

Enterprise Risk Analyzer via RightRisk Analytics

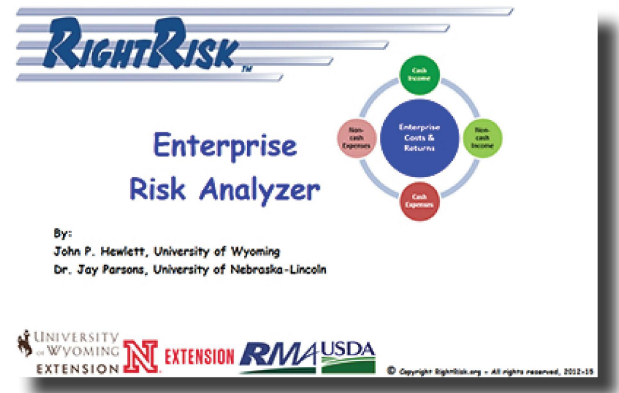
Most of today's farms and ranches involve more than one enterprise. Production risk spread over several enterprises often contributes to their financial successes.

Enterprise risk analysis – estimating net returns for an enterprise and the variability in those returns (risk) – is an often-neglected, but necessary part of developing an overall risk management strategy. The *Enterprise Risk Analyzer* (ERA) tool helps evaluate farm/ranch financial performance once the necessary data has been entered.

Analysis includes whole farm/ranch net return, enterprise net return, break-even prices, and breakeven yields. Comparing enterprise performance and determining how much each enterprise contributes to whole-farm/ranch profitability is then possible. The ERA tool also provides risk estimates based on user projections for commodity prices and yields.

The ERA tool estimates probabilities for earning a given level of net income, a break-even price, or a given break-even yield.

The *Enterprise Risk Analyzer* tool is one of over 30 individual risk analysis tools developed by RightRisk and available free of charge at: RightRisk.org/analytics.



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