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# A Comprehensive Study on Financial Performance of Infosys Ltd

## Ms. K. Sindhu Priya<sup>1</sup>, Aswin V G<sup>2</sup>

<sup>1</sup>Assistant professor, B.Com AF, Sri Krishna Adithya College Of Arts and Science, Coimbatore

## ABSTRACT

This study provides a comprehensive analysis of the financial performance of Infosys Ltd, one of the leading global providers of consulting, technology, outsourcing, and next-generation digital services. The primary aim is to assess the company's financial health over the past few years by examining key financial metrics, including revenue growth, profitability, liquidity, solvency, and efficiency ratios. The analysis uses a combination of qualitative and quantitative data from annual reports, financial statements, and market performance indicators. Additionally, the study compares Infosys' financial performance with industry standards and its primary competitors, offering a broader understanding of its position within the global IT services market.

## INTRODUCTION

This study summarizes the efforts to assess the financial performance of Infosys Ltd, a global provider of consulting, technology, outsourcing, and next-generation digital services. The focus of this is to analyse the financial stability of the company over the recent few years by analysing the several financial ratios i.e., profitability ratio, liquidity ratio, solvency ratio, and efficiency ratio. The analysis is based on both qualitative and quantitative data including annual reports, financial statements, and market performance indicators. Moreover, the report provides a comprehensive analysis of Infosys' financials relative to its key competitors and the industry as a whole to better contextualise its performance in the global IT service space.

## **OBJECTIVES OF THE STUDY**

To analyse the financial performance of Infosys Ltd' by conducting research from 2020 - 2024.

- Evaluate the financial position of the company in terms of solvency, profitability, liquidity & efficiency.
- Support the trend of profit of the Infosys ltd

## STATEMENT OF THE PROBLEM

- The globally dynamic IT industry puts pressure on companies like Infosys Ltd to focus on stabilizing their finances, running operations, and assuring consistent growth.
- While Infosys is a well-established IT services player, it may face external or internal factors (for example; market volatility, technology threats, currency fluctuation, and competitive pressures) that affect its earnings.
- Also, stakeholders like investors, researchers, and regulators depend on accurate and complete financial information to align their investments
  with corporate strategies and help policymakers address the complex multi-dimensional economic issues.

## RESEARCH METHODOLOGY

- Data Sources
  - Only secondary data is to analyze Infosys Ltd's financial position. Used. This historical data serves as the basis for quantitative analysis. Industry
- Report: See industry reports and publications to understand the broader market trends, benchmarks and competitive positions.

<sup>&</sup>lt;sup>2</sup> III B.Com AF, Sri Krishna Adithya College Of Arts and Science, Coimbatore

## SCOPE OF THE STUDY

This study focuses on **Infosys Ltd's** financial performance **and analyzes annual** financial statements **over** a **period of time**. The scope includes **valuat ion of** key financial metrics such as profitability, **liquidity**, solvency, and operational efficiency through ratio analysis. It also **includes** trend **analysis** to understand the **company's** financial growth and sustainability. **This** study **evaluates the competitiveness of Infosys by comparing its** performance with other **important** IT **companies in Germany** and **around the world.** 

## LIMITATIONS OF THE STUDY

- The Research Foundation is a secondary data source that includes our public annual financial statements. As a result, the correctness of the information in these claims correlates with the reliability of the situation.
- The survey was conducted only for five years from 2019-2020 to 2023-2024 fiscal year.
- Ratio analysis deals with quantitative aspects. I completely overlooked the qualitative aspect.

#### REVIEW OF LITERATURE

- 1. Sinha (2021) During the Covid 19 pandemic, Infosys showed economic resilience and adaptability despite global obstacles. Sinha (2021) highlighted the company's success in maintaining sales through digital transformation and cost optimization. By expanding digital services such as cloud computing and automation, Infosys is meeting the growing market requirements. Distant work skills and strong customer relationships contribute to reducing challenges. Overall, Infosys has strengthened its competitiveness as a global IT manager.
- 2. Ghoshand the (2021) analyzed the impact of global IT trends on Infosys' financial performance and highlighted the positive effects of digital transformation. Through the adoption of advanced technologies such as cloud computing, AI and automation, Infosys has improved service offers and operational efficiency. This digital shift has helped the company attract new customers, expand existing contracts, and drive sales growth. Increased scalability and costeffectiveness have made it even more profitable. Overall, digital transformation played a key role in Infosys' continued economic success.
- 3. Pandey et al. (2021) considered how the acquisition of Infosys affected integrated financial performance and achieved significant revenue growth. The strategic acquisition allowed the company to expand its market presence, diversify its service offers and improve its technical skills. The integration we acquired Infosys has improved our customer base and operationl efficiency. These mergers also make it easier to enter new markets and increase overall competitiveness. As a result, the acquisition played a key role in fostering Infosys' long-term economic success.

### **CONCLUSION**

Infosys has established itself as a leader in the global IT services sector, run by a robust financial foundation and strategic management. With strong liquidity, profitability and efficient use of assets, the company has consistently demonstrated growth and resilience in a highly competitive market. The ability to adapt to market requirements and maintain financial stability simultaneously emphasizes the effectiveness of its operating strategy. However, there is still the possibility that Infosys will further improve customer loyalty and optimize operating capital management. Overall, Infosys focused on innovation, cost management and market expansion positions for continuous growth and long-term success.

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