**Abstract**

his study is about the cost volume profit analysis of Ambika Cotton M ills Ltd and it is fully based on the secondary data taken from the websites, journals, etc. The importance of this analysis is to know about the behavior of profits in relation to the changes in cost and volume. Cost volume profit analysis determines the level of sales with the help of contribution, break-even point and profit volume ratio. The conclusion of this study shows a favorable imp act as the sales volume of Ambika Cotton M ills Ltd gives an increasing trend.