

INTERACTION ON COST RECORDS

(SEMINAR AT ERODE CHAPTER--DATE 4TH JUNE 2016)

SEMINAR BASED ON
CRA-1 & CAS

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Practicing Cost Accountant

1. Material Costs

- [Pursuant to rule 5(1) of the Companies (Cost Records and Audit) Rules, 2014] Particulars relating to the Items of Costs to be included in the Books of Accounts
- issues, stock level,
- cost, captive,
- loss, forex,
- demurrage,
- penalty, subsidy/grant,
- outsourcing charge,
- >1 yr)

2. Employee Cost.

- Basic+all.+bonus+exgratia;
- perq.
- MD/ED;
- Inputed cost,
- subsidy/grant; production Vs service,
- VRS CRS; idle, penalties.
- Recruitment and training cost,
- overtime

3. Utilities.

- power,
- water, steam, gas, firewood,
- Non-formal, Self-generated, interunit
- transfer,
- subsidy/grant,
- penalties and damages,

4. Direct Expenses

- B/O,
- onetime payment,
- amortization,
- credits

5. Repairs and Maintenance

- Machinery,
- building,
- vehicle,etc

6. Fixed Assets and depreciation

- as per companies act
- Rates applicable as per shift of machines

7. Overheads

- analyse,
- classify,
- group according to function

Point 8 to 14 of CRA-1

- 8. Administrative Overheads.-
- 9. Transportation Cost.-
- 10. Royalty and Technical Know-how.
- 11. Research and Development Expenses.-
- 12. Quality control expenses.-
- 13. Pollution control expenses.-
- 14. Service department expenses.-

15. Packing expenses

- primary,
- secondary,
- cost,
- domestic, export,
- Self--manufactured,
- loss,
- forex,
- issues

16. Interest and financing charges

- borrowing cost,
- subsidy/grant,
- Penal interest,
- interest on investment,
- Cause-effect, benefits,

POINT 17 to 21 IN CRA-1

- 17. Any other item of cost.-
- 18. Capacity determination
- 19. Work-in-progress and finished stock.-
- 20. Captive consumption.
- 21. By-Products and Joint Products.-

POINT 22 TO 30 IN CRA-1

- 22. Adjustment of cost variances.-
- 23. Reconciliation of cost & fin. accounts.-
- 24. Related party transactions.- .
- 25. Expenses or incentives on exports.-
- 26. Production Records.-. 27. Sales records.-
- 28. Cost statements.- 29. Statistical Records.-
- 30. Records of Physical Verification.-

CAS 1 TO 8 (Issued by our institute)

- CAS—1 Classification of Cost
- CAS₂*** (Revised 2015) Capacity Determination
1.4.2016
- CAS₃ *** (Revised 2015) Production and
Operation Overheads 1.4.2016
- CAS₄ Cost of Production for Captive
Consumption
- CAS₅ Average (equalized) Cost of Transportation
- CAS₆ Material Cost
- CAS₇ Employee Cost
- CAS₈ Cost of Utilities

CAS 9 TO 16

- CAS₉ Packing Material Cost
- CAS₁₀ Direct Expenses
- CAS₁₁ Administrative Overheads
- CAS₁₂ Repairs And Maintenance Cost
- CAS₁₃ Cost of Service Cost Centre
- CAS₁₄ Pollution Control Cost*
- CAS₁₅ Selling and Distribution Overheads
- CAS₁₆ Depreciation and Amortisation

CAS 17 TO 24

- CAS17 Interest and Financing Charges.
- CAS18 Research and Development Costs
- CAS19 Joint Costs
- CAS20 Royalty and Technical KnowHow Fee
- CAS21 Quality Control
- CAS22 Manufacturing Cost
- CAS23 Overburden Removal Cost
- CAS24 Treatment of Revenue in Cost Statements

Guidance Note on Cost Accounting Standard

- 1. Guidance Note on CAS2 --(Revised 2015) Capacity Determination"....
- 2. Revised Guidance Note on Cost Accounting Standard on Cost of Production for Captive Consumption (CAS4)
- 3. Guidance Note on Cost Accounting Standard 6 Material Cost (CAS6)
- 4. Guidance Note on Cost Accounting Standard 7 on Employee Cost
- 5. Guidance Note on Cost Accounting Standard on Cost of Utilities (CAS8).
- 6. Guidance Note on Cost Accounting Standard on Packing Material Cost (CAS9)
- 7. Guidance Note on Cost Accounting Standard on Direct Expenses (CAS10)
- 8. Guidance Note on Cost Accounting Standard on Administrative Overheads (CAS11).
- 9. Guidance Note on Cost Accounting Standard on Repairs and Maintenance Cost (CAS12)
- 10. Guidance Note on Maintenance of Cost Accounting Records for Construction Industry Including Real Estate and Property Development Activity
- 11. Guidance Note on Treatment of Costs Relating to Corporate Social Responsibility (CSR) Activities

- Thanks !!!!!!!
- Query please?