

20BB110 COST AND MANAGEMENT ACCOUNTING

Hours Per Week :

L	T	P	C
4	-	-	4

Total Hours :

L	T	P
50	-	-



Source :
<http://www.ditp.go.th>

COURSE DESCRIPTION AND OBJECTIVE:

The objective of this subject is to familiarize students with the various concepts and elements of cost and management accounting. Students will prepare sample cost sheet and learn management accounting techniques for planning the future activities of the business.

COURSE OUTCOMES:

Upon completion of the course, student will able to achieve the following outcomes:

COs	Course Outcomes	POs
1	Understand cost concepts and elements of cost sheet.	1
2	Helps in Controlling Performance of Materials and Labour.	2
3	Prepare statements of variance analysis.	2
4	Demonstrate the use of break-even analysis in making short-term decisions.	4
5	Demonstrate the use of investment appraisal techniques in making long-term decisions	2
6	Prepare budgetary control statements	4

SKILLS :

- ✓ List out methods of costing adopted by industries located in the region.
- ✓ List out materials & labour consumed in any two organizations of your choice.
- ✓ Draw a specimen of an alternative choice for decision making.
- ✓ Draw a specimen of a Budget.

UNIT - I

L-10

Introduction to Cost and Management Accounting: Cost Accounting: Evolution, Meaning, Objectives and Scope, Concepts of Costs, Classifications and Elements of Cost, preparation of cost sheet.

Management Accounting: Evolution, Meaning, Objectives and Scope, Tools and Techniques of Management Accounting, Relationship of Cost Accounting, Financial Accounting, Management Accounting.

UNIT - II

L-10

Material Cost- Purchasing Procedure- Stores Control- E.O.Q, Stock Levels, Pricing of Material Issues.

Labour Cost- Labour Turnover- Methods of Wage Payment.

UNIT - III

L-10

Standard Costing and Variance Analysis: Meaning –Importance of Standard Costing-Variance Analysis-Advantages- Limitations of Standard Costing.

UNIT - IV

L-10

Marginal Costing: Meaning and Definition of Marginal cost and Marginal Costing, Contribution, Profit Volume Ratio, Advantages and limitations of Marginal Costing.

Alternative Choices for Decision Making: Marginal Costing as a Tool for Decision Making; Make or Buy Decision, Change in product Mix, Pricing Decisions, Exploring a New Market, Shut-down Decisions.

UNIT - V

L-10

Budget and Budgetary Control: Meaning, Objective, Limitations of Budget and Budgetary Control, Fixed and Flexible budgets.

TEXT BOOKS:

1. S.N.Maheswari (2012), Management Accounting, New Delhi: S. Chand Publications.
2. Khan & Jain (2012), Cost Accounting, New Delhi: Tata Mc-Graw Hill Publishing House.

REFERENCE BOOKS:

1. Drury, Colin. Management and Cost Accounting. Cengage Learning.
2. JawaharLal, Cost Accounting. McGraw Hill Education.
3. Jain & Narang, Cost & Management Accounting, Kalyani Publishers.