

Expense Calculations Yearly
 Pump Casing. Outsource Analysis
 Casing for Excel Pump Line

September 24, 2009
 Investit Decisions
 A1 Outsource Example. Expenses Only Yearly Proj

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9
Product Cost (China)									
\$ per Unit	3,000	3,000	3,000	5,000	5,000	5,000	7,000	7,000	7,000
Quantity	1,000	1,050	1,103	1,136	1,170	1,205	1,241	1,279	1,317
	3,000,000	3,150,000	3,309,000	5,680,000	5,850,000	6,025,000	8,687,000	8,953,000	9,219,000
Additional Labor	72,000	74,160	76,380	80,196	84,204	88,416	92,844	97,488	102,360
Insurance	4,000	4,120	4,244	4,371	4,502	4,637	4,776	4,919	5,067
Incremental Overhead	60,000	61,800	63,660	65,568	67,536	69,552	71,640	73,788	76,008
Rent	40,000	40,000	40,000	48,000	48,000	48,000	64,000	64,000	64,000
Transportation & Handling									
Product Cost (China)	3,000,000	3,150,000	3,309,000	5,680,000	5,850,000	6,025,000	8,687,000	8,953,000	9,219,000
Total	3,000,000	3,150,000	3,309,000	5,680,000	5,850,000	6,025,000	8,687,000	8,953,000	9,219,000
Percentage	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
Transportation & Handling	300,000	315,000	330,900	568,000	585,000	602,500	868,700	895,300	921,900
Total	3,476,000	3,645,080	3,824,184	6,446,135	6,639,242	6,838,105	9,788,960	10,088,495	10,388,335