

**COURSE OVERVIEW:**

* + To enrich their knowledge on financial reporting.
	+ To understand the concepts of financial statement analysis.
	+ To enhance knowledge on accounting for inventories, assets and provisions.
	+ To learn to make analysis by ratios and financial statements.
	+ To know about the Accounting Standards and IFRS.

# PRE - REQUISITE:

Basic Knowledge about the financial statement analysis and accounting.

# COURSE OUTCOMES:

Students should leave this class with understanding of the

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| **CO1** | Identifying financial reporting choices and biases that affect the quality and comparability of companies' financial statements and explain how such biases may affect financial decisions***.*** |
| **CO2** | Demonstrating the use of a framework for the analysis of financial statements. |
| **CO3** | Understanding the concepts of cash flow statement and financial statements. |
| **CO4** | Analyze and interpret how balance sheet modifications, earnings normalization, andcashflow statement related modifications affect a company's financial statements, financial ratios, and overall financial condition. |
| **CO5** | The knowledge on Accounting Standards in India and IFRS |

# MAPPING OF COURSE OUTCOMES WITH PROGRAMME OUTCOMES/ PROGRAMMESPECIFIC OUTCOMES

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|  | **PO1** | **PO2** | **PO3** | **PO4** | **PO5** | **PSO1** | **PSO2** | **PSO3** |
| **CO 1** |  |  |  |  |  |  |  |  |
| **CO 2** |  |  |  |  |  |  |  |  |
| **CO 3** |  |  |  |  |  |  |  |  |
| **CO 4** |  |  |  |  |  |  |  |  |
| **CO 5** |  |  |  |  |  |  |  |  |

**ASSESSMENT TASK AND COURSE OUTCOME ALIGNMENT:**

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|  | **COURSE OUTCOME** |
| **1** | **2** | **3** | **4** | **5** |
| **Internal Test** |  |  |  |  |  |
| **Online Exam** |  |  |  |  |  |
| **Assignment** |  |  |  |  |  |
| **Seminar/Presentation** |  |  |  |  |  |
| **Model / End Term Exam** |  |  |  |  |  |

# SYLLABUS: FINANCIAL REPORTS: STANDARDS AND ANALYSIS Unit I: BASICS OF FINANCIAL REPORTING

Financial Reporting: Concept, objectives, users, benefits and constraints- Framework for the preparation and presentation of Financial Statements to be covered - Salient features of Conceptual Framework laid down by IASB and FASB (USA)

# Unit II: UNDERSTANDING FINANCIAL STATEMENTS

Understanding the contents of financial statements with examples from “Audited Financial Statements” of companies. - Less focus on Funds Flow Statement - Corporate Governance: Meaning, Benefits, Regulatory Framework and Report on Corporate Governance incorporated in “Audited Financial Statements”

# Unit III: ELEMENTS OF FINANCIAL STATEMENTS

Inventory: Objectives of inventory measurement, inventory systems, Accounting for inventories - valuation methods (practical examples) - Accounting for property, plant and equipment includes depreciation and impairment - Accounting for provisions, contingent assets and liabilities, and events after the reporting period.

# Unit IV: ANALYSIS AND INTERPRETATION OF FINANCIAL STATEMENTS

Practical questions on Ratio Analysis - Examples from “Audited Financial - Statements” to understand management’s use of financial statement analysis and graphing of information - Primary investment, operative and liquidity level ratios - Subsidiary ratios including investment performance indicators such as price/earnings ratio- Analyzing a statement of cash flows - Earnings per share -Limitations of analytical and interpretative techniques.

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# Unit V: ACCOUNTING STANDARDS IN INDIA& IFRS

Concept and types of Accounting Standards, Standard setting process, Convergence with IFRS and its benefits - Requirements for preparation of consolidated financial statements - Consolidated statement of financial position - Consolidated income statement - Investment in associates and joint ventures.

