

Break-Even Analysis

A fisherman runs a soft crab shedding system in addition to his other fishing activities. His average selling price is \$2.50/crab. He estimates that electricity, labor, and filter m His boat payments and other annual payments related to crab shedding equal \$8,000.

Average Per Unit Sales Price	\$2.50	Break-ev
Average Per Unit Variable Costs	\$0.40	Break-ev
Average Annual Fixed Costs	\$8,000.00	Break-ev
Projected Unit Sales	4800	

s. He estimates that he will sell 400 dozen soft crabs in a season.
Materials costs will be \$.40/crab.
He has no other expenses.

Revenue units	3810
Revenue sales	\$9,523.81
Revenue price	\$2.07