CHAPTER - 7

Conclusion
Conclusion:

The different studies have identified influential management practices and are expected to assist managers in recognizing areas where they might get better the financial performance of their operation. The results have provided owners/managers with information regarding the basic financial management practices used by their staff and staffs’ attitudes toward these practices the working capital needs of an organization change over time as does its internal cash generation rate. As such, small, medium and large scale firms should ensure a good harmonization of its assets and liabilities.

This study has thrown light on the textile industry has been able to achieve high scores on the various components of working capital, and this has a positive impact on its profitability. On this principle, this industry may be referred to as the ‘Secretly Fortunate’ and could thus be used as a best practice among the industry.

Further, this research end up that there is a pressing need for further empirical studies to be undertaken on small business financial management, in particular their working capital practices by extending the sample size so that an industry-wise analysis can help to uncover the factors that explain the better performance of some industries and how these best practices could be extended to the other industries. This would also assist policy-developer and scholars in identifying the requirements of, and specific problems faced by the Industry of India. This study has covered the time period 2006 to 2015, and it included recession lag too, from 2008 to 2011 where export of textile industry hit hard. So this study will latter contribute positively to the Indian Economy.

This analysis has been controlled by the sample size and the nature of data, which could have well affected the results. Further researches will intend adding the sample size for still better and reliable panel estimates.