turnover inorder to attain satisfied level of inventory turnover ratio like SPB Ltd.

The net profit ratio in case of TNPL and SPB Ltd are 0.12 and 0.11 respectively. So both TNPL & SPB Ltd should increase its net profit ratio in the future by increasing the amount of net profit through increase of sales in the future.

The return on investment ratio of SPB Ltd in the year 2010-11 is very high than that of in TNPL. So there is more return on investment in SPB Ltd than TNPL should take necessary steps to increase its return by increasing its sales as well as profit.

**CONCLUSION**

However the financial structure of both TNPL and SPB Ltd is satisfactory. So, the financial and operative performance in TNPL and SPB Ltd are satisfactory. The financial
position ie short term solvency position and long term solvency position of TNPL and SPB Ltd are sound. But the two major paper industries TNPL and SPB Ltd should increase its turnover to increase more profit in the future.

**SCOPE FOR FURTHER RESEARCH**

The research may also be conducted by the researcher in the following topics.

- A comparative study of financial performance of cement industries or textile industries or sugar industries or steel industries in Tamil Nadu.
- A study of financial structure analysis of large scale industries in Tamil Nadu.
- A study of capital structure analysis of steel industries or major paper industries in Tamil Nadu.