

BES340-2
Financial Statement Analysis

1 Credit

Instructor: TBA

Phone:

Original Developer: Christine Darichuk, Guohua Pan

Current Developer: Abena Sey

Reviewer: Chris Senaratne

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2602 - 59 Avenue, Lloydminster, Alberta, Canada T9V 3N7. Ph: 780 871 5700
5707 College Drive, Vermilion, Alberta, Canada T9X 1K5. Ph: 780 853 8400
Toll-free in Canada: 1 800 661 6490



BES340-2 Version: 7



Financial Statement Analysis

Calendar Description

This module completes the accounting cycle by covering topics including the preparation of financial statements, completion of the closing process, use of internal control, examination of tools of financial statement analysis. It introduces application of analytical tools to examine financial statements and related data for making informed business decisions.

Rationale

This is a required module for the Bachelor of Applied Business: Emergency Services program.

Building on the previous module's accounting fundamentals, this module completes the accounting cycle, generates adjusted financial statements, and then directs the analysis of these financial statements. Adjusted account balances in financial statements show the effects of all transactions at the end of a reporting period. The closing process is performed at the end of each accounting period after financial statements are prepared, readying the accounts for recording the next period's transactions. Internal control prevents avoidable losses, helps operations planning, and monitors the organization and employee performance.

Financial statement analysis helps users make better business decisions. Financial statement analysis reduces managers' reliance on hunches, guesses, and intuition, as well as reducing their uncertainty in decision-making.

Prerequisites

BES340-1

Co-Requisites

None

Module Learning Outcomes

Upon successful completion of this module, students will be able to

1. adjust entries in financial statements.
2. define and discuss the closing process and the role of internal control in the accounting cycle.
3. prepare and analyze financial statements.

Resource Materials

Required e-texts:

Hornngren, C. T. et al. (2017). *Accounting*, Vol I (10th Cdn ed.). Toronto:

Pearson-Prentice Hall.

Hornngren, C. T. et al. (2017). *Accounting*, Vol II (10th Cdn ed.). Toronto:

Pearson-Prentice Hall.

Conduct of Module

This module is approximately 15 hours in length. It is delivered on-line and may involve individual, pair, and group work. Students are required to submit assignments, take part in asynchronous discussions, and undertake exercises in the workplace that call for reflective thinking. Participation in this module is paced and mandatory, and students are expected to practice time management skills accordingly. It is critical that each student read the assigned material and keep up to date with all objective tasks, PowerPoint slides, and assigned problems.

Student counseling: Students who are experiencing difficulty with the module should immediately consult the instructor by email.

Module withdrawal: Students should familiarize themselves with the school's module withdrawal policy and procedures, which are explained in the student handbook/calendar.

Students should budget approximately one to two hours of time in preparation for each hour of the estimated 15 hours of class time.

Evaluation Procedures

The final grade is an aggregate of the following components:

Objective 1	20%
Objective 2	20%
Objective 3	25%
Objective 4	<u>35%</u>
Total	100%

All marks are recorded as percentages and then converted to a final letter grade according to the criteria shown below.

Grade Equivalents and Course Pass Requirements

A minimum grade of D (50%) (1.00) is required to pass this course.

Letter	F	D	D+	C-	C	C+	B-	B	B+	A-	A	A+
Percent Range	0-49	50-52	53-56	57-59	60-64	65-69	70-74	75-79	80-84	85-89	90-94	95-100
Points	0.00	1.00	1.30	1.70	2.00	2.30	2.70	3.00	3.30	3.70	4.00	4.00

Students must maintain a cumulative grade of C (GPA - Grade Point Average of 2.00) in order to qualify to graduate.

Participation

Regular participation in threaded discussions is essential for success in the program. Absence for any reason does not relieve a student of the responsibility of completing course work and assignments to the satisfaction of the instructor. Poor participation may result in the termination of a student from a course(s).

If you do not meet the established participation requirements, your instructor will recommend that the Registrar withdraw you from the course. A failing grade of RW (Required to Withdraw) will appear on your transcript. No credit is earned. Calculated as a failing grade in GPA.

In cases of repeated absences due to illness, the student may be requested to submit a medical certificate.

Module Units/Topics

This module consists of three units:

1. Adjusting entries
A study of the basic skills required for adjusting the entries in financial statements.
2. Accounting cycle completion
An examination of the closing process and the roles of internal controls in the accounting cycle.
3. Financial statements analysis
A study of analytical tools, and their use in the preparation and actual analysis of financial statements.



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