

STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI - 600 086
B.Com (A & F) DEGREE: ACCOUNTING AND FINANCE

SYLLABUS
(Effective from the academic year 2015 -2016)

ADVANCED COST AND MANAGEMENT ACCOUNTING

CODE: 15CM/MC/AM45

CREDITS: 5

L T P: 5 0 0

TOTAL TEACHING HOURS: 65

OBJECTIVES OF THE COURSE

- To emphasize the need for analyzing the financial data for internal reporting, cost control and effective decision-making
- To analyze and interpret the financial statements for managerial decision making
- To focus on the applications of cost control concepts and techniques for effective planning and forecasting

Unit 1 (10 hrs)

Process and Operating Costing

- 1.1 Process Costing
 - 1.1.1 Meaning and Features of Process Costing
 - 1.1.2. Process Losses and Gains – Accounting Treatment of Normal and Abnormal Wastage and Abnormal Gain
 - 1.1.3 Inter-Process Profit
- 1.2 Joint and By Product Costing

Unit 2 (10 hrs)

2.1 Operating Costing

- 2.1.1 Introduction to Operating Costing, Cost Unit in Operating Costing
- 2.1.1 Transport Costing, Cinema House Costing and Hotel Costing
- 2.2 Contract Costing
 - 2.2.1 Features of Contract Costing
 - 2.2.2 Procedure of Contract Costing
- 2.3 Job Costing
 - 2.3.1 Features of Job Costing
 - 2.3.2 Accounting for Job Costing

Unit 3 (15 hrs)

Budgets and Budgetary Control

- 3.1 Concepts of Budgets and Budgetary Control
- 3.2 Objectives and Advantages of Budgetary Control
- 3.3 Classification of Budgets and its Preparation – Sales Budget, Purchases Budget, Cost of Production Budget, Cash Budget and Flexible Budget

Unit 4 (15 hrs)

Marginal Costing and its Applications

- 4.1 Definition, Meaning and Features of Marginal Costing
- 4.2 Marginal Costing and its Applications
- 4.3 Cost Volume Profit Analysis – Break-Even Point
- 4.4 Make or Buy, Product Mix and Key Factors

Unit 5 (15 hrs)

Standard costing and variance analysis

- 5.1 Meaning - Standard Costing as a management tool - Limitations
- 5.2 Variance Analysis - Material, Labour., Overheads and Sales Variances

TEXT BOOKS

Maheshwari S.N., Principles of Management Accounting, New Delhi, Sultan Chand, 2007

Reddy T.S and Murthy A, Management Accounting, Chennai, Margham, 2007.

Reddy T.S and Murthy A, Cost Accounting, Chennai, Margham, 2007

BOOKS FOR REFERENCE

Atkinson A. Anthony, Robert S. Kaplan, S. Mark Young, Management Accounting, Pearson, 2008

Indian Institute of Banker, Management Accounting, Macmillan, 2008

Man Mohan, Goyal. S.N., Principles of Management Accounting, Agra, Sahitya Shawan, 2005

Khanna B.S., Pandey I.M., Ahuja G.K., Arora M.N., Practical Costing, New Delhi, Sultan Chand, 2006

Maheswari S.N., Problems and solutions in Cost Accounting, 12th edition, Sultan Chand, 2010

Ravi M. Kishore, Cost Accounting, 4th edition, Taxmann's, 2010

JOURNALS

Indian Journal of Finance
International Journal of research in Commerce and Management
Management Accountant - The ICWA of India,

WEB RESOURCES

www.icaai.org
www.cimaglobal.com

PATTERN OF EVALUATION

Continuous Assessment:

Total Marks: 50 Duration: 90Mins
Section A $3 \times 2 = 6$ (no choice)
Section B $3 \times 8 = 24$ (from a choice of four)
Section C $1 \times 20 = 20$ (from choice of two)

Third Component Tests

Open book test
Problem solving
Assignment

End Semester Examination:

Total Marks: 100 Duration: 3 Hours
Section A – short answers (max. 50 words) - $10 \times 2 = 20$ Marks
5 Questions theory and 5 Problems
Section B – Problems $5 \times 8 = 40$ Marks (From a choice of 7)
Section C – Problems $2 \times 20 = 40$ Marks (From a choice of 4)