

Subject				
Cost Account				
ECTS code	Semester	Faculty: Finance		
	1	Major: Finance and Accounting		
		Corporate Finance and Accounting		
Faculty:				
Lecture:				
Classes:				
System of studies:				
full time, second degree				
Subject status	Pass requirement	Number of contact hours		ECTS points
		Lectures	Classes	
E2 (core course)	written exam	15	30	5
Teaching language				
English				
Subject provisions and objectives (including the expected can-do of students on completion of the course)				
Cost accounting plays a critical role in corporate finance. Cost classification is significant for accounting and financial purposes, it enables book keeping and financial management. A student should be able to estimate fixed and variable costs, allocate cost, conduct cost – volume – profit analysis, use standard cost accounting and manage cost in longer period of time (strategic cost management).				
Teaching curriculum ( in case of prescribed subjects, compliance with the standards, maximum 15 topics)				
1. Management accounting and cost accounting				
2. Cost classification on financial statement				
3. Cost classification for predicting behaviour – variable, fixed costs				
4. Techniques for estimating fixed and variable costs				
5. Cost classification for assigning cost to cost objects – direct cost, indirect cost				
6. Measuring direct labour cost, direct materials cost, manufacturing over head costs				
7. Choice of an allocation base for overhead cost: computation of unit costs				
8. Cost – volume – profit analysis (assumptions, model, margin of safety, break-even point)				
9. Standard cost accounting (assumptions, methods, application)				
10. Activity Based Costing and Activity Based Management (assumptions, methods, application)				
11. Life Cycle Costing (assumptions, methods, application)				
12. Target Costing (assumptions, methods, application)				
13. Kaizen Costing (assumptions, methods, application)				
Class topics (maximum 15 topics)				

<ol style="list-style-type: none"> <li>1. Cost classification by nature, functions, variability</li> <li>2. Cost accounting and account books</li> <li>3. Cost accounting for financial statement purposes</li> <li>4. The influence of cost accounting on financial results</li> <li>5. Techniques for estimating fixed and variable costs: high level method, regression analysis</li> <li>6. Computation of unit costs</li> <li>7. Margin of safety, break-even point</li> <li>8. Standard cost accounting in practice</li> <li>9. Strategic cost management in practice</li> </ol>
<b>Introductory topics</b>
Accounting, Financial Accounting
<b>Teaching methods</b>
lecture, assignments, case-studies
<b>Basic literature and other sources</b>
<p>TEXTBOOKs:</p> <ol style="list-style-type: none"> <li>1. Drury C., <i>Management and Cost Accounting</i>, Cengage Learning, 2007.</li> <li>2. Horngren Ch. T., Foster G., Datar S. M., Rajan M., <i>Cost Accounting: International Version: A Managerial Emphasis</i>, Pearson Education, 2007.</li> </ol>
<b>Pass requirements for signature/examination</b>
<p>Classes: Participation and active contribution during the classes, mid-term and final assignment</p> <p>Final examination (written)</p>
<b>Examples of questions for tests and examinations</b>