

St. Mira's College for Girls, Pune  
 (Autonomous-Affiliated to Savitribai Phule Pune University)  
 Subject: Basics of Cost Accounting  
 Subject Code: BB21504  
 SEMESTER: II  
 Year : 2019-2020

1. Unit No.: 3,4
2. Employability/Entrepreneurship/Skill development-
  - a) Study of concepts of Contract Costing helps in Employability and Skill Development

Riya Makhiya  
21A71

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GROUP-A

1. Distinguish between work certified and work uncertified (5M)

2. Short notes (Any 2)

- a. Application of contract costing
- b. Escalation clause
- c. Normal loss

Ans: 1.

Work certified	Work uncertified
<ul style="list-style-type: none"> <li>• It is that portion of the work that has been certified by Architect or surveyor</li> <li>• It is valued in terms of contract price cash received</li> <li>• Percentage of completion = <math>\frac{\text{work certified}}{\text{cash received}} \times 100</math></li> </ul>	<ul style="list-style-type: none"> <li>It is that portion of the work that has been completed but not certified by Architect or surveyor</li> <li>It is valued in terms of the cost of contract i.e. contract price.</li> <li>It is calculated as: <math>\text{work uncertified} = \text{Total cost incurred} - \text{certified work}</math>.</li> </ul>

~~cost~~  
value of work certified

Principal Incharge  
St. Mira's College for Girls



Rkariya

Mrs. Rekha Kankariya

Name and Signature of the Subject Teacher: