



**“THE FINANCIAL PERFORMANCE”  
COMMON SIZE AND RATIO ANALYSIS  
CASE STUDY OF MISC BHD**

**PREPARED BY:  
NORHANIZA BINTI MOHOMAD OSMAN  
2009298458**

**BACHELOR BUSINESS ADMINISTRATION  
FINANCE WITH HONOUR  
FACULTY OF BUSINESS MANAGEMENT  
UITM MALACCA CITY CAMPUS**

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**BACHELOR OF BUSINESS ADMINISTRATION (HONS) FINANCE  
FACULTY OF BUSINESS MANAGEMENT  
UNIVERSITI TEKNOLOGI MARA  
BANDARAYA MELAKA**

**“DECLARATION OF ORIGINAL WORK”**

**I, Norhaniza Binti Mohomad Osman (I/C Number: 880707-05-5020)**

Hereby, declare that,

- ❖ This work has not previously been accepted in substance for any degree, locally or overseas and is not being concurrently submitted for this degree or any other degrees.
- ❖ This project paper is the result of any investigation work and investigation, except where otherwise stated.
- ❖ All verbatim extracts have been distinguished by quotation marks and sources of my information have been specifically acknowledged.

Signature: \_\_\_\_\_

Date: \_\_\_\_\_

## LETTER OF SUBMISSION

April 2011

The Head of Program  
Bachelor of Business Administration (Hons) Finance  
Faculty of Business Management  
Universiti Teknologi Mara,  
Kampus Bandar Melaka  
110 Off Jalan Hang Tuah  
75300 Melaka

Dear Sir,

### SUBMISSION OF PROJECT PAPER

Attached is the project paper titled **“The Financial Performance” Common Size and Ratio Analysis Case Study of Misc Bhd** to fulfill the requirement as needed by the Faculty of Business Management, University Teknologi MARA.

Thank you,

Norhaniza Binti Mohomad Osman  
2009298458  
Bachelor of Business Administration (Hons) Finance

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## ABSTRACT

All companies gather financial data about their operations and report this information in financial statements for interested parties. These statements are widely standardized, and so we can use the data in them to make comparisons between firms and over time. An annual report provides four basic financial statements: the balance sheet, the income statement, the statement of cash flows, and the statement of retained. Ratio analysis involves methods of calculating and interpreting financial ratios to analyze and monitor the firm's performance. The basic inputs to ratio analysis are the firm's income statement and balance sheet. The researcher would focus on the reveals financial statements to evaluate the MISC BHD's financial position by using ratio analysis and the common size analysis. The researcher focuses more on the profitability ratio, leverage ratio, and profitability ratio. By analyze the income statement by using common statement analysis, it shows the profitability in which the profit percentage of the sales shows how many profit of the sales.

From the case study, it shows that the company's issues were on the profitability and the leverage. The profitability worsening decrease even though it is increase in the total assets. The total assets increase because on the issuing of the right issue that increase the capital expenditure. It shows that the company not full utilizes their asset to generate profits. From income statement analysis, it shows that profit of sales decreasing, in which this support the figure on the shrunk of company's profitability as a 2010.