

CHAPTER V

CONCLUSION

5.1 Conclusion

Based on the results of data analysis and the discussion that have been explained in the previous chapter, the conclusions can be obtained from this research are as follows:

1. PT Central Proteina Prima Tbk., from sufficiency analysis, the company has such a bad financial performance for the 5 years. The cash flow from the operation is not sufficient enough for the company to cover their needs for the years. All 6 of the sufficiency ratio result showed a bad result and not even 1 result of the ratio showed a good analysis. For efficiency analysis, the cash from operation has proven not effectively used for the 5 years of analysis. The company has bad performance on generating cash from their continuing operations. And the ratio also shows that for 5 years the company can't productively used their assets to generate cash. In overall, PT Central Proteina Prima Tbk. has bad company performance based on sufficiency and efficiency ratio.
2. PT Dharma Samudera Fishing Industries Tbk., for sufficiency analysis, the cash flow sufficiency ratio shows a low average result for the 5 years which mean the cash are not enough for the company to meet its current commitment. The company has a high amount of long-term debt and annuak debt that it shows a bad ratio for the company performance analysis. The reinvestment ratio is the only ratio with a good result since

the ratio is low and means that the company can properly use their money for the reinvestment. For efficiency analysis, for 2013 to 2015, the operating index shows a good ratio which indicate that the company can properly generate good amount of cash from their operating activities. But the other result of the efficiency ratio shows a bad result. The cash flow to sales and cash flow to assets ratio shows a bad result which means the company can't productively generate cash from their sales and their assets. In overall PT Dharma Samudera Fishing Industries Tbk. shows a bad result of performance analysis based on sufficiency and efficiency ratio.

3. PT Inti Agri Resources Tbk., for efficiency analysis, in 2013 and 2014 the company has a good sufficiency ratio which mean the company has sufficient amount of cash from their operating activities to meets their current commitment for the year. But the other 3 years shows a low ratio since the company has low cash that are generated from the operating activities. For efficiency analysis, all 3 ratio for 5 years shows a bad ratio of efficiency, which mean the company has low capability in managing their collection of payment from their sales, can generate enough cash from their operating activities and they can not productively used their assets to generate cash. In overall, PT Inti Agri Resources Tbk. has bad result of performance analysis based on sufficiency ratio and efficiency ratio.

5.2 Research Implication

This research is expected to be useful:

1. For creditors and investors: the results of this research can be used as a consideration in analyzing the capability of companies researched to pay their obligations before taking credit and investment decision in the future. It can help the creditors and investors to avoid failure risks from their loan and investment by analyzing the company's management in operational activities from cash flow from operation activities and cash flow ratios.
2. For companies: the results of this research can be used especially by managements of the companies as a reference, input, and evaluation to improve the companies' performance in the future.
3. For academicians: the results of this research are expected to give benefits, additional knowledge and information for both academic and practitioner, especially in financial management subject.
4. For further researches: the results of this research can be used as a reference, comparison, judgment, and or development for further research in doing the similar research.

5.3 Research Limitation

The limitation of this research is that this research only used fisheries industry sector listed on Indonesia Stock Exchange (IDX) as a sample. So, it cannot be used as a general discovery to other industry sectors listed on Indonesia Stock Exchange (IDX).

5.4 Suggestions

Based on the limitations as mentioned above, the suggestions of the writer are as follows:

1. The further research is expected to use other industry sectors in doing the similar research. So, the results obtained later can be used as an overview to other companies in other industry sectors.
2. The further research is expected to use more periods to be analyzed than this research. Hopefully, the amount of periods for all companies used to be researched are same. So, it can make the results are more relevant and reliable than this research.

