

As Per NEP 2020

University of Mumbai



**Syllabus for
Basket of VSC (Finance)**

Ad- hoc Board of Studies in B. Com. (Management Studies)

UG Second Year Programme

Semester	III
Title of Paper	Financial Statement Analysis
Credits	4
From the Academic Year	2025-26

VSC- (Finance)

Syllabus

B.Com. Management Studies (Sem.- III)

Title of Paper - Financial Statement Analysis

Sr. No.	Heading	Particulars
1	Description the course : Including but Not limited to :	Financial Statement Analysis involves the systematic review of a company's financial reports. This process dissects the income statement, balance sheet, and cash flow statement. Analysts use this to evaluate a company's profitability, liquidity, and solvency. Key financial ratios and trends are identified to assess financial health. This analysis aids in making informed investment and credit decisions. Ultimately, it provides a comprehensive understanding of a company's financial performance.
2	Vertical :	VSC
3	Type :	Theory
4	Credit:	2 credits
5	Hours Allotted :	30 Hours
6	Marks Allotted:	50 Marks
7	Course Objectives: <ol style="list-style-type: none">1. To understand about the concept and objectives of Financial Statements.2. To examine the conventional and vertical formats of presentation of financial statements.3. To interpret the financial statements with the use of tools of financial statement analysis.4. To use financial statement analysis for decision-making and forecast future financial performance	
8	Course Outcomes: Student will be able to <ol style="list-style-type: none">1. Understand the meaning, nature, objectives of preparation of Financial Statements2. Understand the components and users of Financial Statements3. Learn the conventional and vertical formats of preparation of financial statement4. Use tools of financial statements analysis and interpret the same.	
9.	Module 1: Introduction to Financial Statement Analysis	
	<ol style="list-style-type: none">1. Financial Statements Analysis: Meaning, Objectives, Components, Features, Nature, Limitations, Users of Financial Statements2. Overview of key financial statements: balance sheet, income statement, cash flow statement, and statement of retained earnings.	

	3. Types, Conventional or 'T' form, Vertical format of Financial Statements 4. Review of Accounting principles, Accrual accounting vs. cash accounting, Key accounting concepts	
	Module 2: Tools of Financial Statement Analysis and Interpretation	
	1. Analysis of the Income Statement, Analysis of the Statement of Cash Flows, Free cash flow analysis, Financial Ratio Analysis 2. Trend Analysis and Comparative Analysis, Forecasting and Valuation, Financial forecasting techniques. 3. Analysis of specific industries, Analysis of multinational corporations, Detecting financial fraud. 4. Tools of Analysis and Interpretation of Financial Statements- Trend Analysis, Comparative Statement, Common Size Statement (Introduction and Short Practical Question)	
10	Reference Books: <ul style="list-style-type: none"> • Cost and Management Accounting - Colinn Dury 7th Edition • Cost and Management Accounting- Dbarshi Bhattacharyya pearson Publications 2013 edition • Management Accounting - M. Y. Khan • Management Accounting - I. M. Pandey 	
11	Internal Continuous Assessment: 40%	External, Semester End Examination 60% Individual Passing in Internal and External Examination
12	Continuous Evaluation through: Quizzes, Class Tests, presentation, project, role play, creative writing, assignment etc.(at least 3)	