



(Shri Ramkrishna Seva Mandal's)
ANAND COMMERCE COLLEGE

An Autonomous College (2025-26 to 2034-35)

(Affiliated to Sardar Patel University)

NAAC ACCREDITED 'A' GRADE (3.04 CGPA)

ISO 9001:2015

Syllabus with effect from the Academic Year 2025-26



Master of Commerce
M.Com Semester – I

Course Code	PC01CCOM03	Title of the Course	Managerial Accounting-I
Total Credits of the Course	4	Hours per Week	4

Course Objectives	<ul style="list-style-type: none">To understand fundamentals of cost accounting and application of costing for managerial decisions.To Describe why absorption costing is essential for external financial statements and statutory reporting.To Assess the implications of cost control and cost reduction strategies-critically weighing benefits against potential trade-offs like quality or capacity constraints.To understand audit planning, training, and reporting can be structured using measurable, observable verbs—making them more actionable and aligned with educational clarity and accountability.To Evaluate the strengths and limitations of applying a learning curve for cost forecasting, including potential overestimation of gains, diminishing returns, or external disruptions
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Course Description		
Unit	Description	Weightage
1.	Basic Aspects of Cost Accounting: <ul style="list-style-type: none">Evolution of Cost Accounting and Meaning: Cost, Costing, Cost Accounting, Cost Accountancy, Objectives, Cost Accounting and Financial Accounting Advantages, Disadvantages, Installation of Cost Accounting Cost Unit, Cost Centre, Profit Centre, Classification of Costs.Methods and Techniques of Costing, Specific order costing : Theory & Example.Special Cost for Managerial Decisions (in brief): Relevant Cost, Sunk Cost, Differential Cost, Marginal Cost, Out of Pocket Cost, Imputed Cost, Future Costs, Conversion Costs, Production Costs.	20%

2.	Marginal Costing and Absorption Costing (Theory & Example): <ul style="list-style-type: none"> • Meaning and Definition, Features, Advantages and Disadvantages Comparison of Marginal and Absorption Costing, Comparison of Marginal and Differential Costing. • Managerial uses of Marginal Costing Examples: Profit Planning, Foreign Offer, Sales/Product Mix, Key Factor. 	20%
3.	Emerging Concepts in Cost and Management Accounting: <ul style="list-style-type: none"> • Activity Based Costing (ABC) (Theory & Example): Introduction, Performing Step, Cost Drivers Classification of Activities in Manufacturing Organizations Advantages and Disadvantages, Conventional Costing System and ABC System. • Life Cycle Costing. • Target Costing. • Kaizen Costing. 	20%
4.	Cost Audit: <ul style="list-style-type: none"> • Cost Audit: Meaning, Types, Advantages, Disadvantages, Techniques, Cost Audit Programme. • Cost Auditors: Functions, Appointment, Qualification, Disqualification, Rights, Duties, Cost Audit V/s Financial Audit , Cost Audit Report and Financial Audit Report, Cost Audit and Cost Investigation, Sachar Committee's Report, Cost Audit in India, List of products/ Industries required to maintain Cost Records. 	20%
5.	Learning Curve: <ul style="list-style-type: none"> • Introduction to Learning Curve • Phases in Learning Curve • Uses of Learning Curve • Limitations of the usefulness of the Learning Curve • Factors affecting Learning Curve • The Experience Curve • Reasons for use of Learning Curve • Application of Learning Curve 	20%

*Units will have the same Weightage in the evaluation as suggested in the course outline.

Methodology	<ul style="list-style-type: none"> • Lecture Method • Online Lectures • Group Discussion • Practical Problem Solving
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Evaluation Pattern		
Sr.No.	Details of the Evaluation	Weightage
1.	Internal/Written Examination.	20%
2.	Internal Continuous Assessment in the form of Practical, Viva-Voce, Quizzes, Seminars, Assignments, Attendance.	10%
3.	End semester examination	70%

Students will have to score a minimum of 40 (Forty) Percent to pass the course.

Course Outcomes: Having Completed this course, the students will be able to	
1.	Understand fundamental cost accounting concepts and methods for effective cost control and decision-making.
2.	Compare marginal and absorption costing techniques to evaluate their impact on profit and pricing decisions.
3.	Explore contemporary trends and innovations shaping cost and management accounting practices.
4.	Gain knowledge of cost audit procedures and their role in ensuring accuracy and compliance in cost records.
5.	Analyze the learning curve concept to assess cost behavior and efficiency improvements over time.

Suggested References: (include Reference Material from where a student is expected to study the said content in APA Style) Reference Websites can also be included)	
Sr. No	References
1.	Arora, M. N., & Katyal, P. (2022). Cost Accounting: Principles and Practice (4th ed.). Vikas Publishing House. 624 pp. ISBN 9789354538544.
2.	Arora, M. N. (2023). Cost Accounting. (1st ed.). Himalaya Publishing House.
3.	Gupta, M. P., & Gupta, A. (Dr.) (2024). Cost Accounting (as per NEP 2020). Sultan Chand & Sons.
4.	Gupta, M. P., & Gupta, A. (Dr.) (2025). Cost Accounting – I (TANSICHE syllabus). Sultan Chand & Sons.
5.	Iyengar, S. P. (2023). Cost Accounting (11th Rev. ed.). Sultan Chand & Sons
6.	Keswani, S. (2022). Cost & Management Accounting (4th ed.). Bharat Law House.
On-Line Resources available that can be used as Reference Material	
1.	(PDF) Management Accounting in India
2.	ICAI Notes: Activity Based Costing - Cost and Management Accounting for CA Intermediate PDF Download
http://ugcmoocs.inflibnet.ac.in/ugcmoocs/view_module_pg.php/390	



Chairman
BOS of Accountancy
Anand Commerce College



Academic Coordinator
Anand Commerce College



Principal
Anand Commerce College