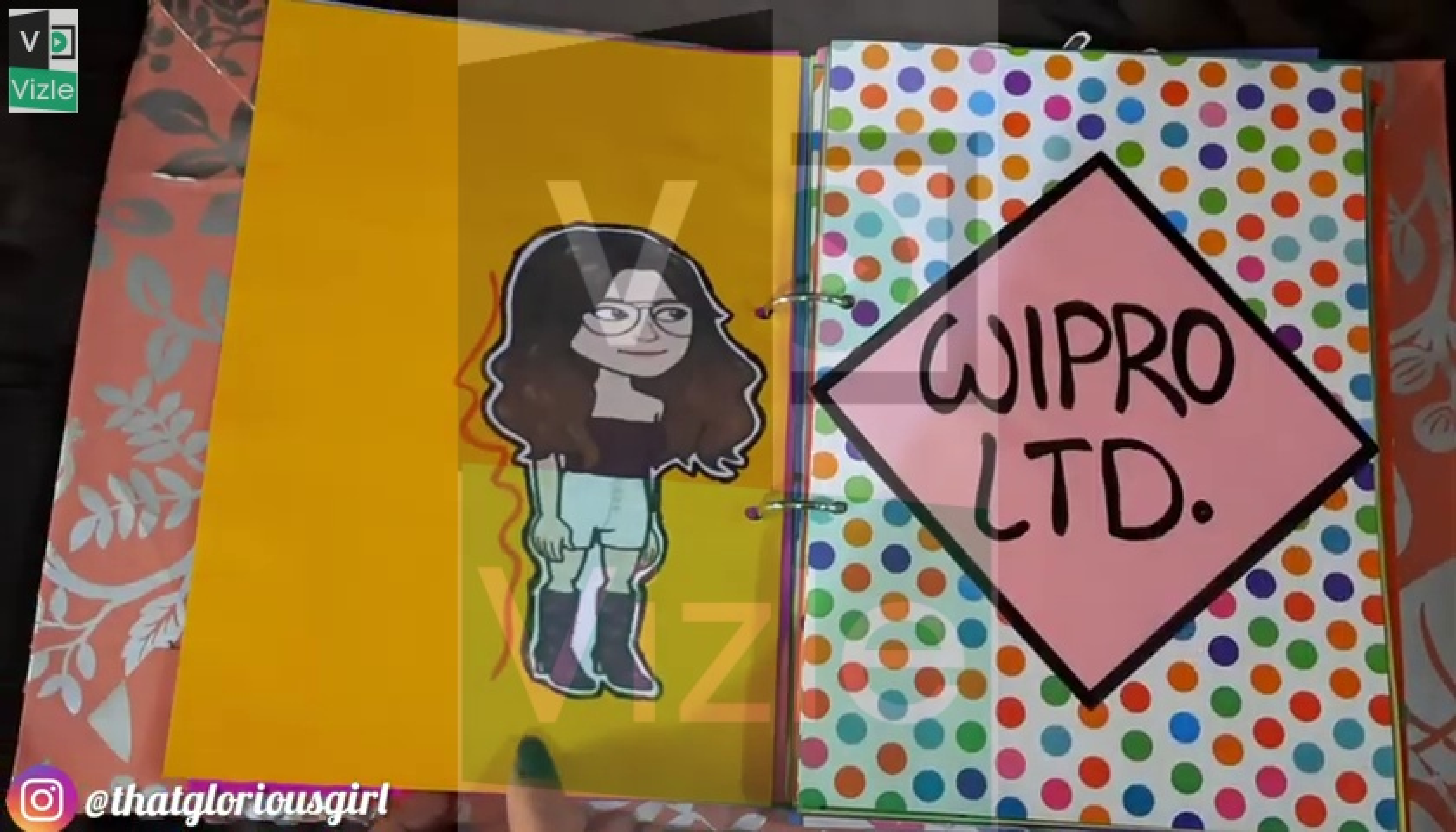
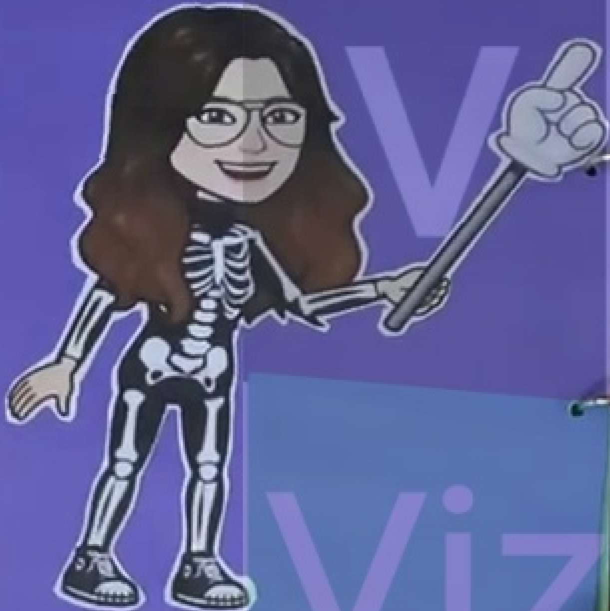
That Glorious Girl Presents...

