

**Southwest Supply, Inc.**  
**Projected Breakeven Analysis**

	Forecast 12/31/2006	Forecast 12/31/2007	Forecast 12/31/2008
<b>Assumed Percentage Sales Allocation by Product</b>			
Sales	100	100	100
<b>Total Expenses</b>			
"Fixed"	909,764	964,914	1,023,900
Variable as % of sales	49.04	49.15	49.36
<b>Breakeven</b>			
Approx Breakeven Sales Level	1,785,300	1,897,600	2,021,700
<b>Sensitivity Analysis - Profit(Loss) at:</b>			
10% above breakeven	91,200	96,400	102,400
10% below breakeven	(91,200)	(96,400)	(102,400)