

Syllabus

Panjab University

B.Com. (4th Semester)

BCM 404 : Cost Management

Objective : *The objective of the paper is to acquaint the students with the various methods of cost determination and tools and techniques of cost control.*

UNIT – I

Cost Management : Need Significance and Different Areas of Cost Management and Application.

Methods of Cost Determination : Job Costing, Batch Costing, Contract Costing, Uniform Costing and Inter Firm Costing, Process Costing (including joint and by- products). Contemporary Concepts: Activity Based Costing, Target Costing, Life Cycle Costing, Value Chain Analysis.

UNIT – II

Techniques for Cost Control : Marginal Costing, Cost, Volume; Profit Analysis and Decision Making; Differential Costing and Absorption Costing.

Budgeting and Budgetary Control : Concepts, Objectives, Limitations, Types of Budgets, Zero Base Budgeting.

Standard Costing, Analysis of Variance.

Practical Work:

Use of software package to obtain cost accounting output like : Fixed and Variable Cost, Break Even Point, P/V Analysis, Preparation of budgets.