



## Financial analysis and business finances (IBA-932)

(FINANTSANALÜÜS JA ÄRIRAHANDUS)

### SUBJECT DESCRIPTION

<b>Credits (ECTS)</b>	4.00 ECTS
<b>Assessment</b>	grading
<b>Aim of the subject and short description</b>	
<p>The aim of the study is to give the student opportunities to acquire competence in finance management and the usage of financial data in managing an enterprise. The economic year report of an enterprise and the connections between the reports. An introduction to financial analysis: the term, essence, purpose, consumer information. Horizontal and vertical analysis, commensurate reports' analysis – their use in practice. The analysis of ratios: the ratios of liquidity and capital, ratios of effectiveness, value ratios. The complex analysis of ratios and DuPont model. Financial prognoses and compiling them. Solving example cases</p>	
<b>Learning outcomes:</b>	
<p>Student:</p> <ol style="list-style-type: none"><li>1. Can analyze and forecast company's financial reports</li><li>2. Knows the main ratios and uses them to evaluate the company's financial situation</li><li>3. Can calculate the time value of money and knows its main fields of application</li><li>4. Knows the principles for evaluating the cash flows of business investments and can apply the basic assessment methods for investment profitability</li><li>5. Knows the principles of company financing planning and can find the company's capital price</li></ol>	