### MARA INSTITUTE OF TECHNOLOGY

# THE FINANCIAL PERFORMANCE OF PUBLIC LISTED COMPANIES IN INDUSTRIAL PRODUCTS ON THE KUALA LUMPUR STOCK EXCHANGE

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## ADVANCED DIPLOMA IN BUSINESS STUDIES (FINANCE)

A DISSERTATION SUBMITTED TO THE MARA INSTITUTE OF TECHNOLOGY IN FULFILLMENT OF REQUIREMENT FOR THE ADVANCED DIPLOMA IN BUSINESS STUDIES (FINANCE)

**NOVEMBER 1995** 

#### **ACKNOWLEDGEMENT**

Alhamdulillah with god's will and guidance this project paper "The Financial Performance of Public Listed Companies in Industrial Products on the Kuala Lumpur Stock Exchange" can finally be completed.

I would like to take this opportunity and extend my appreciation to everyone who has contributed directly and indirectly to the success of this project paper.

My upmost gratitude to my advisor, Puan Mazila bte Md.Yusuf for her invaluable advice, assistance, guidance, comments, patience and time spared for me in the preparation of this project paper.

I also would like to thank to Dr. Rokiah bte Hassan, Course Tutor, Advance Diploma in Business Studies (Finance) for her views, comments and coorporation from the beginning of the research until it is successfully completed.

Thank you.

### **ABSTRACT**

This study looks into the financial performance of public listed companies in industrial products on the Kuala Lumpur Stock Exchange. Various financial ratios are used to evaluate the financial strength and weaknesses of the companies selected in this study.

The financial analysis assists in identifying the major strengths and weaknesses of a particular company. It indicates whether the company has enough cash to meet obligation, a reasonable accounts receivable collection period, an efficient inventory management, sufficient fixed assets (plant, property and equipment) and adequate capital structure which are necessary if the firm is to achieve the goal of maximizing shareholders wealth. It is also used to assess the companies' viability as an ongoing enterprise and to determine whether a satisfactory return is being earned for the risks taken.

### LIST OF ABBREVIATIONS

AISB Amalgamated Industries Steel Bhd.

ASM Amalgamated Steel Mill Bhd.

BOC British Oxygen Company Limited

BOPP Biaxially Oriented Polypropylene Products

BPD Barrels Per day

CASH Construction and Supplied House Bhd.

CIKL Concrete Industries (KL)

CPI Consumer Price Index

DMIB Dunlop Malaysian Industries Bhd.

EPS Earning Per Share

FDI Foreign Direct Investment

FEO Far East Oxygen

FMS Forest Management Services

GDP Gross Domestic Product

KLCE Kuala Lumpur Commodity Exchange

KLSE Kuala Lumpur Stock Exchange

LAI Lion Asia Investment Pte. Ltd.

LCB Lion Corporation Bhd.

LKIM Lembaga Kemajuan Ikan Malaysia

MEIR Malaysian Institute of Economic Research

MOX Malaysian Oxygen Bhd.

MPI Malaysian Pacific Industries Bhd.

MWP Malayan Welding Product Sdn. Bhd.

PCP Pacific Cable Products Sdn. Bhd.

PE Price Earning Ratio

PHB Palmco Holding Bhd.

PNG Papua New Guinea

ROE Return on Equity

ROI Return on Investment

STB Sitt Tatt Bhd.