

## OBE based Teaching Lesson Plan 2019-20- Even Semester

### COST ACCOUNTING II

**Program: B. Com (ACCA)**

**Course Name: COST ACCOUNTING II**

**Course Code: C4 15 MC201**

**Semester: II**

**Lecture hours: 60 hours**

**Faculty in-charge: Sushmitha Vincent Chemmannoor**

<b>Course outcome No.</b>	<b>Course outcomes</b>	<b>T-level indicator</b>
CO1	Application of marginal costing techniques in decision making	T3
CO2	Identify the role of relevant and irrelevant costing in business decisions	T1
CO3	Apply budgetary control technique by using different types of budget	T3
CO4	Apply the standard costing control techniques to report variance for business decisions making	T3
CO5	Use of management reports on performance for analysis of divisional performance of organizations	T3
CO6	Apply the concepts of target costing, lifecycle and environmental accounting in accordance with desirability of case	T3

<b>Module No. &amp; Topics Covered</b>	<b>Course outcome No:</b>	<b>No. of Lecture Hours</b>	<b>Pre- class Activity</b>	<b>Methodology/ Instructional techniques</b>	<b>Evaluation/ Assessment</b>	<b>T-level</b>
<b>Module - 1: Marginal Costing and Absorption Costing</b>	CO1	18 hrs	Group Discussions	Lecture through PPT & Solving	Q &A sessions	T3

<p>Absorption Costing - introduction, meaning, advantages and disadvantages of absorption costing, ascertainment of profit under absorption costing, Marginal Costing - introduction, meaning, advantages and disadvantages of marginal costing, differences between absorption costing and marginal costing, ascertainment of profit under marginal costing, Income determination under marginal costing and absorption costing – marginal cost equations, Cost Volume Profit Analysis, Break Even Point, Margin of Safety, Break even Chart – Profit Volume Chart Applications of Marginal Costing - Make or Buy Decision, Key factor / limiting factor , Accepting or Rejecting the Export Offer, Pricing decisions, Selecting the Suitable Product Mix, introduction of new product, operate or shut down decisions etc</p>				<p>Illustrations</p>		
<p><b>Module - 2:</b> <b>Relevant Costing</b> Analysis of relevant cost with other cost concepts</p>	<p>CO2</p>	<p>8 hrs</p>	<p>Case studies</p>	<p>Lecture through PPT &amp; Solving Illustrations</p>	<p>Q &amp; A Sessions</p>	<p>T1</p>

Benefits of Relevant Costing sunk cost-future costs, future benefits - Relevant cost and relevant benefits for business decisions, Problems and Case study						
<b>Module –</b> <b>3:Budgetary Control</b> Meaning – Need-Objectives and functions-Advantages and Limitations-Classification Preparation of Budgets - Fixed and Flexible Budget. Preparation of Budgets - Raw material consumption, Purchase, labour hour, Overhead Preparation of Cash Budget Preparation of Master Budget	CO3	14 hrs	Group discussions	PPT and solving Illustrations	Q &A sessions	T3
<b>Module –</b> <b>4:Standard Costing</b> Meaning- Steps involved in Standard Costing – Analysis of Variances Material Variances , Labour Variances, Overhead variances Preparation of Variance Reports and interpretation of variance report.	CO4	10 hrs	Case Studies	PPT and solving Illustrations	Q &A sessions	T3
<b>Module –</b> <b>5:Performance Measurement and Control</b> Performance management information systems - Sources of management	CO5	5hrs	Case studies	PPT and case study	Student Presentation based on topics	T3

information- Management reports Performance analysis in private sector organizations- Divisional performance and transfer pricing Performance analysis in not-for- profit organizations and the public sector External considerations and behavioral aspects Performance management information systems - Sources of management information- Management reports						
<b>Module – 6:Contemporary Concepts</b> Activity based costing, Target costing, Life-cycle costing, Throughput accounting- Environmental accounting	CO6	5 hrs	Group Discussions	PPT, solving Illustrations	PPT Presentat ion on selected topics/ Assignm ent/ Q & A sessions	T3

Total number of hours= **60 hours**

Date of 1<sup>st</sup> CIA- **1<sup>st</sup> week of December 2019**

Type of CIA- **Written test/ assignment/PPT group presentations**

Date of 2<sup>nd</sup> CIA- **2<sup>nd</sup> week of February, 2020**

Type of CIA- **Written test/ assignment/PPT group presentations**

**Books for Reference:**

1. ACCA STUDY MATERIAL 2015 of KAPLAN AND BPP
2. Colin Drury: Management and Cost Accounting.
3. Augustin Amaladas and Mary Amala Shanthi: Corporate Financial Knowledge Integration, Himalaya publications

4. Nigam: Theory and Techniques of Cost Accounting.
5. S. P. Jain & K L Narang: Cost and Management Accounting.
6. Dr. S. N. Maheshwari: Cost Accounting.
7. JawaharLal: Cost Accounting.
8. M. N. Arora: Cost Accounting.

**Prepared By,**  
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