



Janardan Bhagat Shikshan Prasarak Sanstha's
CHANGU KANA THAKUR
ARTS, COMMERCE & SCIENCE COLLEGE, NEW
PANVEL (AUTONOMOUS)

Re-accredited 'A+' Grade by NAAC
'College with Potential for Excellence' Status Awarded by UGC
'Best College Award' by University of Mumbai
Program: M.Com.

Revised Syllabus of M.Com. Part – II Semester- IIIrd and IVth

1. Advanced Cost Accountancy
2. Financial Management

Choice Based Credit & Grading System (60:40)
w.e.f. Academic Year 2020-21

Sr. No.	Heading	Particulars
1	Title of Course	Advanced Cost Accountancy
2	Eligibility for Admission	M.COM. SEM I AND SEM II PASSED OR APPEARED EXAMINATION
3	Passing marks	40%
4	Ordinances/Regulations (if any)	--
5	No. of Semesters	III rd
6	Level	P.G.
7	Pattern	Semester (60:40)
8	Status	Revised
9	To be implemented from Academic year	2020-2021

Preamble

After successfully completion of undergraduate courses one should be the master of the accountancy. To get the advanced knowledge of most complex subject like Accountancy, Taxation, Financial Management, Costing and Research methodology we introduced various aspects of all these in the syllabus so the student will be trained to tackle the problems arising in the world of accountancy and Taxation.

Objectives

SN	Objectives
1	To enhance the abilities of learners to develop the concept Process Costing, Cost Allocation and Activity Based Costing Systems, Responsibility accounting and Strategic cost management.
2	To enable the learners to understand types of financing and Capital Budgeting.
3	To enable the learners in understanding Working Capital and Financial Planning.

Outcomes

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1	Learners will enhance the abilities of learners to develop the concept Process Costing, Cost Allocation and Activity Based Costing Systems, Responsibility accounting and Strategic cost management..
2	It will enable the learners to understand types of financing and Capital Budgeting.
3	It will enable the learners in understanding Working Capital and Financial Planning.

M.Com. Part – 2 - Semester-III - Advanced Cost Accounting

For the subject of Advanced Cost Accounting there shall be one paper for 60 lectures each comprising of four units of 15 Lectures each.

1. Module-I will be for 15 Lectures
2. Module-II will be for 15 Lectures
3. Module-III will be for 15 Lectures
4. Module-IV will be for 15 Lectures

M.Com. – Part – II - Semester-IV - Financial Management

For the subject of Financial Management there shall be one paper for 60 lectures each comprising of four units of 15 Lectures each.

1. Module-I will be for 15 Lectures
2. Module-II will be for 15 Lectures
3. Module-III will be for 15 Lectures
4. Module-IV will be for 15 Lectures

Scheme of Examination for Each Semester:

Internal Evaluation: 40 (20 marks internal test and 15 marks for Assignment and 5 Marks for presentation)

Semester End Examination: 60 Marks will be as follows -:

Each theory paper shall be of two hours duration.	
All questions are compulsory and will have internal options.	
Q-1	Practical Problem from any Module 15 M OR Practical Problem from any Module 15 M
Q-2	Practical Problem from any Module 15 M OR Practical Problem from any Module 15 M
Q-3	Practical Problem from any Module 15 M OR Practical Problem from any Module 15 M
Q-4	Two questions of theory Questions from any Module 15 M OR Short Notes out of 5 any 3 15 M

Choice Based Credit Grading and Semester System (CBCGS)
M. Com. Advanced Cost Accountancy Syllabus
To be implemented from the Academic year 2020-2021
SEMESTER III

Course Code	Unit	Topics	Credits	L / Week
UCM3FA5	I	Process Costing	6	15
	II	Cost Allocation and Activity Based Costing Systems		15
	III	Responsibility Accounting		15
	IV	Strategic Cost Management		15

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To be implemented from the Academic year 2020-2021
SEMESTER IV

Course Code	Unit	Topics	Credits	L / Week
UCM4FA6	I	Types of Financing	6	12
	II	Investment Decisions : Capital Budgeting		12
	III	Management of Working Capital		12
	IV	Financial Planning		12
	V	Financial Policy and Corporate Strategy		12

