

Project Report on
“A study on Cost analysis and Control at Shanthala Spherocast Pvt. Ltd.”

By,
KOMAL.A.M
USN: 4AL16MBA21

Submitted to:
VISVESVARAYA TECHNOLOGICAL UNIVERSITY, BELGAUM

In partial fulfillment of the requirements for the award of the Degree of

MASTER OF BUSINESS ADMINISTRATION

Under the guidance of

Internal guide

Prof. Dharmananda.M
Assistant Professor
AIET, Mijar

External guide

Mr. Manjunath. H
Finance Manager
Shivamogga



Department of MBA
Alva's Institute of Engineering and Technology
Shobhavana campus, Mijar, Moodbidri

May 2018



SHANTHALA Spherocast Private Limited

36 B, Shimoga-Bhadravathi Industrial Area, Machenahalli,
Nidige Post - 577 222, Shimoga, Karnataka, India

SSPL/CER/2017-2018
DATE: 24.03.2018


CERTIFICATE

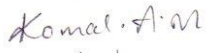
TO WHOMSOEVER IT MAY CONCERN

This is to certify that Miss. **KOMAL A M [USN: 4AL16MBA21]** pursuing MBA from "Alva's Institute of Engineering & Technology, Shobhavana Campus, Mijar" has completed her project work on "A Study on Cost Analysis and Control" in "M/S. Shanthala Spherocast Private Limited Machenahalli, Shivamogga", for a period of Ten Weeks From: 15.01.2018 to 24.03.2018, under the guidance of personnel's.

We wish her very best success in her career.

For Shanthala Spherocast Private Limited,


Nanjundeshwara H B
Manager - HR


24/03/18

Tel: +91-(0) 8182-246144 / 246231
Fax: +91(0) 8182 246145
URL : www.shanthalaspherocast.com



ALVA'S INSTITUTE OF ENGINEERING AND TECHNOLOGY

A Unit of Alva's Education Foundation (R)

(Affiliated to Visvesvaraya Technological University, Belagavi

Approved by AICTE, New Delhi & Recognised by Government of Karnataka)

Shobhavana Campus, Mijar, Moodbidri - 574 225, Mangalore, D.K., Karnataka State.

Phone : 08258-262724 (O), 262725 (P), Telefax:08258-262726

Email : principalalet08@gmail.com, Web:www.alet.org.in

18-May-2018

CERTIFICATE

It is hereby certified that **Ms. KOMAL A.M** bearing **USN: 4AL16MBA21** is a bonafide student of the Master of Business Administration course of the Institute (2016-18), affiliated to Visvesvaraya Technological University, Belgaum.

The project report on the topic "**A STUDY ON COST ANALYSIS AND CONTROL AT SHANTHALA SPHEROCAST PVT LTD, SHIVAMOGGA**" is prepared by her under the guidance of **Prof. DHARMANANDA M**, Assistant Professor, Department of MBA, in partial fulfillment of the requirements for the award of the degree of Master of Business Administration under Visvesvaraya Technological University, Belgaum, Karnataka.

Ahwar
22/05/18
Prof. Dharmananda M
Internal Guide

Pradole
Prof. Ramakrishna Chadaga
Dean - MBA

Peter
Dr. Peter Fernandes
Principal

DEAN
Dept. of Business Administration
Alva's Institute of Engg. & Technology
MIJAR - 574 225

Principal
Alva's Institute of Engg. & Technology,
Mijar, MOODBIDRI - 574 225, D.K.

Declaration

I, **KOMAL.A.M**, hereby declare that the project report entitled “**A STUDY ON COST ANALYSIS AND CONTROL**” with reference to “**SHANTHALA SPHEROCAST PRIVATE LIMITED, SHIVAMOGGA**” prepared by me under the guidance of **Prof. Dharmananda.M**, M.B.A Department, Alva's institute of engineering and technology and external assistance by **Mr.Manjunath.H, Finance Manager, Shanthala Spherocast Private Limited, Shivamogga**. I also declare that this project work is towards the partial fulfillment of the university Regulations for the award of degree of Master of Business Administration by Visvesvaraya Technological University, Belgaum. I have undergone a summer project for a period of Twelve weeks. I further declare that this project is based on original study undertaken by me and has not been submitted for the award of any Degree/Diploma from any other University/Institution.

