Big Sky Farms Inc.

Financial Report

For the Twelve Periods Ending May 30, 2009

THIS IS EXHIBIT " I " referred to in the Affidavit of Canute Tagseth
SWORN before me at Saskatoon, Sk
this 2 day of November, 20 09

A COMMISSIONER FOR OATHS in and ~~for the Province~~ of Saskatchewan
Being a ~~Solicitor~~ – OR –
~~My Commission expires~~

Big Sky Farms Inc.
Statement of Operations
For the Twelve Months Ending May 30, 2009

	May	YTD	Budget	Previous YTD
Revenue				
Hog Sales	8,086,000	111,908,060	130,492,703	108,154,958
Hog Inventory Adjustment	516,617	2,255,893	0	(1,053,710)
Total Hog Revenue	**8,602,617**	**114,163,953**	**130,492,703**	**107,101,248**
Other Revenue	22,618	3,976,992	1,892,308	5,258,027
Total Revenue	**8,625,236**	**118,140,945**	**132,385,011**	**112,359,275**
Feed Costs	**5,200,792**	**70,226,907**	**78,185,244**	**66,295,365**
Operating Expenses				
Communications	3,717	130,459	179,492	135,603
Power	94,484	1,514,626	1,872,893	1,777,959
Water Costs	1,000	6,064	0	8,728
Heating Fuel	60,917	1,409,153	882,431	1,325,151
General Insurance	91,503	1,089,180	1,338,231	1,093,738
Manure Removal	244,025	2,160,403	2,386,076	2,595,336
Repairs & Maintenance	299,145	2,747,355	2,462,731	2,682,567
Dead Disposal	17,144	232,111	240,772	271,736
Supplies	83,798	957,413	998,671	1,012,326
Property Taxes	959	288,667	274,138	357,905
Contract Facilities	431,745	6,159,789	4,938,462	4,151,918
Wages	795,281	9,568,167	9,592,677	10,436,065
Employee Benefits	127,421	1,455,271	1,306,881	1,546,510
Travel, Meals & Entertain	5,788	74,981	157,585	146,186
Breeding Herd Costs	126,394	(1,784,027)	3,189,388	3,040,849
Veterinary	207,782	2,133,641	2,597,127	2,452,665
Herd Health	22,481	279,985	296,698	281,504
AI Costs	105,694	1,542,724	1,596,338	1,682,882
Herd Health Export Fees	5,855	173,349	153,888	0
Trucking	563,505	9,108,190	9,735,965	12,062,841
Sales Costs	46,538	822,836	0	952,947
Large Corp Tax	0	(34,804)	0	86,566
Head Office Services	293,247	3,957,304	4,246,154	4,514,098
Total Operating Exp.	**3,628,423**	**43,992,841**	**48,446,599**	**52,616,082**
Operating Income	**(203,980)**	**3,921,197**	**5,753,168**	**(6,552,172)**
Fixed expenses				
Interest	672,684	5,829,393	5,627,004	5,756,112
Accretion on Financial Inst	66,159	682,714	0	118,776
Depreciation/Amortization	337,139	10,021,717	9,048,991	9,516,753
Total Fixed Exp.	**1,075,982**	**16,533,824**	**14,675,995**	**15,391,641**
Non-recurring Items	0	0	(438,000)	0
Net Income Before Taxes	**(1,279,961)**	**(12,612,627)**	**(8,484,827)**	**(21,943,813)**
Income taxes	(379,313)	(3,738,974)	(2,651,508)	(6,829,454)
Net Income	**(900,648)**	**(8,873,653)**	**(5,833,318)**	**(15,114,359)**

Big Sky Farms Inc.
Balance Sheet
May 30, 2009

	05/30/09	Budget	06/28/08
Current Assets			
Accounts Receivable	3,194,695	4,450,000	7,099,929
Inventory	34,176,198	33,145,000	33,066,969
Prepaid Insurance	562,630	550,000	448,997
	37,933,522	**38,145,000**	**40,615,895**
Land Building and Equipment			
Cost	149,827,521	150,729,000	150,256,484
less: Accumulated Depreciation	(52,801,850)	(55,263,992)	(46,467,067)
	97,025,671	**95,465,008**	**103,789,417**
Breeding Stock	**12,240,448**	**11,809,263**	**11,498,439**
Other Assets	**57,264**	**346,000**	**57,033**
	147,256,905	**145,765,271**	**155,960,785**
Current Liabilities			
Bank Overdraft	4,611,278	0	2,261,673
Line of Credit	22,000,000	22,362,365	22,000,000
Accounts Payable	11,501,629	10,918,522	9,837,893
Other liabilities	1,614,924	0	1,933,093
Interest Payable	1,338,039	0	322,774
Large Corporation Tax	0	0	18,794
Corporate Tax Payable	(4,862)	0	0
Current Portion Senior Debt	38,614,365	37,874,037	41,076,336
Current Portion Subordinated Debt	6,250,138	600,000	925,000
Current Portion Capital Lease Obligation	1,256,044	645,000	649,651
	87,181,555	**72,399,924**	**79,025,213**
Long-Term Debt			
Senior Debt	4,618,796	5,416,018	4,743,720
Subordinated Debt	1,800,000	5,862,450	5,751,950
Capital Lease Obligation	7,873,738	9,053,895	8,530,245
	14,292,534	**20,332,363**	**19,025,915**
Interest Payable - Long term	331,154	0	208,178
Asset Retirement Obligation	294,250	281,000	282,438
Future Income Taxes	5,475,305	8,540,704	285,229
	107,574,798	**101,553,991**	**98,826,974**
Shareholders Equity			
Common Stock	39,517,962	39,474,962	39,466,962
Equity Portion of Compound Instruments	767,000	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	(8,873,653)	(5,833,318)	(9,694,326)
	39,682,108	**44,211,281**	**57,133,811**
	147,256,905	**145,765,271**	**155,960,785**

Big Sky Farms Inc.
Statement of Cash Flows
For the Twelve Months Ending May 30, 2009