Semester – III Advanced Cost Accountancy

SN	Modules/ Units
1	Process Costing
	<p>A) Introduction - Features of process, Concept of Process Loss, Abnormal Loss, Normal Loss, Abnormal Gain.</p> <p>B) Computation of Inter Process Profit – Advantages and Disadvantages</p> <p>C) Computation of Equivalent Production – Weighted Average and FIFO.</p>
2	Cost Allocation and Activity Based Costing Systems
	<p>A) Cost Allocation – Meaning and its Types, Relationship between resources, activities, Cost and Cost drivers, Methods of allocating central costs - cost allocation using Direct Method, Step Down Method and Reciprocal Method.</p> <p>B) Activity Based Costing – Introduction, Advantages, Limitations, Identification of cost drivers, Practical Problems on Traditional V/s Activity Based Costing System.</p>
3	Responsibility Accounting
	<p>A) Responsibility Accounting – Meaning, Features, Objective, Assumptions, Problems, Responsibility Centre's – Cost, Profit, Revenue and Investment.</p> <p>B) Concept of Controllability – Introduction, Measuring Managerial Performance (ROI and Residual Income Approach)</p> <p>C) Preparation of Managerial Reports using Segmented Costs and Controllable costs approach.</p>
4	Strategic Cost Management
	<p>A) Transfer Pricing – Introduction, Advantages and Disadvantages, Setting Transfer Pricing – Negotiated transfer pricing, Cost Based transfer pricing.</p> <p>B) Target Costing – Introduction, Concept, Objectives, Comparison between Target Costing and Cost Plus Pricing.</p> <p>C) Inflation Accounting – Meaning, Features, Conversion of Income Statement, Balance Sheet, Stocks and Net Assets Block using Current Purchasing Power Method.</p>

Semester – IV Financial Management

SN	Modules/ Units
1	Types of Financing
	Introduction Needs of Finance and Sources: Long Term, Medium Term, Short Term Long Term Sources of Finance Owners Capital / Equity Capital Preference share capital Retained Earning Debentures or Bonds Loans from Financial Institutions / Banks Short Term Sources of Finance Trade Credit Accrued Expenses and Deferred Income Advances From Customers Commercial Papers Bank Advances: Loans, O/D, Clean O/Ds, Cash Credit, Advances against goods, Bills Purchased, Discounted, Advances against documents of title of goods, Advances against supply of bills, Term Loans Inter Corporate Deposits Certificate of Deposits Public Deposits
2	Investment Decisions : Capital Budgeting
3.	<ul style="list-style-type: none"> • Introduction • Nature of Capital Budgeting • Purpose of Capital Budgeting • Capital Budgeting Process • Types of Capital Investment • Decisions Project Cash Flows and Net profit Approval • Basic Principle of Measuring Project Cash Flows • Increment principle, Long Term Funds Principle, Exclusion of Financial Cost Principle, Post Tax Principle • Probability technique for measurement of cash flow • Capital Budgeting Techniques : Net Return Value; Internal Rate of Return; Profitability Index Methods • A Comparison; Project Selection Under Capital Rationing • (Note: Problems on computation of cash flow, ranking of projects on various techniques, selection and analysis with / without capital rationing. Comparison of IRR with Required rate of return i.e. cut off rate, IRR and mutually exclusive projects with unequal lives, multiple IRR) Management of Working Capital Meanings, Concepts and policies of working capital Management of working capital Issues in working capital

Estimating working capital needs (only Theory)

Operating or working capital cycle (only Theory)

Management of components of working capital

• **Management of Cash and Marketable Securities:** Motives for Holding Cash;

Objectives of

Cash Management; Factors Determining Cash Needs; Basic Strategies of Cash

Management; Cash Management Techniques / Processes; Marketable Securities; and

Cash Management Practices in India.

• **Receivable Management:** Objectives; Credit Policies; Credit Terms; and Collection Policies.

• **Inventory Management:** Objectives; and Techniques.

4. Financial Planning

• Introduction

• Meaning of Budget

• Essentials of a budget,

• Types of Budgets

• Advantages of Budgeting

• Zero Based Budget

• (Note: Practical Questions on Sales Budget, Production Budget, Material Budget, Cash Budget and Master Budget)

5 Financial Policy and Corporate Strategy

• Meaning of strategic financial management

• Strategic financial decision making framework

• Functions of Strategic Financial Management

• Financial Planning

Reference Books

Reference Books

- **Advanced Cost accounting by Vashishta and Saxena**
- **Advanced Financial Management by Prasana Chandra**
- **Advanced Financial Management by Khan and Jain**
- **Cost accounting B.K.Bhar**