

Farm Business Management: The Fundamentals of Good Practice

Chapter 8: Farm Finances, Financial Accounts and Records (Answers)

1. A statement of assets and liabilities and the net value, all using historical values in most cases.
2. A statement listing out the income and expenses of a business, both cash and non-cash, and consequently providing the taxable profit of the business.
3. A statement showing the use of the business profit with the surplus, or loss, adding to, or subtracting from, the net assets of the business.