

**WORKING CAPITAL MANAGEMENT AND FIRM'S PROFITABILITY:
AN OVERVIEW OF PAKISTAN'S CHEMICAL SECTOR**

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Supervisor – Student Meeting Record

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APPROVAL FOR EXAMINATION

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Supervisor's Signature: _____ Date: 18-08-2022

Supervisor's Name: Muhammad Asif

HoD's Signature: _____ Date: _____

Dedication

I'd like to dedicate this thesis to my beloved parents, who continually provide their moral, spiritual, emotional, and financial support.

I would also like to dedicate this research to my brother, sister relatives, mentor, friends, and classmates who shared their words of advice and encouragement to finish this study.

Acknowledgement

First and foremost, thanks to the Almighty, for his showers of blessings throughout my research work to complete the research successfully.

I would like to express my deep and sincere gratitude to my research supervisor, Muhammad Asif, for providing invaluable guidance throughout this research. He taught me the methodology to carry out the research work as clearly as possible. It was a great privilege and honor to work and study under his guidance.

Abstract

Purpose

Impact of Working Capital Management variables (DIO, DSO and DPO) on firm's profitability targeting the chemical sector of Pakistan.

Methodology & Design

Explanatory research design with a deductive approach has been employed. Data has been picked from the financial statements of the chemical sector companies of Pakistan from 2016-2021. Data was run on a software separately for each dependent variable (ROA and ROE).

Findings

Days inventory outstanding (DIO) and Days Payable outstanding (DPO) were found to be insignificant whereas Days Sales Outstanding (DSO) significantly impacted both ROA and ROE in relation to our research.

Limitations

Time constraints, access to other software, and scope of the research due to unavailability of credible data.

Recommendations

Research should be expanded by extending the scope, other relatable variables should be substituted for the one's taken in this study and other tests should be carried out and the results compared which would refine the study.

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