

OBE based Teaching Lesson Plan 2019-20

Program: BBA (ENTREPRENEURSHIP)

Course Name: COSTING FOR BUSINESS DECISIONS

Course Code: M1 15MC501

Semester: V

Lecture hours: 60

Faculty in-charge: Benila Susan Jacob

| Course Outcome No. | Course Outcomes | T level Indicator |
|---------------------------|--|--------------------------|
| CO 1 | Employ the process of budgetary control by using Cash and Flexible Budgets | T3 |
| CO 2 | Generate decisions on Cost, Volume and Profit by using Marginal Costing Technique. | T2 |
| CO 3 | Utilize the tactical decision making parameters in the context of Make or Buy, Utilizing spare capacity, Product mix, Adding or Dropping a product and Plant shut down decisions | T3 |
| CO 4 | Use the Standard costing technique to analyze and control variance. | T3 |
| CO 5 | Apply Relevant costing in accordance with the merit of the Case | T3 |
| CO 6 | Justify usage of appropriate costing for decision making such as Activity based costing, Life Cycle costing, Target costing, Kaizen costing and Balance Score card in the present context. | T5 |

| Module No. Topics Covered | Course Outcome No. | No. of Lecture Hours | Pre-Class Activity | Instructional techniques | Assessment | T level |
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| Module 1: Meaning – Budget – Budgetary control and Budgeting – Need- Objectives and Functions – Advantages and Limitations – Requirements of a good Budgeting system - Process involved in Preliminaries for operation of Budgetary Control - Classification – Preparation of cash and flexible budget only | CO1 | 10 | Discussions | Lecture Interaction PPT | Q&A Group discussion | T3 |
| Module 2: Meaning of Marginal Cost – Meaning of Marginal Costing – Distinction between Absorption | CO2 | 10 | Discussions | PPT/Chalk & Talk Solving on the board | Test and Q&A | T2 |

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| Costing and Marginal Costing- Cost Volume Profit Analysis - Break even Analysis - Break even Chart - Profit Volume Ratio - Margin of Safety - Limiting Factor. | | | | | | |
| Module 3: Short term and Long term Decision Making - Parameters in Decision Making - Quantitative and Qualitative Factors to be considered - Fixation of selling price - Make or Buy Decision - Utilizing spare capacity - Product Mix Decision- Adding or Dropping a Product Line - Plant Shut Down Decisions. | CO3 | 15 | Discussions | PPT/Chalk & Talk Solving on the board | Test and Q&A | T3 |
| Module 4: Meaning of Standard Costing - Advantages of Standard Costing - Steps involved in Standard Costing - Analysis of Variances - Material Variances - Labour Variances (Simple problems)- Overhead | CO4 | 10 | Discussions | PPT/Chalk & Talk Solving on the board | Test and Q&A | T3 |

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| Variiances (Concept only). | | | | | | |
| Module 5: Relevant Costing - Analysis of Relevant Costs with other concepts - simple problems. | CO5 | 7 | Discussions | Chalk & Talk Solving on the board | Test and Q&A | T3 |
| Module 6: Activity Based Costing - Cost object - Cost Driver - Steps in Activity based Costing - Uses and Criticisms of Activity Based Costing- Emerging costing standards - Average revenue per user, cost per footfall, cost per cubic feet/sq meter, gross tonne per km, and industry wise applicability - Life Cycle Costing - Product Life Cycle Life cycle costs - Benefits of Life cycle Costing Target Costing - Meaning - Process involved in Target Costing - Value engineering Review in Target Costing Kaizen Costing - Meaning - Relevance, Balance Score Card - Perspectives involved in Balance Score | CO6 | 8 | Discussions & Case studies | Chalk & Talk Solving on the board | Test and Q&A | T5 |

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Continuous Internal Assessment

- Powerpoint presentation
- Class test
- Q&A sessions

Books for Reference:

- Khan & Jain, Management Accounting, Mc. Graw Hill.
- M.N. Arora, Management Accounting, Himalaya Publishers.
- I.M Pandey, Management Accounting, Vikas Publishers.
- Homgren, Sundem, Stratton, Introduction to Management Accounting, Pearson Education.
- S.N. Maheshwari, Management Accounting, Sulthan Chand & Sons.