# Text Book(S):

**Text Book:** 1. Financial reporting And analysis - Prof. Jawahar lal - Dr. Sucheta Gauba- Himalaya publishing house Pvt. ltd.,- Mumbai - 400 004.- ISBN-13- 978-9352739127.

# Reference Book(s):

1. Financial Reporting & Analysis, Eleventh Edition Charles H. Gibson- South-Western Cengage Learning Academic Resource Center, USA- ISBN-13: 978-0-324-65742-5
2. Financial Reporting & Analysis, 3rd Edition- Yousuf Khan - ICSA Publishing, U.K 2017– ISBN 9781860727085
3. LEVEL I CFA® BOOK 3: FINANCIAL REPORTING AND ANALYSIS (eBook)- Kaplan

-United States of America- 2017 - ISBN: 978-1-4754-6103-9

1. Financial Reporting Handbook 2017 By (author) [CAANZ (Chartered Accountants Australia](https://www.bookdepository.com/author/CAANZ-Chartered-Accountants-Australia-New-Zealand) [& New Zealand) ,](https://www.bookdepository.com/author/CAANZ-Chartered-Accountants-Australia-New-Zealand) Edited by [FCA Claire Locke](https://www.bookdepository.com/author/FCA-Claire-Locke)3rd Revised edition ISBN10 0730343049 ISBN13 9780730343042.
2. Financial Reporting Book for CA Final (New Syllabus) by CA Parveen Sharma, CA KapileshwarBhalla. ISBN: 9789389921533

# E-Resources:

1. <https://www.youtube.com/watch?v=C9a2JHu_aec>
2. <https://www.youtube.com/watch?v=_HK5gpg39pY>
3. <https://www.youtube.com/watch?v=MTq7HuvoGck>
4. <https://www.youtube.com/watch?v=Lv8LzCQ2Flg>
5. <https://www.youtube.com/watch?v=16Qv4i3tRDo>

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# Concept Map



**Assignment Schedule**

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| WK | DATE | TOPIC | READIN G | BLOOMS LEVEL | ACTIVIT Y | INSTRUC TIONAL METHOD(S) |
| 1 | Day 1 | Unit I Basics ofFinancial Reporting | Ch 1.1 | Remember | Chapter Previews | Lecture |
| Day 2 | Financial Reporting: Concept | Ch 1.3 | Remember | Inquiry Based Learning | Lecture |
| Day 3 | Objectives, users | Ch 1.5 | Understand | In-class Learning: Usage of financial reporting. | Lecture |

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|  | Day 4 | Benefits and constraints | Ch 1.6 | Understand | Group Discussion | Power point |
| 2 | Day 1 | Framework for the preparation and presentation of Financial Statements to be covered | Ch 2.1 | Understand | Seminar | Lecture |
|  | Day 2 | Salient features of Conceptual Framework laid downby IASB and FASB (USA) | Ch 2.3 | Understand | External Learning: [https://www.yout](https://www.youtube.com/watch?v=DmQN3LRnbDI) [ube.co](https://www.youtube.com/watch?v=DmQN3LRnbDI) [m/watch?v=Dm](https://www.youtube.com/watch?v=DmQN3LRnbDI) [QN3LRnbDI](https://www.youtube.com/watch?v=DmQN3LRnbDI) | Video Lecture |
|  | Day 3 | Unit II Understanding Financial Statements | Ch 3.1 | Understand | Chapter Previews | Group Discussion |
|  | Day 4 | Understandingthe contents of financial statements with examples from “Audited Financial Statements” of companies. | Ch 3.3 | Understand | Seminar | Lecture |
| 3 | Day 1 | Less focus onFunds Flow Statement | Ch 3.9 | Understand | In-classLearning: Fund flow statement | GroupDiscussion |
|  | Day 2 | CorporateGovernance: Meaning, Benefits, | Ch 3.11 | Understand | Tutorial | Lecture |
|  | Day 3 | Regulatory Framework | Ch 4.1 | Understand | News box | Power Point |
|  | Day 4 | Report on Corporate Governanceincorporated in | Ch 4.5 | Understand | Role play | Discussion |

