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B. Com Part III

* The scope of cost accounting is very wide :-

① Costing :- Costing means finding out the cost of product or service by any technique or method.

② Cost Accounting :- It is the process of accounting for cost which begins with recording of expenditure and ends with the preparation of statistical data.

③ Cost Control :- Cost Control is the guidance and regulation by executive action of the costs of operating and undertaking. It aims at guiding the actual towards the line of targets, regulates the actuals so they deviate from the targets.

④ Budgeting :- A budget is a quantitative expression of a plan of action prepared in advance of the period to which relates.

⑤ Cost Audit :-

- It enables management to detect errors and other malpractice.
- It increases the reliability of cost report.
- It facilitates better control over inventories.
- It facilitates inter-firm and intra-firm comparison.