	Month	YTD	Budget	Previous YTD
CASH FLOW FROM (USED IN) OPERATING ACTIVITIES				
Operating Income	(900,648)	(8,873,653)	(5,833,318)	(15,114,359)
Financial Insts Accretion	66,159	682,714	0	113,896
Corporate Tax Payable	(892)	(4,862)	0	0
Depreciation and Amortization	337,139	10,021,717	8,610,991	9,516,753
Future income taxes	(379,313)	(3,738,974)	(2,651,508)	(6,829,454)
	(877,555)	(1,913,058)	126,164	(12,313,164)
Changes in non-cash working capital				
Accounts Receivable	1,542,377	3,905,713	1,500,000	2,130,924
Inventory Asset	(434,371)	(1,109,229)	355,000	630,804
Prepaid Insurance	102,785	(113,632)	0	(80,318)
Accounts Payable and Accrued Liabilities	739,600	2,483,330	1,018,522	(1,255,463)
LCT Tax payable	0	(18,794)	0	108,664
CASH FLOW FROM (USED IN) OPERATING ACTIVITIES	**1,072,835**	**3,234,329**	**2,999,686**	**(10,778,554)**
CASH FLOWS USED IN INVESTING ACTIVITIES				
Acquisition of Capital Assets	8,261	(65,367)	(1,031,000)	(1,312,623)
Breeding Herd	69,215	(3,922,801)	605,737	(3,064,801)
Deferred and start-up charges	(1,971)	(231)	0	4,670,399
CASH FLOWS USED IN INVESTING ACTIVITIES	**75,505**	**(3,988,399)**	**(425,263)**	**292,975**
CASH FLOWS FROM FINANCING ACTIVITIES				
Change in Operating Line of Credit	0	0	(2,726,635)	3,000,000
Proceeds From Long-Term Debt	617,821	35,022,595	690,963	10,022,381
Repayment of Long-Term Debt	(1,185,175)	(35,986,416)	(538,752)	(5,810,372)
Common Stock	0	51,000	0	0
Debt Accretion	(66,159)	(682,714)	0	(113,896)
CASH FLOWS FROM FINANCING ACTIVITIES	**(633,513)**	**(1,595,535)**	**(2,574,424)**	**7,098,113**
NET INCREASE IN CASH	**514,827**	**(2,349,605)**	**(0)**	**(3,387,467)**
CASH POSITION BEGINNING OF PERIOD	**(5,126,105)**	**(2,261,673)**	**0**	**(129,544)**
CASH POSITION END OF PERIOD	**(4,611,278)**	**(4,611,278)**	**(0)**	**(3,517,011)**
REPRESENTED BY:				
Cash	(4,611,278)	(4,611,278)	0	(3,517,010)
	(4,611,278)	**(4,611,278)**	**0**	**(3,517,010)**

Big Sky Farms Inc.
Summary All Operations
For the Twelve Months Ending May 30, 2009

	Actual May	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	**44,993**	**58,580**	**13,587**	**$0.85**	**656,546**	**712,383**	**55,837**	**$0.85**	**$0.88**	**771,487**
Price per 100 KG	**139**	**176**	**36**	**0.00**	**128**	**148**	**20**	**0.00**	**0.00**	**0**
Breeding Stock Sold	**1,493**	**2,282**	**789**	**0.03**	**18,711**	**24,894**	**6,183**	**0.02**	**0.03**	**27,176**
Feeder Pigs Sold	**11,405**	**10,055**	**(1,350)**	**0.21**	**115,843**	**111,337**	**(4,506)**	**0.15**	**0.14**	**121,407**
Isoweans Sold	**10,467**	**12,278**	**1,811**	**0.20**	**223,899**	**145,275**	**(78,624)**	**0.29**	**0.18**	**157,553**
Pigs Weaned	**86,131**	**87,828**	**1,697**	**1.62**	**1,062,113**	**1,055,687**	**(6,426)**	**1.38**	**1.30**	**1,143,521**
Revenue										
Market Hog Sales	6,719,368	10,883,136	4,163,768	126.49	91,768,106	111,620,129	19,852,023	119.41	137.54	122,836,517
Hog Sales:Breeding	416,603	644,711	228,108	7.84	5,210,971	7,081,037	1,870,066	6.78	8.73	7,725,643
Feeder Hog Sales	517,857	628,238	110,381	9.75	5,673,838	6,526,740	852,901	7.38	8.04	7,134,080
Isowean Sales	432,172	444,539	12,366	8.14	9,255,145	5,264,797	(3,990,348)	12.04	6.49	5,709,327
Hog Inventory Adjustment	516,617	0	(516,617)	9.72	2,255,893	0	(2,255,893)	2.94		0
Other Revenue	22,618	32,692	10,074	0.43	3,976,992	1,892,308	(2,084,684)	5.17	2.33	3,425,000
Total Revenue	**8,625,236**	**12,633,316**	**4,008,080**	**162.36**	**118,140,945**	**132,385,011**	**14,244,067**	**153.72**	**163.13**	**146,830,568**
