

SARDAR PATEL UNIVERSITY
Programme: BCOM
Semester: III
Syllabus with effect from : JUNE 2012

Paper Code: UB03CCOM02	Total Credit: 3
Title Of Paper: Fundamentals of Cost Accounting	

Unit	Description in detail	Weighting (%)
1	Essential of cost Accounting (Theory Only) Introduction – Definition of cost accounting Costing Accounting V/S Financial accounting Characteristics of cost Accountancy Essentials of sound system of cost accounting Advantages & limitations of Cost Accounting Advantages & Limitations of Management Accounting Methods of costing – cost classification Element of cost – cost unit – cost centre.	25 %
2	Material & labour cost Definitions & Types of material – Material control Material Control Techniques (ABC, Analysis) Theory only Setting stock levels, maximum level, minimum level re-order level, danger level reordering Quantity, economic order Quantity (Short Examples) Features of good wage system- Labour Turn over its causes & remedies – various wage system- Time wage, Piece wage- incentives wage system plans (Theory only) -Examples on Time rate as per Halsey & Rowan Method only	25 %
3	Overhead -Classification of overhead – Apportionment of overhead- samples based on Apportionment of overhead of service department to production department under repeated distribution method -Absorption of overhead (Theory only) Examples based on Machine hour rate.	25 %
4	Unit Costing & Reconciliation of cost & finance accounting Unit costing – examples of cost sheet inclusive of Tender. Causes of disagreement of profit as per cost & financial accounts (Theory) Preparation of reconciliation statement.	25 %

Basic Text & Reference Books

- Cost Accounting- M. Y.Khan & P.K.Jain
- Problem & Solution of Cost Accounting – S.N. Maheshwari
- Advanced Cost Accountancy – Nigam and Sharma
- Cost Accounting method & Problems – B.K.Bhar
- Cost Accounting – V.K.Saxena

