

Cost Accounting

B.Com (Annual) Part-II Paper-IV Maximum Marks: 100 (Pass Marks: 40) Duration of Examination: 3 hrs

Course Contents:

Topic	Source
Concept and Scope of Accounting: Definition, cost elements, nature and objective, charts of accounts and coding in cost accounting.	Ch 2, Book 1
Cost Classification and Flow: Product and period cost, direct and indirect cost, Differential cost and revenue, Opportunity and Sunk cost, fixed and variable cost, mixed cost, statement of cost of goods manufactured and sold statement.	Ch 1, Book 2 Ch 2, Book 1
Material Planning, Controlling and Costing: <ul style="list-style-type: none">• Procedure for material procurement and use• Material costing methods• Inventory valuation at cost or market whichever is lower• Procedure for spoiled, scrap and defective work• EOQ , Inventory level and reserve stocks• Valuation of inventory• Planning materials requirement• Materials control	Ch 7,8, Book 1
Labour Controlling and accounting for costs: <ul style="list-style-type: none">• Productivity and labour costs• Incentive wage plans• Learning curve theory• Organisation for labour cost accounting and control• Overtime plans, Bonus payments, vocation pay guaranteed annual wage plans , apprenticeship and training programs• Human resource accounting• Pension plans• Labor related deductions	Ch 9,10, Book 1
Factory Overhead Planned, Actual and Applied Variance Analysis: <ul style="list-style-type: none">• Procedure of factory overheads including apportionment• Applied and actual FOH, under applied FOH.	Ch 12,13,Book 1
Process costing <ul style="list-style-type: none">• Process Costing : Cost of production Report• Process Costing : Average and FIFO method	Ch 4,5, Book 1
Hybrid product costing system: <ul style="list-style-type: none">• Joint product and by-product• Hybrid product costing system	Ch.4, book3

Recommended Text

1. Matz, Hammer Usry , latest edition, Cost Accounting *South-western Publishing Co*
2. Garrison H. Ray, Noreen W. Eric, latest edition, Managerial Accounting, *Irwin publishers*

Further Readings

3. Hilton W. Ronald, Managerial Accounting, latest edition, *McGraw-Hill Irwin*