



FAKULTI PENGURUSAN & INDUSTRI HALAL

PROGRAM	Diploma in Accountancy
COURSE NAME	COST AND MANAGEMENT ACCOUNTING
COURSE CODE	MAF201
CREDIT HOUR	3
SYNOPSIS	This course is a continuation from the basic costing course where students are introduced to contract costing, process costing, marginal and absorption costing, cost-volume profit analysis, operating and financial budgets.
COURSE STRUCTURE	
CHAPTER	TOPICS
1	Contract Costing 1.1 Introduction to contract costing 1.2 Construction in Process Account, Contractee account, Statement of financial position (extract) 1.3 Calculation of recognised profit (MFRS15)
2	Process Costing 2.1 Simple process costing 2.2 Normal losses 2.3 Abnormal losses 2.4 Abnormal gains 2.5 Equivalent units 2.6 Average and First In First Out (FIFO) methods of costing the equivalent units 2.7 Treatment of joint product and by-product
3	Marginal Costing and Absorption Costing 3.1 Explanation of marginal costing and absorption costing 3.2 The contribution concept 3.3 Period cost and product cost under marginal costing 3.4 Period cost and product cost under absorption costing 3.5 Income statement under marginal costing 3.6 Income statement under absorption costing 3.7 Over or under absorption of fixed overhead 3.8 Profit reconciliation statement 3.9 Reasons for differences in profits between marginal costing and absorption costing



4	Cost Volume Profit (CVP) Analysis 4.1 Definition of CVP analysis 4.2 Assumptions and limitations of CVP analysis 4.3 Contribution/Sales Ratio 4.4 Computation of break-even-point, target volume and margin of safety 4.5 Presentation of break-even graph and profit-volume chart for single and multi-product
5	Budgeting 5.1 Purpose of budget 5.2 Budget committee 5.3 Budgeting process 5.4 Preparation of functional budgets: 5.4.1 Sales budget 5.4.2 Production budget 5.4.3 Material budget 5.4.4 Labour budget 5.4.5 Production cost budget 5.5 Cash budget
References:	Rozainun, A.A, Che Hamidah, C.P., Indra Devi, R. & Nagaretnam, T. (2018), <i>Management accounting</i> (3rd ed.). Oxford University Press. [ISBN:9789834712730]