

**Punyashlok Ahilyadevi Holkar Solapur University, Solapur**



**Name of the Faculty: Commerce & Management**

**CHOICE BASED CREDIT SYSTEM**

**Syllabus: Advanced Costing Paper I & II**

**Name of the Course: M.Com. I (Sem.– I & II)**

**(Syllabus to be implemented from w.e.f. June 2020)**

**PUNYASHLOK AHILYADEVI HOLKAR SOLAPUR UNIVERSITY, SOLAPUR**  
**CBCS Pattern Syllabus**

**M.Com.-I (Semester I & II) Syllabus**

**Advanced Costing Paper I & II (w. e. f. June 2020)**

**Objective: 1) To gain the understanding of costing concepts and procedure in the cost ascertainment system.**

**2) To gain the expert knowledge for use of costing data in decision making and cost control.**

**Course Outcome:**

After completion of the course, the students will be able to:

1. Define basic terms and techniques of cost accounting.
2. Identify the elements of costs .Calculate cost, profit & sales value.
3. Take different decisions with study of different costing techniques
4. Understand to select new business activities.

**Advanced Costing Paper I**

**Semester I**

1. Cost Accounting - Meaning, nature, need, scope, objectives, importance, general principles and Practices, limitations of cost accounting. Difference between Financial Accounting and Cost Accounting.
2. Cost accounting of Material – Meaning of Materials Procurement procedure, Store Procedure, Stores Accounting and Material Control, Receipts and Issues of Materials, Different Methods of Pricing and Issues of Materials. Fixation of various Stock levels and Economic Ordering Quantity.
3. Cost accounting of Overheads – Nature, Importance, Classification, Allocation and Apportionment overhead cost. Departmentalization and Absorption of Overheads, under and over Absorption of overheads, Treatment of depreciation, interest on capital and Research and Development cost. Calculation of Machine hour rate.
4. Uniform Costing – Meaning Nature Scope and Objectives Application Advantages and Limitations of Uniform Costing. Fields covered by Uniform Costing. Inter Firm Comparison- Meaning, Advantages and Limitations.

## **Advanced Costing Paper I**

### **Semester II**

1. Methods of Costing- Job Costing, Process Costing - Equivalent production, Costing of Joint products and By - products, Contract Costing, Operating Costing.
  2. Standard Costing – Concepts, Types of standards, setting of Standards for Materials, Labour and Overheads, Variance Analysis.
  3. Use of Cost in Pricing Decisions. Cost Control and Cost Reduction. Meaning, need, elements and techniques of cost control and cost reduction.
  4. Productivity Concepts and Measurement thereof –Overall Factory productivity, Improvement of Productivity.
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## **Advanced Costing Paper II**

### **Semester I**

1. Elements of Cost – Classification of Cost. Cost Unit and Cost Centre. Preparation of Cost Sheet.
2. Cost Accounting of Labour – Recording and Analysis of Labour Cost, Overtime Idle time, Holyday work, Holyday's with Pay, Casual Workers, Labour Turnover, Time and Motion Study. Methods of Remunerating Labour and Incentive Systems.
3. Reconciliation of Cost and Financial Accounts.
4. Integrated systems of Accounting.

## **Advanced Costing Paper II**

### **Semester II**

1. Budgetary Control- Meaning Features of Budget, Organisation for Budgetary control system. Types of Budgets. Preparation of different types of Budgets.
2. Marginal Costing – Meaning and Objectives. Break –Even- Analysis, Cost- Volume- Profit Analysis, Various Decision Making Problems.
3. Cost Concepts in Decision Making – Relevant Cost, Differential Cost, Incremental Cost and Opportunity Cost.
4. Reporting to Management – Meaning and modes of report, Different Levels of Management and Reporting. Forms of Reporting, Classification of Reports.

## **Reference Books -**

1. Cost Accounting – Methods and Practice By B. K. Bhar
2. Cost Accounting –Problems and Solutions By Khanna- Pandey
3. Cost Accounting – By M. N. Arora Vikas Publishing House Pvt. Ltd. Jangpur New Delhi 14
4. Cost Accounting - By Maheshwari S. N.
5. Cost Accounting – By Jain and Narang
6. Cost Accounting – By Jawahar Lal
7. Cost Accounting –By Mittal D K, Lua Mittal
8. Cost Accounting - - By N. K. Prasad