Feed Costs	**5,200,792**	**5,878,415**	**677,623**	**97.90**	**70,226,907**	**78,185,244**	**7,958,338**	**91.38**	**96.34**	**84,099,876**
Operating Expenses										
Communications	3,717	14,435	10,718	0.07	130,459	179,492	49,033	0.17	0.22	193,927
Power	94,484	155,965	61,481	1.78	1,514,626	1,872,893	358,267	1.97	2.31	2,016,573
Water Costs	1,000	0	(1,000)	0.02	6,064	0	(6,064)	0.01		0
Heating Fuel	60,917	55,610	(5,306)	1.15	1,409,153	882,431	(526,722)	1.83	1.09	937,669
General Insurance	91,503	109,919	18,417	1.72	1,089,180	1,338,231	249,050	1.42	1.65	1,448,150
Manure Removal	244,025	255,720	11,695	4.59	2,160,403	2,386,076	225,673	2.81	2.94	2,558,692
Repairs & Maintenance	278,667	180,342	(98,325)	5.25	2,498,734	2,228,747	(269,987)	3.25	2.75	2,409,089
Dead Disposal	17,144	19,215	2,071	0.32	232,111	240,772	8,661	0.30	0.30	259,987
Contract Services	20,478	19,088	(1,390)	0.39	248,621	233,984	(14,637)	0.32	0.29	253,072
Supplies	83,798	83,184	(615)	1.58	957,413	998,671	41,258	1.25	1.23	1,081,966
Property Taxes	959	22,435	21,476	0.02	288,667	274,138	(14,529)	0.38	0.34	296,573
Contract Facilities	431,745	411,538	(20,206)	8.13	6,159,789	4,938,462	(1,221,328)	8.01	6.09	5,350,000
Wages	795,281	779,618	(15,663)	14.97	9,568,167	9,592,677	24,511	12.45	11.82	10,372,295
Employee Benefits	127,356	106,139	(21,217)	2.40	1,453,570	1,306,881	(146,689)	1.89	1.61	1,413,019
Staff Training	65	0	(65)	0.00	1,702	0	(1,702)	0.00		0
Travel Meals & Ent	5,788	12,805	7,017	0.11	74,981	157,585	82,604	0.10	0.19	170,390
Breeding Herd Costs	568,728	615,842	47,114	10.71	2,314,432	7,390,110	5,075,678	3.01	9.11	8,005,952
less sale of cull sows	(442,334)	(348,821)	93,512	(8.33)	(4,098,459)	(4,200,721)	(102,263)	(5.33)	(5.18)	(4,557,302)
Veterinary	207,782	215,580	7,798	3.91	2,133,641	2,597,127	463,486	2.78	3.20	2,813,343
Herd Health	22,481	24,543	2,062	0.42	279,985	296,698	16,713	0.36	0.37	321,241
AI Costs	105,694	131,004	25,310	1.99	1,542,724	1,596,338	53,614	2.01	1.97	1,727,350
Herd Health Export Fees	5,855	12,570	6,715	0.11	173,349	153,888	(19,462)	0.23	0.19	166,473
Trucking	563,505	804,562	241,057	10.61	9,108,190	9,735,965	627,775	11.85	12.00	10,543,793
Sales Costs	46,538	0	(46,538)	0.88	822,836	0	(822,836)	1.07		0
Large Corp Tax	0	0	0		(34,804)	0	34,804	(0.05)		0
Head Office Services	293,247	353,846	60,599	5.52	3,957,304	4,246,154	288,850	5.15	5.23	4,600,001
Total Operating Exp.	**3,628,423**	**4,035,138**	**406,716**	**68.30**	**43,992,841**	**48,446,599**	**4,453,757**	**57.24**	**59.70**	**52,382,253**
Operating Income	**(203,980)**	**2,719,762**	**2,923,741**	**(3.84)**	**3,921,197**	**5,753,168**	**1,831,972**	**5.10**	**7.09**	**10,348,439**
Fixed expenses										
Interest	672,684	468,917	(203,767)	12.66	5,829,393	5,627,004	(202,389)	7.59	6.93	6,095,921
Debt Instruments Accretion	66,159	0	(66,159)	1.25	682,714	0	(682,714)	0.89		0
Depreciation & Amortization	337,139	754,083	416,944	6.35	10,021,717	9,048,991	(972,726)	13.04	11.15	9,803,075
Total Fixed Exp.	**1,075,982**	**1,223,000**	**147,019**	**20.25**	**16,533,824**	**14,675,995**	**(1,857,829)**	**21.51**	**18.08**	**15,898,995**
Non-recurring Items	0	0	0		0	(438,000)	(438,000)		(0.54)	(438,000)
Net Income Before Taxes	**(1,279,961)**	**1,496,761**	**2,776,723**	**(24.09)**	**(12,612,627)**	**(8,484,827)**	**4,127,801**	**(16.41)**	**(10.46)**	**(5,112,557)**
Income Taxes	(379,313)	467,738	847,051	(7.14)	(3,738,974)	(2,651,508)	1,087,466	(4.87)	(3.27)	(1,597,674)
Net Income	**(900,648)**	**1,029,024**	**1,929,672**	**(16.95)**	**(8,873,653)**	**(5,833,318)**	**3,040,335**	**(11.55)**	**(7.19)**	**(3,514,883)**

