

Fakulti Pengurusan dan Perniagaan

INDUSTRIAL TRAINING REPORT MGT 666



FINANCIAL RATIO AND SWOT ANALYSIS OF REMCO ENGINEERING & CONSTRUCTION SDN BHD

NAME: NURUL SHAZWANI IZZATI BINTI SHAMSUDDIN MATRIC NO: 2018254334 COURSE CODE: BA242

ADVISOR: DR CHEN JEN EEM

SUBMISSION DATE: 27th JULY 2021

EXECUTIVE SUMMARY

A professional learning experience that provides meaningful and practical work relevant to a student's field of study or career interest is known as an internship. This report is written in conjunction to six month period of internship training that I underwent in Remco Engineering & Construction Sdn. Bhd.

First of all, this report will start with my personal resume which consists of my achievement throughout the degree studies. Remco's company profile which consist of its background, vision and mission, organizational structure of the company and its complete range of products and services are mentioned in the second section.

The third section is made up of training reflection during the industrial training period where I reflected the past event in regards of working responsibilities and working experience such as what did I do during the office hours and what did I obtained from the works.

Next is Company Analysis section, in which it is a section where the analysis of the company started. The first method for analysis is financial ratio analysis where I used four main financial ratios: liquidity, profitability, leverage and market value ratio to determine Remco's financial health. The results show that Remco experiencing poor financial performance throughout 2017-2019. The other method used is SWOT analysis where in this section, the definition of SWOT and its illustration is provided.

Moving on to the fifth section, this section discussed thoroughly each point of SWOT and provides recommendation for it. Lastly is conclusion, where it concluded Remco's analyses by summarizing its strengths and potential opportunities as well as weaknesses and future threats to the company.

i

TABLE OF CONTENT

TITLE	PAGES
Executive Summary	i
Table of Contents	ii
List of Figures and Tables	iii
Acknowledgement	iv
1.0 Student's Profile	1
2.0 Company's Profile	2 - 5
3.0 Training's Reflection	6 - 7
4.0 Company Analysis	7 - 20
5.0 Discussion and Recommendation	21 - 31
6.0 Conclusion	32
References	33 - 35
Appendix A	A-1 – A-6
Appendix B	B-1 – B-3

LIST OF FIGURES AND TABLES

	PAGE
Figure 1 – Organizational Structure of Remco Engineering	4
Figure 2 – Current Ratio	10
Figure 3 – Quick Ratio	11
Figure 4 – Return on Asset	12
Figure 5 – Return on Equity	13
Figure 6 – Debt Ratio	14
Figure 7 – Debt-to-Equity Ratio	15
Figure 8 – Earnings per Share	16
Figure 9 – Price Earnings Ratio	17
Figure 10 – Illustration of SWOT Analysis	19
Figure 11 – Sourcing for Tender	A-1
Figure 12 – Sourcing for Tender	A-1
Figure 13 – Sort and Filing Documents	A-2
Figure 14 – Update Guava's Sales Record	A-2
Figure 15 – Site Visit to Students' Dormitory	A-3
Figure 16 – Students' Room	A-3
Figure 17 – Qasidah Practice Session	A-4
Figure 18 – Photograph and Record the Performance during Event	A-4
Figure 19 – Packing Guava	A-5
Figure 20 – Example of Content Writing	A-5
Figure 21 – Sample of Tender Document	A-6
Figure 22 – Student's Homework Submission	A-6
Table 1 – List of Services Offered by Remco	5
Table 2 – Financial Ratio	8
Table 3 – Calculation for Liquidity Ratio	B-1
Table 4 – Calculation for Profitability Ratio	B-1
Table 5 – Calculation for Leverage Ratio	B-1
Table 6 – Calculation for Market Value Ratio	B-2
Table 7 – Calculation for Year-to-Year Changes	B-2

2.0 COMPANY'S PROFILE

2.1_Company's Profile

REMCO ENGINEERING & CONSTRUCTION SDN BHD is a construction company located at No 2481-A, Wisma Remco Taman Samudera, 32040 Seri Manjung, Perak. This company incorporated on 25th February 1987 under the Companies Act 1965 and is issued with the registration number 159748-T for its business operation. It is a private limited company by shares and directed by Dato Haji Mohd Syaifu bin Abdullah.

As of now, Remco Engineering & Construction Sdn Bhd has been active in its business for about 34 years, where the operation hours in which the office is open and accessible to the public have been as follows:

Monday to Thursday from 8.00 a.m. to 5.00 p.m.

Friday from 8.00 a.m. to 6.00 p.m.

Saturday from 8.00 a.m. to 1.00 p.m.

Remco Engineering & Construction Sdn Bhd is a firm that specializes in services related to Project Management and Building Construction such as commercial construction, residential construction and industrial construction.

Although it managed to be one of the strongest local construction company in Perak, the company was restructured in June 2017 where there was a change in the Register of Directors, Managers and Secretaries as a new director, Datin Nomah binti Abd Rahman was appointed. The restructured occurs due to the demise of the previous director which was Dato Haji Mohd Syaifu bin Abdullah.

The implemented reorganization brought the company in a new light where instead of just focusing on construction operation, Remco now focuses on establishing new business operations which are agriculture of guava farming under the name of Mining Global and opening a Tahfiz school under the name of Akademi Darul Itqon in order to expand their business scale and reinforce the profits.

However, since the reorganization, no project involving construction or engineering has been completed. Instead, Remco opted to register with Ministry of Finance (MOF) and apply for a MOF license in order to participate in and apply for