

SES's L.S. RAHEJA COLLEGE OF ARTS AND COMMERCE (AUTONOMOUS)

Syllabus for Approval	BoS meeting held on: 22nd March,2025	AC meeting held on: 4th April,2025
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Board of Studies: Accountancy & Finance

Sr. No.	Heading	Particulars
1	Nomenclature of the Course	Cost Accounting II
2	Eligibility for Admission	FYBCOM Pass
3	Passing Marks for eligibility	FYBCOM Pass
4	Regulations	College Regulations on Admission
5	Programme	B.COM
6	Semesters	Semester: IV
7	NEP Vertical	Major
8	Credit	Four (4)
9	Level U.G/PG	UG
10	Pattern	Semester
11	Status (Revised or New) If revised, % of change)	New
12	To be implemented from Academic Year	From the Academic Year: 2025-2026

C.A. HRISHIKESH WANDREKAR

(Chairman, BOS-Accountancy and Finance)

Date:

SES's L.S. RAHEJA COLLEGE OF ARTS AND COMMERCE (AUTONOMOUS)



BOARD OF STUDIES: ACCOUNTANCY & FINANCE

PROGRAMME: B.COM

SEMESTER: IV

NOMENCLATURE OF THE COURSE: Cost Accounting II

NEP Vertical: Major

Credit: 4

(As Per Choice Based Credit System (under NEP 2020) with effect from the academic year 2025-26)



Programme:	B.COM
Nomenclature of the Course	Cost Accounting – II
Total Marks	100 marks
Semester:	IV
Academic year	2025-26

LEARNING OBJECTIVES:

1. To understand the meaning and scope of contract costing. Understand how costs are tracked and allocated to a specific contract
2. To understand the need for process costing in industries and how costs flow through different stages or processes
3. To enable students to understand Marginal Costing and how fixed and variable costs behave differently and impact pricing, cost control, and profitability
4. To enable students to understand and calculate Material and Labor variance
5. Understand the different types of budgets used in organizations and its role in monitoring and controlling financial performance

COURSE OUTCOMES:

1. To understand the financial concepts of contract costing by applying various techniques and computing the contract profitability.
2. To understand the principles of process costing by computing the process costs and analysing the losses / gains.
3. To understand the concept of marginal costing by performing break-even analysis for managerial decisions.
4. To understand the concept of Standard Costing by computation of material and labour variances using variance analysis for decision making.
5. To understand the concept of budgeting and budgetary control by preparation and analysis of various types of budgets.

Unit	Course Content	Andragogy	No of Lectures
1	Contract Costing Basic concepts of contract costing; Progress payments, Retention Money, Accounting for materials, Accounting for plant used in a contract; Treatment of profit on incomplete contract; Computation of Contract profit; Disclosure of relevant items in a Balance Sheet. Excluding escalation clause	Theoretical aspects, Problem solving, Live case studies	15
2	Process Costing Computation of Process Cost; Process Loss; Abnormal Gains and Losses; Joint products and by products. Excluding Equivalent units, Inter - process profit	Theoretical aspects, Problem solving, Live case studies	15
3	Introduction to Marginal Costing Meaning of Marginal Cost & Marginal Costing; Applications, advantages & limitations; Contribution, Profit Volume Ratio; Breakeven Analysis and profit volume graph.	Theoretical aspects, Problem solving, Live case studies	10
4	Introduction to Standard Costing Various type of standards, Setting of standards, Basic concepts of material and Labour variance Analysis Excluding Sub-variances	Theoretical aspects, Problem solving, Live case studies	10

5	Budgeting & Budgetary Control Zero-based Budget; Establishing a Budgetary Control System; Types of Budgets; Functional Budgets; Fixed & Flexible Budgets; Preparation of different types of Budgets.	Theoretical aspects, Problem solving, Live case studies	10
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SUGGESTED READINGS

1. Cost Accounting- A managerial emphasis by Horngren, Charles, Foster and Datar, Prentice Hall
2. Management Accounting by Khan and Jain, Tata McGraw Hill
3. Practical Costing by P C Tulsian, Vikas New Delhi
4. Advanced problems and solutions in cost Accounting by S N Maheshwari, Sultan Chand New Delhi
5. Cost Accounting (For B. Com 4th Sem, Delhi Univ) by Arora M N, Vikas Publishing House Pvt. Ltd.
6. A Textbook of Cost and Management Accounting - 10th Edn by Arora M N, Vikas Publishing House Pvt. Ltd.
7. Cost Accounting: Principles & Practice - 12 Edn by Arora M N, Vikas Publishing House Pvt. Ltd.
8. Essentials of Cost Accounting by Arora M N, Vikas Publishing House Pvt. Ltd.
9. Students Guide to Cost Accounting & Financial Management (Set of 2 Volumes) (CA-IPCC) (Group I) by Bhavesh N. Chandarana, Taxmann
10. Lectures on Costing by Swaminathan: S. Chand and Company (P) Ltd., New Delhi
11. Cost Accounting by C.S. Rayudu, Tata Mc. Grow Hill and Co. Ltd., Mumbai
12. Cost Accounting by Jawahar Lal and Seema Srivastava, Tata Mc. Grow Hill and Co. Ltd., Mumbai
13. Cost Accounting by Ravi M. Kishore, Taxmann Ltd., New Delhi
14. Principles and Practices of Cost Accounting by N.K. Prasad, Book Syndicate Pvt. Ltd., Calcutta
15. Cost Accounting Theory and Practice by B.K. Bhar, Tata Mc. Grow Hill and Co. Ltd., Mumbai
16. Cost Accounting Principles and Practice by M.N. Arora, Vikas Publishing House Pvt. Ltd., New Delhi
17. Advanced Cost and Management Accounting: Problems and Solutions by V.K. Saxena and C.D. Vashist, S. Chand and Company (P) Ltd., New Delhi
18. Cost Accounting by S.P. Jain and K.L. Narang, Kalyani Publishers, Ludhiana
19. Modern Cost and Management Accounting by M. Hanif, Tata Mc Graw Hill Education Pvt. Ltd.
20. Fundamentals of Cost Accounting by Jhamb. H. V., Ane Books Pvt. Ltd.

QUESTION PAPER PATTERN

(A) FOR CONTINUOUS EVALUATION

20 Multiple Choice Questions of 1 mark each – 20 Marks

(A-1) RUBRICS FOR CONTINUOUS EVALUATION

Accountancy- 40 Marks

Sr No.	Examination Method	Marks
1	Assignment	10
2	Internal Test	20
3	Class Participation / Presentation and Viva-Voce	10

(B) QUESTION PAPER PATTERN FOR SEMESTER END EXAMINATION

Maximum Marks: 60

Duration: 2 Hours

Question No. 1 is compulsory.

Solve any three Questions from Question Nos. 2 to 5

Question No.	Description	Total Marks
1	Practical Problem	15
2	Practical Problem	15
3	Practical Problem	15
4	Practical Problem	15
5	Short Notes: Answer any 3 out of 5 given (5 marks each)	15

Note: The practical problem of 15 marks each may be split up into two smaller problems carrying 8 marks and 7 marks respectively.