Big Sky Farms Inc.

Financial Report

For the Five Periods Ending Nov 15, 2008

..S IS EXHIBIT " B " referred to in
.e Affidavit of Canute Tagseth
.WORN before me at Saskatoon, SK
.is 2 day of
November, 20 09
Jolene Lalonde
COMMISSIONER FOR OATHS in and
.r the Province of Saskatchewan
.eing a Solicitor > OR –
~~Commission expires~~

Big Sky Farms Inc.
Statement of Operations
For the Five Months Ending November 15, 2008

	November	YTD	Budget	Previous YTD
Revenue				
Hog Sales	9,930,451	49,576,889	49,549,014	48,238,891
Hog Inventory Adjustment	(911,318)	1,313,752	0	(39,494)
Total Hog Revenue	**9,019,133**	**50,890,641**	**49,549,014**	**48,199,397**
Other Revenue	62,901	85,540	163,462	244,385
Total Revenue	**9,082,034**	**50,976,180**	**49,712,476**	**48,443,782**
Feed Costs	**6,066,696**	**34,048,056**	**34,427,046**	**27,522,402**
Operating Expenses				
Communications	7,939	57,290	77,663	52,549
Power	142,765	705,438	844,560	813,961
Water Costs	0	151	0	3,036
Heating Fuel	89,743	268,043	304,494	218,461
General Insurance	56,484	415,224	566,396	449,075
Manure Removal	502,153	1,410,383	1,368,979	1,294,631
Repairs & Maintenance	202,024	1,100,258	1,054,305	1,307,371
Dead Disposal	19,562	97,910	104,543	128,252
Supplies	71,965	355,773	419,165	461,599
Property Taxes	(31,123)	143,686	116,481	137,182
Contract Facilities	539,386	2,485,697	2,057,692	1,263,630
Wages	771,143	4,103,454	4,097,541	4,430,491
Employee Benefits	108,469	613,408	558,616	677,152
Travel, Meals & Entertain	7,023	33,434	67,450	65,296
Breeding Herd Costs	36,755	(1,754,039)	1,031,910	779,886
Veterinary	136,159	778,540	1,091,825	1,108,481
Herd Health	29,748	115,869	124,625	111,748
AI Costs	95,531	675,617	679,493	725,450
Herd Health Export Fees	20,417	90,088	69,686	0
Trucking	1,060,761	4,247,129	3,944,588	5,009,315
Sales Costs	61,712	397,790	0	385,714
Large Corp Tax	0	0	0	50,320
Head Office Services	247,122	1,500,532	1,769,231	1,991,694
Total Operating Exp.	**4,175,739**	**17,841,675**	**20,349,243**	**21,465,293**
Operating Income	**(1,160,401)**	**(913,551)**	**(5,063,813)**	**(543,913)**
Fixed expenses				
Interest	444,887	2,522,387	2,344,585	2,408,931
Accretion on Financial Inst	35,048	272,869	0	50,449
Depreciation/Amortization	835,045	4,148,788	3,770,412	3,845,386
Total Fixed Exp.	**1,314,980**	**6,944,044**	**6,114,997**	**6,304,765**
Non-recurring Items	0	0	(468,000)	0
Net Income Before Taxes	**(2,475,381)**	**(7,857,595)**	**(10,710,810)**	**(6,848,678)**
Income taxes	(762,604)	(2,370,227)	(3,347,128)	(2,108,722)
Net Income	**(1,712,777)**	**(5,487,368)**	**(7,363,682)**	**(4,739,957)**

Big Sky Farms Inc.
Balance Sheet
November 15, 2008

	11/15/08	Budget	06/28/08
Current Assets			
Accounts Receivable	5,178,348	4,450,000	7,099,929
Inventory	33,586,164	33,145,000	33,066,969
Prepaid Insurance	12,492	550,000	448,997
	38,777,005	**38,145,000**	**40,615,895**
Land Building and Equipment			
Cost	149,662,571	150,855,000	150,256,484
less: Accumulated Depreciation	(48,930,476)	(49,985,413)	(46,467,067)
	100,732,095	**100,869,587**	**103,789,417**
Breeding Stock	**12,662,570**	**11,809,263**	**11,498,439**
Other Assets	**54,510**	**346,000**	**57,033**
	152,226,180	**151,169,849**	**155,960,785**
Current Liabilities			
Bank Overdraft	4,522,154	0	2,261,673
Line of Credit	22,000,000	28,139,809	22,000,000
Accounts Payable	11,931,876	10,300,271	9,837,893
Other liabilities	1,437,214	0	1,933,093
Interest Payable	789,341	0	322,774
Large Corporation Tax	18,794	0	18,794
Current Portion Senior Debt	40,652,142	40,114,037	41,076,336
Current Portion Subordinated Debt	4,699,424	600,000	925,000
Current Portion Capital Lease Obligation	888,501	645,000	649,651
	86,939,446	**79,799,117**	**79,025,213**
Long-Term Debt			
Senior Debt	4,887,362	5,706,018	4,743,720
Subordinated Debt	2,056,500	5,862,450	5,751,950
Capital Lease Obligation	8,241,281	8,995,265	8,530,245
	15,185,143	**20,563,733**	**19,025,915**
Interest Payable - Long term	253,023	0	208,178
Asset Retirement Obligation	287,123	281,000	282,438
Future Income Taxes	6,844,052	7,845,084	285,229
	109,508,787	**108,488,933**	**98,826,974**
Shareholders Equity			
Common Stock	39,466,962	39,474,962	39,466,962
Equity Portion of Compound Instruments	467,000	0	467,000
Contributed Surplus	4,970,597	4,970,597	4,970,597
Retained Earnings	3,300,202	5,599,040	21,923,578
Current Earnings	(5,487,368)	(7,363,682)	(9,694,326)
	42,717,393	**42,680,917**	**57,133,811**
	152,226,180	**151,169,850**	**155,960,785**

Big Sky Farms Inc.
Statement of Cash Flows
For the Five Months Ending November 15, 2008

	Month	YTD	Budget	Previous YTD
CASH FLOW FROM (USED IN) OPERATING ACTIVITIES				
Operating Income	(1,712,777)	(5,487,368)	(7,363,682)	(4,739,957)
Financial Insts Accretion	35,048	272,869	0	45,569
Write Off Development Costs	0	0	468,000	0
Depreciation and Amortization	835,045	4,148,788	3,302,412	3,845,386
Future income taxes	(762,604)	(2,370,227)	(3,347,128)	(2,108,722)
	(1,605,288)	(3,435,938)	(6,940,398)	(2,957,724)
Changes in non-cash working capital				
Accounts Receivable	1,977,055	1,922,060	1,500,000	604,213
Inventory Asset	1,397,322	(519,196)	355,000	(132,760)
Prepaid Insurance	61,348	436,505	0	(767,211)
Accounts Payable and Accrued Liabilities	1,440,020	2,109,037	400,271	1,434,503
LCT Tax payable	0	0	0	(1,343)
CASH FLOW FROM (USED IN) OPERATING ACTIVITIES	**3,270,456**	**512,469**	**(4,685,127)**	**(1,820,322)**
CASH FLOWS USED IN INVESTING ACTIVITIES				
Acquisition of Capital Assets	(14,914)	318,843	645,000	(1,147,225)
Breeding Herd	(112,407)	(2,569,755)	605,737	(1,762,941)
Deferred and start-up charges	400	2,523	0	(153,421)
CASH FLOWS USED IN INVESTING ACTIVITIES	**(126,921)**	**(2,248,389)**	**1,250,737**	**(3,063,587)**
CASH FLOWS FROM FINANCING ACTIVITIES				
Change in Operating Line of Credit	0	0	3,050,809	2,000,000
Proceeds From Long-Term Debt	37,020	242,374	383,581	674,307
Repayment of Long-Term Debt	(14,877)	(494,066)	0	(3,762,100)
Preferred Shares	(35,048)	(272,869)	0	(45,569)
CASH FLOWS FROM FINANCING ACTIVITIES	**(12,905)**	**(524,561)**	**3,434,390**	**(1,133,361)**
NET INCREASE IN CASH	**3,130,630**	**(2,260,481)**	**(0)**	**(6,017,271)**
CASH POSITION BEGINNING OF PERIOD	**(7,652,784)**	**(2,261,673)**	**0**	**(129,544)**
CASH POSITION END OF PERIOD	**(4,522,154)**	**(4,522,154)**	**(0)**	**(6,146,815)**
REPRESENTED BY:				
Cash	(4,522,154)	(4,522,154)	0	(6,146,815)
	(4,522,154)	**(4,522,154)**	**0**	**(6,146,815)**

Big Sky Farms Inc.
Summary All Operations
For the Five Months Ending November 15, 2008

