

B.COM
SEMESTER: III
Commerce Category:
Financial Accounting III
100 Marks -75 Lectures

Commerce Category: Financial Accounting (Introduction to Cost Accounting) - Paper III

Unit I: Introduction to Costing (Elements of costing) (only theory): (4 Marks-5 Lectures)

Various terms (terminology), cost, costing, cost accounting, definition, evolution of cost accounting, objectives, advantages and disadvantages of cost accounting, cost unit, cost centre, distinction between cost accounting and financial accounting. Classification of cost (element wise, in detail).

Unit II: Methods of costing (Theory & Problems): (40 Marks-45 Lectures)

- a. Unit costing (including estimated cost sheet, tenders and quotations)
- b. Job order costing (for theory only)
- c. Process costing - excluding equivalent production, joint products and by-products but inclusive of inter-process profits, normal and abnormal loss/gain.
- d. Contract Costing – Introduction relevant Accounting Standard, preparation of contract account for one year, more than one year and contract account with balance sheet (estimated contracts and escalation clause to be covered for theory only)
- e. Operating costing - only transport operators for theory & problems and others for theory.
- f. Batch costing (theory)
- g. Operation costing (theory)

Unit III: Reconciliation of Costing profit with Financial profit (for theory & problems) :

Meaning, need, causes and preparation of reconciliation statement.

(10Marks-12
lectures)

Unit IV: Techniques of costing:
Lectures)

(11 Marks-13

- Marginal costing (theory and elementary problems for 5 marks on Break Even Point and PV Ratio including preparation of Break Even chart)
- Standard costing (theory only)
- Budgetary control (theory only)

Specific guidelines

Commerce Category: Financial Accounting Paper III (SEMESTER - III)

1. One question to be asked on Unit I & Unit IV (taken together).
2. One question to be asked on Unit III.
3. Four questions to be asked on Unit II.

Broad Guidelines for setting of Question Papers in all Accounting Papers except auditing papers.

General guidelines:

1. The question paper shall have total of 6 questions carrying 80 marks and shall be of 2 hours duration.
2. Four questions of 20 marks each to be answered.
3. Question No. 1 to be compulsory (should be a practical question)
4. Any three questions from the remaining five questions to be answered.
5. A question may be sub-divided if necessary.

Books for Study and Reference:

	<i>Name of the Book</i>	<i>Author(s)</i>	<i>Publisher</i>
1.	Cost Accounting	Jawahar Lal	Tata McGraw- Hill publishing Co. Ltd. New Delhi
2.	Advanced Cost Accounting	Ravi Kishore	Taxmann Allied Services Pvt. Ltd. New Delhi
3.	Practical Costing	B.S. Khana, I.M. Pandey	S. Chand & Co New Delhi
4.	Cost Accounting	S.P. Iyengar	S. Chand & Co New Delhi

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| 5. | Theory & Problems of Management & Cost Accounting | M.Y. Khan & P.K. Jain | Tata McGraw- Hill publishing Co. Ltd. New Delhi |
| 6. | Cost Accounting Principle & Practice | B.M Lal Nigam & J.C. Jain | Prentice- Hall of India Pvt Ltd, New Delhi. |
| 7. | Cost Accounting | Bharatosh Banerjee | The World Press Pvt Ltd, Calcutta |
| 8. | Advanced Cost Accounting | S.P. Jain & Narang | Kalyani Publishers, New Delhi |
| 9. | Principles & Practice of Cost Accounting | Ashish Bhattacharya | Wheeler Publishing, New Delhi. |
| 10. | Advanced Practical Cost Accounting | Bhagwan S. Khanna | S. Chand & Co New Delhi |
| 11. | Accounting & Financial Management | Chowdhary, Chopde, & Manoj Pednecar | Sheth Publishers Pvt.Ltd.Mumbai |
| 12. | Financial Accounting, Auditing & Taxation | Chowdhary, Chopde, & Manoj Pednecar | Sheth Publishers Pvt.Ltd. Mumbai |