@thatgloriousgirl


Vizle
WIPRO
LTD.
@thatgloriousgirl



Subject matter Of Project

The project is to analyse the financial data of WIPRO LTD. and give assessment on the profitability and liquidity of the company, for the last two years on the basis of tools of analysis to assess whether the company will be able to meet its short-term financial obligations.

Objective

To study whether the company has performed better than before and to assess whether the company's business is on the right path or not.

LIQUIDITY RATIO

These ratios which are computed to evaluate the capability of the entity to meet its short term liabilities are called liquidity ratios. Commonly used liquidity ratios are:

* Current Ratio
* Liquid Ratio/
  Quick Ratio/
  Acid Ratio

SOLVENCY RATIO

These are the ratios which show ability of the enterprise to meet its long term liabilities. Important solvency ratios are:

* Debt to Equity Ratio
* Total Assets to Debt Ratio
* Proprietary Ratio
* Interest Coverage Ratio

Consolidated Balance Sheet

LIABILITIES	Note	As at March 31, [illegible]	As at March 31, [illegible]
[illegible]	[illegible]	[illegible]	[illegible]
TOTAL LIABILITIES		[illegible]	[illegible]
TOTAL EQUITY AND LIABILITIES		[illegible]	[illegible]

For and on behalf of the Board of Directors

Chartered Accountants

Partner

Chairman

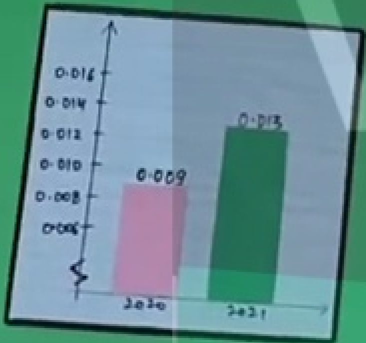
Director

Chief Executive Officer and Managing Director

Chief Financial Officer

Company Secretary

Bengaluru



DEBT TO EQUITY RATIO

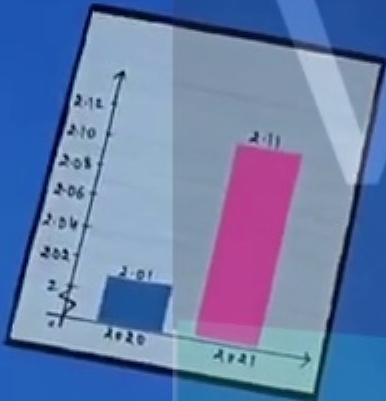
The Debt - Equity Ratio is used to evaluate a company's financial leverage and is calculated by dividing a company's total liabilities by its shareholder equity

$$\text{Debt - Equity Ratio} = \frac{\text{Long term borrowings + Long term provisions}}{\text{Total Shareholder's Equity}}$$

31st March, 2020	31st March, 2021
$= \frac{4842}{559,335}$ $= 0.009:1$	$= \frac{7460}{554,593}$ $= 0.013:1$

Interpretation:

Generally, Debt - equity Ratio of 2:1 is considered safe. In this case, it is less. Low Debt to equity ratio means that the enterprise is depending more on [illegible] holder's fund than external equity [illegible]



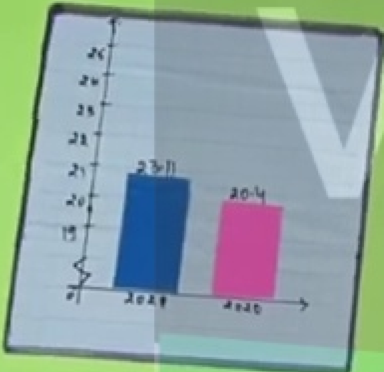
WORKING CAPITAL TURNOVER RATIO

Working capital Turnover Ratio is the ratio between the net revenue and the working capital of a business. It indicates how effectively a company uses the available funds for production.

$$\text{Working Capital Turnover Ratio} = \frac{\text{Revenue from Operations}}{\text{Working capital}}$$

31st March 2020	31st March 2021
$= \frac{610,232}{303,[illegible]}$ = 2.01 times	$\frac{619,430}{293,118}$ 2.11 times

Interpretation:
The ratio is higher in 2020-2021 as compared to 2019-2020. It shows the efficient use of working capital.



RETURN ON INVESTMENT

Return on investment is a performance measure used to evaluate the efficiency or probability of an investment or compare the efficiency of a number of different investments.

Return on investment = Profit before interest, Tax and dividend / Capital Employed x 100

31st March 2021	31st March 2020
= 122,612 / 500,669 x 100 = 23.11	= [illegible] / [illegible] x 100 = 20.4

Interpretation :

It is observed [illegible]