

HAILEY COLLEGE OF COMMERCE
UNIVERSITY OF THE PUNJAB, LAHORE

Course Title: **Cost Accounting**

Proposed Course Code: BSC-211

Program: BS Commerce

Credit Hours: 03

Semester: 04

1.0 Prerequisites:

The students are taking this course for the first time. However they may somehow comfortable if they know the basics of Financial Accounting.

2.0 The Course carries following objectives:

1. This course is designed to enable the students to learn the basics of the Cost Accounting at first stage and then they will learn the costing techniques for external and internal reporting, costing methods for the analysis of the cost, application of Cost Accounting in the manufacturing concerns of various nature. The students will also learn how Cost Accounting is different from Financial Accounting and what is the flow of information for a good cost accounting system. After taking this course, the students will be in a very good position to understand and apply Cost Accounting in various types of organizations.

3.0 Learning Outcomes

1. Basic concepts
2. Learning the various types of cost
3. Treatment of various elements of cost in the financial statements.
4. Treatment of various elements of cost in the financial statements.
5. Treatment of various elements of cost in the financial statements.
6. Learning about Costing Methods to be used in various types of Manufacturing Concerns.
7. Learning about Costing Methods to be used in various types of Manufacturing Concerns.
8. Learning about Costing Methods to be used in various types of Manufacturing Concerns.
9. Learning the calculations of under or over applied FOH and knowing the reasons behind this under or over applied FOH
10. Learning the calculations of under or over applied FOH and knowing the reasons behind this under or over applied FOH
11. Learning the calculations of under or over applied FOH and knowing the reasons behind this under or over applied FOH
12. Learning the flow of cost in a manufacturing concern.
13. Learning the flow of cost in a manufacturing concern where separate books are maintained by the factory and head office.
14. Learning about the Economic Order Quantity and various Stock Levels
15. Application of various stock valuation methods i.e. first in first out, last in first out etc.
16. Preparation for the examination

4.0 Course Contents:

Unit-I

- 1.1** Basic concepts of Cost Accounting, Difference between Financial Accounting and Cost Accounting, Elements of cost

Unit-II

- 2.1** Classification of cost, Behavior of cost.

Unit-III

- 3.1** Financial Accounting Statements (Cost of Goods Manufactured and Sold Statement, Income Statement and Balance Sheet)

Unit-IV

- 4.1** Process Costing

Unit-V

- 1.1** Factory Overheads Variance Analysis

Unit-VI

- 6.0** Journal Entries

Unit-VII

- 7.0** Factory Books and Head Office Books

Unit-VIII

- 8.0** Costing for Materials

Unit-IX

- 9.0** Stock Valuation Methods

Unit-X

- 10.1** Revision and Discussion

5.0 Teaching Methods: Lectures, discussions, presentations, quiz and assignments

6.0 Text Books

1. Zafar and Sohail, Cost Accounting
2. Nisar-ud-Din, Cost Accounting ,T Lucy, Costing, Hemkep, Cost Accounting
3. Plomani and Fabbozi, Cost Accounting