Breakeven Worksheet - By Gross Profit \$

Average Gross Profit per Sale:

Breakeven for a proposed

expenditure:

 $\frac{\$70 - \$45 = \$25}{\$70 - \$45 = \$25}$ Price of product/service - cost of goods = gross profit

\$600 for marketing ÷ \$25 GP per sale = 24 sales to breakeven Proposed expenditure ÷ GP per sale = The number of sales needed to breakeven

Breakeven on a monthly basis:

\$4,000 per month ÷ \$25 GP per sale = 160 sales to breakeven Monthly expenses ÷ GP per sale = The number of sales needed to breakeven

Breakeven on a yearly basis:

<u>\$48,000</u> ÷ **\$25** GP per sale = 1,920 sales to breakeven Yearly expenses ÷ \$25 GP per sale = The number of sales needed to breakeven

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My Business

Average Gross Profit per Sale:

(Price of product/service - cost of goods)

Breakeven for a proposed Expenditure:

Breakeven on a monthly basis:

Breakeven on a yearly basis:

Proposed expenditure \div GP per sale = The amount needed to breakeven

Monthly expenses \div GP per sale = The amount needed to breakeven

Yearly expenses ÷ GP per sale = The amount needed to breakeven