Big Sky Farms Inc.
3-Site Operations
For the Twelve Months Ending May 30, 2009

	Actual May	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	**28,304**	**36,359**	**8,055**	**$0.88**	**389,293**	**443,214**	**53,921**	**$0.80**	**$0.84**	**479,574**
Price per 100 KG	**143**	**172**	**29**	**0.00**	**127**	**144**	**17**	**0.00**	**0.00**	**0**
Breeding Stock Sold	**924**	**1,048**	**124**	**0.03**	**11,250**	**12,576**	**1,326**	**0.02**	**0.02**	**13,624**
Feeder Pigs Sold	**2,080**	**10,055**	**7,975**	**0.06**	**95,891**	**110,237**	**14,346**	**0.20**	**0.21**	**120,307**
Isoweans Sold	**10,467**	**12,278**	**1,811**	**0.32**	**220,038**	**145,275**	**(74,763)**	**0.45**	**0.27**	**157,553**
Pigs Weaned	**64,696**	**65,395**	**699**	**2.00**	**785,387**	**774,612**	**(10,775)**	**1.62**	**1.46**	**840,012**
Revenue										
Market Hog Sales	4,337,259	6,641,781	2,304,523	134.19	54,208,242	68,302,315	14,094,073	111.68	128.96	75,081,198
Hog Sales:Breeding	255,024	310,208	55,184	7.89	3,104,881	3,722,496	617,615	6.40	7.03	4,032,704
Feeder Hog Sales	100,152	628,238	528,087	3.10	4,597,332	6,463,909	1,866,577	9.47	12.20	7,071,250
Isowean Sales	432,172	444,539	12,366	13.37	9,207,304	5,264,797	(3,942,506)	18.97	9.94	5,709,327
Hog Inventory Adjustment	1,108,394	0	(1,108,394)	34.29	2,248,492	0	(2,248,492)	4.63		0
Feeder Pig Transfers	52,935	0	(52,935)	1.64	1,264,856	0	(1,264,856)	2.61		0
Other Revenue	17,115	24,973	7,858	0.53	3,058,175	1,445,513	(1,612,662)	6.30	2.73	2,616,320
Total Revenue	**6,303,051**	**8,049,739**	**1,746,689**	**195.01**	**77,689,281**	**85,199,031**	**7,509,749**	**160.06**	**160.86**	**94,510,798**
Feed Costs	**3,289,561**	**3,868,229**	**578,668**	**101.78**	**43,476,032**	**51,273,276**	**7,797,244**	**89.57**	**96.81**	**55,141,848**
Operating Expenses										
Communications	1,909	9,076	7,167	0.06	80,778	108,912	28,135	0.17	0.21	117,988
Power	54,898	104,551	49,653	1.70	964,905	1,199,722	234,818	1.99	2.27	1,292,632
Water Costs	1,000	0	(1,000)	0.03	1,146	0	(1,146)	0.00		0
Heating Fuel	27,107	31,519	4,412	0.84	777,927	541,663	(236,265)	1.60	1.02	572,846
General Insurance	60,416	85,900	25,484	1.87	692,275	1,030,800	338,525	1.43	1.95	1,116,700
Manure Removal	170,516	203,340	32,824	5.28	1,530,891	1,843,508	312,617	3.15	3.48	1,979,000
Repairs & Maintenance	203,954	139,037	(64,917)	6.31	1,974,420	1,668,444	(305,976)	4.07	3.15	1,807,481
Dead Disposal	13,820	13,841	21	0.43	190,498	166,092	(24,406)	0.39	0.31	179,933
Contract Services	20,478	14,753	(5,725)	0.63	213,919	177,036	(36,883)	0.44	0.33	191,789
Supplies	62,590	51,484	(11,106)	1.94	717,934	612,078	(105,856)	1.48	1.16	663,571
Property Taxes	783	14,165	13,382	0.02	182,632	169,985	(12,648)	0.38	0.32	184,150
Contract Facilities	5,546	107,077	101,531	0.17	1,235,296	1,284,923	49,627	2.54	2.43	1,392,000
Wages	571,026	527,484	(43,542)	17.67	6,661,004	6,329,810	(331,193)	13.72	11.95	6,857,295
Employee Benefits	90,285	73,848	(16,437)	2.79	1,028,614	886,173	(142,440)	2.12	1.67	960,021
Staff Training	0	0	0		789	0	(789)	0.00		0
Travel Meals & Ent	2,926	7,805	4,879	0.09	47,019	93,660	46,641	0.10	0.18	101,465
Breeding Herd Costs	374,868	443,314	68,446	11.60	422,004	5,319,766	4,897,762	0.87	10.04	5,763,080
less sale of cull sows	(300,453)	(250,493)	49,959	(9.30)	(2,250,723)	(2,508,440)	(257,717)	(4.64)	(4.74)	(2,764,505)
Veterinary	121,454	143,582	22,128	3.76	1,195,464	1,695,269	499,805	2.46	3.20	1,838,891
Herd Health	17,319	17,766	447	0.54	204,276	213,195	8,919	0.42	0.40	230,961
AI Costs	80,471	94,878	14,407	2.49	1,141,218	1,136,864	(4,354)	2.35	2.15	1,231,751
Herd Health Export Fees	3,236	5,701	2,465	0.10	91,074	64,887	(26,188)	0.19	0.12	70,602
Trucking	402,314	607,228	204,913	12.45	6,401,538	7,309,713	908,175	13.19	13.80	7,917,096
Sales Costs	30,262	0	(30,262)	0.94	478,773	0	(478,773)	0.99		0
Large Corp Tax	0	0	0		(23,395)	0	23,395	(0.05)		0
Head Office Services	229,265	272,603	43,338	7.09	3,020,955	3,271,238	250,283	6.22	6.18	3,543,841
Total Operating Exp.	**2,245,990**	**2,718,458**	**472,468**	**69.49**	**26,981,231**	**32,615,298**	**5,634,066**	**55.59**	**61.58**	**35,248,587**
Operating Income	**767,500**	**1,463,052**	**695,553**	**23.75**	**7,232,018**	**1,310,457**	**(5,921,561)**	**14.90**	**2.47**	**4,120,363**
Fixed expenses										
Interest	532,299	362,344	(169,955)	16.47	4,843,712	4,348,126	(495,586)	9.98	8.21	4,710,470
Debt Instruments Accretion	66,159	0	(66,159)	2.05	682,714	0	(682,714)	1.41		0
Depreciation & Amortization	598,598	580,713	(17,884)	18.52	7,992,665	6,968,561	(1,024,104)	16.47	13.16	7,549,274
Total Fixed Exp.	**1,197,055**	**943,057**	**(253,998)**	**37.04**	**13,519,090**	**11,316,687**	**(2,202,403)**	**27.85**	**21.37**	**12,259,744**
Net Income Before Taxes	**(429,556)**	**519,995**	**949,551**	**(13.29)**	**(6,287,072)**	**(10,006,230)**	**(3,719,157)**	**(12.95)**	**(18.89)**	**(8,139,381)**
Income Taxes	(113,561)	162,498	276,060	(3.51)	(1,758,673)	(3,126,947)	(1,368,274)	(3.62)	(5.90)	(2,543,557)
Net Income	**(315,994)**	**357,497**	**673,491**	**(9.78)**	**(4,528,399)**	**(6,879,283)**	**(2,350,884)**	**(9.33)**	**(12.99)**	**(5,595,824)**

Big Sky Farms Inc.
Burr Goodeve Division
For the Twelve Months Ending May 30, 2009

