

Effective Working Capital Management



1 day (6 academic hours)



12 October 2017



Target audience: Anyone who wishes to learn key principles and techniques of effective working capital management



75, Zhylianska Str., 10th floor, Kyiv

Key syllabus areas

1. Definition of working capital and its components
2. Effective accounts receivable and payable management
3. Effective inventory management
4. Effective cash management
5. Metrics: profitability and liquidity
6. Working capital: performance indicators
7. Practical tasks

The following topics will be addressed during the seminar:

- Cash cycle formula
- Prudent and aggressive approaches to working capital management
- Working capital financing: aggressive, moderate and prudent policies
- Overtrading
- Operating cycle formula (in days)
- Calculation of receivable financing cost
- Cost of early payment discounts
- Formula for calculating the right level of inventory given the lead time
- Calculation of re-ordering with discount applied
- Miller-Orr and Baumol models' formulas for calculating cash balances