	Actual November	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	59,971	57,517	(2,454)	$0.83	290,243	291,977	1,734	$0.85	$0.88	771,487
Price per 100 KG	123	135	12	0.00	130	136	6	0.00	0.00	0
Breeding Stock Sold	1,530	2,277	747	0.02	7,947	9,233	1,286	0.02	0.03	27,176
Feeder Pigs Sold	14,562	10,827	(3,735)	0.20	64,078	46,161	(17,917)	0.19	0.14	121,407
Isoweans Sold	24,385	12,118	(12,267)	0.34	90,451	60,614	(29,837)	0.26	0.18	157,553
Pigs Weaned	88,975	88,090	(885)	1.23	456,717	447,275	(9,442)	1.33	1.35	1,143,521
Revenue										
Market Hog Sales	7,930,072	8,295,771	365,700	109.53	41,958,475	42,294,416	335,941	122.53	127.85	122,836,517
Hog Sales:Breeding	426,790	643,430	216,640	5.89	2,208,284	2,650,626	442,342	6.45	8.01	7,725,643
Feeder Hog Sales	667,027	600,018	(67,009)	9.21	2,225,977	2,407,986	182,009	6.50	7.28	7,134,080
Isowean Sales	906,563	439,094	(467,468)	12.52	3,184,153	2,195,986	(988,167)	9.30	6.64	5,709,327
Hog Inventory Adjustment	(911,318)	0	911,318	(12.59)	1,313,752	0	(1,313,752)	3.84		0
Other Revenue	62,901	32,692	(30,209)	0.87	85,540	163,462	77,922	0.25	0.49	3,425,000
Total Revenue	9,082,034	10,011,006	928,972	125.44	50,976,180	49,712,476	(1,263,705)	148.86	150.28	146,830,568
Feed Costs	6,066,696	6,765,723	699,026	83.80	34,048,056	34,427,046	378,990	99.43	104.07	84,099,876
Operating Expenses										
Communications	7,939	14,827	6,888	0.11	57,290	77,663	20,374	0.17	0.23	193,927
Power	142,765	156,758	13,993	1.97	705,438	844,560	139,122	2.06	2.55	2,016,573
Water Costs	0	0	0		151	0	(151)	0.00		0
Heating Fuel	89,743	72,049	(17,694)	1.24	268,043	304,494	36,451	0.78	0.92	937,669
General Insurance	56,484	111,119	54,635	0.78	415,224	566,396	151,172	1.21	1.71	1,448,150
Manure Removal	502,153	197,870	(304,283)	6.94	1,410,383	1,368,979	(41,405)	4.12	4.14	2,558,692
Repairs & Maintenance	185,380	186,242	862	2.56	1,004,035	954,553	(49,482)	2.93	2.89	2,409,089
Dead Disposal	19,562	20,077	515	0.27	97,910	104,543	6,633	0.29	0.32	259,987
Contract Services	16,644	19,396	2,752	0.23	96,223	99,752	3,529	0.28	0.30	253,072
Supplies	71,965	84,910	12,945	0.99	355,773	419,165	63,392	1.04	1.27	1,081,966
Property Taxes	(31,123)	22,742	53,865	(0.43)	143,686	116,481	(27,205)	0.42	0.35	296,573
Contract Facilities	539,386	411,538	(127,847)	7.45	2,485,697	2,057,692	(428,005)	7.26	6.22	5,350,000
Wages	771,143	798,525	27,382	10.65	4,103,454	4,097,541	(5,913)	11.98	12.39	10,372,295
Employee Benefits	108,304	108,786	482	1.50	612,913	558,616	(54,297)	1.79	1.69	1,413,019
Staff Training	165	0	(165)	0.00	495	0	(495)	0.00		0
Travel Meals & Ent	7,023	13,055	6,032	0.10	33,434	67,450	34,016	0.10	0.20	170,390
Breeding Herd Costs	387,701	615,842	228,141	5.36	(315,001)	3,079,212	3,394,213	(0.92)	9.31	8,005,952
less sale of cull sows	(350,947)	(428,706)	(77,759)	(4.85)	(1,439,039)	(2,047,302)	(608,263)	(4.20)	(6.19)	(4,557,302)
Veterinary	136,159	220,550	84,391	1.88	778,540	1,091,825	313,285	2.27	3.30	2,813,343
Herd Health	29,748	24,679	(5,069)	0.41	115,869	124,625	8,756	0.34	0.38	321,241
AI Costs	95,531	132,822	37,291	1.32	675,617	679,493	3,876	1.97	2.05	1,727,350
Herd Health Export Fees	20,417	14,347	(6,070)	0.28	90,088	69,686	(20,402)	0.26	0.21	166,473
Trucking	1,060,761	800,165	(260,596)	14.65	4,247,129	3,944,588	(302,541)	12.40	11.92	10,543,793
Sales Costs	61,712	0	(61,712)	0.85	397,790	0	(397,790)	1.16		0
Head Office Services	247,122	353,846	106,724	3.41	1,500,532	1,769,231	268,699	4.38	5.35	4,600,001
Total Operating Exp.	4,175,739	3,951,442	(224,297)	57.68	17,841,675	20,349,243	2,507,568	52.10	61.52	52,382,253
Operating Income	(1,160,401)	(706,158)	454,243	(16.03)	(913,551)	(5,063,813)	(4,150,262)	(2.67)	(15.31)	10,348,439
Fixed expenses										
Interest	444,887	468,917	24,030	6.14	2,522,387	2,344,585	(177,802)	7.37	7.09	6,095,921
Debt Instruments Accretion	35,048	0	(35,048)	0.48	272,869	0	(272,869)	0.80		0
Depreciation & Amortization	835,045	754,082	(80,963)	11.53	4,148,788	3,770,412	(378,376)	12.12	11.40	9,803,075
Total Fixed Exp.	1,314,980	1,222,999	(91,981)	18.16	6,944,044	6,114,997	(829,047)	20.28	18.49	15,898,995
Non-recurring Items	0	0	0		0	(468,000)	(468,000)		(1.41)	(438,000)
Net Income Before Taxes	(2,475,381)	(1,929,158)	546,224	(34.19)	(7,857,595)	(10,710,810)	(2,853,215)	(22.95)	(32.38)	(5,112,557)
Income Taxes	(762,604)	(602,862)	159,742	(10.53)	(2,370,227)	(3,347,128)	(976,901)	(6.92)	(10.12)	(1,597,674)
Net Income	(1,712,777)	(1,326,296)	386,481	(23.66)	(5,487,368)	(7,363,682)	(1,876,314)	(16.02)	(22.26)	(3,514,883)

Big Sky Farms Inc.
3-Site Operations
For the Five Months Ending November 15, 2008

	Actual November	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	35,415	35,977	562	$0.75	175,605	186,427	10,822	$0.79	$0.84	479,574
Price per 100 KG	122	133	11	0.00	127	133	6	0.00	0.00	0
Breeding Stock Sold	962	1,048	86	0.02	4,483	5,240	757	0.02	0.02	13,624
Feeder Pigs Sold	14,562	10,827	(3,735)	0.31	59,523	45,611	(13,912)	0.27	0.21	120,307
Isoweans Sold	24,385	12,118	(12,267)	0.52	86,590	60,614	(25,976)	0.39	0.27	157,553
Pigs Weaned	66,065	65,036	(1,029)	1.40	332,963	321,263	(11,700)	1.50	1.45	840,012
Revenue										
Market Hog Sales	4,594,839	5,116,257	521,418	97.19	24,866,241	26,627,642	1,761,401	112.13	120.17	75,081,198
Hog Sales:Breeding	265,487	310,208	44,721	5.62	1,237,211	1,551,040	313,829	5.58	7.00	4,032,704
Feeder Hog Sales	667,027	600,018	(67,009)	14.11	2,054,523	2,380,371	325,848	9.26	10.74	7,071,250
Isowean Sales	906,563	439,094	(467,468)	19.18	3,136,311	2,195,986	(940,325)	14.14	9.91	5,709,327
Hog Inventory Adjustment	(990,518)	0	990,518	(20.95)	53,725	0	(53,725)	0.24		0
Feeder Pig Transfers	80,639	0	(80,639)	1.71	264,482	0	(264,482)	1.19		0
Other Revenue	31,404	24,973	(6,431)	0.66	57,090	124,867	67,776	0.26	0.56	2,616,320
Total Revenue	5,555,441	6,490,551	935,110	117.51	31,669,583	32,879,905	1,210,322	142.81	148.39	94,510,798
Feed Costs	3,772,361	4,436,230	663,869	79.80	21,678,976	22,918,300	1,239,324	97.76	103.43	55,141,848
Operating Expenses										
Communications	4,956	9,076	4,120	0.10	34,575	45,380	10,805	0.16	0.20	117,988
Power	92,535	99,763	7,227	1.96	441,476	539,045	97,569	1.99	2.43	1,292,632
Water Costs	0	0	0		106	0	(106)	0.00		0
Heating Fuel	43,175	44,090	915	0.91	116,115	155,777	39,662	0.52	0.70	572,846
General Insurance	33,912	85,900	51,988	0.72	248,743	429,500	180,757	1.12	1.94	1,116,700
Manure Removal	341,387	152,231	(189,156)	7.22	1,003,725	1,055,670	51,945	4.53	4.76	1,979,000
Repairs & Maintenance	157,604	139,037	(18,567)	3.33	804,332	695,185	(109,147)	3.63	3.14	1,807,481
Dead Disposal	16,729	13,841	(2,888)	0.35	79,437	69,205	(10,232)	0.36	0.31	179,933
Contract Services	13,451	14,753	1,302	0.28	76,703	73,765	(2,938)	0.35	0.33	191,789
Supplies	56,358	51,211	(5,148)	1.19	254,943	254,299	(644)	1.15	1.15	663,571
Property Taxes	(425)	14,165	14,591	(0.01)	55,029	70,827	15,798	0.25	0.32	184,150
Contract Facilities	111,765	107,077	(4,688)	2.36	560,488	535,385	(25,104)	2.53	2.42	1,392,000
Wages	534,199	527,484	(6,715)	11.30	2,768,691	2,637,421	(131,270)	12.49	11.90	6,857,295
Employee Benefits	77,555	73,848	(3,708)	1.64	422,199	369,239	(52,960)	1.90	1.67	960,021
Staff Training	165	0	(165)	0.00	330	0	(330)	0.00		0
Travel Meals & Ent	3,841	7,805	3,964	0.08	19,753	39,025	19,272	0.09	0.18	101,465
Breeding Herd Costs	196,072	443,314	247,242	4.15	(863,205)	2,216,569	3,079,775	(3.89)	10.00	5,763,080
less sale of cull sows	(183,074)	(191,525)	(8,451)	(3.87)	(691,504)	(962,040)	(270,537)	(3.12)	(4.34)	(2,764,505)
Veterinary	81,260	143,043	61,783	1.72	461,239	702,488	241,249	2.08	3.17	1,838,891
Herd Health	22,629	17,766	(4,863)	0.48	78,818	88,831	10,013	0.36	0.40	230,961
AI Costs	71,575	94,956	23,381	1.51	491,379	472,913	(18,466)	2.22	2.13	1,231,751
Herd Health Export Fees	9,244	6,524	(2,720)	0.20	47,699	28,210	(19,489)	0.22	0.13	70,602
Trucking	773,974	609,639	(164,335)	16.37	3,057,553	2,992,835	(64,717)	13.79	13.51	7,917,096
Sales Costs	32,926	0	(32,926)	0.70	225,759	0	(225,759)	1.02		0
Head Office Services	192,168	272,603	80,435	4.06	1,103,141	1,363,016	259,874	4.97	6.15	3,543,841
Total Operating Exp.	2,683,979	2,736,601	52,622	56.77	10,797,526	13,872,545	3,075,020	48.69	62.61	35,248,587
Operating Income	(900,899)	(682,280)	218,619	(19.06)	(806,919)	(3,910,940)	(3,104,022)	(3.64)	(17.65)	4,120,363
Fixed expenses										
Interest	366,685	362,344	(4,341)	7.76	2,052,446	1,811,719	(240,727)	9.26	8.18	4,710,470
Debt Instruments Accretion	35,048	0	(35,048)	0.74	272,869	0	(272,869)	1.23		0
Depreciation & Amortization	670,109	580,713	(89,395)	14.17	3,367,612	2,903,567	(464,045)	15.19	13.10	7,549,274
Total Fixed Exp.	1,071,842	943,057	(128,784)	22.67	5,692,928	4,715,286	(977,641)	25.67	21.28	12,259,744
Net Income Before Taxes	(1,972,740)	(1,625,337)	347,403	(41.73)	(6,499,846)	(8,626,226)	(2,126,380)	(29.31)	(38.93)	(8,139,381)
Income Taxes	(605,529)	(507,918)	97,611	(12.81)	(1,945,930)	(2,695,696)	(749,765)	(8.78)	(12.17)	(2,543,557)
Net Income	(1,367,212)	(1,117,419)	249,792	(28.92)	(4,553,916)	(5,930,531)	(1,376,615)	(20.54)	(26.77)	(5,595,824)

