

**JOHN AND MARY FARMER (Farm Business Only)**  
**FARM BUSINESS INCOME STATEMENT**  
**FOR THE PERIOD JANUARY 1, 19X2 THROUGH DECEMBER 31, 19X2**

**GROSS REVENUE VERSION**

*Crop Cash Sales	\$ 149,644	
+/-Change in Crop Inventories	<u>6,597</u>	
Gross Revenues from Crops		\$ 156,241
Market Livestock/Poultry Cash Sales	49,624	
+/- Change in Market Livestock/Poultry Inventories	<u>24,126</u>	
Gross Revenues from Market Livestock/Poultry		73,750
Livestock Products		0
Government Programs		18,978
Gain/Loss From Sale of Culled Breeding Livestock (Purchased and Raised)**		0
+/-Change in Value Due to Change in Quantity of Raised Breeding Livestock**		2,500
Crop Insurance Proceeds		50,000
Change in Accounts Receivable		2,465
Other Farm Income		765
 Gross Revenues		 304,699
 Purchased Feed/Grain	 \$ 1,694	
Purchased Market Livestock	6,505	
Other Cash Operating Expenses	164,776	
+/- Accrual Adjustments	6,578	
Depreciation/Amortization Expense	<u>42,003</u>	
Total Operating Expenses		221,556
 Cash Interest Paid	 33,583	
+/- Change in Interest Payable	<u>(4,006)</u>	
Total Interest Expense		<u>29,577</u>
Total Expenses		251,133
 Net Farm Income from Operations		 <u>53,566</u>
Gain/Loss on Sale of Farm Capital Assets		0
Gain/Loss Due to Change in General Base Values of Breeding Livestock**		<u>0</u>
Net Farm Income, Accrual Adjusted		53,566
 Miscellaneous Revenue	 150	
Miscellaneous Expense	<u>0</u>	
Total Miscellaneous Revenue and Expense		150
 Income Before Taxes and Extraordinary Items		 <u>53,716</u>
 Cash Income Tax Expense	 6,495	
+/- Change in Income Tax Accruals	2,760	
+/- Change in Current Portion of Deferred Taxes (Schedule 6)	24,779	
+/- Change in Non-Current Portion of Deferred Taxes (Schedule 6)	<u>906</u>	
Total Income Tax Expense (Farm Business Only)		34,940
 Income Before Extraordinary Items		 <u>18,776</u>
Extraordinary Items (Net of Tax)		0
Net Income, Accrual Adjusted		<u>\$ 18,776</u>

\* Note: CCC loans proceeds are not included

\*\* See Appendix F for further discussion.