

**MANUFACTURING COST, PRICING POLICY AND BUDGETING
ANALYSIS: A CASE STUDY OF PT XYZ, A MINERAL WATER CUP
MANUFACTURER**

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STATEMENT BY THE AUTHOR

I hereby declare that this submission is my own work and to the best of my knowledge, it contains no material previously published or written by another person, nor material which to a substantial extent has been accepted for the award of any other degree or diploma at any educational institution, except where due acknowledgement is made in the thesis.

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ABSTRACT

MANUFACTURING COST, PRICING DECISION AND BUDGETING ANALYSIS: A CASE STUDY OF PT XYZ, A MINERAL WATER CUP MANUFACTURER

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In this competitive environment, accounting information is more essential than ever before, not only is it vital towards public company but it's also equally important for privately held companies. Not only is an accurate accounting information is vital, but companies also need proper pricing policies and budgeting to have more control over their costs and get an edge over the competitors. However, manufacturing companies in particular are found to have improper cost allocation method which can result in distorted cost of goods sold. This study investigate the current accounting treatment for manufacturing cost, in particular the current cost allocation method of the privately held manufacturing company to evaluate the appropriateness according to the theory and also assess whether the pricing decision making is appropriate in the current setting and also to observe the budgeting system. The data will be gathered directly from interview with the company, direct observation and also primary accounting data. The research will be done by using descriptive analysis. The result is even though the policy of the pricing is accurate with its market industry and cost of goods sold, the process costing method is improperly implemented and no budgeting activities can be found.

Keywords: Process Costing, Budgeting, Pricing Policy, Manufacturing Cost, Case Study



DEDICATION

I dedicate this works to all of my family, friends and my country, Indonesia.



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TABLE OF CONTENTS

STATEMENT BY THE AUTHOR.....	2
ABSTRACT	3
DEDICATION.....	5
ACKNOWLEDGEMENTS	6
TABLE OF CONTENTS	7
LIST OF FIGURES	9
LIST OF TABLES	10
CHAPTER 1 - INTRODUCTION	11
1.1 Background	11
1.2 Research Problem.....	13
1.3 Objectives	13
1.4 Research Questions	13
1.5 Significance of Study.....	14
1.6 Scope and limitation	14
1.7 Thesis Structure.....	14
CHAPTER 2 – LITERATURE REVIEW.....	16
2.1 Cost and Management Accounting	16
2.2 Costs in Manufacturing Company.....	17
2.2.1 Manufacturing Costs.....	17
2.2.2 Nonmanufacturing Costs.....	18
2.3 Costing Methods.....	19
2.3.1 Job Order Costing	20
2.3.2 Process Costing.....	22
2.4 Budgeting	28
2.4.1 Benefits of Budgeting	28
2.4.2 Budgeting Process.....	30
2.4.3 Types of Budget	31
2.5 Pricing Decision	35
2.5.1 Pricing Methods.....	36
2.6 Previous Studies	39

CHAPTER 3 – RESEARCH METHODS	42
3.1 Population and Sampling	42
3.2 Data Sources and Collection	42
3.3 Theoretical Framework	43
3.4 Method of data Analysis.....	43
3.5 Hypothesis	44
CHAPTER 4 – RESULT AND DISCUSSION	45
4.1 Company’s current business practice	45
4.1.1 Job Description	46
4.2 Manufacturing Activities and Accounting Treatments	47
4.2.1 Production Activity	47
4.2.2 Sales & Marketing Activity	47
4.2.3 Quality Control Activity.....	47
4.2.4 Production Process.....	48
4.2.4 Manufacturing Cost	49
4.2.5 Cost Classification	49
4.2.6 Cost Accounting Procedures for Raw Materials.....	51
4.2.7 Cost Accounting Procedure for workforce.....	59
4.2.8 Calculation of Cost of Goods Sold	61
4.2.9 Cost of Goods Sold for Raw Materials	62
4.2.10 Production Cost	62
4.2.11 Production Cost Report	64
4.3 Analysis of Manufacturing Costs	67
4.4 Pricing Policy	71
4.5 Analysis of Pricing Decision Policy	73
4.6 Budgeting System.....	74
4.7 Analysis of Budgeting	74
CHAPTER 5 – CONCLUSIONS AND RECOMMENDATIONS	76
5.1 Conclusion.....	76
5.2 Recommendation	77
Bibliography.....	79
APPENDICES.....	80
Appendix A: Interview Questions Guideline	80
Appendix B: Company Manufacturing Pictures	82
Appendix C: Income Statement for Cup.....	83
CURRICULUM VITAE	84