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|  |  | “Audited Financial Statements” |  |  |  |  |
| 4 | Day 1 | “Audited Financial Statements” | Ch 3.7 | Understand | [https://www.yout](https://www.youtube.com/watch?v=QtvlnCIVD9A) [ube.com/watch?v](https://www.youtube.com/watch?v=QtvlnCIVD9A)[=QtvlnCIVD 9A](https://www.youtube.com/watch?v=QtvlnCIVD9A) | Video Lecture |
|  | Day 2 | Unit III: Elements ofFinancial Statements | Ch 5.1 | Understand | Chapter Previews | GroupDiscussion |
|  | Day 3 | Inventory: Objectives of inventory measurement, | Ch 5.3 | Understand | Mini case | Lecture |
|  | Day 4 | Inventory systems, | Ch 5.7 | Apply | Inquiry Based Learning | Learning |
| 5 | Day 1 | Accounting for inventories | Ch 5.11 | Remember | Tutorial | Lecture |
|  | Day 2 | Valuation methods(practical examples | Ch 5.13 | Understand | ExternalLearning: Students may be asked to evaluate the inventory level. | Power point |
|  | Day 3 | Accounting forproperty includes depreciation and impairment | Ch 6. 1 | Understand | Debate | Group Discussion |
|  | Day 4 | Accounting for property includes depreciation and impairment | Ch 6. 3 | Understand | Group Discussion | Learning |
| 6 | Day 1 | Accounting for plant includesdepreciation and impairment | Ch 6. 5 | Understand | In-class Learning: Groups will be divided, every group will be givenDepreciation rate | Quiz |

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|  | Day 2 | Accounting for equipment includes depreciation and impairment | Ch 6. 6 | Understand | Seminar | Power point |
|  | Day 3 | Accounting for provisions | Ch 7. 1 | Understand | ExternalLearning:[https://](https://www.youtube.com/watch?v=Pp_rjTtUfVY) [www.youtube.co](https://www.youtube.com/watch?v=Pp_rjTtUfVY) [m/watch?v=Pp\_r](https://www.youtube.com/watch?v=Pp_rjTtUfVY) [jTtUfV Y](https://www.youtube.com/watch?v=Pp_rjTtUfVY) | Video Lecture |
|  | Day 4 | Accounting for provisions | Ch 7. 3 | Remember | Problem solving | Peer Lecture |
| 7 | Day 1 | Contingent assetsandliabilities | Ch7. 7 | Understand | Tutorial | Lecture |
|  | Day 2 | Contingent assets and liabilities |  | Understand | Circle the Question | Lecture |
|  | Day 3 | Events after them reporting period. | Ch 8. 1 | Understand | Group Discussion | Discussion |
|  | Day 4 | Events after thereporting period. | Ch 8. 2 | Understand | Quiz | Lecture |
| 8 | Day 1 | Unit IV: Analysis and Interpretation of FinancialStatements | Ch 9. 1 | Remember | Chapter Previews | Group Discussion |
|  | Day 2 | Practical questionson Ratio Analysis | Ch 10. 1 | Understand | In-classLearning: Summary of ratios | GroupDiscussion |
|  | Day 3 | Examples from “Audited Financial | Ch 9. 7 | Understand | Group Discussion | Lecture |
|  | Day 4 | Examples from“Audited Financial - Statements” to understand management’s use offinancialstatement analysis | Ch 9. 10 | Understand | Quiz on floworiented models | GroupDiscussion |

