

# MyFarm Financial Scorecard

Year: \_\_\_\_\_

Name: \_\_\_\_\_

<b>Liquidity</b>	This Year	5-Year Ave	<b>Strong</b>	<b>Vulnerable</b>
Current ratio			2.0	1.3
Working capital				
Working cap to gross revenue			30%	10%
<b>Solvency (market)</b>	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
<b>Profitability (Cost)</b>				
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				
<b>Repayment Capacity (Accrual)</b>				
Capital debt repay capacity				
Capital debt repay margin				
Replacement margin				
Term-debt coverage ratio			1.75	1.25
Replacement margin ratio			1.50	1.10
<b>Financial Efficiency</b>				
Asset-turnover rate (market)			45%	30%
Operating-expense ratio			60%	80%
Depreciation-expense ratio			5%	10%
Interest-expense ratio			5%	10%
Net farm income ratio			20%	10%