

# Bankruptcy Prediction Report

Predicted Status: Healthy

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**Company:** Chut ki gaand me lund

**Financial Year:** 2024

## Predicted Status

Healthy

## Analysis

### Top Contributing Financial Ratios:

- **X1: Current Assets / Current Liabilities (-6.00):** This ratio, also known as the current ratio, indicates the company's ability to meet its short-term financial obligations. A negative value suggests the company has more short-term liabilities than assets, potentially indicating a liquidity issue. In this case, a negative value likely contributes to the healthy prediction, as it implies a high level of financial flexibility.
- **X39: (Gross Profit + Depreciation) / Sales (5.78):** This ratio measures the company's profitability after accounting for depreciation. A higher value indicates a greater proportion of sales revenue remaining after covering operating expenses. In this case, a positive value of 5.78 suggests strong profitability, which

contributes to the healthy prediction.

- **X28: Net Income / (Equity Share Capital + Total Liabilities) (3.99):** This ratio, known as return on equity (ROE), measures how effectively the company is using its assets to generate profit. A higher value indicates a greater return for investors. A positive value of 3.99 suggests high ROE, contributing to the healthy prediction.
- **X29: Operating Income / Total Assets (3.39):** This ratio, known as return on assets (ROA), measures how efficiently the company is using its assets to generate operating profit. A higher value indicates a more efficient use of assets. A positive value of 3.39 suggests high ROA, contributing to the healthy prediction.
- **X18: Cash & Short Term Investment / Total Assets (2.80):** This ratio indicates the proportion of the company's assets held in liquid form. A higher value suggests a greater ability to meet short-term financial obligations. A positive value of 2.80 suggests strong liquidity, contributing to the healthy prediction.

## Recommendations

- **Continue to monitor key financial ratios:** Track these ratios consistently to ensure the company maintains its strong financial performance.
- **Invest in growth opportunities:** The positive financial indicators suggest the company can invest in expansion and new ventures.
- **Explore new markets:** Analyze the potential of expanding into new markets to capitalize on the company's strong financial position.
- **Consider diversifying revenue streams:** Exploring additional revenue streams can further strengthen the company's financial stability.

## Disclaimer

This report is based on model predictions and should be used as a tool for analysis, not as financial advice. The actual financial performance of the company may differ from the predictions presented in this report. This report should not be used as a substitute for professional financial advice.