

# VEER NARMAD SOUTH GUJARAT UNIVERSITY, SURAT.

## T.Y. B.Com.

### Management Accounting (Optional Account Paper - IV)

(Syllabus effective from Academic Year 2008-09 and onward)

#### Objective :

This course provides the students an understanding of the application of accounting techniques for management.

Sr. No.	Course Inputs ( As per UGC Model Curriculum	Weightage
(A)	<b>Management Accounting :</b> Meaning, nature, scope and functions of management accounting; Role of management accounting in decision making ; Management accounting vs. financial accounting ; Tools and techniques of management accounting.	7.5%
(B)	Meaning and types of financial statements; Limitations of financial statements; Objectives and methods of financial statement analysis ; Ratio Analysis ; Preparation of financial Statements i.e. trading account profit & loss account and Balance sheet from given ratios & its analysis.	15%
(C)	Statement if changes in financial position on cash basis and working capital basis, familiarity with Indian Accounting Standard -3.	5%
(D)	1 Funds Flow Statement . 2 Cash Flow Statement as per Indian Accounting Standard – 3.	20%
(E)	<b>Accounting for Decision Making :</b> The concept of differential cost ; Cost profit volume analysis and its applications . (Except key factor)	15%
(F)	<b>Budgeting for Profit Planning and Control :</b> Meaning of budget and budgetary control ; Types of budgets ; Cash budget ; Fixed and flexible budgeting; Control ratios; Zero base control; Objectives; Merits and limitations of budgeting; Responsibility accounting; Performance budgeting. ( Practical problem only relating to cash budget and flexible budget .)	20%
(G)	<b>Cost of Capital :</b> Concept – Computations of cost of equity capital – Cost of Preference capital - Cost of debt – Cost of retained earnings.	10%

<b>(H)</b>	<b>Computer Accounting :</b> (Basic knowledge of computer accounting ) Introduction – Various components of a computer including hardware and software - Features of personal computers – Role of computer accounting – Advantages – Limitations – Why computerization – preparatory work – Master creation., Generation of printouts - preservation of data - Reports – Practical with one of the accounting programme ( recommended Tally software system – latest version at the time of beginning of the academic year)	7.5%
<b>Note :</b>	Questions on theory should not be exceed 20% of the total marks of the paper.	

**Note :** Marks for Optional Account Paper III & IV to be considered in a group

**SUGGESTED READINGS :**

1. Arora M. N : Cost Accounting – Principles and Practice; Vikas, New Delhi.
2. Jain S. P. and Narang K. L : Cost Accounting; Kalyani, New Delhi.
3. Anthony Robert, Reece, Etnal : Principles of Management Accounting; Richard D. Irwin Inc. Illinois.
4. Horngren, Charles, Foster and Datar: Cost Accounting-A Managerial Emphasis; Prentice-Hall of India, New Delhi.
5. Khan M. Y. and Jain P. K: Management Accounting; Tata McGraw Hill.
6. Kalpan R. S. and Atkinson A. A.: Advanced Management Accounting; Prentice Hall India, New Delhi.
7. Dr. S. N. Maheshwari : Problem & Solution in Management Accounting & Financial Management ; Sultan Chand.
8. Dr. Goyel & Manmohan : Management Accountancy ; Taxman Publication.
9. Rvi Kishore : Management Accountancy, Taxman Publication.
10. L. N. Chopde & D. H. Chaudhary : Introduction to Management Accounting ; Sheth Publishers Pvt. Ltd., Bombay.