	Actual May	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	**0**	**2,025**	**2,025**		**6,387**	**24,300**	**17,913**	**$0.28**	**$0.46**	**26,325**
Price per 100 KG	**0**	**171**	**171**		**108**	**144**	**36**	**0.00**	**0.00**	**0**
Breeding Stock Sold	**0**	**1,048**	**1,048**		**5,178**	**12,576**	**7,398**	**0.23**	**0.24**	**13,624**
Feeder Pigs Sold	**0**	**3,893**	**3,893**		**29,252**	**43,098**	**13,846**	**1.28**	**0.81**	**46,992**
Isoweans Sold	**0**	**0**	**0**		**773**	**0**	**(773)**	**0.03**		**0**
Pigs Weaned	**5,313**	**5,862**	**549**	**(0.01)**	**66,629**	**68,822**	**2,193**	**2.92**	**1.29**	**74,684**
Revenue										
Market Hog Sales	0	367,335	367,335		880,596	3,722,093	2,841,497	38.54	69.89	4,097,018
Hog Sales:Breeding	0	310,208	310,208		1,429,009	3,722,496	2,293,487	62.54	69.90	4,032,704
Feeder Hog Sales	0	243,238	243,238		1,276,898	2,538,631	1,261,733	55.88	47.67	2,773,477
Isowean Sales	0	0	0		42,276	0	(42,276)	1.85		0
Hog Inventory Adjustment	408,014	0	(408,014)	(0 62)	73,191	0	(73,191)	3.20		0
Feeder Pig Transfers	37,092	0	(37,092)	(0.06)	824,885	0	(824,885)	36.10		0
Other Revenue	1,768	2,270	502	0.00	311,705	131,410	(180,294)	13.64	2.47	237,847
Total Revenue	**446,874**	**923,051**	**476,177**	**(0.68)**	**4,838,560**	**10,114,630**	**5,276,070**	**211.75**	**189.93**	**11,141,047**
Feed Costs	**225,417**	**353,968**	**128,551**	**(0.34)**	**2,550,832**	**4,593,226**	**2,042,394**	**111.63**	**86.25**	**4,947,208**
Operating Expenses										
Communications	267	1,191	924	0.00	10,905	14,292	3,387	0.48	0.27	15,483
Power	7,055	9,436	2,381	(0.01)	86,748	107,717	20,968	3.80	2.02	115,909
Heating Fuel	8,874	4,216	(4,659)	(0.01)	158,667	98,861	(59,805)	6.94	1.86	102,978
General Insurance	6,222	9,200	2,978	(0.01)	73,614	110,400	36,786	3.22	2.07	119,600
Manure Removal	16,793	19,728	2,935	(0.03)	148,106	178,855	30,749	6 48	3.36	192,000
Repairs & Maintenance	24,486	16,825	(7,661)	(0.04)	274,874	201,900	(72,974)	12.03	3.79	218,725
Dead Disposal	474	1,088	614	0.00	8,660	13,056	4,396	0.38	0.25	14,144
Contract Services	691	1,232	541	0.00	13,674	14,784	1,110	0.60	0.28	16,016
Supplies	7,221	4,710	(2,511)	(0.01)	81,562	55,003	(26,559)	3.57	1.03	59,712
Property Taxes	(200)	1,631	1,831	0.00	19,180	19,569	389	0.84	0.37	21,200
Wages	58,760	58,315	(445)	(0.09)	767,348	699,780	(67,568)	33.58	13.14	758,095
Employee Benefits	9,472	8,164	(1,308)	(0.01)	119,543	97,969	(21,574)	5.23	1.84	106,133
Travel Meals & Ent	59	545	486	0.00	1,783	6,540	4,757	0.08	0.12	7,085
Breeding Herd Costs	33,354	45,686	12,332	(0.05)	117,108	548,234	431,126	5.12	10.29	593,920
less sale of cull sows	(24,898)	(28,720)	(3,822)	0.04	(210,349)	(287,603)	(77,253)	(9.21)	(5.40)	(316,962)
Veterinary	22,433	12,804	(9,629)	(0.03)	127,362	147,628	20,265	5.57	2.77	160,433
Herd Health	1,789	1,845	56	0.00	20,561	22,145	1,585	0.90	0.42	23,991
AI Costs	6,406	11,791	5,385	(0.01)	103,175	140,717	37,542	4.52	2.64	152,509
Herd Health Export Fees	0	0	0		5,809	0	(5,809)	0.25		0
Trucking	15,058	74,297	59,239	(0.02)	580,508	863,836	283,328	25.40	16.22	938,143
Sales Costs	110	0	(110)	0.00	14,743	0	(14,743)	0.65		0
Large Corp Tax	0	0	0		(2,600)	0	2,600	(0.11)		0
Head Office Services	24,617	28,166	3,549	(0.04)	322,803	337,994	15,191	14.13	6.35	366,160
Total Operating Exp.	**219,044**	**282,150**	**63,106**	**(0.33)**	**2,843,784**	**3,391,677**	**547,893**	**124.45**	**63.69**	**3,665,275**
Operating Income	**2,413**	**286,933**	**284,520**	**0.00**	**(556,056)**	**2,129,727**	**2,685,783**	**(24.33)**	**39.99**	**2,528,564**
Fixed expenses										
Interest	48,670	36,411	(12,259)	(0.07)	369,879	436,927	67,048	16.19	8.20	473,337
Debt Instruments Accretion	7,987	0	(7,987)	(0.01)	69,659	0	(69,659)	3.05		0
Depreciation & Amortization	68,792	52,585	(16,207)	(0 10)	690,312	631,015	(59,297)	30 21	11.85	683,600
Total Fixed Exp.	**125,449**	**88,995**	**(36,454)**	**(0.19)**	**1,129,850**	**1,067,942**	**(61,908)**	**49.44**	**20.05**	**1,156,937**
Net Income Before Taxes	**(123,036)**	**197,938**	**320,974**	**0.19**	**(1,685,906)**	**1,061,785**	**2,747,691**	**(73.78)**	**19.94**	**1,371,627**
Income Taxes	(35,953)	61,856	97,808	0.05	(505,890)	331,808	837,698	(22.14)	6.23	428,633
Net Income	**(87,083)**	**136,082**	**223,166**	**0.13**	**(1,180,017)**	**729,977**	**1,909,994**	**(51.64)**	**13.71**	**942,994**

Big Sky Farms Inc.
Kelvington Lintlaw Division
For the Twelve Months Ending May 30, 2009

