



The Two Piece Suit and Costs

Analysis of Variable Costs

more money for shoes

Analysis of Variable Costs

Use the Step by Step Guide for Variable Costs to complete the table below. Once you have determined your variable costs you can determine your costs based on hour, fee earner, month, item produced or so on depending on your type of business.

Variable Cost	Amount per year
Materials	\$
Wages of factory staff	\$
Electricity	\$
Freight	\$
Commissions	\$
Packaging	\$
Products (re-selling)	\$
Other	\$
Other	\$
Other	\$
Other	\$
Other	\$
Other	\$
Other	\$
Other	\$
Other	\$
Other	\$
Total Variable Costs	\$

To break your variable cost to an hourly rate, monthly rate, amount per fee earner, amount per item of production and so on then fill in the table below.

Total Variable Costs	Number of periods, people, items	Fixed Costs per period, people or item
eg \$100,000	1924 hours	\$51.98 per hour