

2304

B. Com. II Year

2.2 COST AND MANAGEMENT ACCOUNTING

Unit – I

Introduction: Nature and Scope of Cost Accounting; Cost concepts and Classification; Methods and Techniques; Installation of Costing System.

Accounting for Material: Material control, Concept and techniques; Methods of Pricing of Material issues; Treatment of Material Losses, Stock turnover ratios.

Unit – II

Accounting for Labour : Labour cost control procedure, Labour turnover; Idle time and overtime; Methods of wage payment-time and piece rates: Incentive schemes (Individual and group both).

Accounting for Overheads : Classification and Departmentalization, Absorption of Overheads; Determination of Overheads rates; Under and Over absorption, and its treatment.

Activity Based Costing : Meaning Emergence, Advantages, Activity cost drivers and cost Determination (Elementary).

Unit – III

Methods of Costing : Unit costing; Job and Contract costing ; Operating costing, Process costing – including Valuation of WIP Inter-process profits and joint and by-products.

Unit – IV

Techniques of costing: Marginal Costing, Standard Costing and Budgetary

Unit – V

Management Accounting : Definition, objectives & functions, tools and techniques of Management Accounting.

Financial Statements Analysis: Meaning and Definition, Objectives, Importance, Tools and Techniques of Financial Analysis, Analysis of Comparative Financial Statements and Common-size Statements and Ratio Analysis.

Suggested Readings :

1. Arora, M.N.: Cost Accounting – Principles and Practice. Vikas, New Delhi.
2. Horngren, Charles, Foster and Datar : Costing Accounting – A managerial Emphasis; Prentice Hall of India, New Delhi
3. Jain, S.P. and Narang, K.L.: Cost Accounting, (Hindi and English) Kalyani, New Delhi.
4. Khan, M.Y. and Jain, P.K. : Management Accounting. Tata MCGraw Hill.
5. Maheshwari, S.N. : Advanced Problems and Solutions in Cost Accounting. Sultan Chand, New Delhi.
6. Nigam, BML and Sharma : Cost Accounting
7. Roa, N.S.; Gupta, S.L. and Mundra, M.D.: Cost Accounting (Hindi) Apex Publishing House, Udaipur
8. Tulsian, P.C. : Practical Costing. Vikas, New Delhi