

Bangladesh Institute of Capital Market (BICM)

5-Day Long Training Program On

“Securities Valuation”

September 2017

PROGRAM CONTENTS

Module	Module Details
Module 1	<ul style="list-style-type: none"> • Introducing securities analysis: background and broad picture • Macroeconomic review for analysing the securities • The Valuation Process • Review of company and its business: Industry and Company specific analysis • Ratio Analysis including DuPont analysis
Module 2	<ul style="list-style-type: none"> • Analysis of financial statements <ul style="list-style-type: none"> - <i>Reformulation of Statements for valuation</i> • Valuation by Present Value model: Part 1- Discounted Dividend valuation <ul style="list-style-type: none"> - <i>Present value models</i> - <i>Dividend discount models</i> - <i>Gordon growth models</i> - <i>Multistage dividend discount models</i> - <i>Financial determinants of growth rate</i>
Module 3	<ul style="list-style-type: none"> • Forecasting company performance • Valuation by Present Value model: Part 2- Free cash flow valuation <ul style="list-style-type: none"> - <i>FCFF and FCFE valuation approaches</i> - <i>Forecasting free flow</i> - <i>Free cash flow model variations</i> - <i>Non operating assets and firm value</i>
Module 4	<ul style="list-style-type: none"> • Valuation by Residual Income Model <ul style="list-style-type: none"> - <i>Residual income and residual income model</i> - <i>Residual income valuation in relation to other approaches</i> - <i>Accounting and international considerations</i> • Valuation by relative/ market based valuation models <ul style="list-style-type: none"> - <i>Price and enterprise value multiples in valuation</i> - <i>Different price multiples</i> - <i>Different enterprise value multiples</i> - <i>International considerations when using multiples</i> - <i>Momentum valuation indicators</i> - <i>Valuation indicators: issues in practice</i>
Module 5	<ul style="list-style-type: none"> • Stock market prospects of related country- Bangladesh • Comparison of valuation to market price of stock and use of Technical Analysis tools • Summarizing the analysis/ valuation/ spreadsheet and interpreting it • Communicating valuation results: Preparing a Research Report <ul style="list-style-type: none"> - <i>Contents of a research report</i> - <i>Research reporting responsibilities</i> • Applying the valuation conclusion/ recommendation for investment <ul style="list-style-type: none"> - <i>The analyst's roles and responsibilities</i> - <i>Application of Securities and Exchange Commission (Research Analysis) rules, 2013</i> • Concluding Insights