

**Financial Summary**  
**North Dakota Farm Business Management Education Program**  
**State Report, 2006**  
**(Farms Sorted By Age Of Operator)**

	<u>Avg. Of</u> <u>All Farms</u>	<u>Less</u> <u>than 31</u>	<u>31 - 40</u>	<u>41 - 50</u>	<u>51 - 60</u>	<u>Over 60</u>
Number of farms	511	80	82	176	142	31
<b>Income Statement</b>						
Gross cash farm income	360,580	161,401	346,968	474,691	356,746	280,306
Total cash farm expense	299,061	140,636	288,692	398,471	286,817	227,025
Net cash farm income	61,519	20,765	58,275	76,219	69,930	53,281
Inventory change	16,881	17,023	16,032	14,549	22,044	8,355
Depreciation and capital adjust	-23,596	-8,863	-24,472	-28,810	-26,326	-17,194
Net farm income	54,804	28,926	49,836	61,959	65,647	44,441
<b>Profitability (cost)</b>						
Labor and management earnings	26,877	23,510	29,948	31,171	25,927	7,418
Rate of return on assets	5.4 %	7.1 %	5.8 %	5.3 %	5.4 %	3.9 %
Rate of return on equity	4.6 %	10.0 %	5.1 %	4.2 %	4.9 %	2.9 %
Operating profit margin	13.0 %	13.5 %	12.4 %	11.7 %	15.3 %	13.6 %
Asset turnover rate	41.6 %	52.6 %	46.7 %	45.6 %	35.0 %	28.9 %
<b>Liquidity</b>						
Ending current ratio	1.39	1.18	1.31	1.31	1.64	1.54
Ending working capital	63,399	14,666	49,158	67,032	92,988	70,672
End working capital to gross inc	17.6 %	9.1 %	14.2 %	14.1 %	26.1 %	25.2 %
Term debt coverage ratio	134.4 %	118.4 %	137.5 %	121.6 %	158.3 %	147.9 %
Expense as a percent of income	79.4 %	78.9 %	79.7 %	81.7 %	75.6 %	78.9 %
Interest as a percent of income	6.7 %	7.9 %	7.1 %	6.8 %	5.9 %	6.7 %
<b>Solvency (cost)</b>						
Number of sole proprietors	488	79	77	165	137	30
Ending farm assets	855,457	357,328	729,417	1,022,370	1,023,384	805,821
Ending farm liabilities	421,120	262,627	424,449	545,508	378,402	340,885
Ending total assets	986,220	398,740	815,568	1,173,104	1,209,751	922,607
Ending total liabilities	447,004	286,498	458,462	578,072	396,162	351,563
Ending net worth	539,217	112,242	357,106	595,032	813,589	571,045
Net worth change	30,789	17,504	28,324	28,413	44,539	22,379
Ending farm debt to asset ratio	49 %	73 %	58 %	53 %	37 %	42 %
Beg total debt to asset ratio	45 %	71 %	56 %	48 %	33 %	39 %
End total debt to asset ratio	45 %	72 %	56 %	49 %	33 %	38 %
<b>Nonfarm Information</b>						
Net nonfarm income	23,334	13,310	25,790	22,178	27,855	28,553
Farms reporting living expenses	290	25	50	98	91	26
Total family living expense	43,685	31,131	42,075	47,356	45,731	37,852
Total living, invest, & capital	58,355	45,329	54,541	61,993	62,293	50,715
<b>Crop Acres</b>						
Total acres owned	820	206	712	786	1,162	1,313
Total crop acres	1,746	825	1,826	2,206	1,713	1,454
Total crop acres owned	491	136	390	516	665	731
Total crop acres cash rented	1,100	628	1,281	1,504	860	646
Total crop acres share rented	155	61	155	186	187	77