**Project 1**

**Financial Statement Analysis & Comparison: Company XYZ VS. JNJ**

1. Introduction
2. Overview of the companies

Based upon the annual reports of the companies, briefly describe the companies’ business lines and their financial statement structure. The information from this section will be used for section C where you are going to calculate financial ratios and degrees of leverage.

1. Calculate 26 financial ratios and three degrees of leverage

By using Excel and the information obtained from section B, students will calculate financial ratios and the three degrees of leverage.

1. Financial Statement Analysis: A Comparison

Using the information obtained in section C, students will compare financial ratios and the degrees of leverage of the two companies and make draw some implications and judgements from the data.

1. Summary and conclusion

References