

Syllabus

B.Com. 4th Semester of Panjab University

(BCM 404)–COST MANAGEMENT

Objective : The objective of the paper is to acquaint the students with the various methods of cost determination and tools and techniques of cost control

UNIT-I

Cost Management : Need, Significance and Different Areas of Cost Management and Application. Methods of Cost Determination : Job Costing, Batch Costing, Contract Costing, Uniform Costing and Inter Firm Costing, Process Costing (including Joint and By-products). Contemporary Concepts : Activity Based Costing, Target Costing, Life Cycle Costing, Value Chain Analysis.

UNIT-II

Techniques for Cost Control : Marginal Costing, Cost Volume Profit Analysis and Decision Making. Differential Costing and Absorption Costing.

Budgeting and Budgetary Control : Concepts, Objectives, Limitations, Types of Budgets, Zero Base Budgeting.

Standard Costing, Analysis of Variance.

PRACTICAL WORK

Use of Software Package to obtain Cost Accounting Output like : Fixed and Variable Cost, Break-even Point, P/V Analysis, Preparation of Budgets.