

Role of Financial Management in Developing Sustainable Corporate Practices

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Abstract: *This study demonstrates that financial management is crucial to the sustainability process. The research is predicated on the requirement of disclosing sustainability reports, basing financial decisions on corporate sustainability in capital budgeting and other related areas, and measuring and mitigating sustainability risks. The connection between financial growth and sustainability is discussed, along with a breakdown of the Islamic and Western financial model systems for the purpose of analysing the practical application of the concepts. The research concludes with the development of prediction model guidance for the identification and evaluation of distress in various enterprises for various interested parties based on non-financial and macroeconomic factors.*

Keywords: Financial management, sustainability, corporate risk

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