COURSE TITLE	FINANCIAL STATEMENT ANALYSIS
COURSE CODE	04BB0416
COURSE CREDITS	2

Course Outcomes: After completion of this course, student will be able to:

1. Apply various tools and techniques to analyze financial statements of different firms
2. To analyse & Interpret different financial activities of the firm between two periods and understand how those activities influence on financial healthiness of the firm
3. To Be proficient at calculating and interpreting financial ratios. Understand how to use ratios to compare a firm to its competitors and to evaluate changes in ratios over time. also know how to use these ratios to help forecast the future
4. Evaluate the financial sustainability and risk exposure of firms using advanced analytical tools such as vertical, horizontal, and trend analysis
5. Assess multi-year financial statements and market benchmarking data to develop comprehensive financial analysis reports and strategic recommendations.

Pre-requisite of course: None

Teaching and Examination Scheme

Theory Hours	Tutorial Hours	Practical Hours	ESE	IA	CSE	Viva	Term Work
2	0	0	100	0	0	0	0

Contents : Unit	Topics	Contact Hours
1	**Introduction Financial Statements & Analysis:** Meaning, Nature, Objectives , Types, Characteristics, Importance , Limitations, Horizontal – Vertical analysis, Intrafirm – Inter Firm analysis , Tools and Techniques of Analysis, Comparative Statements — Common-size Statements — Trend Analysis , Limitations of financial analysis. (Including Practical Problems)	8
2	**Ratio Analysis** meaning, objectives, advantages and limitations, classification of financial ratios. understanding the use of Liquidity Ratios, Solvency Ratios, Profitability Ratios and Turnover Ratios to analyse performance of firms with case studies., Introduction and use of Du-Pont Analysis with case study	16
3	**Cash flow Analysis** Analyzing financial activities, Analyzing investing activities, Analyzing operating activities	6
Total Hours		**30**

Textbook :

1   Management Accounting, Khan M.Y & Jain P.K, Mac-Graw hill publication, 2018
2   Financial Statement Analysis, Subramanyam K. R., McGraw Hill Publication,, 2020
3   Understanding Financial Statements - Interpretation and Analysis, A. A. Gopalkrishnan, Global Business Press, 1992

References:

1   Finance for Non-Finance, Finance for Non-Finance, Vishal Thakkar, TV18 Broad cast, 2014
2   Romancing Balance sheet for anyone who owns, runs or manages a business, Romancing Balance sheet for anyone who owns, runs or manages a business, Romancing Balance sheet for anyone who owns, runs or manages a business, Romancing Balance sheet for anyone who owns, runs or manages a business, Anil Lamba, CNBCTV18 Drawbridge Publication, 2016
3   Finance Made Easy Series (Box set), Finance Made Easy Series (Box set), N. Ramachandran and Ramkumar Kakakni, Mac-Graw hill publication, 2014

Suggested Theory Distribution:

The suggested theory distribution as per Bloom's taxonomy is as follows. This distribution serves as guidelines for teachers and students to achieve effective teaching-learning process

Distribution of Theory for course delivery and evaluation					
Remember / Knowledge	**Understand**	**Apply**	**Analyze**	**Evaluate**	**Higher order Thinking / Creative**
0.00	0.00	35.00	35.00	30.00	0.00

Instructional Method:

1   Theory