	Actual May	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	**2,660**	**0**	**(2,660)**	**$0.74**	**18,169**	**4,608**	**(13,561)**	**$0.50**	**$0.23**	**4,608**
Price per 100 KG	**136**	**0**	**(136)**	**0.04**	**127**	**133**	**7**	**0.00**	**0.01**	**0**
Breeding Stock Sold	**924**	**0**	**(924)**	**0.26**	**6,072**	**0**	**(6,072)**	**0.17**		**0**
Feeder Pigs Sold	**0**	**3,784**	**3,784**		**26,488**	**41,665**	**15,177**	**0.73**	**2.04**	**45,449**
Isoweans Sold	**0**	**0**	**0**		**8,848**	**0**	**(8,848)**	**0.24**		**0**
Pigs Weaned	**5,232**	**5,466**	**234**	**1.46**	**62,357**	**63,468**	**1,111**	**1.72**	**3.10**	**68,934**
Revenue										
Market Hog Sales	408,727	0	(408,727)	114.04	2,550,331	659,100	(1,891,232)	70.35	32.24	659,100
Hog Sales:Breeding	255,024	0	(255,024)	71.16	1,675,872	0	(1,675,872)	46.23		0
Feeder Hog Sales	0	236,456	236,456		1,175,470	2,453,486	1,278,017	32.42	120.03	2,681,661
Isowean Sales	0	0	0		483,383	0	(483,383)	13.33		0
Hog Inventory Adjustment	(100,742)	0	100,742	(28 11)	1,144,157	0	(1,144,157)	31.56		0
Feeder Pig Transfers	99,616	0	(99,616)	27 79	(266,925)	0	266,925	(7.36)		0
Other Revenue	1,768	2,270	502	0.49	311,205	131,410	(179,794)	8.58	6 43	237,847
Total Revenue	**664,394**	**238,726**	**(425,668)**	**185.38**	**7,073,492**	**3,243,996**	**(3,829,496)**	**195.11**	**158.70**	**3,578,608**
Feed Costs	**344,144**	**133,320**	**(210,824)**	**96.02**	**3,619,190**	**2,070,059**	**(1,549,131)**	**99.83**	**101.27**	**2,203,365**
Operating Expenses										
Communications	339	1,316	977	0.09	14,633	15,792	1,159	0.40	0.77	17,108
Power	7,853	11,778	3,926	2.19	86,645	136,765	50,120	2.39	6.69	147,511
Heating Fuel	3,121	4,882	1,761	0.87	89,090	72,228	(16,862)	2.46	3.53	77,082
General Insurance	5,979	9,200	3,221	1.67	71,726	110,400	38,674	1 98	5.40	119,600
Manure Removal	20,473	17,262	(3,211)	5.71	163,278	156,498	(6,780)	4.50	7.66	168,000
Repairs & Maintenance	26,583	16,825	(9,758)	7.42	391,316	201,900	(189,416)	10.79	9.88	218,725
Dead Disposal	1,380	1,357	(23)	0.39	19,538	16,284	(3,254)	0 54	0.80	17,641
Contract Services	2,075	1,232	(843)	0.58	30,094	14,784	(15,310)	0.83	0.72	16,016
Supplies	9,258	3,532	(5,725)	2.58	97,046	42,061	(54,985)	2.68	2 06	45,593
Property Taxes	0	1,712	1,712		19,605	20,538	934	0.54	1.00	22,250
Wages	65,470	58,922	(6,547)	18.27	750,844	707,069	(43,776)	20.71	34.59	765,991
Employee Benefits	10,497	8,249	(2,248)	2.93	117,055	98,990	(18,065)	3.23	4.84	107,239
Staff Training	0	0	0		165	0	(165)	0.00		0
Travel Meals & Ent	342	750	408	0 10	5,991	9,000	3,009	0 17	0.44	9,750
Breeding Herd Costs	30,209	45,686	15,477	8.43	52,253	548,234	495,981	1.44	26.82	593,920
less sale of cull sows	(18,629)	(28,720)	(10,091)	(5.20)	(188,190)	(287,603)	(99,412)	(5.19)	(14.07)	(316,962)
Veterinary	7,446	11,368	3,923	2.08	130,757	131,096	338	3.61	6.41	142,463
Herd Health	1,789	1,845	56	0.50	20,561	22,145	1,585	0.57	1.08	23,991
AI Costs	9,657	11,064	1,407	2.69	116,980	130,435	13,456	3.23	6.38	141,498
Herd Health Export Fees	0	1,665	1,665		9,046	18,333	9,286	0.25	0.90	19,997
Trucking	37,190	43,308	6,117	10.38	559,058	518,422	(40,636)	15.42	25.36	561,720
Sales Costs	2,159	0	(2,159)	0.60	24,706	0	(24,706)	0.68		0
Large Corp Tax	0	0	0		(2,600)	0	2,600	(0.07)		0
Head Office Services	24,617	28,166	3,549	6.87	322,803	337,994	15,191	8.90	16.54	366,160
Total Operating Exp.	**247,809**	**251,400**	**3,592**	**69.14**	**2,902,400**	**3,021,366**	**118,965**	**80.06**	**147.81**	**3,265,294**
Operating Income	**72,441**	**(145,994)**	**(218,436)**	**20.21**	**551,902**	**(1,847,428)**	**(2,399,330)**	**15.22**	**(90.38)**	**(1,890,051)**
Fixed expenses										
Interest	48,670	36,411	(12,259)	13.58	365,797	436,927	71,130	10.09	21.38	473,337
Debt Instruments Accretion	7,987	0	(7,987)	2.23	69,659	0	(69,659)	1.92		0
Depreciation & Amortization	70,081	57,677	(12,404)	19.55	716,705	692,123	(24,582)	19.77	33.86	749,800
Total Fixed Exp.	**126,738**	**94,087**	**(32,651)**	**35.36**	**1,152,160**	**1,129,050**	**(23,110)**	**31.78**	**55.24**	**1,223,137**
Net Income Before Taxes	**(54,297)**	**(240,082)**	**(185,785)**	**(15.15)**	**(600,258)**	**(2,976,478)**	**(2,376,220)**	**(16.56)**	**(145.61)**	**(3,113,188)**
Income Taxes	(14,472)	(75,026)	(60,554)	(4.04)	(166,625)	(930,149)	(763,525)	(4 60)	(45.50)	(972,871)
Net Income	**(39,825)**	**(165,056)**	**(125,231)**	**(11.11)**	**(433,634)**	**(2,046,329)**	**(1,612,695)**	**(11.96)**	**(100.11)**	**(2,140,317)**

Big Sky Farms Inc.
Preeceville Sturgis Division
For the Twelve Months Ending May 30, 2009

