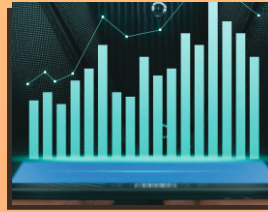
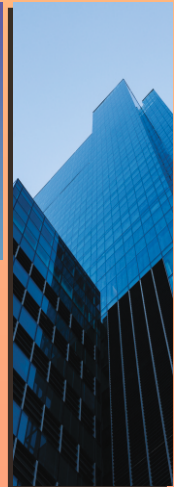


# COST AND MANAGEMENT ACCOUNTING



Dr. S.N. Maheshwari



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# Cost and Management Accounting

*(For B.Com., BBA, MBA, CA, CS, CMA and  
other Similar Courses)*

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**Author's Acknowledgement:** The writing of a Textbook always involves creation of a huge debt towards innumerable authors and publications. We owe our gratitude to all of them. We acknowledge our indebtedness in extensive references after the annexures in the book. If, for any reason, any acknowledgement has been left out we may be excused. We assure to carry out correction in the subsequent edition, as and when it is known.

# Preface

## TO THE FOURTEENTH EDITION

We are extremely pleased to place before the esteemed readers, the Fourteenth Revised and Enlarged Edition of our book “*Cost and Management Accounting*” for B. Com, BBA, MBA, CA, CS, CMA and other Similar Courses as per the new syllabus. The heart warming response given by the readers to each new edition of the book is a matter of great satisfaction and privilege for us.

The new edition besides containing the *PLUS* features of the Thirteenth Edition, *viz.*, simplicity of style, lucid presentation, exhaustive illustrative text, plenty of exercises and problems, *etc.* has certain additional welcome features as mentioned below:

1. The chapter “*Financial Accounting Principles*” in *Section A* of the book has been updated by incorporating the text regarding *IFRS* Convergence in India including the convergence road-map and notification of 35 Ind ASs by Ministry of Corporate Affairs.
2. The chapter “*Financial Statements: Analysis and Interpretation*” in *Section B* of the book now incorporates the basic features of the Revised *Schedule VI* as per the Government Notification dated 28th February, 2011 effective 1 st April 2011.
3. The chapter “*Cash Flow Statement*” in *Section B* incorporates the requisite changes as required by AS 3 (Revised).
4. Keeping in view the Revised B. Com, BBA, MBA, CA, CS, CMA and other Similar Courses (effective from February 1, 2013) requirements, the following topics have been added at appropriate places:
  - A note regarding Cost Accounting Standards in the Chapter 1: Basic Cost Concepts (Section D) of the book.
  - Four new Chapters have been incorporated in Section D of the book. These include :
    - Chapter 17 Non-Integral Accounts
    - Chapter 18 Integral Accounts
    - Chapter 20 Cost Accounting Records and Cost Audit
    - Chapter 21 Management ReportingOld Chapter 17 (Section D) has been renumbered as Chapter 19 (Section D)
5. The book continues to follow a reader friendly and examination oriented approach.

We are confident that with all these additions and adaptations, the readers will find the New Revised Edition all the more useful and rewarding.

Constructive and helpful suggestions for improvement in the book will be gratefully acknowledged.

## TO THE FIRST EDITION

The present volume “*Cost and Management Accounting*” has been specially written to meet exhaustively the requirements of the students preparing for the B.Com., BBA, MBA, CA, CS, CMA and other Similar Courses.

Throughout the development of the book, it has been my endeavour to tailor its approach, subject matter and presentation according to the requirements of its users – mainly students. The language has been kept simple and the entire discussion has been built on a logical and coherent outline. The text matter is accompanied with adequate illustrative material and particular care has been taken to explain those intricate and complex points which really trouble students. At the end of each chapter, a large number of test questions – objective type with short answers, essay type and practical problems with detailed answers have been given. For the benefit of an inquisitive reader, select references have also been incorporated at the end of each chapter.

DR. S.N. MAHESHWARI

### Page A.13 Pasting Matter

#### *IND AS 33*

##### **Earning Per Share**

The objective of Ind AS 33 is to prescribe principles for the determination and presentation of Earning Per Share (EPS) so as to improve performance comparison between different entities in the same reporting period and between reporting period. Basic EPS shall be calculated by dividing profit or loss attributable to ordinary equity holders of the parent company by the weighted number of ordinary equity shares of the parent entity. Diluted earning per share shall be calculated by an entity by adjusting profit and loss attributable to ordinary equity holders of the parent entity and weighted average number of shares outstanding for the effects of all dilutive potential ordinary shares. Potential ordinary shares shall be treated as dilutive when, their conversion to ordinary shares would decrease earning per share or increase loss per share from continuing operation.

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# Brief Contents

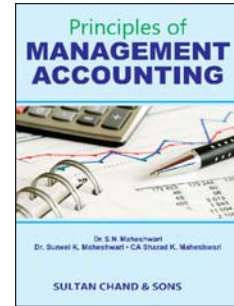
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<b>TOTAL</b>	<b>1,337</b>	<b>468</b>	<b>85</b>	<b>421</b>	<b>509</b>



# *Principles of Management Accounting*

Dr. S.N. Maheshwari

Dr Suneel K. Maheshwari • CA Sharad K. Maheshwari



## **About the Book**

The book provides a comprehensive coverage of the course-content requirements of the students appearing the paper 'Management Accounting' at the B.Com., M.Com., BBA and MBA Examinations of different Indian Universities. The book has been divided into THREE Convenient Sections. Each Section covers a different aspect of 'Management Accounting' with the subject divided into chapters covering different topics in a systematic and concise manner.

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- Certain new concepts viz., Target Costing, Kaizen Costing and Balanced Scorecard have been incorporated in Chapter 3 (Section A) and Appendix 1 of the book.
- Schedule III regarding presentation of financial statements as per the Companies Act, 2013 has been incorporated as an Appendix 5 to the book.

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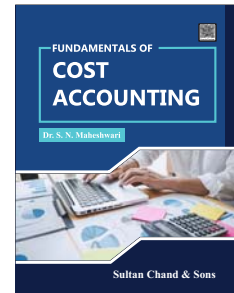
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# *Fundamentals of Cost Accounting*

Dr. S.N. Maheshwari

## **About the Book**

The book is best suited for Integrated Professional Competence Examination of Institute of Chartered Accountants of India and other similar courses. The present book deals with Section A of the syllabus for the paper, "Cost Accounting and Financial Management" by the institute.



## **Salient Features**

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- The book contains problems from different professional examinations conducted by different professional bodies
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