

Executive Summary

This is an attempt to find out how theories can be applied to the practical situation. As a master's student in business administration, it is part of the study for everyone to undergo a summer project at a good institute or organization. So, for the purpose, I had the opportunity of summer training at KMF (Kolar).

My internship project report “A Study on Cost and Profitability Analysis At Kolar-Chikkaballapura Milk Union Limited”. Before the internship, I had a lot of questions regarding how an organization deals with regards to finance. Through this internship it helped me clear all those questions and doubts.

Karnataka Milk Federation (KMF) is the Karnataka apex body that represents the dairy cooperative. It is the third largest dairy cooperative among the dairy cooperative that operates in the country. In southern India, it is the first in supply as well as sales. One of the main functions of the federation is the marketing of milk and dairy products.

India is emerging as a mega dairy market of the 21st century. The dairy industry provided the income as well as the employment to the people. The growth of the Indian dairy industry is 4.40 in the year 2004; India produces 100 million tons in the year 2006 and has 15.53% of the world's milk production.

Cost analysis is an important that the usage of this analysis is very wide. Profitability is a type of income statement analysis used by an analyst to assess how attractive the economics of business is. The research about the cost and profitability analysis of the KOMUL covers the cost analysis and the profitability ratio of five years to present. This study states the financial position of the company.