Big Sky Farms Inc.
Burr Goodeve Division
For the Five Months Ending November 15, 2008

	Actual November	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	1,488	2,025	537	$0.38	5,341	10,125	4,784	$0.30	$0.48	26,325
Price per 100 KG	113	132	19	0.03	110	133	23	0.01	0.01	0
Breeding Stock Sold	962	1,048	86	0.25	4,483	5,240	757	0.25	0.25	13,624
Feeder Pigs Sold	3,821	3,795	(26)	0.98	20,545	16,673	(3,872)	1.17	0.80	46,992
Pigs Weaned	5,790	5,784	(6)	1.48	29,106	28,273	(833)	1.65	1.35	74,684
Revenue										
Market Hog Sales	195,876	285,900	90,023	50.20	761,786	1,435,659	673,873	43.21	68.55	4,097,018
Hog Sales:Breeding	265,487	310,208	44,721	68.04	1,237,211	1,551,040	313,829	70.17	74.06	4,032,704
Feeder Hog Sales	166,689	210,304	43,616	42.72	666,236	869,050	202,814	37.79	41.49	2,773,477
Hog Inventory Adjustment	(269,643)	0	269,643	(69.10)	(825,339)	0	825,339	(46.81)		0
Feeder Pig Transfers	68,034	0	(68,034)	17.44	183,205	0	(183,205)	10.39		0
Other Revenue	12,715	2,270	(10,445)	3.26	11,550	11,352	(198)	0.66	0.54	237,847
Total Revenue	439,157	808,682	369,525	112.55	2,034,649	3,867,100	1,832,451	115.40	184.64	11,141,047
Feed Costs	208,075	405,579	197,505	53.33	1,443,785	2,021,296	577,512	81.89	96.51	4,947,208
Operating Expenses										
Communications	735	1,191	456	0.19	4,710	5,955	1,245	0.27	0.28	15,483
Power	6,946	8,924	1,979	1.78	43,188	49,270	6,082	2.45	2.35	115,909
Heating Fuel	3,018	7,929	4,911	0.77	25,028	20,542	(4,486)	1.42	0.98	102,978
General Insurance	4,005	9,200	5,195	1.03	28,022	46,000	17,978	1.59	2.20	119,600
Manure Removal	31,594	14,769	(16,824)	8.10	100,768	102,420	1,652	5.72	4.89	192,000
Repairs & Maintenance	10,909	16,825	5,916	2.80	52,986	84,125	31,139	3.01	4.02	218,725
Dead Disposal	1,260	1,088	(172)	0.32	4,996	5,440	444	0.28	0.26	14,144
Contract Services	1,081	1,232	151	0.28	5,144	6,160	1,016	0.29	0.29	16,016
Supplies	4,743	4,654	(89)	1.22	23,596	22,435	(1,160)	1.34	1.07	59,712
Property Taxes	44	1,631	1,587	0.01	12,950	8,154	(4,796)	0.73	0.39	21,200
Wages	64,355	58,315	(6,040)	16.49	345,311	291,575	(53,736)	19.59	13.92	758,095
Employee Benefits	9,007	8,164	(843)	2.31	51,607	40,821	(10,786)	2.93	1.95	106,133
Travel Meals & Ent	254	545	291	0.07	983	2,725	1,742	0.06	0.13	7,085
Breeding Herd Costs	30,491	45,686	15,196	7.81	(42,580)	228,431	271,010	(2.42)	10.91	593,920
less sale of cull sows	(19,299)	(21,959)	(2,660)	(4.95)	(72,646)	(110,302)	(37,655)	(4.12)	(5.27)	(316,962)
Veterinary	12,446	12,614	167	3.19	49,902	59,475	9,573	2.83	2.84	160,433
Herd Health	2,338	1,845	(493)	0.60	8,200	9,227	1,027	0.47	0.44	23,991
AI Costs	6,758	11,736	4,979	1.73	47,773	58,199	10,426	2.71	2.78	152,509
Herd Health Export Fees	825	0	(825)	0.21	4,103	0	(4,103)	0.23		0
Trucking	101,256	73,289	(27,967)	25.95	378,667	343,601	(35,065)	21.48	16.41	938,143
Sales Costs	1,211	0	(1,211)	0.31	9,903	0	(9,903)	0.56		0
Head Office Services	20,634	28,166	7,532	5.29	116,881	140,831	23,950	6.63	6.72	366,160
Total Operating Exp.	294,609	285,844	(8,765)	75.50	1,199,492	1,415,084	215,592	68.03	67.57	3,665,275
Operating Income	(63,526)	117,259	180,785	(16.28)	(608,628)	430,720	1,039,348	(34.52)	20.57	2,528,564
Fixed expenses										
Interest	25,455	36,411	10,955	6.52	153,901	182,053	28,152	8.73	8.69	473,337
Debt Instruments Accretion	3,726	0	(3,726)	0.95	22,271	0	(22,271)	1.26		0
Depreciation & Amortization	56,393	52,585	(3,808)	14.45	281,293	262,923	(18,370)	15.95	12.55	683,600
Total Fixed Exp.	85,574	88,995	3,422	21.93	457,465	444,976	(12,489)	25.95	21.25	1,156,937
Net Income Before Taxes	(149,100)	28,264	177,364	(38.21)	(1,066,093)	(14,256)	1,051,837	(60.47)	(0.68)	1,371,627
Income Taxes	(45,429)	8,832	54,262	(11.64)	(326,194)	(4,455)	321,739	(18.50)	(0.21)	428,633
Net Income	(103,670)	19,431	123,102	(26.57)	(739,899)	(9,801)	730,098	(41.97)	(0.47)	942,994

Big Sky Farms Inc.
Kelvington Lintlaw Division
For the Five Months Ending November 15, 2008

	Actual November	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	1,607	0	(1,607)	$0.52	5,504	4,608	(896)	$0.46	$0.43	4,608
Price per 100 KG	120	0	(120)	0.04	129	133	4	0.01	0.01	0
Feeder Pigs Sold	3,881	3,369	(512)	1.26	16,995	15,827	(1,168)	1.42	1.49	45,449
Pigs Weaned	5,377	5,341	(36)	1.74	25,633	25,581	(52)	2.14	2.41	68,934
Revenue										
Market Hog Sales	210,463	0	(210,463)	68.29	785,638	659,100	(126,539)	65.68	62.05	659,100
Feeder Hog Sales	157,913	186,714	28,800	51.24	531,844	821,073	289,229	44.46	77.30	2,681,661
Hog Inventory Adjustment	206,124	0	(206,124)	66.88	1,058,965	0	(1,058,965)	88.53		0
Feeder Pig Transfers	(80,434)	0	80,434	(26.10)	(207,827)	0	207,827	(17.37)		0
Other Revenue	275	2,270	1,996	0.09	3,610	11,352	7,742	0.30	1.07	237,847
Total Revenue	494,342	188,984	(305,357)	160.41	2,172,230	1,491,524	(680,706)	181.59	140.42	3,578,608
Feed Costs	328,931	147,471	(181,459)	106.73	1,439,965	1,105,698	(334,267)	120.38	104.09	2,203,365
Operating Expenses										
Communications	1,073	1,316	243	0.35	6,463	6,580	117	0.54	0.62	17,108
Power	7,803	11,354	3,551	2.53	41,264	60,628	19,364	3.45	5.71	147,511
Heating Fuel	8,117	5,931	(2,185)	2.63	22,064	24,259	2,195	1.84	2.28	77,082
General Insurance	3,998	9,200	5,202	1.30	27,956	46,000	18,044	2.34	4.33	119,600
Manure Removal	38,858	12,923	(25,935)	12.61	102,339	89,617	(12,721)	8.56	8.44	168,000
Repairs & Maintenance	25,791	16,825	(8,966)	8.37	214,161	84,125	(130,036)	17.90	7.92	218,725
Dead Disposal	1,872	1,357	(515)	0.61	6,311	6,785	474	0.53	0.64	17,641
Contract Services	2,060	1,232	(828)	0.67	9,200	6,160	(3,040)	0.77	0.58	16,016
Supplies	7,509	3,379	(4,130)	2.44	31,912	17,646	(14,266)	2.67	1.66	45,593
Property Taxes	(175)	1,712	1,887	(0.06)	4,345	8,558	4,213	0.36	0.81	22,250
Wages	57,545	58,922	1,377	18.67	280,440	294,612	14,172	23.44	27.74	765,991
Employee Benefits	10,371	8,249	(2,122)	3.37	45,402	41,246	(4,157)	3.80	3.88	107,239
Staff Training	0	0	0		165	0	(165)	0.01		0
Travel Meals & Ent	766	750	(16)	0.25	2,159	3,750	1,591	0.18	0.35	9,750
Breeding Herd Costs	31,953	45,686	13,733	10.37	(73,190)	228,431	301,621	(6.12)	21.51	593,920
less sale of cull sows	(24,540)	(21,959)	2,581	(7.96)	(61,327)	(110,302)	(48,974)	(5.13)	(10.38)	(316,962)
Veterinary	10,249	10,715	465	3.33	41,751	52,678	10,927	3.49	4.96	142,463
Herd Health	2,338	1,845	(493)	0.76	8,200	9,227	1,027	0.69	0.87	23,991
AI Costs	3,511	10,906	7,396	1.14	50,718	52,976	2,259	4.24	4.99	141,498
Herd Health Export Fees	814	1,482	669	0.26	7,026	6,964	(62)	0.59	0.66	19,997
Trucking	65,232	39,313	(25,920)	21.17	238,065	221,694	(16,371)	19.90	20.87	561,720
Sales Costs	1,303	0	(1,303)	0.42	8,649	0	(8,649)	0.72		0
Head Office Services	20,634	28,166	7,532	6.70	116,881	140,831	23,950	9.77	13.26	366,160
Total Operating Exp.	277,083	249,305	(27,778)	89.91	1,130,952	1,292,464	161,512	94.54	121.68	3,265,294
Operating Income	(111,672)	(207,792)	(96,121)	(36.24)	(398,688)	(906,639)	(507,952)	(33.33)	(85.35)	(1,890,051)
Fixed expenses										
Interest	25,455	36,411	10,955	8.26	149,819	182,053	32,234	12.52	17.14	473,337
Debt Instruments Accretion	3,726	0	(3,726)	1.21	22,271	0	(22,271)	1.86		0
Depreciation & Amortization	58,430	57,677	(753)	18.96	294,510	288,385	(6,125)	24.62	27.15	749,800
Total Fixed Exp.	87,611	94,087	6,477	28.43	466,600	470,437	3,838	39.01	44.29	1,223,137
Net Income Before Taxes	(199,282)	(301,880)	(102,597)	(64.66)	(865,287)	(1,377,077)	(511,789)	(72.34)	(129.64)	(3,113,188)
Income Taxes	(61,112)	(94,337)	(33,226)	(19.83)	(263,443)	(430,336)	(166,894)	(22.02)	(40.51)	(972,871)
Net Income	(138,171)	(207,542)	(69,371)	(44.83)	(601,845)	(946,740)	(344,895)	(50.31)	(89.13)	(2,140,317)