	Actual May	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	**4,107**	**4,871**	**764**	**$1.00**	**54,618**	**61,073**	**6,455**	**$0.95**	**$1.00**	**65,943**
Price per 100 KG	**152**	**172**	**20**	**0.04**	**126**	**144**	**18**	**0.00**	**0.00**	**0**
Feeder Pigs Sold	**0**	**0**	**0**		**3,408**	**0**	**(3,408)**	**0.06**		**0**
Isoweans Sold	**0**	**0**	**0**		**7,340**	**0**	**(7,340)**	**0.13**		**0**
Pigs Weaned	**7,116**	**6,406**	**(710)**	**1.73**	**80,265**	**75,818**	**(4,447)**	**1.40**	**1.24**	**82,224**
Revenue										
Market Hog Sales	653,898	890,058	236,159	159.22	7,488,274	9,399,505	1,911,230	130.17	153.91	10,307,934
Feeder Hog Sales	0	0	0		195,875	0	(195,875)	3.40		0
Isowean Sales	0	0	0		246,824	0	(246,824)	4.29		0
Hog Inventory Adjustment	54,684	0	(54,684)	13.31	375,391	0	(375,391)	6 53		0
Feeder Pig Transfers	83,424	0	(83,424)	20.31	342,858	0	(342,858)	5.96		0
Other Revenue	1,768	2,270	502	0.43	310,955	131,410	(179,544)	5 41	2.15	237,847
Total Revenue	**793,775**	**892,328**	**98,553**	**193.27**	**8,960,177**	**9,530,915**	**570,738**	**155.75**	**156.06**	**10,545,781**
Feed Costs	**395,986**	**481,255**	**85,269**	**96.42**	**5,131,811**	**6,500,527**	**1,368,716**	**89.21**	**106.44**	**6,981,833**
Operating Expenses										
Communications	264	1,379	1,115	0.06	16,006	16,548	542	0.28	0.27	17,927
Power	10,689	13,223	2,534	2.60	107,445	150,328	42,883	1.87	2.46	162,407
Water Costs	0	0	0		67	0	(67)	0.00		0
Heating Fuel	5,559	8,391	2,832	1.35	86,275	118,676	32,400	1.50	1.94	127,030
General Insurance	6,441	9,200	2,759	1.57	75,989	110,400	34,411	1.32	1.81	119,600
Manure Removal	22,368	22,399	31	5.45	207,292	203,075	(4,217)	3.60	3.33	218,000
Repairs & Maintenance	20,026	16,825	(3,201)	4.88	160,108	201,900	41,792	2.78	3.31	218,725
Dead Disposal	1,780	1,387	(393)	0.43	22,543	16,644	(5,899)	0.39	0.27	18,031
Contract Services	2,653	1,618	(1,035)	0.65	23,442	19,416	(4,026)	0.41	0.32	21,034
Supplies	4,173	5,729	1,555	1.02	68,435	68,825	390	1.19	1.13	74,554
Property Taxes	12	1,708	1,695	0.00	22,695	20,492	(2,203)	0.39	0.34	22,200
Wages	68,500	55,356	(13,144)	16.68	810,810	664,270	(146,540)	14.09	10.88	719,626
Employee Benefits	10,620	7,750	(2,870)	2.59	121,123	92,998	(28,125)	2.11	1.52	100,748
Staff Training	0	0	0		372	0	(372)	0.01		0
Travel Meals & Ent	349	1,050	701	0 08	8,107	12,600	4,493	0.14	0.21	13,650
Breeding Herd Costs	35,189	39,655	4,466	8.57	(30,991)	475,865	506,855	(0.54)	7.79	515,520
less sale of cull sows	(28,961)	(21,752)	7,208	(7.05)	(222,782)	(217,829)	4,953	(3.87)	(3.57)	(240,066)
Veterinary	9,024	14,294	5,270	2.20	126,044	169,838	43,794	2.19	2.78	184,138
Herd Health	1,789	1,845	56	0 44	20,561	22,144	1,583	0.36	0.36	23,989
AI Costs	5,368	8,568	3,200	1 31	94,100	101,988	7,888	1.64	1.67	110,557
Herd Health Export Fees	0	0	0		1,323	0	(1,323)	0.02		0
Trucking	45,350	50,829	5,479	11 04	630,322	636,419	6,097	10.96	10.42	687,255
Sales Costs	3,395	0	(3,395)	0.83	55,719	0	(55,719)	0.97		0
Large Corp Tax	0	0	0		(2,600)	0	2,600	(0.05)		0
Head Office Services	24,617	28,166	3,549	5.99	322,803	337,994	15,191	5.61	5.53	366,160
Total Operating Exp.	**249,205**	**267,620**	**18,415**	**60.68**	**2,725,210**	**3,222,589**	**497,379**	**47.37**	**52.77**	**3,481,086**
Operating Income	**148,584**	**143,453**	**(5,131)**	**36.18**	**1,103,156**	**(192,201)**	**(1,295,357)**	**19.18**	**(3.15)**	**82,862**
Fixed expenses										
Interest	48,670	36,411	(12,259)	11.85	365,797	436,927	71,130	6.36	7.15	473,337
Debt Instruments Accretion	7,987	0	(7,987)	1.94	69,659	0	(69,659)	1.21		0
Depreciation & Amortization	81,489	60,000	(21,489)	19.84	877,735	720,000	(157,735)	15.26	11.79	780,000
Total Fixed Exp.	**138,147**	**96,411**	**(41,736)**	**33.64**	**1,313,191**	**1,156,927**	**(156,264)**	**22.83**	**18.94**	**1,253,337**
Net Income Before Taxes	**10,438**	**47,043**	**36,605**	**2.54**	**(210,035)**	**(1,349,128)**	**(1,139,093)**	**(3.65)**	**(22.09)**	**(1,170,475)**
Income Taxes	5,758	14,701	8,943	1.40	(44,680)	(421,602)	(376,923)	(0.78)	(6.90)	(365,773)
Net Income	**4,680**	**32,342**	**27,662**	**1.14**	**(165,355)**	**(927,525)**	**(762,171)**	**(2.87)**	**(15.19)**	**(804,701)**

