

Subject Code: 1CM1010421	Subject Title: FUNDAMENTALS OF COST ACCOUNTING-2
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Course Objective:

Teaching Scheme (Hours per week)				Evaluation Scheme (Marks)		
Lecture	Tutorial	Practical	Credit	University Assessment	Institutional Assessment	Total
3	-	-	3	70	30	100

Subject Contents

Sr. No	Topic	Total Hours	Weight (%)
1	Unit Costing: (1) Components of total cost; (2) Expenses that are not treated as cost in cost sheet; (3) Imputed costs; (4) Treatment of work-in progress; Defective materials; Sale of scrap; Defective product; Normal & abnormal Loss of materials; Treatment of Finished goods; (4) Preparation of Historical cost sheet, Estimated cost sheet, Estimate for work order (Tender/Quotation).	9	25%
2	Operating Costing (Service Costing): (1) Definition of Operating Costing, (2) Selection of Cost Unit in Operating Costing, (3) Application of Operating Costing (4) Practical Examples of (i) Transport Costing, (ii) Hospital Costing (5) Practical Problems	9	25%
3	Process Costing: (1) Meaning of Process Costing, (2) Essential Characteristics of Process Costing, (3) Business in which process costing is applicable, (4) Procedure of Process Costing and Determination of Process Cost, (5) Treatment of Normal Loss, Abnormal Loss and Abnormal Gain and its Accounts, (6) Inter Process Profit (7) Practical Problems	9	25%
4	Contract Costing: (1) Definition of Contract costing; (2) Features of Contract costing; (3) Special Concept of Contract Costing: - Work certified, Work uncertified and Retention money; Treatment of ordinary plant and Special Plant; Method of valuation of work in progress; Guideline for Profit on incomplete contracts and Complete Contract; (4) Accounting entries; Preparation of relevant ledger accounts (Contract Account, Work in Progress Account, Contractee's Account) and Final Accounts of a Contractor; (5) Brief introduction of AS-7, Escalation Clause and De-Escalation Clause (6) Practical Problems	9	25%

Reference Books:

1. Arora M.N. "A taxetbook of Cost and Management Accounting", Vikas Publishing House Pvt. Ltd., New Delhi.
2. Jawaharlal, *Management Accounting*, Himalaya Publishers, Mumbai.

3. Kishor Ravi M. “*COst and Management Accounting.*” Taxmann Publications Pvt. Ltd., New Delhi.
4. Maheswari, S.N., Principles of Management Accounting, Sultan Chand & Sons, New Delhi
5. Rana T.J. and Dalal, “*Cost Accounting*”, Sudhir Prakashan, Ahmedabad
6. Tulsian P.C. “*Cost Accounting.*” Sultan Chand Publishing, New Delhi