Big Sky Farms Inc.
Preeceville Sturgis Division
For the Five Months Ending November 15, 2008

	Actual November	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	3,144	4,489	1,345	$0.85	22,307	24,708	2,401	$0.93	$1.00	65,943
Price per 100 KG	112	133	21	0.03	123	133	10	0.01	0.01	0
Feeder Pigs Sold	594	0	(594)	0.16	1,670	0	(1,670)	0.07		0
Isoweans Sold	1,511	0	(1,511)	0.41	4,789	0	(4,789)	0.20		0
Pigs Weaned	6,625	6,425	(200)	1.79	33,715	31,434	(2,281)	1.41	1.27	82,224
Revenue										
Market Hog Sales	361,395	638,570	277,175	97.62	3,011,300	3,529,771	518,471	125.50	142.86	10,307,934
Feeder Hog Sales	34,127	0	(34,127)	9.22	77,660	0	(77,660)	3.24		0
Isowean Sales	46,652	0	(46,652)	12.60	115,773	0	(115,773)	4.82		0
Hog Inventory Adjustment	18,506	0	(18,506)	5.00	313,809	0	(313,809)	13.08		0
Feeder Pig Transfers	50,694	0	(50,694)	13.69	65,490	0	(65,490)	2.73		0
Other Revenue	275	2,270	1,996	0.07	3,360	11,352	7,992	0.14	0.46	237,847
Total Revenue	511,649	640,841	129,192	138.20	3,587,392	3,541,122	(46,270)	149.50	143.32	10,545,781
Feed Costs	474,901	525,496	50,595	128.28	2,493,281	2,828,548	335,267	103.91	114.48	6,981,833
Operating Expenses										
Communications	1,162	1,379	217	0.31	6,932	6,895	(37)	0.29	0.28	17,927
Power	9,146	12,753	3,607	2.47	43,840	64,758	20,918	1.83	2.62	162,407
Water Costs	0	0	0		67	0	(67)	0.00		0
Heating Fuel	6,885	9,774	2,890	1.86	16,873	41,757	24,883	0.70	1.69	127,030
General Insurance	4,086	9,200	5,114	1.10	28,749	46,000	17,251	1.20	1.86	119,600
Manure Removal	44,967	16,769	(28,198)	12.15	137,281	116,289	(20,992)	5.72	4.71	218,000
Repairs & Maintenance	13,126	16,825	3,699	3.55	47,190	84,125	36,935	1.97	3.40	218,725
Dead Disposal	1,920	1,387	(533)	0.52	8,956	6,935	(2,021)	0.37	0.28	18,031
Contract Services	1,115	1,618	503	0.30	10,177	8,090	(2,087)	0.42	0.33	21,034
Supplies	5,537	5,656	119	1.50	21,791	28,426	6,635	0.91	1.15	74,554
Property Taxes	0	1,708	1,708		20,204	8,538	(11,665)	0.84	0.35	22,200
Wages	64,434	55,356	(9,078)	17.40	335,666	276,779	(58,887)	13.99	11.20	719,626
Employee Benefits	8,872	7,750	(1,122)	2.40	50,102	38,749	(11,352)	2.09	1.57	100,748
Staff Training	165	0	(165)	0.04	165	0	(165)	0.01		0
Travel Meals & Ent	217	1,050	833	0.06	3,033	5,250	2,217	0.13	0.21	13,650
Breeding Herd Costs	7,455	39,655	32,201	2.01	(117,854)	198,277	316,131	(4.91)	8.02	515,520
less sale of cull sows	(15,655)	(16,632)	(977)	(4.23)	(73,242)	(83,542)	(10,300)	(3.05)	(3.38)	(240,066)
Veterinary	13,250	14,416	1,165	3.58	50,098	70,700	20,603	2.09	2.86	184,138
Herd Health	2,338	1,845	(493)	0.63	8,200	9,227	1,027	0.34	0.37	23,989
AI Costs	6,875	8,594	1,719	1.86	42,549	42,044	(506)	1.77	1.70	110,557
Herd Health Export Fees	300	0	(300)	0.08	1,023	0	(1,023)	0.04		0
Trucking	48,183	48,361	178	13.01	275,907	255,707	(20,200)	11.50	10.35	687,255
Sales Costs	2,308	0	(2,308)	0.62	27,115	0	(27,115)	1.13		0
Head Office Services	20,634	28,166	7,532	5.57	116,881	140,831	23,950	4.87	5.70	366,160
Total Operating Exp.	247,317	265,630	18,313	66.80	1,061,704	1,365,835	304,131	44.25	55.28	3,481,086
Operating Income	(210,569)	(150,285)	60,284	(56.88)	32,407	(653,260)	(685,667)	1.35	(26.44)	82,862
Fixed expenses										
Interest	25,455	36,411	10,955	6.88	149,819	182,053	32,234	6.24	7.37	473,337
Debt Instruments Accretion	3,726	0	(3,726)	1.01	22,271	0	(22,271)	0.93		0
Depreciation & Amortization	72,415	60,000	(12,415)	19.56	364,339	300,000	(64,339)	15.18	12.14	780,000
Total Fixed Exp.	101,595	96,411	(5,185)	27.44	536,429	482,053	(54,376)	22.36	19.51	1,253,337
Net Income Before Taxes	(312,165)	(246,696)	65,469	(84.32)	(504,022)	(1,135,313)	(631,291)	(21.01)	(45.95)	(1,170,475)
Income Taxes	(96,387)	(77,092)	19,295	(26.04)	(150,547)	(354,785)	(204,238)	(6.27)	(14.36)	(365,773)
Net Income	(215,778)	(169,603)	46,174	(58.28)	(353,475)	(780,528)	(427,053)	(14.73)	(31.59)	(804,701)

