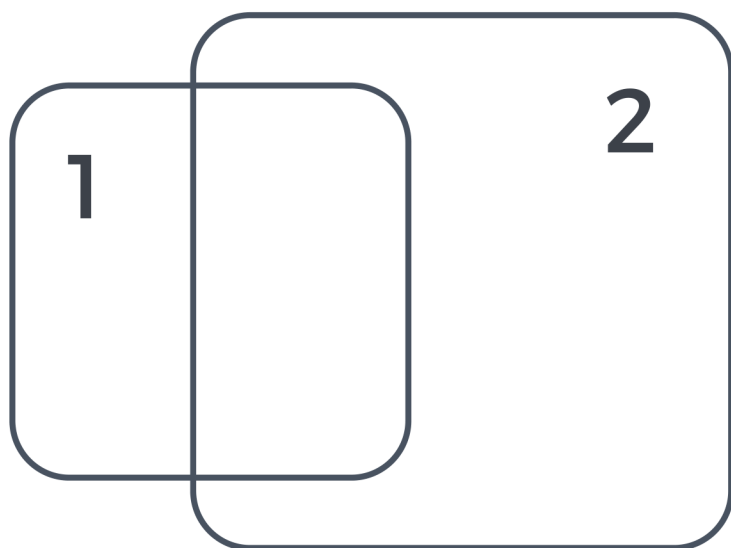


Why does a small louvre cost more **per square meter** than a larger one?



1. 500 x 500mm = 0.52 m² @ R150
i.e., R600 / m²

2. 1000 x 1000mm = 1m m² @ R200
i.e., R200 / m²

Material

- 1. 500 x 500mm = R50
- 2. 1000 x 1000mm = R100

Labour*

- 1. 500 x 500mm = R60
- 2. 1000 x 1000mm = R60

Indirect*

(Company cost)

- 1. 500 x 500mm = R20
- 2. 1000 x 1000mm = R20

Expenses/Overheads*

(Wages, Maintenance, etc.)

- 1. 500 x 500mm = R20
- 2. 1000 x 1000mm = R20

Selling Price

- 1. 500 x 500mm = R150
- 2. 1000 x 1000mm = R200

**These items remain the same because it takes the same time to manufacture both. The difference is therefore purely based on material cost.*