

**CORE COURSE - VI : MANAGEMENT ACCOUNTING**

**Objectives:**

The purpose of this course is to impart basic knowledge of both financial and cost accounting so that students are able to understand financial statements and reports to make decisions.

**UNIT – I**

Purpose and Scope; changing role of Accountant in profession, industry and as a consultant: Basic accounting concepts and postulates and their implications.

Accounting Records and Systems: The journal and other subsidiary books. The Ledger and account, debit and credit, adjusting and closing entries, ruling and balancing accounts. The trial balance.

**UNIT – II**

Construction of Profit and Loss Account and Balance Sheet of joint stock companies as per companies act requirement.

**UNIT – III**

Nature and attributes of financial statements and other value of bankers, creditors and investors.

**COST ACCOUNTING:**

Cost concepts, determination of costs, elements of Cost-cost classification.

**UNIT – IV**

Overheads, Allocation, Apportionment, Absorption, Control over Factory, administration, selling and distribution Overheads, valuation of Inventories.

**UNIT – V**

Marginal costing – Break Even Analysis, contribution approach and direct costing.

Standard costing as a tool for control, variance analysis and budgetary control system.

**SUGGESTED READINGS:**

1. R.L.Gupta, Principles and Practice of Accountancy (New Delhi, Sultan Chand & Sons) 3<sup>rd</sup> Edition, 1978.
2. N.L.Hingorani, A.R.Ramanathan and A.T.S.Grewal, Management Accounting (New Delhi, Sultan Chand & sons) 3<sup>rd</sup> Edition.
3. Robert N.Antony & James S.Reece, Management Accounting – Principles (Bombay: Tarapoeva: & Sons) Indian Re-print 1977.
4. Robert N.Antony & James. S.Reece, Management Accounting Text and Cases (Bombay: Taraporevala & Sons) Indian Re-print 1977.
5. S.K.Bhattacharya and John Dearden, Accounting for Management – Text and Cases (New Delhi: Vikas Publishing House) 1976.
6. Charles V.Horngren, Cost Accounting : A Managerial Emphasis (New Delhi Prentice-Hall) 4<sup>th</sup> Indian Reprint (4<sup>th</sup> Edition).
7. L.W.J.Owlerand, J.L.Brown, Wheldon's Cost Accounting and Costing Methods (London: English Language Book Society and Mac Donald Evans) 13<sup>th</sup> Edition 1971