

MGE-505: Management Accounting**2 Credits**

<u>Prerequisites for the course:</u>	Nil	
<u>Objective:</u>	To introduce Cost Concepts that are used in an organisation.	
<u>Content:</u>	Cost concepts Cost concepts, Elements of cost, Cost control, Cost information, Traditional cost management systems, Preparation of cost sheet.	4 hours
	Decisions using the costing data - Cost Volume Profit Analysis (CVP Analysis), Marginal Costing Cost Volume Profit Analysis for making managerial decision. Break Even Point, Margin of Safety, Marginal Costing and Absorption Costing, Key Factors	12 hours
	Variance Analysis Direct, Indirect Cost Variance (Material, Labour, Fixed & Variable Overhead Variance, Calendar Variance, Capacity Variance), Revenue & Profit Variance.	8 hours
	Activity based costing (ABC) Design a traditional Activity based Cost System, Use information from ABC to improve operations, assign marketing, distribution, and selling expenses to customers, analyse and manage customer profitability.	6 hours
<u>Pedagogy:</u>	Lectures/ tutorials/laboratory work/ field work/ outreach activities/ project work/ vocational training/viva/ seminars/ term papers/assignments/ presentations/ self-study/ Case Studies etc. or a combination of some of these. Sessions shall be interactive in nature to enable peer group learning.	
<u>Learning Outcomes</u>	An ability to take managerial decisions considering the impact of costs on the operations of an organisation.	
<u>References/Readings</u>	<ol style="list-style-type: none">1. Anthony Atkinson, Robert Kaplan, Ella Mae Matsumura, S. Mark Young, G. Arun Kumar, Management Accounting, Pearson Education Publication, Latest Edition.2. William Lanen, Shannon Anderson & Michael Maher, Fundamentals of Cost Accounting, Tata McGraw Hill Publication, Latest Edition.3. Satish B. Mathur, Accounting for Management, McGraw Hill Publication, Latest Edition.4. Saxena, V and Vashist, C; ‘Advanced Cost & Management Accounting’; Sultan Chand & Sons, Latest Edition.5. Kishore, R. M; ‘Management Accounting & Financial Analysis’; Taxmann Allied Services, Latest Edition.	