Big Sky Farms Inc.
Ogema Division
For the Five Months Ending November 15, 2008

	Actual November	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	8,815	9,550	735	$0.77	43,584	51,497	7,913	$0.86	$0.95	127,897
Price per 100 KG	121	133	12	0.01	127	133	6	0.00	0.00	0
Feeder Pigs Sold	2,142	2,013	(129)	0.19	11,885	7,611	(4,274)	0.23	0.14	15,767
Isoweans Sold	8,124	0	(8,124)	0.71	11,588	0	(11,588)	0.23		0
Pigs Weaned	11,559	11,506	(53)	1.01	56,840	57,966	1,126	1.12	1.07	149,147
Revenue										
Market Hog Sales	1,123,030	1,358,660	235,630	98.37	6,138,513	7,359,346	1,220,833	121.20	135.31	20,004,744
Feeder Hog Sales	108,877	111,563	2,686	9.54	448,240	398,192	(50,048)	8.85	7.32	912,461
Isowean Sales	251,689	0	(251,689)	22.05	322,797	0	(322,797)	6.37		0
Hog Inventory Adjustment	(226,413)	0	226,413	(19.83)	(138,489)	0	138,489	(2.73)		0
Feeder Pig Transfers	(68,846)	0	68,846	(6.03)	(143,453)	0	143,453	(2.83)		0
Other Revenue	5,551	4,541	(1,010)	0.49	29,153	22,703	(6,450)	0.58	0.42	475,694
Total Revenue	1,193,888	1,474,764	280,876	104.58	6,656,762	7,780,241	1,123,479	131.43	143.05	21,392,899
Feed Costs	811,382	1,052,836	241,454	71.07	5,002,094	5,596,452	594,358	98.76	102.90	13,047,719
Operating Expenses										
Communications	500	1,957	1,457	0.04	4,243	9,785	5,542	0.08	0.18	25,441
Power	15,669	15,374	(296)	1.37	63,877	83,572	19,695	1.26	1.54	199,703
Heating Fuel	5,234	4,269	(965)	0.46	12,576	15,541	2,965	0.25	0.29	55,472
General Insurance	5,418	14,500	9,082	0.47	40,783	72,500	31,717	0.81	1.33	188,500
Manure Removal	67,933	33,077	(34,856)	5.95	176,726	229,377	52,652	3.49	4.22	430,000
Repairs & Maintenance	16,922	22,067	5,145	1.48	102,510	110,335	7,825	2.02	2.03	286,871
Dead Disposal	3,336	3,328	(8)	0.29	17,198	16,640	(558)	0.34	0.31	43,264
Contract Services	1,663	3,326	1,664	0.15	11,798	16,630	4,833	0.23	0.31	43,238
Supplies	10,851	10,701	(150)	0.95	46,575	54,198	7,623	0.92	1.00	137,453
Property Taxes	897	2,785	1,888	0.08	5,997	13,923	7,926	0.12	0.26	36,200
Contract Facilities	111,765	107,077	(4,688)	9.79	560,488	535,385	(25,104)	11.07	9.84	1,392,000
Wages	75,898	87,928	12,031	6.65	404,896	439,641	34,745	7.99	8.08	1,143,066
Employee Benefits	9,467	12,310	2,843	0.83	61,887	61,550	(338)	1.22	1.13	160,029
Travel Meals & Ent	841	2,100	1,259	0.07	4,861	10,500	5,639	0.10	0.19	27,300
Breeding Herd Costs	28,343	78,072	49,729	2.48	(123,977)	390,358	514,334	(2.45)	7.18	1,014,930
less sale of cull sows	(27,160)	(32,744)	(5,583)	(2.38)	(141,486)	(164,474)	(22,987)	(2.79)	(3.02)	(472,629)
Veterinary	14,494	33,661	19,167	1.27	84,013	166,329	82,316	1.66	3.06	423,712
Herd Health	4,688	3,606	(1,082)	0.41	17,861	18,032	170	0.35	0.33	46,882
AI Costs	11,864	15,593	3,729	1.04	78,167	78,556	389	1.54	1.44	200,789
Herd Health Export Fees	4,287	2,013	(2,274)	0.38	13,959	7,611	(6,347)	0.28	0.14	15,767
Trucking	175,320	108,209	(67,110)	15.36	583,221	545,128	(38,093)	11.51	10.02	1,358,677
Sales Costs	7,055	0	(7,055)	0.62	49,599	0	(49,599)	0.98		0
Head Office Services	34 317	56,474	22,157	3.01	208,765	282,369	73,604	4.12	5.19	734,160
Total Operating Exp.	579,600	585,683	6,084	50.77	2,284,536	2,993,485	708,949	45.10	55.04	7,490,826
Operating Income	(197,094)	(163,756)	33,338	(17.26)	(629,868)	(809,696)	(179,828)	(12.44)	(14.89)	854,355
Fixed expenses										
Interest	76,238	76,068	(170)	6.68	419,743	380,338	(39,406)	8.29	6.99	968,878
Debt Instruments Accretion	8,210	0	(8,210)	0.72	87,969	0	(87,969)	1.74		0
Depreciation & Amortization	112,431	104,967	(7,464)	9.85	564,788	524,837	(39,951)	11.15	9.65	1,364,576
Total Fixed Exp.	196,879	181,035	(15,844)	17.25	1,072,500	905,174	(167,326)	21.17	16.64	2,353,453
Net Income Before Taxes	(393,973)	(344,790)	49,182	(34.51)	(1,702,368)	(1,714,871)	(12,502)	(33.61)	(31.53)	(1,499,098)
Income Taxes	(120,551)	(107,747)	12,804	(10.56)	(504,500)	(535,897)	(31,397)	(9.96)	(9.85)	(468,468)
Net Income	(273,422)	(237,043)	36,378	(23.95)	(1,197,869)	(1,178,974)	18,895	(23.65)	(21.68)	(1,030,630)

Big Sky Farms Inc
Rama Division
For the Five Months Ending November 15, 2008

	Actual November	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	9,555	9,600	45	$1.00	49,415	46,989	(2,426)	$1.00	$0.98	123,789
Price per 100 KG	128	133	5	0.01	129	133	5	0.00	0.00	0
Feeder Pigs Sold	0	1,100	1,100		0	2,750	2,750		0.06	6,050
Pigs Weaned	11,579	11,643	64	1.21	59,190	56,320	(2,870)	1.20	1.17	149,342
Revenue										
Market Hog Sales	1,287,330	1,365,774	78,444	134.73	7,127,988	6,713,067	(414,921)	144.25	139.76	19,424,671
Feeder Hog Sales	0	60,958	60,958		0	149,531	149,531		3.11	355,328
Hog Inventory Adjustment	9,868	0	(9,868)	1.03	307,212	0	(307,212)	6.22		0
Feeder Pig Transfers	28,110	0	(28,110)	2.94	159,596	0	(159,596)	3.23		0
Other Revenue	3,451	4,541	1,090	0.36	3,117	22,703	19,586	0.06	0.47	475,694
Total Revenue	1,328,759	1,431,272	102,513	139.06	7,597,912	6,885,300	(712,612)	153.76	143.34	20,255,693
Feed Costs	893,172	1,054,653	161,480	93.48	5,222,522	5,255,568	33,046	105.69	109.41	12,869,638
Operating Expenses										
Communications	669	1,418	749	0.07	5,427	7,090	1,663	0.11	0.15	18,434
Power	22,997	20,595	(2,403)	2.41	108,058	112,453	4,396	2.19	2.34	267,513
Heating Fuel	9,963	7,405	(2,558)	1.04	18,078	27,170	9,092	0.37	0.57	96,222
General Insurance	7,382	17,800	10,418	0.77	54,281	89,000	34,719	1.10	1.85	231,400
Manure Removal	69,761	32,846	(36,915)	7.30	207,260	227,777	20,517	4.19	4.74	427,000
Repairs & Maintenance	55,686	32,610	(23,076)	5.83	227,242	163,050	(64,192)	4.60	3.39	423,930
Dead Disposal	3,483	2,786	(697)	0.36	15,836	13,930	(1,906)	0.32	0.29	36,218
Contract Services	1,205	3,326	2,121	0.13	13,168	16,630	3,463	0.27	0.35	43,238
Supplies	8,895	10,540	1,645	0.93	51,998	51,243	(755)	1.05	1.07	136,048
Property Taxes	(361)	2,746	3,107	(0.04)	(293)	13,731	14,024	(0.01)	0.29	35,700
Wages	105,134	107,520	2,386	11.00	566,132	537,599	(28,533)	11.46	11.19	1,397,758
Employee Benefits	16,359	15,053	(1,307)	1.71	91,601	75,264	(16,337)	1.85	1.57	195,686
Travel Meals & Ent	804	1,305	501	0.08	3,391	6,525	3,134	0.07	0.14	16,965
Breeding Herd Costs	52,388	78,072	25,684	5.48	(137,471)	390,358	527,829	(2.78)	8.13	1,014,930
less sale of cull sows	(42,662)	(32,744)	9,918	(4.46)	(127,558)	(164,474)	(36,915)	(2.58)	(3.42)	(472,629)
Veterinary	13,247	25,609	12,363	1.39	108,090	124,495	16,405	2.19	2.59	332,174
Herd Health	4,688	3,700	(988)	0.49	16,426	18,499	2,072	0.33	0.39	48,096
AI Costs	13,866	16,065	2,199	1.45	95,359	81,603	(13,756)	1.93	1.70	209,955
Herd Health Export Fees	0	605	605		218	1,513	1,294	0.00	0.03	3,328
Trucking	142,999	147,159	4,160	14.97	604,815	698,549	93,734	12.24	14.54	1,869,250
Sales Costs	9,405	0	(9,405)	0.98	59,055	0	(59,055)	1.20		0
Head Office Services	41,170	56,474	15,304	4.31	233,048	282,369	49,321	4.72	5.88	734,160
Total Operating Exp.	537,079	550,890	13,811	56.21	2,214,160	2,774,374	560,214	44.81	57.76	7,065,376
Operating Income	(101,492)	(174,270)	(72,778)	(10.62)	161,230	(1,144,642)	(1,305,872)	3.26	(23.83)	320,680
Fixed expenses										
Interest	102,375	73,004	(29,371)	10.71	552,774	365,021	(187,754)	11.19	7.60	949,053
Debt Instruments Accretion	8,210	0	(8,210)	0.86	87,969	0	(87,969)	1.78		0
Depreciation & Amortization	141,811	124,538	(17,273)	14.84	711,690	622,692	(88,998)	14.40	12.96	1,619,000
Total Fixed Exp.	252,397	197,543	(54,854)	26.42	1,352,433	987,713	(364,721)	27.37	20.56	2,568,053
Net Income Before Taxes	(353,889)	(371,813)	(17,924)	(37.04)	(1,191,203)	(2,132,355)	(941,151)	(24.11)	(44.39)	(2,247,373)
Income Taxes	(108,025)	(116,192)	(8,167)	(11.31)	(344,761)	(666,361)	(321,600)	(6.98)	(13.87)	(702,304)
Net Income	(245,864)	(255,621)	(9,757)	(25.73)	(846,442)	(1,465,994)	(619,551)	(17.13)	(30.52)	(1,545,069)

Big Sky Farms Inc
Porcupine Division
For the Five Months Ending November 15, 2008

