

**DESCRIPTION OF STUDY COURSE**

<b>Course unit title</b>	<b>Financial Analysis</b>	
<b>Programme</b>	Bachelor International Finance	
<b>Year of study</b>	2	
<b>Level of course unit (e.g. first, second or third cycle)</b>	First, Bachelor's study	
<b>Course unit code</b>	<b>BFa026</b>	
<b>Name of lecturer(s)</b>	Tatjana Mavrenko	
<b>Credit points</b>	3 ECTS	
<b>Language of instruction</b>	English	
<b>Type of course unit (compulsory, optional)</b>	compulsory	
<b>Semester when the course unit is delivered</b>	3	
<b>Mode of delivery</b>	face-to-face	
<b>Aim of Course</b>	To provide students with practical skills and knowledge about modern methods of financial analysis of company's operation and financial condition.	
<b>Preliminary knowledge (prerequisites and co-requisites)</b>	Financial Accounting I, Mathematics, Microeconomics, Macroeconomics	
<b>Course contents</b>	<ol style="list-style-type: none"> <li>1. Financial analysis and its role in financial management.</li> <li>2. Financial reports as a source of financial analysis; financial position, profit or loss account, cash flow statement and its appendix.</li> <li>3. Financial analysis methods and ways of application.</li> <li>4. Horizontal and vertical analysis of financial accounts.</li> <li>5. Guidelines for financial ratios' analysis.</li> <li>6. Liquidity analysis; working capital.</li> <li>7. Business activity analysis.</li> <li>8. Company's capital assessment and analysis.</li> <li>9. Profitability analysis.</li> <li>10. Cash flow ratios analysis</li> <li>11. Company's valuation ratios</li> <li>12. Company's risk analysis</li> <li>13. Company's investment projects analysis</li> <li>14. Analysis of company's financial sources and their costs.</li> </ol>	
<b>Planned learning activities and teaching methods</b>	Student attends lectures, participates in seminars, fulfils practical works, writes final exam. Final grade consists of: active in-class participation 20%, 40% practical works, 40% written final exam.	
	<b>Teaching methods</b>	Student work load (1 CP = 40 hours of student work)
	Lectures	15%

	Practical works	15%			
	Case studies	10%			
	Independent work preparation	10%			
	Work at the library, independent studies	50%			
		<b>Total 80 hours</b>			
<b>Study outcomes of the course unit</b>	<ol style="list-style-type: none"> <li>1. Competence to assess information about organization, factors impacting financial situation in organization; read financial reports; apply different methods of company financial analysis.</li> <li>2. Competence to interpret the results of financial analysis, identify problems, prepare information and suggestions in accordance with the needs of the target audience.</li> <li>3. Competence to identify and assess business and financial risks of organization; develop and ensure suggestions for risks' minimization.</li> <li>4. Competence to assess results of investment projects.</li> </ol>				
<b>Assessment methods and criteria</b>	Study outcomes	1.	2.	3.	4.
	The form of assessment	1.	2.	3.	4.
	Practical in-class room	●	●	●	●
	Analysis of case study	●	●	●	●
	Independent written work	●	●	●	●
Written examination	●	●	●	●	
<b>Recommended or required reading</b>	<p>Required literature:</p> <ol style="list-style-type: none"> <li>1. CFA Level 1 Book 3: Financial Reporting and Analysis, Kaplan Inc, 2018.</li> </ol> <p>Recommended literature:</p> <ol style="list-style-type: none"> <li>1. Needles, B.E., Crosson, S.V., Powers, M., Financial and Managerial Accounting Principles, South-Western Cengage Learning, 2014.</li> <li>2. Palepu, K.G., Healy, P.M., Peek, E., Business Analysis and Valuation, IFRS edition, Cengage Learning, 2013.</li> <li>3. Revsine, L., Collins, D.W., Johnson, W.B., Financial Reporting and Analysis, Pearson Prentice Hall, 2017.</li> <li>4. Stolowy, H., Lebas, M.J., Ding, Y., Financial Accounting and Reporting: a Global Perspective, Cengage Learning, 2017.</li> <li>5. GAAP.</li> <li>6. IFRS.</li> <li>7. LGS.</li> </ol>				
<b>Recommended optional programme components</b>	To be agreed at the start of the course				