

B.COM  
SEMESTER I - Foundation course  
COST ACCOUNTING I  
(ELEMENTS OF COST)  
100 Marks – 75 Lectures

Objective- To acquaint the student with the basic concepts and tools used in cost accounting, components of cost their accounting and management control

Course Contents

I(a) Cost – Concept and Terminology

Cost Accountancy, and Management Accountancy- Distinction Between Cost Accountancy and Financial Accountancy, Importance, advantages and limitations of cost accountancy system, costing is an aid to management  
(b) Cost classification and – Installation of costing systems  
(c) Activity Based Costing –only meaning (35 marks-25 Lectures)

**II Elements of Cost**

**Material Cost- Accounting and Control**

Material Purchase Control- Procedure, type of purchases, purchase discount- calculation of material purchase, cost control  
(25 lectures :35 Marks)

Stores Control- Function of Stores, types of stores, classification and codification, Stores records bin cards and stores Ledger Inventory Control System, Perpetual Inventory, Stock Levels. Economic Order Quantity, ABC Analysis  
(15 lecture: 30 Marks)

**III Material Issue Pricing Control – Various Methods of Pricing, Material Accounting , Treatment of Scrap, spoils, defective material also obsolete material, Inventory storage, overages,**

(30 Marks-25 lectures)

Practicals- Problems based on purchase pricing, cost sheet, EOQ, Stock Levels and Methods of Issuing Pricing Only

**Books for Study and Reference:-**

- ✓1. Bigg. W.W. Cost Accounting (USA PTH)
- ✓2. Shukla and Grewal : Cost Accounts ( Delhi- S Chand)
- ✓3. Bhar B.K. Cost Accounting Method and Problem ( Calcutta Academic Publisher)
- ✓4. Jain S.P. and Narang K.L. Cost Accounting ( New Delhi- Kalyani)
- ✓5. Bloker and Weltmer – Cost Accounting
- ✓6. Prasad N. K. Cost Accounting- Principles and Practice
- ✓7. Cost Accounting Principles and Practice – M.N. Arora
- ✓8. S.P. Jyemgar – Cost Accounting- Principles and Practice