

## **IMB 504 COST ACCOUNTING**

### **Module-I. Introduction to Cost Management :**

**Basic concepts:** Scope of Cost Management. Types of Cost, Cost Accounting and Financial Accounting, Methods of Costing, Techniques of Costing, Installation of a Costing System. Classification of Costs, Cost Centre, Cost Unit, Profit Centre, Investment Centre, Preparation of Cost Sheet, Total Costs and Unit Costs.

### **Module-II. Cost Accounting Systems :**

**Material Cost Management :** Material Costs, Valuing material issues and stock.

**Labour Cost Management:** Methods of remuneration, Labour Turnover, Effect and cost of Labour Turnover.

**Overheads:** Measuring and importance, production overheads, Primary Distribution and Secondary distribution, allocation and apportionment of cost, absorption by production units, Methods,

### **Module-III. Methods and Techniques :**

**Job Costing:** batch costing method and Contract costing. **Process Costing:** Process losses and inter-process profits, Simple Equivalent Production, Joint Product and By Products.

**Service Costing:** Transport, Hospital, Canteen **Marginal Costing:** Nature and scope, marginal cost equation. Profit volume Ratio, Break-even chart, Impact on profits due to changes in various factors, use of probabilities and Application of marginal costing for management decisions.

### **Books :**

1. Cost Accounting : Bhabatosh Banerjee, PHI
2. Cost Management; Eldenburg and Wolcott, Wiley-India
3. Cost Management: Arora M.N , Vikas