

Financial Statement Analysis - Working Capital



Request and Guidelines Provided

- The team was asked to prepare an analysis on the working capital requirements of a private company undergoing due diligence from a potential buyer
- The client is a U.S. based middle market investment banking firm which was advising the company on its sale

Methodology and Final Deliverable

- Created a detailed monthly analysis on the working capital levels of the company using its financial statements
- Conducted ratio analysis including turnover and days outstanding ratios using the monthly working capital data
- Also created graphical outputs on monthly and average working capital levels to be shared with the buyer

Created a detailed working capital analysis to be shared with a potential buyer to help in the due diligence process