

Subject Code: 2CM1010411	Subject Title: Cost Accounting -2
	COURSE TYPE : CORE ELECTIVE

Course Objective: Objective: To make students familiar with cost accounting methods and its application to the different kinds of business. It is helpful to the students to determine the cost of different kinds of business and business activity.

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	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) Hotel Costing, and (iii) Hospital Costing (5) Practical Problems	9	25%
2	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%
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	Job and Batch Costing (1) Meaning and objectives of Job Costing , (2) Job Costing Procedure, (3) Job Cost Sheet, (4) Business where job costing is used, (5) Practical problems of Job costing. (6) Meaning and objectives of Batch Costing , (7) Batch Costing Procedure, (8) Business where Batch Costing is used, (9) Distinction between Job and Batch Costing (10) Practical problems of Batch costing.	9	25%

Reference Books:

1. Arora M.N. "A taxetbook of Cost and Management Accounting", Vikas Publishing House Pvt. Ltd., New Delhi.
2. Arora M.N. "Cost Accounting, Principles and Practice", Tweleth Edition (2013) Vikas Publishing House Pvt. Ltd., New Delhi
3. Jawahar Lal and Srivastava Seema, "Cost Accounting" Fourth Edition, (2010), The McGraw-Hill Companies, New Delhi
4. Kishor Ravi M. "Cost and Management Accounting." Taxmann Publications Pvt. Ltd., New Delhi.
5. Maheswari, S.N., Principles of Management Accounting, Sultan Chand & Sons, New Delhi
6. Rana T.J. and Dalal, "Cost Accounting", Sudhir Prakashan, Ahmedabad
7. Tulsian P.C. "Cost Accounting." Sultan Chand Publishing, New Delhi.