

# Accounting for Credit Professionals

A REFRESHER IN ACCOUNTING PRINCIPLES RELEVANT TO THE FIELD OF CREDIT



DURATION

12 - 15 hours



DELIVERY CHANNEL

eLearning

*Credit Coach Available*



## Course Modules:

- 1 Introduction to Accrual Accounting
- 2 The Asset Conversion Cycle
- 3 The Capital Investment Cycle
- 4 The Operating Cycle
- 5 Liabilities and Equity
- 6 Financial Reporting

## COURSE OVERVIEW & BENEFITS

An understanding of business accounting concepts and the ability to interpret financial statements are critical for anyone who assesses credit risk and makes lending decisions.

Accounting for Credit Professionals (ACP) is designed for credit professionals who have knowledge of accounting but would benefit from a refresher. After completing this course, lenders will be better equipped to evaluate the quality of a company's financial statements, identify its financing needs and determine its creditworthiness.

The course also grounds learners in the accounting concepts that underpin the financial analysis techniques introduced in Moody's Commercial Lending and Small Business Lending curricula.

ACP meets the needs of today's credit professionals by focusing on role-based competencies and employing an engaging user experience. The course enables participants to improve their performance and make better, faster decisions.

## LEARNING OBJECTIVE

To improve your ability to identify risks and make sound lending decisions by strengthening your understanding of financial statements and the information they reveal about a business's creditworthiness.

## COMPETENCIES GAINED

### Participants will be able to:

- Explain the difference between accrual accounting and cash accounting and their uses
- Recognize the ways in which financial reporting standards allow for flexibility in management's presentation of the business's financial results
- Describe how common balance sheet and income statement accounts are constructed and what they reveal about a business's capital investment and operating cycles
- Understand that assets can drive borrowing needs and explain how different assets result in distinct borrowing needs
- Draw inferences about a borrower's creditworthiness based on financial statement data

## TARGET AUDIENCE

ACP is suitable for SME/small business and commercial lenders, analysts, underwriters and relationship managers who are seeking to refresh their knowledge of core financial accounting principles.