

Advanced Cost Accounting

Paper-21

Max. Marks: 100

Time: 3 Hrs.

Note: There will be three sections of the question paper. In section A there will be 10 short answer questions of 2 marks each. All questions of this section are compulsory. Section B will comprise of 10 questions of 5 marks each out of which candidates are required to attempt any seven questions. Section C will be having 5 questions of 15 marks each out of which candidates are required to attempt any three questions. The examiner will set the question in all the three sections by covering the entire syllabus of the concerned subject.

COURSE INPUTS

- UNIT-1 Materials:** Inventory system; turnover of material; stock audit; ABC analysis; Material productivity. Labour – Advanced specific incentive plans; profit-sharing and labour co-partnership; treatment of profits; labour productivity, treatment of chargeable expenses. Overheads – Comments on specific items of factory, office and selling and distribution overheads; distribution of inter-department service factory overheads; distribution of office overheads and distribution of selling and distribution overheads.
- UNIT-2 Process Costing:** Work in Progress; Inter-process profits; by products and joint products.
Marginal Costing – difference with absorption and differential costing; multiple break-even-point; application of the technique for specific managerial decision.
- UNIT-3 Budgetary Control:** Preparation of Cash Budget; flexible budget and master budget;
Cost ratios; Zero base budgeting; performance budgeting.
Standard Costing – Application; Overhead and sales variance: revision variance; Control of variances; Accounting procedure.
- UNIT-4 Uniform Costing and inter firm comparison**
Presentation of cost information – diagrammatic and graphic presentation.
Costing reports – Requisites; steps; types; review
- UNIT-5 Activity Based Costing:** Meaning and importance; characteristics; steps involved; ideal system; usage; problems.
Cost reduction – Meaning and special features; cost control versus cost reduction; organisation; cost reduction Programme; value analysis; cost audit – functions and scope; cost audit and management audit: advantage; techniques; Cost audit report.