

Financial Summary
North Dakota Farm Business Management Education Program
State Report, 2006
(Farms Sorted By Gross Farm Income)

	<u>Avg. Of All Farms</u>	<u>Less than 50,000</u>	<u>50,001 - 100,000</u>	<u>100,001 - 250,000</u>	<u>250,001 - 500,000</u>	<u>500,001 - 1,000,000</u>	<u>Over 1,000,000</u>
Number of farms	511	25	41	160	177	81	27
Income Statement							
Gross cash farm income	360,580	31,878	77,243	176,737	359,194	667,568	1,272,748
Total cash farm expense	299,061	31,490	72,797	151,626	292,112	542,386	1,079,670
Net cash farm income	61,519	389	4,447	25,111	67,082	125,182	193,078
Inventory change	16,881	6,721	12,950	3,695	16,725	39,487	43,613
Depreciation and capital adjust	-23,596	-2,889	-6,213	-12,701	-23,088	-41,242	-84,122
Net farm income	54,804	4,221	11,184	16,105	60,718	123,427	152,569
Profitability (cost)							
Labor and management earnings	26,877	-309	4,046	1,421	31,790	73,923	64,222
Rate of return on assets	5.4 %	0.5 %	1.9 %	1.8 %	5.8 %	7.8 %	5.6 %
Rate of return on equity	4.6 %	-6.5 %	-4.3 %	-3.0 %	5.5 %	8.9 %	4.8 %
Operating profit margin	13.0 %	2.1 %	6.7 %	5.7 %	14.1 %	16.9 %	11.4 %
Asset turnover rate	41.6 %	21.2 %	29.2 %	32.3 %	41.0 %	46.3 %	49.4 %
Liquidity							
Ending current ratio	1.39	1.32	1.06	1.21	1.47	1.54	1.23
Ending working capital	63,399	7,981	3,410	21,431	76,920	154,163	93,578
End working capital to gross inc	17.6 %	25.0 %	4.4 %	12.1 %	21.4 %	23.1 %	7.4 %
Term debt coverage ratio	134.4 %	86.8 %	104.7 %	80.3 %	142.4 %	166.7 %	152.9 %
Expense as a percent of income	79.4 %	82.3 %	81.5 %	84.2 %	77.8 %	76.8 %	82.3 %
Interest as a percent of income	6.7 %	13.5 %	11.6 %	9.1 %	6.6 %	5.8 %	5.7 %
Solvency (cost)							
Number of sole proprietors	488	25	41	159	167	77	19
Ending farm assets	855,457	187,170	337,853	528,618	916,399	1,563,329	2,182,462
Ending farm liabilities	421,120	111,900	218,877	286,199	425,598	692,514	1,254,267
Ending total assets	986,220	273,960	399,535	625,375	1,050,014	1,779,883	2,431,974
Ending total liabilities	447,004	155,597	231,936	304,196	451,244	735,023	1,285,098
Ending net worth	539,217	118,363	167,599	321,179	598,771	1,044,860	1,146,876
Net worth change	30,789	11,551	9,175	6,720	35,808	87,023	32,155
Ending farm debt to asset ratio	49 %	60 %	65 %	54 %	46 %	44 %	57 %
Beg total debt to asset ratio	45 %	56 %	51 %	48 %	43 %	41 %	50 %
End total debt to asset ratio	45 %	57 %	58 %	49 %	43 %	41 %	53 %
Nonfarm Information							
Net nonfarm income	23,334	27,870	23,890	27,291	21,975	19,416	15,497
Farms reporting living expenses	290	11	22	105	100	45	7
Total family living expense	43,685	31,467	29,035	37,967	45,861	60,039	58,472
Total living, invest, & capital	58,355	46,182	39,300	47,945	59,774	88,570	78,990
Crop Acres							
Total acres owned	820	304	415	748	915	1,000	1,173
Total crop acres	1,746	267	505	1,016	1,919	2,871	4,825
Total crop acres owned	491	102	179	361	552	747	930
Total crop acres cash rented	1,100	130	250	569	1,165	1,883	3,663
Total crop acres share rented	155	35	76	87	202	240	231