Unit 104: Employability in the construction and the built environment sector

# Worksheet 9: Profit and loss (tutor)

1. An employer has received staged payments for a project they have carried out. They need to compare it against the expenditure on the project. Work out the figures in the table below and determine the outcome of the project in terms of profit or loss.

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| --- | --- | --- | --- |
| **Activity** | **Income** | **Expenditure** | **Profit or loss + or -** |
| **Stage 1 payment** | £100,000 |  | **+£100,000** |
| **Labour** |  | £350,000 | **-£250,000** |
| **Marketing** |  | £10,000 | **-£260,000** |
| **Material** |  | £125,000 | **-£385,000** |
| **Stage 2 payment** | £200,000 |  | **-£185,000** |
| **Transport** |  | £35,000 | **-£220,000** |
| **Consultants fee** |  | £65,000 | **-£285,000** |
| **Subcontracting** |  | £18,000 | **-£303,000** |
| **Stage 3 payment** | £75,000 |  | **-£378,000** |
| **Tools** |  | £25,000 | **-£403,000** |
| **Equipment** |  | £15,000 | **-£418,000** |
| **Training** | £500,000 |  | **+£82,000** |
| **Temporary accommodation** |  | £18,000 | **+£64,000** |
| **Local authority grants** | £150,000 |  | **+£214,000** |
| **Penalty clause for project delay** |  | £75,000 | **+£139,000** |
| **Road closure fee** |  | £35,000 | **+£104,000** |
| **Final payment** | £250,000 |  | **+£354,000** |