

## **Promotion + Program Calculator**

"Profits matter."

## Product Promotion- Save \$5 on product

Selling Price of Promotion \$20

Cost of Promotion (cost of product) \$12

Gross Profit (selling price minus cost of product) \$8

**Other Costs** 

Commission
Promotional materials/content/samples
Admin

Net Profit (gross profit minus other costs)



## Service Promotion- FREE product with service

Selling Price of Promotion

\$50

**Cost of Promotion** 

\$35

\$30 (40% commission)

\$5 (COG on free product)

**Gross Profit** 

\$15

Other Costs

**Net Profit** 



# Referral Program- FREE haircut when you refer 3 friends

Annual Revenue of 3 friends (Average ticket \$50) \$150 x FOV (frequency of visit) 7 times per year

Total Annual Revenue if 3 new clients are retained \$1050

Cost of Capturing Three Friends \$50 (free haircut price)

Gross Profit \$1000

**Other Costs** 

**Net Profit** 



# A Place for Creative Small Business Owners to Create An Awesome Business + Life



# **Try One** Selling Price or Revenue Generated Cost of Product/Service/Promotion **Gross Profit** Other Costs **Net Profit**