

MyFarm Financial Scorecard

Year: _____

Name: _____

Liquidity	This Year	5-Year Ave	Strong	Vulnerable
Current ratio			1.7	1.1
Working capital				
Working cap to gross revenue			25%	10%
Solvency (market)	Note: These solvency ratios include deferred liabilities			
Farm debt/asset ratio			30%	60%
Farm equity/asset ratio			70%	40%
Farm debt/equity ratio			0.43	1.50
Profitability (Cost)				
Rate of return on farm assets			8%	4%
Rate of return on farm equity			10%	3%
Operating profit margin			25%	15%
Net farm income				
EBITDA				
Repayment Capacity (Accrual)				
Capital debt repay capacity				
Capital debt repay margin				
Replacement margin				
Term-debt coverage ratio			1.50	1.20
Replacement margin ratio			1.40	1.10
Financial Efficiency				
Asset-turnover rate (market)			45%	30%
Operating-expense ratio			60%	80%
Depreciation-expense ratio			5%	15%
Interest-expense ratio			5%	10%
Net farm income ratio			20%	10%