Place: Mijar

Date: 22/05/2018

Komal . A . M

Signature of the Student.

Acknowledgement

It gives me great pleasure to extend my thanks and gratitude to those who have been instrumental in the completion of this project report.

I thank Prof. Peter Fernandes, Principal, MBA Department, Alva's Institute of Engineering and Technology, Mijar, Moodbidri and our beloved Head of the Department Prof. Ramakrishna Chadag, MBA Department, Alva's Institute of Engineering and Technology, Mijar, Moodbidri for their support to undertake this project.

I sincerely express deep sense of gratitude to my internal guide Prof. Dharamananda.M, Alva's Institute of Engineering and Technology, Mijar, Moodbidri for her careful and valuable guidance, never ending patience and constant encouragement throughout the project.

I am grateful to Mr. Manjunath. H partner, external guide for providing me the opportunity to undertake this project, without which this project would not have been possible.

Lastly I would like to thank my family and friends for extending their support in completing the report.

Date:

KOMAL.A.M

Place:

CONTENT

CHAPTER NO	CHAPTER NAME	PAGE NO
1	INTRODUCTION	1-25
2	CONCEPTUAL BACKGROUND AND LITERATURE REVIEW	26-33
3	RESARCH DESIGN	33-35
4	ANALYSIS AND INTERPRETATION	36-47
5	FINDINGS, SUGGESTION AND CONCLUSION	48-50
	BIBLIOGRAPHY	51

List of Tables

Table no	Particulars	Page no.
1.6	Product/ Services profile	7-8
1.7	Infrastructure facilities	9
1.11	Financial statement	16-19
1.12	Current asset ratio	22
1.13	Current asset turnover ratio	23
1.14	Inventory turnover ratio	24
1.15	Net profit ratio	25
2.1	Format of cost sheet	28
4.1	Cost sheet of SSPL	37-38
4.2	Showing the Prime cost of SSPL for 3 years	39
4.3	Showing the Total factory overhead for 3 years	40
4.4	Showing the Office and Administrative overhead for 3 years	41
4.5	Work cost for 3 years	42
4.6	Showing Selling and distribution overhead for 3 years	43
4.7	Net profit for 3 years	44
4.8	Table showing Cost of material consumed	45
4.9	Showing Total sales for 3 years	47
4.10	Showing Total cost for 3 years	48

List of the Graphs

Graph no	Particulars	Page no
1.12	Shows current asset ratio of the company	22
1.13	Shows current asset turnover ratio	23
1.14	Shows inventory turnover ratio	24
1.15	Shows net profit ratio	25
4.2	Shows prime cost	39
4.3	Shows total factory overhead	40
4.4	Shows office and administrative overhead	41
4.5	Shows work cost	42
4.6	Shows selling and distribution overhead	43
4.7	Shows net profit	44
4.8	Shows cost of materials consumed	45
4.9	Shows total sales	47
4.10	Shows total cost	48

EXECUTIVE SUMMARY

The project work was undertaken for 10 weeks at Shanthala Spherocast Pvt Ltd, Shivamogga. This study was conducted by collecting data from various sources. The primary data was obtained through discussion with the external guide and other employees in the organization. The study are mainly based on the secondary data and the secondary data has been collected from the books and annual reports.

Along with this a conceptual problem was taken to study and analysis the cost analysis and control of the industry, which includes ratio analysis and cost sheet analysis of the company. This report contains a summary of industrial profile, company profile, SWOT analysis, latest annual report of the company, problem analysis and experience gained during this time.

As a part of the project, a study was conducted by interacting with the financials staff of the organization. Cost sheet was analysis and shown in graphical form with interpretation drawn using secondary data that is annual report of last 3 years of the company. The major findings of the study are that by the cost sheet we can make out the company was controlling its cost effectively.