REVIEWER’S BACHELOR THESIS ASSESSMENT

Title: Financial analysis of CK-Life Science Company

Student: Xiaomin Li

Bachelor thesis of the student Xiaomin Li is focused on fundamental, but important part of the financial management and decision-making of a company – financial analysis. Knowledge of the financial position of a company is necessary assumption for correct decisions and actions made by company’s management. Moreover, the way of the financial analysis and methods employed corresponds with the requirements on bachelor’s thesis at finance department.

The goal of the bachelor thesis is declared in the introduction of bachelor thesis and it is the financial analysis of the CK-Life Science Company. As it is obvious from the results and the way of the solution, the goal of the bachelor thesis has been fulfilled.

Bachelor thesis is in accordance with the bachelor thesis assignment divided into five main chapters, where the chapter three fourth is the most important part of the bachelor thesis.

Second chapter concentrates on the methods description, which will be applied in the practical part. Author uses elementary methods - common-size analysis (horizontal and vertical) and financial ratios.

Chapter three is first focused on the rough description of the CK-Life Science Company description – company operating in pharmaceutical sector. In the second part, horizontal and vertical common-size analysis is made. Balance sheet and Income statement are analysed here by these methods.

The most important part of the bachelor thesis is the chapter fourth. Here, author made the financial analysis of the selected company by financial ratios described in the theoretical part. Data source are financial statements of the company over the period of 2007-2011. In this part, profitability, solvency, liquidity and activity is analysed. Results are presented in tables and charts. General conclusions on the results are in the chapter 4.5.

It is necessary to state, that there are a lot of grammatical mistakes in the text. Moreover, comments are not sometimes sufficient are precise. Next, at least simple pyramidal decomposition of selected base ratio could have been done. Last but not least, mistakes in references and tables numbering occur.

Overall summary

On the basis of the results and contents of the bachelor thesis it is possible to say, that in spite of the fact of above mentioned mistakes, the main aim has been fulfilled. Author of the thesis showed and proved that he is able to solve and analyse given financial problem, which is the main assumption for recommendation the bachelor thesis for defence.

Ostrava, 24th May 2013

Ing. Miroslav Čulík, Ph.D.
bachelor thesis reviewer