

**BACHELOR OF COMMERCE - SIXTH SEMESTER**  
**COST ACCOUNTING-II**

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Code: SC6.4

Contact Hours: 56

Credits: 4

Univ Code:

Work load: **4 hours per week**

Evaluation: Continuous Internal Assessment – **30 Marks**  
Semester-End Examination – **70 Marks**

**Objectives:** To equip the students with various methods and techniques of costing to take cost-effective business decisions.

**Pedagogy:** Combination of lectures, interactive sessions, seminars, assignments, etc.

**Module 1:** **Unit or Output Costing** - Meaning-objectives and application of output costing-procedure- preparation of cost sheet-job costing- meaning-objectives-application of job order costing-procedure of job cost system.

**Module 2:** **Contract Costing** - meaning-definitions-features- treatment of certain important costs - contract price, work-in-progress, work certified and uncertified- Recognition of profits on incomplete contracts. Escalation clause.

**Module 3:** **Operating Costing** - definitions-features- classification of operating costs - preparation of operating cost sheet of transport undertakings only.

**Module4:** **Process Costing** - Meaning- features and applications-treatment of process losses- normal loss and abnormal losses-Abnormal gain

**Module 5:** **Marginal Costing** - meaning of marginal cost and marginal costing- marginal costing v/s absorption costing- Cost Volume Profit Analysis-Contribution-Marginal contribution sales ratio –Break Even Point- Margin of safety.

**Recommended Books**

1. Marginal Costing – J Madegowda
2. Cost Accounting – Ravi M Kishore
3. Cost Accounting – J Madegowda
4. Cost Accounting – Jain and Narang
5. Cost Management - S.N. Maheshwari
6. Advanced Cost Accounting - Jain and Narang