



Financial Statement Analysis and Asset Valuation (Module 7) Preparatory Course
❖ *Conference Hall, Securities Commission Malaysia*

INTRODUCTION

This 2½-day Preparatory Course is an intensive course specifically designed for candidates preparing for the **Module 7 licensing examination**.

The topics covered are in accordance with the licensing examination outlines for Module 7: Financial Statement Analysis and Asset Valuation. Participants will learn how to interpret and analyse financial statements for assessment of company performance and the significance of asset valuation in making rational investment decisions.

WHY YOU CANNOT MISS THIS COURSE

At the end of this programme, participants will be able to:

- **Understand** the key areas covered in the examination for Module 7 licensing examination
- **Experience** computer-based examination with sample set

WHO SHOULD ATTEND

- Candidates preparing for the Module 7 licensing examination
- New entrant to the capital market industry and staff of stockbroking firms.

Note: Participants are required to bring along a financial calculator

PROGRAMME - DAY ONE	
8.30am	Registration
9.00am	Importance of financial statement analysis <ul style="list-style-type: none"> • Objectives of financial statement analysis • Users of financial statements • Accounting terminology and accounting principles • Auditors' reports • Financial reporting framework
10.30am	Refreshment
10.45am	Elements of financial statements <ul style="list-style-type: none"> • The accounting equation • Balance sheets • Profit and loss statements • Cash flow statements • Consolidated financial statements
1.00pm	Lunch
2.00pm	Financial statement: Key areas <ul style="list-style-type: none"> • Depreciation and amortisation • Stock valuation methods • Accruals and prepayments • Motivation behind financial statement analysis • Techniques of analysis
3:30pm	Refreshment
3:45pm	Financial statement analysis <ul style="list-style-type: none"> • Ratio analysis • Advantages and limitations of ratio analysis • DuPont financial ratio analysis <p>Quiz and summary</p>
5.30pm	End of Day One

PROGRAMME - DAY TWO	
9.00am	Asset Valuation Fixed income and Money Markets <ul style="list-style-type: none"> • Introduction to bonds and money market instruments • Bond terms and features • Credit rating • Term structure of interest rates
10.30am	Refreshment
10.45am	Fixed income and Money Markets (cont'd) <ul style="list-style-type: none"> • Time value of money • Compounding and discounting techniques • Bond valuation • Bond price relationships • Bond yield
1.00pm	Lunch
2.00pm	Equity Markets (cont'd) <ul style="list-style-type: none"> • Introduction to shares • Rights and bonus issues • Equity hybrids •
3:30pm	Refreshment
3:45pm	Equity Markets (cont'd) <ul style="list-style-type: none"> • Classification of shares • The role of valuation and their approaches • Equity valuation using dividend discount models and their limitations • Other methods of equity valuation <p>Quiz and summary Hand-out sample set</p>
5.30pm	End of Day Two

PROGRAMME - DAY THREE	
9.00am	Simulation with sample set
10.00am	Refreshment
10.15am	Revision and feedback session on sample sets
12.30pm	End of Day Three