



**342-P26-VE**



**Virtual**



**24 hours**



**EGP 6,550**

### **Course Description:**

This course, designed for employees in credit, risk, investment, portfolio management, finance, and accounting departments at financial institutions, equips participants with essential financial statement analysis skills. Learners will demonstrate proficiency in interpreting financial statements, including balance sheets, income statements, and cash flow statements, under guided instruction. By analyzing real-world case studies, participants will apply fundamental accounting concepts and techniques such as horizontal analysis, vertical analysis, and ratio analysis. The course enables learners to evaluate credit risk and loan applications effectively in professional settings. Through assignments and case studies, participants will showcase their ability to mitigate financial risks and make informed decisions.

### **Target Audience:**

The program targets employees at the credit, credit monitoring, risk, investment departments and employees at the portfolio management, finance departments and cost and accounting departments in other financial institutions.

### **Course Objectives**

- Identify the types of financial statements, their relationships, and fundamental accounting concepts.
- Describe the components of a balance sheet, including assets, liabilities, and owners' equity.
- Explain the structure and importance of the income statement, including revenues, COGS, and taxes.
- Recognize the categories and methods of preparing cash flow statements.
- Identify horizontal, vertical, and ratio analysis techniques to interpret financial statements.
- Understand the process of evaluating credit risk and the contents of a credit application.
- Demonstrate comprehension of financial statement analysis through practical case study applications.

### **Course Outline**

#### **Module One: Introduction**

##### **Session One: Introduction**

- Financial statements.
- Types of Financial Statements.
- Relationship between the Financial Statements.
- Fundamental Accounting Concepts/principals.
- The Eight Limitations of Accounting.
- What's in the Annual Reports?
- Audit Reports.
- Assignment.

#### **Module Two: Balance Sheet Statement**

##### **Session One: Balance Sheet Statement**

- Current assets.
- Non-current assets.
- Current Liabilities.
- Non-Current Liabilities.
- Owners' Equity.
- Assignment.

#### **Module Three: Income Statement**

##### **Session One: Income Statement**

- Income Statement (P&L Statement).
- Revenues/Sales/Turnover.
- Cost of goods sold (COGS).
- Gross Profit.
- Operating section.
- Non-operating section.
- Taxes.
- Importance of income statement.
- Assignment.

## Credit and Finance



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### **Module Four: Cash Flow Statements**

#### **Session One: Cash Flow Statements**

- Cash Flow Statements.
- Categories of Cash Flow Statements.
- Methods of preparing cash flow statement.
- Assignment.

### **Module Five: Financial Statements Analysis**

#### **Session One: Financial Statements Analysis**

- What's financial statement analysis?
- What's the purpose of financial statement analysis?
- Limitations of Financial Statements Analysis.
- Techniques of Analysis:
  - Horizontal Analysis.
  - Vertical Analysis.
  - Ratios.
- Dupont Formula.
- Assignment.

### **Module Six: Credit Risk Analysis**

#### **Session One: Credit Risk Analysis**

- What's Credit Risk?
- Who's responsible to Mitigate the credit Risk?
- How to evaluate the credit Risk and the loan application?
- Credit Application Contents.
- Assignment.

### **Module Seven: Case Study**

#### **Session One: Case Study - Part 1**

- Case Study.
- Assignment.

#### **Session Two: Case Study - Part 2**

- Case Study.
- Assignment.

### **Assessment Strategy:**

- 80 % assignments between sessions.
- 20% participation.
- Cut off score is 60% of total grade which is "100".

### **Upon Successful Completion of this Course, participants will obtain:**

2.2 CEUs.

### **Course Language:**

English.

### **Prerequisites:**

Intermediate level of English.