

Guided Notes: Business Tools for Agriculture

- Business Tools can be used in all types of _____.
- Producing the most (is or isn't) always the most profitable.
- Most profitable producers take time to _____.
- Partial _____.
- Net _____ Value.
- Partial budget helps you determine if you will be _____ or _____ off financially.
- Best for analyzing specific _____ and/or _____.
- Four partial budget questions.
 - What new or _____ costs will be _____?
 - What current _____ will be lost or reduced?
 - What new or additional _____ will be received?
 - What _____ costs will be reduced or _____?
- Example budget
 - How much was the one-year vet cost for 4 lambs?
 - How many lambs are in the reduced income category?
 - What is the four-year amount of additional income?
 - How much did the low producing ram cost?
 - Did the example show a profit or loss?
- NPV = _____ Present _____.
- _____ is the best way to develop information for _____.
- NPV answers the question will it _____ off.
- Online NPV Tool
 - What is the investment cost?
 - What is the 5-year NPV?
 - What is the break-even year?

