

## M.Com Accountancy & Statistics

### SECOND SEMESTER

#### Paper 2.1 –Advanced Cost Accounting

##### Unit 1:

**Cost based Pricing Decisions:** Pricing of finished goods, theory of price, pricing policy, principles of product pricing, new product pricing, pricing of services and Pareto analysis

##### Unit-2

**Decision Making:** Important factors in marginal costing decisions, Pricing under special circumstances, Make or Buy decision, Shut down or continue decision, Product mix, export v/s local sales price mix decision

##### Unit-3

**Throughput Accounting:** Meaning, concepts, steps to increase throughput, reporting under throughput accounting, and practical application of throughput accounting. **Activity Based Costing:** Meaning, importance and characteristics, Uses and limitations, Elements and Steps involved, Comparison of ABC with Traditional costing, Activity based management

##### Unit-4

**Standard Costing:** Accounting procedure for standard cost, Calculation and Reporting of Cost Variances, Test of significance of variances. **Target Costing:** Origin, meaning advantage, main features, cost ascertainment and pricing of products and services

##### Unit -5:

**Cost accounting Standards:** CAS 1 classification of cost, CAS-3 Overheads, and CAS-10 Direct cost. **Life Cycle Costing**

##### Suggested Readings:

Arora, M.N. :Cost Accounting, Himalaya Publishing Company, New Delhi.

Bhar, B.K. : Cost Accounting.

Drury ,Colin, Costing an Introduction, Taxmann India

Drury Colin, Management and Cost accounting, International Thompson Business Press

Horngren, C.T.: Foster, G. and Datar, S.M. – Cost Accounting: A Managerial Emphasis, Prentice Hall of India, New Delhi.

Khan, M.Y. and Jain, P.K: Cost Accounting and Financial Management, Tata McGraw Hill Pub. Co. Ltd., New Delhi.

Kishor Ravi M, Management Accounting, Taxmann Publication, New Delhi