

2 Methods to Determine Cost Behavior: Variable Vs. Fixed

	HIGH LOW METHOD	LINEAR REGRESSION METHOD
Separates costs into fixed and variable components	✓	✓
Easy to Calculate	✓	✗
Can Be Used for Break Even Analysis	✓	✓
Very Accurate	✗	✓
Uses all your data points	✗	✓
Can have more than 2 variables	✗	✓