

Ratio Analysis & Credit Assessment

Course Introduction:

A fundamental understanding of financial statements, including balance sheets, income statements, and cash flow statements and the relevant ratios to calculate and analyze the liquidity, efficiency, solvency and profitability are crucial factors in determining the future health of an organization. The topic of financial statement analysis is also particularly essential to assess the credit worthiness of organizations.

Course Objective:

To introduce to participants Financial Statement Analysis terminology and the uses of the various financial ratios used by different stakeholders. This course is an interactive course which is comprised of a lecture and case studies in analyzing the various areas of organization operations

Course level:

Intermediate and advanced level.

Who Should Attend:

Members of the Credit departments of Banks, non-financial manager in companies. The course would also be extremely beneficial for middle management who are in the promotion process for top management level and board of directors of companies.

Course outline:

- Introduction
- Components of Financial Statements
- Financial Statements Analysis
- Common Size Analysis
- Vertical Common Size Analysis
- Horizontal Common Size Analysis
- Financial Ratio Analysis
- Liquidity Ratios
- Efficiency (Activity)Ratios
- Solvency Ratios
- Profitability Ratios
- Market Valuation Ratios
- Operating Cycle Components
- Operating Cycle Formulas
- The Dupont Formulas
- Limitations of Ratio Analysis.
- SWOT Analysis
- Case Study

Course Duration:

2 Days

CPE Hours Available:

16 CPE