



SNS College of Technology

Coimbatore - 35



19BAE711 – Working Capital Management

Topic – Investment of surplus cash



Presented by

Mr. E.M. ohanraj
Design Thinker

1st Indian
Institution Design
Thinking
Implement Curriculum
Redesigning Common Mind
and Business Towards



Topic ????????





Lets Focus on

□ Surplus Cash:

A cash surplus is the cash that exceeds the cash required for day to day operations . The way you handle your cash surplus is very important for your cash flow cycle.





□ Two main uses of Surplus cash:

The surplus fund can be used in two ways they are

- Paying debt
- Investing





❑ Investment of surplus cash:

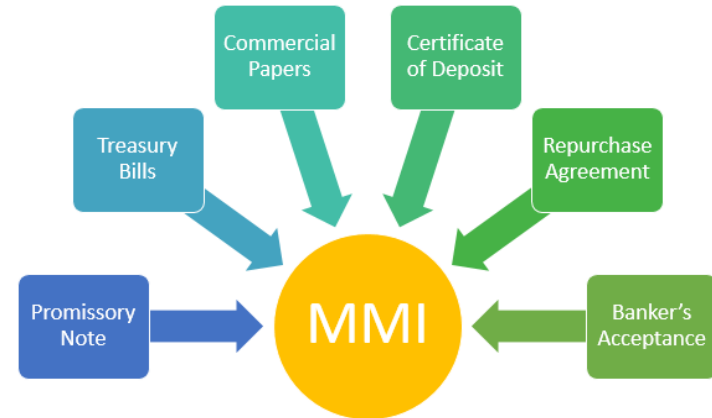
An investment is an asset or item acquired with the goal of generating income or appreciation. Appreciation refers to an increase in the value of an asset over time. When an individual purchases a good as an investment, the intent is not to consume the good but rather to use it in the future to create wealth.



❑ Investments with surplus cash:

The surplus cash can be invested only for smaller periods because the amount may be required for meeting operating cash needs in the short periods.

- Treasury-bills
- Treasury Notes
- Commercial papers
- Certificate of Deposit
- Letter of credit





Assessment

1. The cash that exceeds the day to day operation is called _____.
2. _____ period securities are the best one for investing the surplus cash





Summary

- Surplus Cash
- Investment of Surplus cash

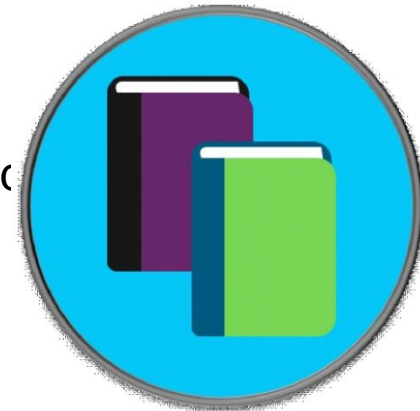
SUMMARY





Reference

- <https://www.wolterskluwer.com/en/expert-insights/using-cash-flow-surpluses-for-investment-or-to-pay-down-debt#:~:text=A%20cash%20surplus%20is%20the,Investing%20the%20cash%20surplus>
- <https://www.bankoncube.com/post/how-to-invest-your-surplus-money#:~:text=Surplus%20money%20can%20be%20invested,gold%2C%20cryptocurrency%2C%20and%20more.>





Reach Us



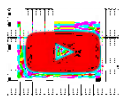
snsinstitutions



snsinstitutions



snsinstitutions



snsinstitutions



snsinstitutions

