CCIFP - Loss contract															
Income R	Recognition														
	_														
														Costs and	Billings
														Estimated	In Excess
										Adjusted			Estimated	Earnings	of Costs and
		Contract	Estimated	Estimated			Revenues	Cost of	Loss	Cost of	Gross Profit	Billed	Cost to	In Excess of	Estimated
Job #	Job Description	Value	Costs	Gross Profit	GP%	POC	Earned	Revenues	Provision	Revenues	(Loss)	To Date	Complete	Billings	Earnings
Year 1															
Standard	POC model														
127	The Central Perk	250,000	300,000	(50,000)	-20.00%	50.00%	125,000	150,000			(25,000)	75,000	150,000	50,000	-
or maybe:		050.000		(50.000)	00.000/	50.000/	400.000	450.000		450.000	(50.000)	75 000	450.000	05.000	
127	The Central Perk	250,000	300,000	(50,000)	-20.00%	50.00%	100,000	150,000	-	150,000	(50,000)	75,000	150,000	25,000	-
Correcto	algulation														
107	The Control Pork	250,000	300.000	(50,000)	20.00%	50.00%	125 000	150,000	25,000	175 000	(50,000)	75 000	125 000	50,000	
127	THE CEILIAI FEIK	230,000	300,000	(30,000)	-20.00 /8	50.00 /0	123,000	130,000	23,000	175,000	(30,000)	75,000	125,000	50,000	
Year 2															
127	The Central Perk	250.000	350.000	(100.000)	-40.00%	100.00%	250.000	350.000	_	350.000	(100.000)	250.000	_		
				(100,000)				,			(****,***)	,			
To calcula	ate the loss provision	า:													
1) Calcula	ate the gross profit b	based on POC	;												
2) Accrue	e additional cost for	the difference	between calc	ulated gross loss	and esimat	ted gross lo	oss.								
or															
1) Calcula	ate the revenue bas	ed on POC													
2) Gross protit is known at the loss amount															
3) Accrue	e additional costs su	ch that Reven	ue minus Cos	st will yelld the los	ss amount		1								
Standard	POC model								[						
127	The Central Perk	250 000	200.000	50,000	20.00%	50.00%	125 000	100 000		100 000	25 000	75 000	100 000	50,000	<u>_</u>
121		200,000	200,000	00,000	20.0070	00.0070	120,000	100,000		100,000	20,000	10,000	100,000	00,000	
Year 2 - N	Aargin turns to a lo	SS													
127	The Central Perk	250,000	350,000	(100,000)	-40.00%	100.00%	250,000	350,000	-	350,000	(100,000)	250,000	-	-	-
				· · · /				·			· · · /				
		Profit - yea	r 1	25,000											
		Loss - year	2	(125,000)											
			Net loss	(100.000)											