

CA Intermediate (New Syllabus) Cost & Management Accounting

Changes made in New Module of ICAI (September, 2021 edition)

Dear Student Friends,

ICAI has published a new edition of CMA module in September, 2021. I have done the comparison of this module with October, 2020 module and noticed the following changes. **This new module is applicable for May, 2022 exam and onwards.**

First of all, I am happy to share with you that ICAI has corrected some of the errors of previous module. You may be aware of the fact that I had identified and reported 72 errors to the Board of Studies of ICAI from October, 2020 module. I had requested ICAI to issue corrigendum to study material on their website. However, instead of issuing corrigendum, ICAI issued a new edition of module with some corrections.

Some wrong and complicated questions are dropped in this module and few new questions are also added based on the suggestions given by me. Mainly, this new module is a **rectification of previous errors** of October, 2020 module.

Some errors are still left to be corrected and at few places there is a difference of opinion between my views and ICAI views. Atleast our Institute has started listening and has shown the courage to accept and correct the mistakes. This itself is a welcome change.

If you notice some more errors in the new module, then you are requested to write an email to BOS, ICAI at this email address : **cma-inter@icai.in**. Please remember that you will not get any response or acknowledgement from ICAI. But still do it. When lot of students write an email about the same thing to ICAI, then only it makes the impact. Hence, students unity is important.

Your personal views, suggestions and feedback are always welcome for making further improvement. You may personally write to me on my email : **ngp.rakesh@gmail.com**

I have given page wise details below about the changes made by ICAI in September, 2021 edition of their CMA module.

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S.N.	Page No.	Changes as compared to October, 2020 module
Chapter 1 - Introduction to Cost & Management Accounting :		
1.		No change
Chapter 2 - Material Cost :		
2.	2.14	A new illustration 1 is added.
3.		Illustration 7 - Page 2.28 of October, 2020 module is dropped. It was a question of M/s Tyrotubes with probability. It was a complicated and time consuming question. My suggestion is accepted.
4.	2.30	A new Illustration 8 : IPL limited is added in the place of above.
5.		Illustration 14 - Page 2.57 of October, 2020 module is dropped. It was a wrong question with illogical answers - Arnav Electronics. We should welcome this change. My suggestion is accepted.
6.	2.61	A new Illustration 15 : Imbrois India Ltd. for weighted average method of valuation of stock is added in the place of above question.
Chapter 3 - Employee Cost / Labour Cost :		
7.		No changes except minor corrections at few places.
Chapter 4 - Overheads - Absorption Costing Method :		
8.		No changes except minor corrections at few places.
Chapter 5 - Activity Based Costing :		
9.		No changes except minor corrections at few places.
Chapter 6 - Cost Sheet :		
10.		No changes in questions & answers except corrections at few places. One major correction done in the Cost Sheet is : Earlier it was mentioned that 'Interest & Financial Charges' should be included in the Cost Sheet and it will form part of 'Cost of Sales'. This view was contradicting from normal view. Now it is corrected. Interest and Financial charges are now excluded from the Cost Sheet and it will not be included in the Cost Sheet anywhere.
Chapter 7 - Cost Accounting System :		
11.		No changes except minor corrections at few places.
Chapter 8 - Unit and Batch Costing :		
12.		No changes except minor corrections at few places.
Chapter 9 - Job and Contract Costing :		
13.		No change at all.
Chapter 10 - Process & Operation Costing :		
14.		No changes except minor corrections at few places.
Chapter 11 - Joint Products & By Products :		
15.		No changes except minor corrections at few places.
Chapter 12 - Service Costing :		
16.		No changes except minor corrections at few places.

S.N.	Page No.	Changes as compared to October, 2020 module
Chapter 13 - Standard Costing :		
17.	13.20	A new illustration no. 4 is added relating to Material cost variance.
18.	13.27	A new illustration no. 6 is added relating to Labour cost variance.
19.	13.42	A new illustration no. 11 is added relating to Fixed OH cost variance.
20.	13.56	A new question no. 4 is added relating to Material cost variance. Missing figure question.
21.	13.57	A new question no. 6 is added relating to Material & Labour cost variance.
22.	13.59	A new question no. 12 is added relating to Variable OH cost variance.
Chapter 14 - Marginal Costing :		
23.	14.35	A new illustration no. 10 is added relating to key factor question.
24.	14.37	A new illustration no. 11 is added relating to key factor question.
25.	14.38	A new illustration no. 12 is added relating to Special order decision.
26.	14.41	A new illustration no. 13 is added relating to Make or Buy Decision.
27.	14.42	A new illustration no. 14 is added relating to Opportunity Cost concept. We already have it in our notes.
28.	14.64	A new question Q.21 in Test Yourself is added.
Chapter 15 - Budgets & Budgetary Control :		
29.	No changes except minor corrections at few places.	

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