

BREAK EVENT POINT ANALYSIS

Break Even Point (BEP), which indicates at what moment an investment, will start generating a positive return. Where the system runs on zero loss and zero profit

BREAK EVEN POINT= FIXED COST

SELLING PRICE - VARIABLE COST

Fixed cost

Fixed costs are also called **overhead**. Fixed costs are things like fixed rent and flat compensations which may not climb regardless of whether you generate and/or sell more products or services salaries, monthly energy bills and the depreciation costs of current assets (including machines) and fixed assets (such as a building). Depreciation, interest, labour cost

Selling Price

The **selling price (SP)** of [goods](#) or [commodities](#) is the average price at which a particular product is sold across channels or markets.

Variable cost

Variable costs are costs that **change** in direct relation to the volume of production.

SPADES-X SMART AGRICULTURE

Cost per piece=4380/-

Fixed cost=Rs.43800/-

Selling price=Rs.5000/-

Variable cost=Rs.500/-

43800

BEP=----- = 10 units

5000-500

Spade-x must sell 10 products to attain break even point