



**C.U.SHAH UNIVERSITY**  
**VBT's Institute of Commerce,**  
**Wadhwan city**  
**W.e.f.- June 2018**

**FACULTY OF COMMERCE**

**DEPARTMENT OF:** - Bachelor of Commerce (B.Com)

**SEMESTER:** - V

**CODE:** - 4CO05CAC2

**NAME:** – Cost Accounting-I

**Teaching & Evaluation Scheme:-**

Sr. No	Subject Code	Name of the Subject	Teaching Hours / Week				Credits	Evaluation Scheme							
			Th	Tu	Pr	Total		Theory				Practical			Total Marks
								Sessional Exam		University Exam		Internal		Uni versity	
								Marks	Hr/s	Marks	Hr/s	Pr / Viva	TW	Pr	
1	4CO05CAC2	Cost Accounting-I	3	--	--	3	3	30	1 1/2	70	3	--	--	--	100

**Objectives:**

To familiar the students about Cost Accounting concepts, principles and their practical Application in the Decision-Making

**Course Outline :**

Units	Content	No. of Hours
1	<p><b>(A) COST ACCOUNTING BRIEF CONCEPT</b></p> <ul style="list-style-type: none"> <li>- Introduction to Cost Accounting [<b>Brief concept only</b>]</li> <li>- Cost Elements : Meaning and Classification</li> </ul> <p><b>(B) MATERIAL COST:</b></p> <ul style="list-style-type: none"> <li>- Material : Introduction, Meaning and Types</li> <li>- Material Control Techniques: Objectives and Importance</li> <li>- Process of Material (Accounting and Control of Material Cost)               <ul style="list-style-type: none"> <li>➤ Purchase of Materials</li> <li>➤ Receipt and Inspection of Goods</li> <li>➤ Store-Keeping (<b>Including</b> Practical Questions Relating to Calculate Levels of Material and Inventory Turnover Ratio)</li> <li>➤ Issue of Material (<b>Excluding Practical Questions of Pricing of Issues and preparing of stock statements</b>)</li> </ul> </li> <li>- Practical Questions</li> </ul>	12
2	<p><b>LABOUR COST:</b></p> <ul style="list-style-type: none"> <li>- Introduction-meaning and Classification of Labour</li> <li>- Time Recording and Time Keeping</li> <li>- Concept and Treatment of Idle Time-Over Time And Fringe Benefits</li> <li>- Principles of determining Wage Rate-Computation of Labour Cost</li> <li>- Labour Turnover</li> </ul>	11

	<ul style="list-style-type: none"> <li>- Wage Systems (Accounting and Control of Labour Cost) <ul style="list-style-type: none"> <li>➤ Essentials of Wage System</li> <li>➤ Traditional Wage Systems</li> <li>➤ Progressive - Incentive Wage Systems</li> </ul> </li> <li>- Practical Questions</li> </ul>	
<b>3</b>	<p><b>OVERHEADS:</b></p> <ul style="list-style-type: none"> <li>- Introduction-General Principles for overheads</li> <li>- Classification of Overheads: <ol style="list-style-type: none"> <li>1) Functional 2) Element wise and 3) Behaviour wise</li> </ol> </li> <li>- Absorption [Recovery] of overheads (<b>Including</b> Practical Questions) <ul style="list-style-type: none"> <li>➤ Apportionment of Overheads over Various Departments</li> <li>➤ Re-Apportionment of Service Department Cost to Production Departments</li> <li>➤ Allocation of overheads (<b>Excluding</b> Practical Questions of Machine Hour Rate)</li> <li>➤ Over-Absorption and Under-Absorption of Overheads</li> </ul> </li> <li>- Practical Questions</li> </ul>	<b>12</b>
<b>4</b>	<p><b>CONTRACT COSTING:</b>  <b>[Excluding practical questions to prepare Final accounts in the books of Contractor]</b></p> <ul style="list-style-type: none"> <li>- Introduction-Meaning and characteristics</li> <li>- Expenses and of Contract</li> <li>- Special items [Certified Work, Uncertified Work and Work-in-Progress]</li> <li>- Ascertainment of Profit or Loss on contract</li> <li>- Types of Contract <ol style="list-style-type: none"> <li>1. Fixed Price Contract 2. Cost-Plus Contract</li> <li>3. Sub -Contract 4. Escalation Clause</li> </ol> </li> <li>- Practical Questions</li> </ul>	<b>10</b>
<b>Total Hours</b>		<b>45</b>

**Learning Outcomes :-**

**Practical Outcome :-** Student can solve the problems of Cost Accounting.

**Theoretical Outcome:-** Students can learn Theoretical aspect of Cost Accounting..

**Teaching and Learning methodology:-** The following pedagogical tools will be Used to teach this course:

- (A) Lectures
- (B) Case discussions
- (C) Assignments / Class participation / Quiz etc.

Reference Books:

1. Cost Accounting – Principles and Practice, by Arora, M.N. Vikas Publishing House, New Delhi
2. Cost Accounting by Rajiv Goel, International Book House
3. Cost Accounting by S.P. Iyenger (S. Chand & Sons)
4. Cost Accounting Singh, Surender, Scholar Tech Press, New Delhi.
5. Cost Accounting, by Jawahar Lal, McGraw Hill Education
6. Cost Accounting: A Managerial Emphasis, by Charles T. Horngren, Srikant M. Datar, Madhav