Date: 22<sup>nd</sup> August, 2022

From,

Mr.V.Venkata Rao

Asst. Professor

Department of Management Studies

MITS.

To,

The HoD, Department of Management Studies MITS,

Dear Sir,

Sub: Request Letter for Asking Permission to conduct a Guest Lecture on Financial Statement Analysis"

For the benefit of MBA II Semester students, we would like to conduct a guest lecture "on Financial Statement Analysis" by Dr.Rajesh Kalli, Asst.Professor, Presidency University, Bangalore, on 24<sup>th</sup> August, 2022. I request you sir to give the permission to conduct a guest lecture to our future managers.

Thanking you sir,

Yours Faith fully, V.Venkata Rao



## DEPARTMENT OF MANAGEMENT STUDIES

A Guest Lecture on Financial Statement Analysis
On 24th August-2022

By

Dr. Rajesh Kalli, Asst.Professor,

Presidency University, Bangalore



Department of Management Studies has conducted a guest Lecture on 24<sup>th</sup> August by Dr.Rajesh Kalli, Asst.Professor, Presidency deemed to be University, Bangalore. He covered Financial Statement analysis need, objectives and importance, statistical tools which can be useful to analyse the financial performance of the firm. This session is inaugurated by Dr.Sremmant Basu, HoD of Department of Management Studies.

## **Need of the financial Statement Analysis**

## **Learning Objectives:**

- 1. Prepare and interpret financial statements in comparative and common-size form.
- 2. Compute and interpret financial ratios that would be most useful to a common stock holder.
- 3. Compute and interpret financial ratios that would be most useful to a short-term creditor.
- 4. Compute and interpret financial ratios that would be most useful to long -term creditors. Financial statement analysis is defined as the process of identifying financial strengths and weaknesses of the firm by properly establishing relationship between the items of the balance sheet and the profit and loss account.

There are various methods or techniques that are used in analyzing financial statements, such as comparative statements, schedule of changes in working capital, common size percentages, fund analysis, trend analysis, and ratio analysis.

Financial statements are prepared to meet external reporting obligations and also for decision making purposes. They play a dominant role in setting the framework of managerial decisions. But the information provided in the financial statements is not an end in itself as no meaningful conclusions can be drawn from these statements alone. However, the information provided in the financial statements is of immense use in making decisions through analysis and interpretation of financial statements.