

**B.Com Third Year
V Semester
Cost Accounting-I**

Max Marks- 50

Period

Objective:-This course exposes the students to the basic concepts and the tools used in cost accounting.

Unit-I Cost Accounting: Meaning and definition, limitations of financial accounting, Development of Cost Accounting, Functions, Objective, Advantages and Limitations of Cost Accounting, Difference between Financial and cost Accounting, Elements of Cost, Classification of Costs. (Theory Only) (10)

Unit-II Material: Concepts and objective of material control, Need and essentials of Material Control, Purchase procedure, Functions of purchase department Classification and Coding of Materials, Fixation of levels of material. Economic order quantity. (Theory only) (12)

Unit-III Storage and Handling of Material : Organization and layout of stores, material handling costs, Bincards, Stores routine, issue of materials, issue procedure, methods of pricing material issues, Fifo, Lifo, simple average, weighted average Method. (Theory and Numerical) (12)

Unit-IV Labour: Meaning and definition, Methods of time keeping and time booking, labuor control, methods of wage payment, time and piece rate, incentive schemes-Taylor's differential piece rate system, Halsey plan, Rowan plan. [Numerical Problem] (14)

Unit-V Overheads: Definition of Overhead, Direct and Indirect Cost, Importance of Overhead, Allocation, Apportionment and Absorption of Overheads, Methods of distribution-Primary, Secondary distribution repeated methods [Numerical Problem] (12)