

A Project Work on
**“A Study On Marginal costing with special
reference to Home Tile, Bhatkal”**

Submitted To



Karnatak University Dharwad
In partial fulfilment of the Requirements for the Degree of
Master of Commerce
2018

By:
Ms.SUWAIDA
Registration Number:17C011135

Under the supervision of
Prof. Bushra K.V
Department of PG Studies in Commerce



ANJUMAN ARTS, SCIENCE, COMMERCE COLLEGE AND P.G
CENTRE, ANJUMANABAD, BHATKAL-581320

2018-19



CERTIFICATE

Certified that the Project Work titled "A study on the Marginal Costing with special reference to Home Tile, Bhatkal", is an original record of field work done by Miss. Suwaida with Register NO.17C011135 in partial fulfillment for the award of Degree of Master of Commerce of the Karnataka University, Dharward during the 2018-19. The project satisfies the academic requirements in respect of project work prescribed for the Degree of Master of Commerce and is a record of her own independent work.

This project is based on the studies carried out by her has not been submitted to any other University or Institution for the award of any degree or diploma.

PROF:BUSHRA K.V

PROJECTGUIDE

PROF: M.K SHAIKH

PRINCIPAL



HOME TILE

FOR BUILDING MATERIALS

Dealers in : All types of Tiles, Sanitary ware, Sanitary Fittings, Pipes & Pipes Fittings

Ref. No.

Date

CERTIFICATE

This is to certify that Ms. SUWAIDA, bearing Register No, 17C011135, M.com student of Anjuman Arts, Science, & Commerce College and P.G. Centre, Bhatkal has satisfactorily completed the project in Home Tile, Bhatkal on "A STUDY ON MARGINAL COSTING OF HOME TILE" For partial fulfillment of her degree in masters in commerce under Karnataka University Dharwad, Karnataka.

The effect put by her in collecting the data and overall participation during the completion of project deserves highest appreciation.

We congratulate her and wish her all the success in her future endeavors

Date :

(MOHAMMED SAHEEF)

HOME TILE
BHATKAL

NH 66, NAWAYATH COLONY, BHATKAL - 581 320 Karnataka, INDIA

Mob: 9742914880 Email: hometile99@gmail.com

CONTENTS

		Page No.
CHAPTER I:	INTRODUCTION • Need for the Study • Objectives of the Study • Methodology adopted for the study	1 - 4
CHAPTER II	Conceptual Framework of the problem selected	5 - 13
CHAPTER III	Background of the sample unit	14 - 22
CHAPTER IV	Analysis of the Data	23 - 34
CHAPTER V	Findings and Suggestions Bibliography	35 - 38

INTRODUCTION

The project mainly focused on marginal costing at home tiles industry the term marginal costing is not a distinct method of ascertainment of cost but is a technique which applies existing methods in a particular manner so that the relationship between profit and the volume of output can be clearly brought out. Marginal costing ascertains marginal or variable costs and the effect on profit, of the changes in volume or type of output, by differentiating between variable cost and fixed cost. Under the process of marginal costing, from the cost components, fixed costs are excluded. The difference which arises between the variable costs incurred for activities and the revenue and the revenue earned from those activities is defined as the gross margin or contribution.

Under the marginal costing, for the calculation of profits for individual products or departments, no attempt is made-only calculation of contributions is done. The fixed cost does not allocated to or gets absorbed by the individual products or departments. Thus accounting techniques relating to the treatment of fixed costs will not influence the decisions which are based on marginal costing system.

Objectives of the study

- To analyze the profitability of the company.
- To study the marginal costing items like selling price, variable cost etc.
- To analyze the various product of home tile industry based on marginal costing.
- To study the growth and development in home tile industry.
- To make a recommendation based on the study.

Conclusion

Home Tile was established in 2009 which sales products like tile, sanitary ware etc. the company is based on partnership firm FM Saleem and MG Saheef venkatapur Bhatkal.

Each product of home tile is going to compare by using profit volume ratio which shows the result in percentage. The statement of marginal costing recognize that selling price of each product of home tile is constant or fluctuate based on the quality of the product but the variable cost will be differ always. So the fluctuation between each product will affect the profit. The profit volume ratio will identify through percentage that which product is profitable or have continuous demand in the market.