	Actual November	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	10,806	10,314	(492)	$0.82	49,454	48,499	(955)	$0.92	$0.98	131,011
Price per 100 KG	121	133	11	0.01	129	133	4	0.00	0.00	0
Feeder Pigs Sold	4,124	550	(3,574)	0.31	8,428	2,750	(5,678)	0.16	0.06	6,050
Isoweans Sold	3,533	0	(3,533)	0.27	5,972	0	(5,972)	0.11		0
Pigs Weaned	12,471	12,218	(253)	0.95	61,960	61,076	(884)	1.15	1.23	158,128
Revenue										
Market Hog Sales	1,416,744	1,467,353	50,609	107.73	7,041,015	6,930,700	(110,315)	130.46	139.89	20,587,730
Feeder Hog Sales	199,421	30,479	(168,942)	15.16	330,543	142,526	(188,017)	6.12	2.88	348,323
Isowean Sales	108,498	0	(108,498)	8.25	159,393	0	(159,393)	2.95		0
Hog Inventory Adjustment	(715,808)	0	715,808	(54.43)	(665,376)	0	665,376	(12.33)		0
Feeder Pig Transfers	42,345	0	(42,345)	3.22	166,735	0	(166,735)	3.09		0
Other Revenue	551	4,541	3,989	0.04	(1,783)	22,703	24,486	(0.03)	0.46	475,694
Total Revenue	1,051,752	1,502,373	450,621	79.98	7,030,527	7,095,929	65,403	130.27	143.22	21,411,748
Feed Costs	902,914	1,108,559	205,646	68.66	5,313,980	5,387,424	73,444	98.46	108.74	13,350,959
Operating Expenses										
Communications	610	1,446	836	0.05	5,542	7,230	1,688	0.10	0.15	18,798
Power	21,719	21,329	(390)	1.65	107,363	116,281	8,918	1.99	2.35	277,058
Water Costs	0	0	0		40	0	(40)	0.00		0
Heating Fuel	9,413	7,872	(1,541)	0.72	20,595	24,154	3,558	0.38	0.49	102,256
General Insurance	7,105	18,500	11,395	0.54	53,805	92,500	38,695	1.00	1.87	240,500
Manure Removal	71,526	34,923	(36,602)	5.44	232,891	242,180	9,289	4.32	4.89	454,000
Repairs & Maintenance	34,327	30,585	(3,742)	2.61	149,033	152,925	3,892	2.76	3.09	397,605
Dead Disposal	3,918	2,991	(927)	0.30	21,323	14,955	(6,368)	0.40	0.30	38,883
Contract Services	5,628	3,249	(2,379)	0.43	23,478	16,245	(7,233)	0.44	0.33	42,237
Supplies	11,152	11,192	39	0.85	52,603	54,892	2,289	0.97	1.11	144,039
Property Taxes	(238)	3,212	3,449	(0.02)	10,378	16,058	5,680	0.19	0.32	41,750
Wages	109,417	107,975	(1,443)	8.32	536,913	539,873	2,960	9.95	10.90	1,403,670
Employee Benefits	15,702	15,116	(586)	1.19	78,650	75,582	(3,068)	1.46	1.53	196,514
Travel Meals & Ent	914	1,355	441	0.07	4,419	6,775	2,356	0.08	0.14	17,615
Breeding Herd Costs	48,618	78,072	29,454	3.70	(116,520)	390,358	506,878	(2.16)	7.88	1,014,930
less sale of cull sows	(32,864)	(32,744)	121	(2.50)	(138,341)	(164,474)	(26,133)	(2.56)	(3.32)	(472,629)
Veterinary	8,505	27,852	19,348	0.65	89,721	137,889	48,168	1.66	2.78	359,641
Herd Health	4,691	3,702	(989)	0.36	16,429	18,511	2,082	0.30	0.37	48,129
AI Costs	15,168	16,118	950	1.15	93,646	80,568	(13,079)	1.74	1.63	209,698
Herd Health Export Fees	825	0	(825)	0.06	2,419	0	(2,419)	0.04		0
Trucking	206,408	160,590	(45,818)	15.70	764,104	764,498	394	14.16	15.43	2,076,657
Sales Costs	11,644	0	(11,644)	0.89	60,439	0	(60,439)	1.12		0
Head Office Services	41,170	56,509	15,339	3.13	233,608	282,546	48,939	4.33	5.70	734,620
Total Operating Exp.	595,357	569,844	(25,514)	45.27	2,302,538	2,869,545	567,007	42.66	57.92	7,345,973
Operating Income	(446,519)	(176,030)	270,489	(33.95)	(585,991)	(1,161,040)	(575,049)	(10.86)	(23.43)	714,816
Fixed expenses										
Interest	51,070	79,935	28,864	3.88	385,559	399,673	14,114	7.14	8.07	1,039,149
Debt Instruments Accretion	3,726	0	(3,726)	0.28	22,271	0	(22,271)	0.41		0
Depreciation & Amortization	140,629	150,177	9,548	10.69	704,929	750,884	45,956	13.06	15.16	1,952,299
Total Fixed Exp.	195,424	230,111	34,687	14.86	1,112,759	1,150,557	37,798	20.62	23.22	2,991,448
Net Income Before Taxes	(641,943)	(406,142)	235,802	(48.82)	(1,698,750)	(2,311,597)	(612,847)	(31.48)	(46.66)	(2,276,632)
Income Taxes	(199,443)	(126,919)	72,524	(15.17)	(523,900)	(722,374)	(198,474)	(9.71)	(14.58)	(711,447)
Net Income	(442,500)	(279,222)	163,278	(33.65)	(1,174,850)	(1,589,223)	(414,372)	(21.77)	(32.08)	(1,565,184)

Big Sky Farms Inc.
Pelly Division
For the Five Months Ending November 15, 2008

	Actual November	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Isoweans Sold	11,217	12,118	901	($0.05)	64,241	60,614	(3,627)	($0.59)		157,553
Pigs Weaned	12,664	12,118	(546)	(0.06)	66,519	60,614	(5,905)	(0.61)		157,553
Revenue										
Isowean Sales	499,723	439,094	(60,629)	(2.32)	2,538,348	2,195,986	(342,362)	(23.44)		5,709,327
Hog Inventory Adjustment	(13,152)	0	13,152	0.06	2,943	0	(2,943)	(0.03)		0
Feeder Pig Transfers	40,736	0	(40,736)	(0.19)	40,736	0	(40,736)	(0.38)		0
Other Revenue	8,587	4,541	(4,046)	(0.04)	8,085	22,703	14,618	(0.07)		475,694
Total Revenue	535,894	443,635	(92,259)	(2.49)	2,590,111	2,218,689	(371,423)	(23.91)		6,185,022
Feed Costs	152,986	141,635	(11,351)	(0.71)	763,350	723,313	(40,036)	(7.05)		1,741,127
Operating Expenses										
Communications	207	369	162	0.00	1,259	1,845	586	(0.01)		4,797
Power	8,255	9,434	1,179	(0.04)	33,886	52,084	18,198	(0.31)		122,529
Heating Fuel	545	909	364	0.00	901	2,355	1,454	(0.01)		11,805
General Insurance	1,918	7,500	5,582	(0.01)	15,145	37,500	22,355	(0.14)		97,500
Manure Removal	16,749	6,923	(9,826)	(0.08)	46,461	48,009	1,549	(0.43)		90,000
Repairs & Maintenance	842	3,300	2,458	0.00	11,211	16,500	5,289	(0.10)		42,900
Dead Disposal	940	904	(36)	0.00	4,816	4,520	(296)	(0.04)		11,752
Contract Services	700	770	70	0.00	3,739	3,850	111	(0.03)		10,010
Supplies	7,671	5,089	(2,582)	(0.04)	26,468	25,458	(1,010)	(0.24)		66,172
Property Taxes	(592)	373	965	0.00	1,448	1,865	418	(0.01)		4,850
Wages	57,416	51,468	(5,948)	(0.27)	299,333	257,342	(41,991)	(2.76)		669,088
Employee Benefits	7,777	7,206	(571)	(0.04)	42,950	36,028	(6,922)	(0.40)		93,672
Travel Meals & Ent	45	700	655	0.00	907	3,500	2,593	(0.01)		9,100
Breeding Herd Costs	(3,175)	78,072	81,246	0.01	(251,613)	390,358	641,971	2.32		1,014,930
less sale of cull sows	(20,894)	(32,744)	(11,849)	0.10	(76,902)	(164,474)	(87,571)	0.71		(472,629)
Veterinary	9,069	18,177	9,108	(0.04)	37,664	90,921	53,257	(0.35)		236,330
Herd Health	1,548	1,222	(326)	(0.01)	3,502	6,109	2,607	(0.03)		15,883
AI Costs	13,533	15,944	2,410	(0.06)	83,167	78,969	(4,198)	(0.77)		206,744
Herd Health Export Fees	2,193	2,424	231	(0.01)	18,951	12,123	(6,828)	(0.17)		31,511
Trucking	34,576	32,718	(1,858)	(0.16)	212,775	163,658	(49,117)	(1.96)		425,393
Sales Costs	0	0	0		10,999	0	(10,999)	(0.10)		0
Head Office Services	13,610	18,648	5,038	(0.06)	77,077	93,238	16,161	(0.71)		242,420
Total Operating Exp.	152,934	229,405	76,471	(0.71)	604,143	1,161,758	557,615	(5.58)		2,934,758
Operating Income	229,974	72,595	(157,379)	(1.07)	1,222,619	333,617	(889,002)	(11.29)		1,509,136
Fixed expenses										
Interest	60,637	24,106	(36,531)	(0.28)	240,831	120,530	(120,301)	(2.22)		313,378
Debt Instruments Accretion	3,726	0	(3,726)	(0.02)	7,846	0	(7,846)	(0.07)		0
Depreciation & Amortization	88,000	30,769	(57,231)	(0.41)	446,064	153,846	(292,218)	(4.12)		400,000
Total Fixed Exp.	152,362	54,875	(97,487)	(0.71)	694,741	274,376	(420,365)	(6.41)		713,378
Net Income Before Taxes	77,612	17,720	(59,892)	(0.36)	527,877	59,241	(468,637)	(4.87)		795,758
Income Taxes	25,418	5,537	(19,881)	(0.12)	167,414	18,513	(148,901)	(1.55)		248,674
Net Income	52,194	12,182	(40,012)	(0.24)	360,464	40,728	(319,736)	(3.33)		547,084

Big Sky Farms Inc.
Contract Finisher Units
For the Five Months Ending November 15, 2008

	Actual November	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	12,640	8,029	(4,611)	$1.00	49,953	40,145	(9,808)	$1.00	$1.00	117,092
Price per 100 KG	126	142	16	0.01	138	143	4	0.00	0.00	0
Revenue										
Market Hog Sales	1,761,827	1,194,310	(567,517)	139.39	7,481,782	5,998,616	(1,483,166)	149.78	149 42	19,355,107
Hog Inventory Adjustment	412,300	0	(412,300)	32.62	1,388,152	0	(1,388,152)	27.79		0
Feeder Pig Transfers	(652,239)	0	652,239	(51.60)	(2,182,393)	0	2,182,393	(43.69)		0
Total Revenue	1,521,888	1,194,310	(327,578)	120.40	6,687,541	5,998,616	(688,925)	133.88	149.42	19,355,107
Feed Costs	949,799	597,358	(352,442)	75.14	4,447,614	3,031,750	(1,415,864)	89.04	75.52	8,153,558
Operating Expenses										
Communications	0	100	100		0	500	500		0.01	1,300
General Insurance	209	231	22	0.02	1,883	1,154	(729)	0 04	0.03	3,000
Supplies	0	1,659	1,659		0	8,293	8,293		0.21	26,886
Contract Facilities	232,220	130,000	(102,220)	18.37	1,002,355	650,000	(352,355)	20.07	16.19	1,690,000
Wages	0	8,769	8,769		0	43,846	43,846		1.09	114,000
Travel Meals & Ent	0	100	100		0	500	500		0.01	1,300
Veterinary	10,796	3,131	(7,665)	0.85	32,813	15,655	(17,158)	0.66	0 39	46,674
Herd Health	0	154	154		0	769	769		0.02	2,000
Trucking	82,032	47,999	(34,033)	6.49	318,478	239,996	(78,482)	6.38	5.98	740,676
Sales Costs	17,098	0	(17,098)	1.35	76,024	0	(76,024)	1.52		0
Head Office Services	1,857	0	(1,857)	0.15	13,836	0	(13,836)	0.28		0
Total Operating Exp.	344,211	192,143	(152,069)	27.23	1,445,389	960,713	(484,677)	28.93	23.93	2,625,836
Operating Income	227,877	404,810	176,932	18.03	794,537	2,006,153	1,211,615	15.91	49.97	8,575,713
Fixed expenses										
Net Income Before Taxes	227,877	404,810	176,932	18.03	794,537	2,006,153	1,211,615	15.91	49.97	8,575,713
Income Taxes	71,212	126,503	55,291	5.63	248,293	626,923	378,630	4.97	15.62	2,679,910
Net Income	156,666	278,307	121,641	12.39	546,244	1,379,230	832,985	10.94	34.36	5,895,802

