

# In class practice 2

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Project activities of a project have been calculated as in table in below. The contingency cost of the project is considered 15% (equally divided over the course of the project). There is estimated an overhead cost of 5% from start to the end of project. The contractor has won the project at the (net) rate of 250 MT. Client will pay 20% of the project cost in advance. 20% cost of the project will be paid after the completion of the activity C. Conservatively calculate the project cost on **monthly basis** and see if the contractor needs to have any cash in hand for the project. If yes, what is the maximum value contractor needs?

Task Name	Baseline Start	Baseline Finish	Cost (MT)
A	2013-05-01	2013-07-06	\$30.00
B	2013-06-07	2013-07-09	\$30.00
C	2013-06-20	2013-09-06	\$40.00
D	2013-08-10	2013-09-13	\$35.00
E	2013-07-15	2013-10-20	\$50.00