

**SES's L.S. RAHEJA COLLEGE OF ARTS AND COMMERCE
(AUTONOMOUS)**



**BOARD OF STUDIES: ACCOUNTANCY AND FINANCE
PROGRAMME: B.COM (COST AND MANAGEMENT
ACCOUNTING)**

SEMESTER: II

NOMENCLATURE OF THE COURSE: COST ACCOUNTING - II

NEP Vertical: Major

Credit: 4

(As Per Choice Based Credit System (under NEP 2020) with effect from the Academic Year 2025-26)



Programme:	B. Com (Cost & Management Accounting)
Nomenclature of the Course	Cost Accounting - II
Total Marks	100
Semester:	II
Academic year	2025-2026

LEARNING OBJECTIVES:

1. Understand the fundamental concepts and techniques of cost accounting, including costing methods and overhead allocation.
2. Develop the ability to apply activity-based costing and shared service cost allocation methods in business scenarios.
3. Analyze joint and byproduct costing techniques to enhance decision-making and cost control.
4. Evaluate business processes and quality costs to improve operational efficiency and add value to the organization.

COURSE OUTCOMES:

1. Explain the principles of various costing methods, overhead allocation, and cost analysis techniques.
2. Implement activity-based costing and shared service cost allocation to determine accurate cost structures in real-world business environments.
3. Evaluate cost reports and process efficiency to identify opportunities for cost reduction and quality improvement.

Unit	Course Content	Andragogy	No of Lectures
I	Costing Methods and Overhead Accounting Costing methods covering job, process, batch, and contract costing techniques. Overhead costs and allocation strategies focusing on direct and indirect expenses, cost pools, and allocation bases. Accounting for overhead, including absorption and marginal costing methods, variance analysis, and cost control mechanisms.	Presentations, Case studies, Group Discussions	15
II	Activity-Based Costing and Shared Service Cost Allocation Concepts and applications of activity-based costing, identifying cost drivers and activity cost pools. Single basis shared service cost allocation methods such as direct and step-down allocation. Multiple basis allocation covering complex cost-sharing strategies in multidivisional organizations.	Presentations, Case studies, Group Discussions	15
III	Joint and Byproduct Costing Techniques for allocating joint costs using methods like physical units, relative sales value, and net realizable value. Byproduct costing approaches including recognition, valuation, and accounting treatment. Decision-making related to joint and byproduct costing in manufacturing and service industries.	Presentations, Case studies, Group Discussions	15

IV	Business Process Improvement and Cost of Quality Introduction to business process improvement and value chain analysis focusing on cost optimization. Process analysis tools and techniques for identifying inefficiencies and streamlining operations. Cost of quality encompassing prevention, appraisal, internal and external failure costs, and strategies to enhance quality while minimizing expenses.	Presentations, Case studies, Group Discussions	15
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SUGGESTED READINGS

1. "Cost Accounting: Principles & Practice" by M.N. Arora
2. M.Y. Khan and P.K. Jain - "Management Accounting: Text, Problems and Cases," Tata McGraw-Hill
3. "Management and Cost Accounting" by Colin Drury
4. "Activity-Based Costing and Management" by Kaplan and Cooper

QUESTION PAPER PATTERN

RUBRICS FOR CONTINUOUS EVALUATION

Internal Assessment (40% of 100 marks) - 40 Marks

(A) RUBRICS FOR CONTINUOUS EVALUATION

Sr. No.	Particulars	Marks
1	Class Test (20-MCQs of 1 mark each)	20
2	Assignment/Project	10
3	Presentation/Viva Voce	10
	Total	40

(B) QUESTION PAPER PATTERN FOR SEMESTER END EXAMINATION

Maximum Marks: 60

Duration: 2 Hours

Question No. 1 is compulsory.

Solve any three Questions from Question Nos. 2 to 5

Question No.	Description	Total Marks
1	Theory Question/Practical Problem	15
2	Theory Question/Practical Problem	15
3	Theory Question/Practical Problem	15
4	Theory Question/Practical Problem	15
5	Short Notes: Answer any 3 out of 5 given (5 marks each)	15

Note: The Theory question/Practical Problem of 15 marks each may be split up into two smaller questions carrying 8 marks and 7 marks respectively.