Big Sky Farms Inc.
Contract Canadian
For the Five Months Ending November 15, 2008

	Actual November	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	2,181	2,139	(42)	$1.00	9,841	10,695	854	$1.00	$1.00	37,943
Price per 100 KG	121	136	14	0.06	133	136	3	0.01	0.01	0
Revenue										
Market Hog Sales	284,812	304,311	19,499	130.59	1,389,925	1,528,108	138,183	141.24	142.88	6,117,145
Hog Inventory Adjustment	148,700	0	(148,700)	68.18	267,020	0	(267,020)	27.13		0
Feeder Pig Transfers	(143,019)	0	143,019	(65.57)	(381,140)	0	381,140	(38 73)		0
Total Revenue	290,493	304,311	13,818	133.19	1,275,805	1,528,108	252,303	129.64	142.88	6,117,145
Feed Costs	170,178	159,142	(11,036)	78.03	862,108	807,686	(54,422)	87.60	75.52	2,608,768
Operating Expenses										
General Insurance	125	0	(125)	0.06	1,123	0	(1,123)	0.11		0
Supplies	0	1,070	1,070		0	5,348	5,348		0.50	18,972
Contract Facilities	56,053	49,231	(6,822)	25.70	283,941	246,154	(37,787)	28.85	23.02	640,000
Veterinary	3,006	1,070	(1,936)	1.38	7,643	5,348	(2,296)	0.78	0.50	18,972
Herd Health	0	77	77		0	385	385		0.04	1,000
Trucking	22,830	18,078	(4,752)	10.47	93,240	90,390	(2,850)	9.47	8.45	329,535
Sales Costs	1,825	0	(1,825)	0.84	10,783	0	(10,783)	1.10		0
Total Operating Exp.	83,839	69,525	(14,314)	38.44	396,731	347,623	(49,107)	40.31	32.50	1,008,479
Operating Income	36,477	75,645	39,168	16.72	16,967	372,799	355,832	1.72	34.86	2,499,899
Fixed expenses										
Net Income Before Taxes	36,477	75,645	39,168	16.72	16,967	372,799	355,832	1.72	34.86	2,499,899
Income Taxes	11,399	23,639	12,240	5.23	5,302	116,500	111,197	0.54	10.89	781,218
Net Income	25,078	52,006	26,928	11.50	11,665	256,299	244,634	1.19	23.96	1,718,681

Big Sky Farms Inc.
Contract US
For the Five Months Ending November 15, 2008

	Actual November	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	10,459	5,890	(4,569)	$1.00	40,112	29,450	(10,662)	$1.00	$1.00	79,149
Price per 100 KG	127	144	17	0.01	139	145	6	0.00	0.00	0
Revenue										
Market Hog Sales	1,477,014	889,998	(587,016)	141.22	6,091,856	4,470,507	(1,621,349)	151.87	151.80	13,237,962
Hog Inventory Adjustment	263,600	0	(263,600)	25.20	1,121,132	0	(1,121,132)	27.95		0
Feeder Pig Transfers	(509,220)	0	509,220	(48.69)	(1,801,253)	0	1,801,253	(44.91)		0
Total Revenue	1,231,394	889,998	(341,396)	117.74	5,411,735	4,470,507	(941,228)	134.92	151.80	13,237,962
Feed Costs	779,622	438,216	(341,406)	74.54	3,585,506	2,224,064	(1,361,442)	89.39	75.52	5,544,791
Operating Expenses										
Communications	0	100	100		0	500	500		0.02	1,300
General Insurance	84	231	146	0.01	760	1,154	394	0.02	0.04	3,000
Supplies	0	589	589		0	2,945	2,945		0.10	7,915
Contract Facilites	176,167	80,769	(95,398)	16.84	718,414	403,846	(314,568)	17.91	13.71	1,050,000
Wages	0	8,769	8,769		0	43,846	43,846		1.49	114,000
Travel Meals & Ent	0	100	100		0	500	500		0.02	1,300
Veterinary	7,790	2,062	(5,728)	0.74	25,169	10,308	(14,862)	0.63	0.35	27,702
Herd Health	0	77	77		0	385	385		0.01	1,000
Trucking	59,202	29,921	(29,280)	5.66	225,238	149,606	(75,632)	5.62	5.08	411,141
Sales Costs	15,273	0	(15,273)	1.46	65,241	0	(65,241)	1.63		0
Head Office Services	1,857	0	(1,857)	0.18	13,836	0	(13,836)	0.34		0
Total Operating Exp.	260,372	122,618	(137,754)	24.89	1,048,659	613,089	(435,569)	26.14	20.82	1,617,357
Operating Income	191,401	329,164	137,764	18.30	777,571	1,633,354	855,783	19.38	55.46	6,075,814
Fixed expenses										
Net Income Before Taxes	191,401	329,164	137,764	18.30	777,571	1,633,354	855,783	19.38	55.46	6,075,814
Income Taxes	59,813	102,864	43,051	5.72	242,991	510,423	267,432	6.06	17.33	1,898,692
Net Income	131,588	226,301	94,713	12.58	534,580	1,122,931	588,351	13.33	38.13	4,177,122

Big Sky Farms Inc.
Contrac Barns - Wean to Finish
For the Five Months Ending November 15, 2008

	Actual November	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	5,348	7,452	2,104	$1.00	38,168	37,260	(908)	$1.00	$1.00	96,327
Price per 100 KG	126	144	19	0.02	141	145	4	0.00	0.00	0
Revenue										
Market Hog Sales	735,629	1,126,022	390,393	137.55	5,806,744	5,656,065	(150,679)	152.14	151.80	16,076,331
Hog Inventory Adjustment	(24,178)	0	24,178	(4.52)	(532,966)	0	532,966	(13.96)		0
Feeder Pig Transfers	(136,836)	0	136,836	(25.59)	(689,123)	0	689,123	(18.05)		0
Total Revenue	574,615	1,126,022	551,407	107.44	4,584,655	5,656,065	1,071,410	120.12	151.80	16,076,331
Feed Costs	410,881	658,384	247,504	76.83	2,757,060	3,341,477	584,417	72.23	89.68	8,028,230
Operating Expenses										
General Insurance	0	1,154	1,154		0	5,769	5,769		0.15	15,000
Supplies	0	1,513	1,513		0	7,564	7,564		0.20	19,555
Contract Facilities	127,811	174,462	46,651	23.90	673,576	872,308	198,732	17.65	23.41	2,268,000
Wages	0	12,715	12,715		0	63,577	63,577		1.71	165,300
Veterinary	8,707	14,904	6,197	1.63	64,734	74,520	9,786	1.70	2.00	192,655
Herd Health	0	385	385		0	1,923	1,923		0.05	5,000
Trucking	31,038	37,856	6,818	5.80	199,548	189,281	(10,267)	5.23	5.08	500,119
Sales Costs	5,447	0	(5,447)	1.02	48,537	0	(48,537)	1.27		0
Head Office Services	1,858	0	(1,858)	0.35	17,792	0	(17,792)	0.47		0
Total Operating Exp.	174,860	242,988	68,129	32.70	1,004,187	1,214,942	210,755	26.31	32.61	3,165,629
Operating Income	(11,125)	224,649	235,774	(2.08)	823,408	1,099,646	276,238	21.57	29.51	4,882,472
Fixed expenses										
Net Income Before Taxes	(11,125)	224,649	235,774	(2.08)	823,408	1,099,646	276,238	21.57	29.51	4,882,472
Income Taxes	(3,477)	70,203	73,679	(0.65)	257,315	343,639	86,324	6.74	9.22	1,525,773
Net Income	(7,649)	154,446	162,095	(1.43)	566,093	756,007	189,914	14.83	20.29	3,356,700

Big Sky Farms Inc.
Contract Barns - Nurseries
For the Five Months Ending November 15, 2008

	Actual November	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Feeder Pigs Sold	0	0	0		3,498	0	(3,498)			0
Revenue										
Feeder Hog Sales	0	0	0		141,188	0	(141,188)			0
Hog Inventory Adjustment	(1,984)	0	1,984		54,521	0	(54,521)			0
Feeder Pig Transfers	95,457	0	(95,457)		398,629	0	(398,629)			0
Total Revenue	93,473	0	(93,473)		594,338	0	(594,338)			0
Feed Costs	108,420	0	(108,420)		509,781	0	(509,781)			0
Operating Expenses										
Contract Facilities	67,591	0	(67,591)		249,278	0	(249,278)			0
Veterinary	20,490	0	(20,490)		66,782	0	(66,782)			0
Trucking	4,378	0	(4,378)		44,881	0	(44,881)			0
Head Office Services	371	0	(371)		3,695	0	(3,695)			0
Total Operating Exp.	92,831	0	(92,831)		364,635	0	(364,635)			0
Operating Income	(107,777)	0	107,777		(280,078)	0	280,078			0
Fixed expenses										
Net Income Before Taxes	(107,777)	0	107,777		(280,078)	0	280,078			0
Income Taxes	(33,680)	0	33,680		(87,524)	0	87,524			0
Net Income	(74,097)	0	74,097		(192,554)	0	192,554			0