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|  |  | and graphing of information |  |  |  |  |
| 9 | Day 1 | Primary investment | Ch 10. 5 | Understand | Discussion | Power Point |
|  | Day 2 | Operative and liquidity level ratios | Ch 10. 9 | Understand | External Learning:[https://](https://www.youtube.com/watch?v=qYg0FjG5xng) [www.youtube.co](https://www.youtube.com/watch?v=qYg0FjG5xng) [m/watch?v=qYg](https://www.youtube.com/watch?v=qYg0FjG5xng) [0FjG5xng](https://www.youtube.com/watch?v=qYg0FjG5xng) | Video Lecture |
|  | Day 3 | Operative and liquidity level ratios | Ch 10. 10 | Understand | Tutorial | Lecture |
|  | Day 4 | Operative andliquidity level ratios | Ch 10. 12 | Understand | Seminar | Lecture |
| 10 | Day 1 | Subsidiary ratios including investment performance indicators such as price/earnings ratio | Ch 10. 13 | Understand | External Learning:Students may be asked to calculateinvestment return | Learning |
|  | Day 2 | Subsidiary ratiosincluding investment performance indicators such as price/earnings ratio | Ch 10. 14 | Understand | Tutorial | Lecture |
|  | Day 3 | Subsidiary ratios including investment performance indicators such as price/earnings ratio | Ch 10. 15 | Remember | Tutorial | Group Discussion |
|  | Day 4 | Analyzing astatement of cash flows | Ch 10. 16 | Understand | Mini Case Study | Lecture |

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| 11 | Day 1 | Analyzing a statement of cash flows | Ch 10. 18 | Understand | Tutorial | Learning |
|  | Day 2 | Earnings per share | Ch 10. 19 | Understand | Group Discussion | Lecture |
|  | Day 3 | Limitations ofanalytical techniques. | Ch 10. 20 | Apply | Seminar | Discussion |
|  | Day 4 | Limitations ofanalytical and interpretative techniques. | Ch 10. 20 | Apply | Tutorial | Learning |
| 12 | Day 1 | Unit V: Accounting Standards in India and IFRS | Ch 11.1 | Understand | Chapter Previews | Group Discussion |
|  | Day 2 | Concept and types of Accounting Standards | Ch 11. 2 | Understand | Open Book Test | Quiz |
|  | Day 3 | Concept and types of Accounting Standards | Ch 11.3 | Apply | Question – Circulation | Lecture |
|  | Day 4 | Standard setting process | Ch 11.5 | Apply | Tutorial | Lecture |
| 13 | Day 1 | Convergence withIFRS and its benefits |  | Apply | Mini Case Study | GroupDiscussion |
|  | Day 2 | Convergence with IFRS and its benefits | Ch 11.7 | Apply | External Learning: [https://www.yout](https://www.youtube.com/watch?v=6aHpC-PKrKI) [ube.co](https://www.youtube.com/watch?v=6aHpC-PKrKI) [m/watch?v=6aH](https://www.youtube.com/watch?v=6aHpC-PKrKI) [pC- PKrKI](https://www.youtube.com/watch?v=6aHpC-PKrKI) | Video Lecture |
|  | Day 3 | Requirements for preparation of consolidated financial statements | Ch 11.9 | Apply | Chapter Review | Quiz |

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|  | Day 4 | Requirements for preparation of consolidated financial statements | Ch 11.10 | Apply | Seminar | Lecture |
| 14 | Day 1 | Requirements forpreparation of consolidated financial statements | Ch 11.11 | Apply | Tutorial | Learning |
|  | Day 2 | Consolidated statement of financial position | Ch 11.13 | Apply | Seminar | Power Point |
|  | Day 3 | Consolidatedincome statement | Ch 11.15 | Apply | Quiz | Lecture |
|  | Day 4 | Consolidated income statement |  | Apply | Debt | Lecture |
| 15 | Day 1 | Consolidated income statement |  | Apply | Tutorial | Learning |
|  | Day 2 | Consolidatedincome statement | Ch 11.17 | Apply | In-classLearning: Make a Report on the consolidate income statement. | Lecture |
|  | Day 3 | Investment in associates and joint ventures. | Ch 11.18 | Apply | Open Book Test | Learning |
|  | Day 4 | Investment in associates and joint ventures. | Ch 11.20 | Apply | Group Discussion | Lecture |