Operations Break-Even Examples using software

1. Price = 100

Variable Cost per unit = 60

Total Fixed Cost = 1,000,000 per year

2. Total Fixed Cost = 1,000,000

Product Price Variable Cost Relative Sales

1 100 40 .6

2 160 80 .4

3. Option Fixed Cost Variable Cost

1 10,000 75

2 15,000 50