

FINANCIAL STATEMENTS ANALYSIS FOR DIRECTORS

COURSE OBJECTIVES

Financial statements contain information that is useful and vital both for decision-making as well as for stewardship purposes. The main objective of financial accounting is the production of meaningful financial statements. However, the ability to understand, analyze and interpret them is paramount, especially to directors who are responsible for the financial health of the business entities and increase of shareholders' wealth. These financial statements do not exist in a vacuum. They must be based on fundamental accounting principles, and the proper and correct recording of transactions as required under the Companies Act. They must also be prepared in accordance with the Malaysian regulatory framework for financial reporting under the Financial Reporting Act 1997.

LEARNING OUTCOME

Upon completion of the course, participants should be able to:

- Have a basic understanding of the structure of financial statements, the accounting principles and concepts involved in the preparation.
- Impart knowledge on basic interpretation and management skills through the use of financial tools such as ratios and budgets.
- Appreciate the all important cash flow statement which highlights the differences between the profitability and liquidity position of a business entity.

COURSE CONTENTS

- Understanding the structure and composition of Financial Statements:
 - ❖ The Balance Sheet.
 - ❖ The Income Statement.
 - ❖ The Statement of Changes in Equity.
- The Cash Flow Statement.
- Notes to the Financial Statements.
- Interpretation of Financial Statements using:
 - Ratio Analysis
 - ❖ Return on Capital Employed.
 - ❖ Liquidity Ratios.
 - ❖ Turnover Ratios.
 - Cash Flow Statement
 - ❖ Profitability vs. Liquidity.
 - Budgeting
 - ❖ Budgetary control.
 - ❖ Setting corporate goals.
- Understanding the role and responsibilities of the auditor vis-à-vis the directors.
- Understand Financial Statement requirements from the Companies Act 1965 perspective.

Trainer

Lum Woon Foong.

Target participants

Board members, chairmen, company secretaries, senior managers and those who wish to develop their understanding on financial analysis.

Note

Participants are required to bring their own calculators.

ADMINISTRATIVE DETAILS

Date	Event Code
18 Apr 2011	FIN/KL/11/056
31 Oct 2011	FIN/KL/11/152
Time	9am - 5pm
Venue	Menara SSM @ Sentral, Kuala Lumpur
Fee	RM300
SSM CPE Points	8
PSMB Scheme	SBL

Fee inclusive of certificate of attendance, compact disc pre-loaded with seminar materials, refreshment and lunch.