

Name of the Programme : MBA (Financial Services)
 Course Code : MGF-502
 Course Title : Financial Statement Analysis
 Number of Credits : 3
 Effective from AY : 2022-23

Pre-requisites for the Course:	NIL	
Course Objectives:	To equip the learners with skills to analyze and interpret the financial statements of a company from the perspectives of analyst, investment and any other relevant research and apply the same in decision making.	
Content:	Unit 1 : Introduction to Financial Statements and Analysis <i>Financial Statements:</i> Objectives, Components of financial statements, Framework for preparation and presentation of financial statements. <i>Financial statement analysis:</i> Approaches, Types of Financial statement analysis, Techniques of financial statement analysis, Financial Statement analysis Framework, Sources of financial Information, Contents of Annual Reports, Relevant accounting standards.	9 Hours
	Unit 2 Comparative, Common-size and Trend analysis Comparative Financial Statement Analysis, Common size Statement Analysis, Trend Analysis, Financial statement analysis using spreadsheet.	10 Hours
	Unit 3 Ratio Analysis and Economic Value-Added Analysis <i>Ratio Analysis:</i> Importance and uses of ratio analysis, <i>Classification of Ratios:</i> Balance Sheet ratios, Income Statement ratios, Combined ratios. <i>Computation, Analysis and Interpretation of important ratio for measuring:</i> Liquidity, Solvency, Profitability, Managerial effectiveness, Marketability. Ratio analysis using spreadsheets. Overview of ratio analysis in service organization.	14 Hours
	Unit 4 Cash Flow Statement Analysis <i>Cash Flow Statement:</i> Classification of cash flows, Usefulness, Non-cash transactions, Activity classifications, cash and cash equivalents, <i>Preparation and analysis of cash flow statement as per indirect method and IND AS 7.</i>	12 Hours
Pedagogy:	: The pedagogy for this course constitutes a mixture of Lectures, Case study, classroom discussion, seminar, Assignment and group project.	
References/ Readings:	1. Subramanyam, K.R. (2021). <i>Financial Statement Analysis</i> , McGrawHill, New Delhi. 2. CFA Program (2021), <i>Financial Reporting and analysis</i> . CFA, Level1, Volume Wiley. 3. Bhattacharya, D. (2012). <i>Management Accounting</i> . Pearson Education Ltd.	

	<p>4. Bhattacharya (2015). Financial Accounting for Business Managers Perspective, Prentice Hall of India.</p> <p>5. Fridson, M.S & Alvarez, F (2022). Financial statement analysis: A practitioner's guide, 5th edition. Wiley.</p>
Course Outcomes:	<p>Upon completion of this course, the students will be able to:</p> <p>CO1. Analyse the financial statements of a company using various techniques.</p> <p>CO2. Demonstrate competencies to use spreadsheet applications for analysis of financial statements</p> <p>CO3. Analyse the performance of a company and provide recommendations for decision making.</p> <p>CO4. Perform cash flow analysis.</p>