



BBA 21013: Cost and Management Accounting

Level: 2000

Number of Credits : 03

Course Description

Cost and management accounting provides the knowledge of cost concepts, cost behavior and types of cost information that can be produced to assist managers in planning, control and decision making in organizations. Further, it focuses on the application of management accounting techniques to generate information for managerial decision making, while ensuring efficient use of organizational resources, towards achieving goals.

Intended Learning Outcomes

At the end of this course, the student will be able to;

- Describe cost concepts and cost behavior and estimate costs.
- Identify different costing systems that can be established in an organization.
- Apply management accounting techniques for managerial decision making.
- Analyze and use of management accounting information to measure and enhance organizational performance.
- Evaluate the appropriateness of cost and management accounting techniques towards achieving organizational goals.

Teaching/Learning Methods

Lectures, Tutorials, Group discussions, Workshops and Seminars

Methods of Assessment

In-course Assessments	: 30%
End Semester Examination	: 70%

Course Contents

- 1 Introduction to cost and management accounting
Evolution of cost and management accounting, importance of accounting information, decision-making process, functions of management accounting
- 2 Cost terms and concepts
Cost objects, types of costs, cost behavior, maintaining a cost database
- 3 Costing systems
Job costing, process costing, joint and by-product costing and standard costing
- 4 Cost assignment
Assignment of direct and indirect costs to cost objects, different costs for different purposes, under and over-recovery of overheads, activity based costing system
- 5 Cost- volume and profit analysis
The economist's model and the accountant's cost volume profit model, alternative methods for calculating Break-Even Point (BEP), alternative presentation of CVP analysis, cost-volume-profit analysis assumptions, multi-product CVP analysis, limitations of CVP analysis, CVP analysis under risk and uncertainty

Recommended Readings

- 1 Frederick, H., Kuratko,. & Hodgetts, R.M. (2014). Entrepreneurship Theory, Process, & Practice. (9th Ed). Asia-Pacific: Cengage Learning.
- 2 Hisrich, R.D. & Peters, M.P. (2012). Entrepreneurship. (09th Ed). New Delhi: Tata McGraw-Hill.