Whereas accountants must learn to construct financial statements, lenders must learn to deconstruct them: to dissect and analyze them to identify the strengths and weaknesses they reveal about a business’s financial condition.

Financial Accounting for Lenders (FAL)—ideal for anyone seeking to build their knowledge of business financial statements from the ground up—explores fundamental accounting and cash flow concepts from a lender’s perspective.

This comprehensive, seven-module eLearning course begins with an exploration of the objectives and characteristics of quality financial reporting, and an examination of the revenue and expense recognition methods that form the basis of accrual accounting.

Next, participants study each of the parts of a complete set of financial statements, with an emphasis on the balance sheet and income statement accounts likely to have the greatest impact on the analysis of a loan request.

Finally, they examine the ways in which a business’s operating cycle is represented in its financial statements, and learn how to use the information in the statement of cash flows—as well as cash-tracing techniques—to identify cash sources and uses as a basis for cash flow analysis.

An eighth module, Complex Accounting for Corporations, is available for those who must be able to evaluate more-complex financial statements.

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Contact us for more information at: elearning@moodys.com