M.Com. (Advanced Accountancy) – Semester I

Advanced Cost and Management Accounting I

Total Credits: 4 Credits

MODULE I (2 CREDITS)

Unit 1: Marginal Costing, Absorption Costing and Management Decisions

• Meaning of Absorption Costing; Distinction between Absorption Costing and Marginal Costing; Problems on Breakeven Analysis; Cost Volume Profit Analysis; Breakeven Charts; Contribution Margin and Various Decision Making Problems.

• Managerial Decisions through Cost Accounting such as Pricing; Accepting Special Offer; Profit Planning; Make or Buy Decisions; Determining Key Factors; Determining Sales Mix; Determining Optimum Activity Level; Performance Evaluation; Alternative Methods of Production; Cost Reduction & Cost Control.

Unit 2: Standard Costing

• Standard Costing as an Instrument of Cost Control and Cost Reduction; Fixation of Standards.

• Theory and Problems based on Analysis of Variances of Materials, Labour, Overheads and Sales including Sub-variances.

MODULE II (2 CREDITS)

Unit 3: Budgetary Control

• Budget and Budgetary Control; Zero Based Budget; Performance Budgets; Functional Budgets Leading to the Preparation of Master Budgets.

• Capital Expenditure Budget; Fixed and Flexible Budgets; Preparation of Different Types of Budgets.

Unit 4: Operating Costing

• Meaning of Operating Costing; Determination of Per Unit Cost; Collection of Costing Data.

• Practical Problems based on Costing of Hospital, Hotel and Goods & Passenger Transport.