Big Sky Farms Inc.
Farrow to Finish Units
For the Five Months Ending November 15, 2008

	Actual November	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	6,568	6,058	(510)	$0.92	26,517	28,145	1,628	$0.85	$0.88	78,494
Price per 100 KG	120	133	12	0.02	125	134	9	0.00	0.00	0
Breeding Stock Sold	568	1,229	661	0.08	3,464	3,993	529	0.11	0.13	13,552
Feeder Pigs Sold	0	0	0		1,057	550	(507)	0.03	0.02	1,100
Isoweans Sold	0	0	0		3,861	0	(3,861)	0.12		0
Pigs Weaned	22,910	23,054	144	3.21	123,754	126,012	2,258	3.96	3.96	303,509
Revenue										
Market Hog Sales	837,777	859,183	21,406	117.40	3,803,708	4,012,094	208,386	121.79	126.09	12,323,882
Hog Sales:Breeding	161,303	333,222	171,919	22.60	971,073	1,099,586	128,513	31.09	34.56	3,692,939
Feeder Hog Sales	0	0	0		30,266	27,615	(2,651)	0.97	0.87	62,830
Isowean Sales	0	0	0		47,842	0	(47,842)	1.53		0
Hog Inventory Adjustment	(306,938)	0	306,938	(43.01)	350,320	0	(350,320)	11.22		0
Feeder Pig Transfers	612,979	0	(612,979)	85.90	2,208,405	0	(2,208,405)	70.71		0
Other Revenue	31,496	7,719	(23,777)	4.41	28,449	38,595	10,146	0.91	1.21	808,681
Total Revenue	1,336,618	1,200,124	(136,493)	187.31	7,440,063	5,177,890	(2,262,173)	238.22	162.73	16,888,332
Feed Costs	825,235	1,073,751	248,515	115.64	4,654,624	5,135,519	480,895	149.03	161.40	12,776,240
Operating Expenses										
Communications	2,983	5,651	2,668	0.42	22,714	31,783	9,069	0.73	1.00	74,639
Power	50,230	56,996	6,766	7.04	263,962	305,514	41,553	8.45	9.60	723,942
Water Costs	0	0	0		44	0	(44)	0.00		0
Heating Fuel	46,568	27,960	(18,609)	6.53	151,928	148,717	(3,211)	4.86	4.67	364,823
General Insurance	22,363	23,835	1,472	3.13	164,598	129,973	(34,624)	5.27	4.08	313,450
Manure Removal	160,766	45,639	(115,127)	22.53	406,658	313,309	(93,350)	13.02	9.85	579,692
Repairs & Maintenance	27,776	47,205	19,429	3.89	199,703	259,368	59,665	6.39	8.15	601,608
Dead Disposal	2,833	6,236	3,403	0.40	18,473	35,338	16,865	0.59	1.11	80,054
Contract Services	3,194	4,643	1,449	0.45	19,520	25,987	6,467	0.62	0.82	61,283
Supplies	15,607	30,528	14,922	2.19	100,830	149,010	48,179	3.23	4.68	371,954
Property Taxes	(30,698)	8,577	39,275	(4.30)	88,657	45,654	(43,004)	2.84	1.43	112,423
Wages	236,944	249,556	12,612	33.20	1,334,763	1,352,697	17,934	42.74	42.51	3,235,700
Employee Benefits	30,749	34,938	4,189	4.31	190,714	189,377	(1,337)	6.11	5.95	452,998
Staff Training	0	0	0		165	0	(165)	0.01		0
Travel Meals & Ent	3,183	5,150	1,967	0.45	13,682	27,925	14,243	0.44	0.88	67,625
Breeding Herd Costs	191,630	172,529	(19,101)	26.85	548,205	862,643	314,438	17.55	27.11	2,242,872
less sale of cull sows	(167,872)	(237,181)	(69,308)	(23.52)	(747,535)	(1,085,262)	(337,727)	(23.93)	(34.11)	(1,792,796)
Veterinary	14,907	59,472	44,566	2.09	152,973	299,162	146,189	4.90	9.40	735,123
Herd Health	7,119	6,375	(744)	1.00	37,051	33,102	(3,949)	1.19	1.04	83,280
AI Costs	23,957	37,866	13,910	3.36	184,238	206,580	22,342	5.90	6.49	495,600
Herd Health Export Fees	11,173	7,823	(3,350)	1.57	42,389	41,476	(913)	1.36	1.30	95,871
Trucking	169,340	104,671	(64,669)	23.73	626,669	522,475	(104,194)	20.06	16.42	1,385,902
Sales Costs	6,242	0	(6,242)	0.87	47,469	0	(47,469)	1.52		0
Head Office Services	50,867	81,243	30,376	7.13	362,068	406,215	44,147	11.59	12.77	1,056,160
Total Operating Exp.	879,859	779,710	(100,149)	123.30	4,229,938	4,301,043	71,105	135.44	135.18	11,342,201
Operating Income	(368,477)	(653,337)	(284,860)	(51.64)	(1,444,500)	(4,258,672)	(2,814,172)	(46.25)	(133.84)	(7,238,109)
Fixed expenses										
Interest	78,202	106,573	28,371	10.96	469,941	532,866	62,925	15.05	16.75	1,385,451
Depreciation & Amortization	164,936	173,369	8,433	23.11	781,176	866,845	85,669	25.01	27.24	2,253,800
Total Fixed Exp.	243,139	279,942	36,803	34.07	1,251,117	1,399,711	148,594	40.06	43.99	3,639,251
Non-recurring Items	0	0	0		0	(468,000)	(468,000)		(14.71)	(438,000)
Net Income Before Taxes	(611,616)	(933,279)	(321,663)	(85.71)	(2,695,616)	(5,190,383)	(2,494,766)	(86.31)	(163.13)	(10,431,361)
Income Taxes	(191,130)	(291,650)	(100,520)	(26.78)	(842,380)	(1,621,995)	(779,615)	(26.97)	(50.98)	(3,259,800)
Net Income	(420,486)	(641,629)	(221,144)	(58.92)	(1,853,236)	(3,568,388)	(1,715,152)	(59.34)	(112.15)	(7,171,560)

Big Sky Farms Inc.
15-Nov-08

Quick Cash Position

Cash on hand	$	(4,522,154)
Drawn line of Credit		(22,000,000)
Available Line of Credit		26,500,000
Cash Available		(22,154)
Accounts Receivable		5,178,348
Accounts Payable , Other Liabilities and LCT		(11,931,876)
Funds available from long term debt		(4,699,424)
Quick Cash Balance	$	(11,475,106)

Current Ratio (modified)

Current Assets per financial statements	$38,777,005
Breeding Stock	12,662,570
	$51,439,575
Current liabilities per financial statements	$86,939,446
Less reclassifed long term debt	(36,119,118)
Less accrued interest on subordinated debt	(357,700)
Less current portion of subordinated debt	(4,699,424)
	$45,763,204

Current Ratio	**Covenant**	**1 to 1**	**1.12**

Senior Debt Ratio

EBITDA	Jul to Sep 2008		1,338,183	
	Oct to Dec 2008	Estimate	(2,942,492)	
	Jan to Mar 2008		(3,680,029)	
	Apr to Jun 2008		(1,393,123)	(6,677,461)
Senior Debt:	Line of Credit			26,522,154
	Current Portion of Senior Debt			4,533,024
	Current Portion of Capital leases			888,501
	Long-Term Senior Debt			41,006,481
	Capital Leases			8,241,281
				81,191,441

Senior Debt Ratio	**Covenant**	**not required**	**(12.16)**

Debt Service Ratio (modified)

EBITDA - Last Four Quarters as above				(6,677,461)
Current Portion of Senior Debt				n/a
Interest:	Jul to Sep 2008	0	1,510,274	
	Oct to Dec 2008	estimate	1,476,582	
	Jan to Mar 2008		1,790,510	
	Apr to Jun 2008		1,643,888	6,421,254
Capital Lease Payments				
	Jul to Sep 2008		50,114	
	Oct to Dec 2008		0	
	Jan to Mar 2008		149,029	
	Apr to Jun 2008		152,918	352,061
				6,773,315

Debt Service Ratio	**Covenant**	**1:1**	**(0.99)**

Big Sky Farms Inc.
Long-Term Debt
As at November 15, 2008

	Principal Outstanding	Current Portion	Balance
Syndicated loan - Credit B	$ 32,489,118	$ 3,220,000	$ 29,269,118
Syndicated loan - Credit C	7,550,000	700,000	$ 6,850,000
Sask Government Hog Loan 2002	613,024	613,024	-
Sask Government Hog Loan 2008	4,887,363	-	4,887,363
Senior debt	**45,539,505**	**4,533,024**	**41,006,481**
Scotiabank debt reclassified as current		36,119,118	(36,119,118)
Senior debt reclassified		**40,652,142**	**4,887,363**
Golden Opportunities Fund Inc.	1,500,000	600,000	900,000
Farm Credit Canada Ventures Inc.	1,500,000	600,000	900,000
Shareholder Loans	3,136,924	3,136,924	-
Promissory Note - Florian Possberg	619,000	362,500	256,500
Subordinated debt	**6,755,924**	**4,699,424**	**2,056,500**
Prairie Hog Production Limited Partnership - Nursery	6,016,863	640,173	5,376,690
Prairie Hog Production Limited Partnership - Finisher	3,112,919	248,328	2,864,591
Capital Lease Obligation	**9,129,782**	**888,501**	**8,241,281**
	$ 61,425,211	**$ 46,240,068**	**$ 15,185,144**

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Tel. (306) 682-5041 • Fax (306) 682-5042

THE BOARD OF DIRECTORS

Big Sky Farms Inc.

I HEREBY CERTIFY THAT as of November 15, 2008 all funds required to be paid to the following are paid in full and no arrears exist.

1. Canada Customs and Revenue Agency for payroll deductions and corporate tax under the provisions of *The Income Tax Act*; and

2. Minister of Finance under the provisions of *The Workers Compensation Act.*

I further certify that all wages due to all employees have been paid in full.

The unpaid vacation pay due to employees, as at November 15, 2008 was $717,919.73.

DATED AT the City of Humboldt, in the Province of Saskatchewan, this 27th day of November, 2008.

BIG SKY FARMS INC.

Canute Tagseth, Chief Financial Officer

Lorianne Earis, Controller