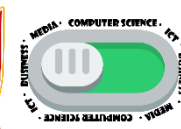




Business Key Formulas Map



Contribution = Unit price – Variable costs

Net Cash Flow= Inflows - Outflows

Closing Balance = Net Cash Flow + Opening Balance

Total Costs = Variable Costs + Fixed Costs

Variable Costs = Unit Cost x Output

Break even point in units =
 $\frac{\text{Fixed costs}}{(\text{sales price per unit} - \text{variable cost per unit})}$

Profit = Revenue – Total Costs

Break even point in costs/revenue = break even point in units x sales price

Interest on loans (%)
 $\frac{\text{total repayment} - \text{borrowed amount}}{\text{borrowed amount}} \times 100$

Contribution per unit =(Sales price per unit – variable cost per unit)

Margin of safety = Actual/budgeted sales/output – break even sales/output

Revenue = price x quantity sold