Big Sky Farms Inc.
Ogema Division
For the Twelve Months Ending May 30, 2009

	Actual May	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	**5,450**	**9,550**	**4,100**	**$0.87**	**91,576**	**118,347**	**26,771**	**$0.86**	**$0.96**	**127,897**
Price per 100 KG	**156**	**172**	**16**	**0.03**	**128**	**144**	**16**	**0.00**	**0.00**	**0**
Feeder Pigs Sold	**2,080**	**1,277**	**(803)**	**0.33**	**25,088**	**14,474**	**(10,614)**	**0.24**	**0.12**	**15,767**
Isoweans Sold	**0**	**0**	**0**		**25,396**	**0**	**(25,396)**	**0.24**		**0**
Pigs Weaned	**10,771**	**11,516**	**745**	**1.73**	**133,024**	**137,627**	**4,603**	**1.25**	**1.11**	**149,147**
Revenue										
Market Hog Sales	889,824	1,745,211	855,388	142.59	12,704,669	18,223,510	5,518,841	119.07	147.14	20,004,744
Feeder Hog Sales	100,152	79,816	(20,336)	16.05	1,395,850	834,482	(561,368)	13.08	6.74	912,461
Isowean Sales	0	0	0		912,281	0	(912,281)	8 55		0
Hog Inventory Adjustment	8,806	0	(8,806)	1.41	(170,908)	0	170,908	(1.60)		0
Feeder Pig Transfers	100,012	0	(100,012)	16.03	(156,999)	0	156,999	(1.47)		0
Other Revenue	3,546	4,541	995	0.57	677,389	262,821	(414,568)	6.35	2 12	475,694
Total Revenue	**1,102,339**	**1,829,568**	**727,228**	**176.65**	**15,362,282**	**19,320,813**	**3,958,531**	**143.98**	**156.01**	**21,392,899**
Feed Costs	**689,592**	**900,169**	**210,577**	**110.50**	**9,658,823**	**12,147,334**	**2,488,511**	**90.53**	**98.08**	**13,047,719**
Operating Expenses										
Communications	418	1,957	1,539	0.07	10,074	23,484	13,410	0.09	0.19	25,441
Power	3,762	16,111	12,349	0 60	150,224	185,385	35,161	1.41	1.50	199,703
Water Costs	1,000	0	(1,000)	0.16	1,000	0	(1,000)	0.01		0
Heating Fuel	3,505	3,141	(364)	0.56	102,831	52,362	(50,470)	0.96	0.42	55,472
General Insurance	10,056	14,500	4,444	1.61	114,845	174,000	59,155	1.08	1.40	188,500
Manure Removal	31,422	44,182	12,760	5.04	279,992	400,560	120,568	2.62	3.23	430,000
Repairs & Maintenance	42,107	22,067	(20,040)	6 75	266,438	264,804	(1,634)	2.50	2.14	286,871
Dead Disposal	2,683	3,328	645	0.43	41,560	39,936	(1,624)	0.39	0.32	43,264
Contract Services	695	3,326	2,631	0.11	26,755	39,912	13,157	0.25	0.32	43,238
Supplies	13,021	10,521	(2,500)	2.09	116,767	126,926	10,159	1.09	1.02	137,453
Property Taxes	35	2,785	2,750	0.01	39,705	33,415	(6,290)	0.37	0.27	36,200
Contract Facilities	5,546	107,077	101,531	0.89	1,235,296	1,284,923	49,627	11.58	10.38	1,392,000
Wages	83,893	87,928	4,035	13.44	983,463	1,055,138	71,675	9.22	8.52	1,143,066
Employee Benefits	13,619	12,310	(1,309)	2.18	151,990	147,719	(4,271)	1.42	1.19	160,029
Staff Training	0	0	0		135	0	(135)	0.00		0
Travel Meals & Ent	1,032	2,100	1,068	0.17	10,544	25,200	14,656	0.10	0.20	27,300
Breeding Herd Costs	62,735	78,072	15,337	10.05	110,658	936,858	826,201	1 04	7.56	1,014,930
less sale of cull sows	(45,768)	(42,825)	2,943	(7.33)	(409,958)	(428,851)	(18,894)	(3.84)	(3.46)	(472,629)
Veterinary	48,750	32,680	(16,069)	7.81	239,714	391,005	151,291	2.25	3.16	423,712
Herd Health	3,588	3,606	18	0 57	48,470	43,276	(5,194)	0.45	0.35	46,882
AI Costs	13,933	15,294	1,361	2.23	187,286	185,490	(1,796)	1.76	1.50	200,789
Herd Health Export Fees	773	1,277	505	0.12	29,021	14,474	(14,547)	0.27	0.12	15,767
Trucking	68,611	101,655	33,044	10.99	1,177,471	1,256,881	79,409	11.04	10.15	1,358,677
Sales Costs	5,209	0	(5,209)	0.83	98,971	0	(98,971)	0.93		0
Large Corp Tax	0	0	0		(5,200)	0	5,200	(0.05)		0
Head Office Services	40,941	56,474	15,533	6.56	551,240	677,686	126,446	5 17	5.47	734,160
Total Operating Exp.	**411,563**	**577,566**	**166,003**	**65.95**	**5,559,294**	**6,930,583**	**1,371,289**	**52.10**	**55.96**	**7,490,826**
Operating Income	**1,184**	**351,832**	**350,648**	**0.19**	**144,164**	**242,895**	**98,731**	**1.35**	**1.96**	**854,355**
Fixed expenses										
Interest	97,585	76,068	(21,517)	15.64	1,002,097	912,810	(89,287)	9.39	7.37	988,878
Debt Instruments Accretion	13,109	0	(13,109)	2.10	174,410	0	(174,410)	1.63		0
Depreciation & Amortization	72,554	104,967	32,413	11.63	1,333,297	1,259,608	(73,688)	12.50	10 17	1,364,576
Total Fixed Exp.	**183,248**	**181,035**	**(2,213)**	**29.36**	**2,509,804**	**2,172,418**	**(337,385)**	**23.52**	**17.54**	**2,353,453**
Net Income Before Taxes	**(182,064)**	**170,798**	**352,862**	**(29.18)**	**(2,365,640)**	**(1,929,523)**	**436,116**	**(22.17)**	**(15.58)**	**(1,499,098)**
Income Taxes	(52,798)	53,374	106,173	(8.46)	(686,384)	(602,976)	83,408	(6.43)	(4.87)	(468,468)
Net Income	**(129,266)**	**117,423**	**246,689**	**(20.71)**	**(1,679,255)**	**(1,326,547)**	**352,708**	**(15.74)**	**(10.71)**	**(1,030,630)**

Big Sky Farms Inc.
Pelly Division
For the Twelve Months Ending May 30, 2009

	Actual May	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Isoweans Sold	**10,467**	**12,278**	**1,811**	**($0.03)**	**145,314**	**145,275**	**(39)**	**($5.33)**		**157,553**
Pigs Weaned	**12,975**	**12,278**	**(697)**	**(0.04)**	**155,945**	**145,275**	**(10,670)**	**(5.72)**		**157,553**
Revenue										
Isowean Sales	432,172	444,539	12,366	(1.42)	6,198,256	5,264,797	(933,459)	(227.53)		5,709,327
Hog Inventory Adjustment	(14,366)	0	14,366	0.05	(40,145)	0	40,145	1.47		0
Feeder Pig Transfers	52,716	0	(52,716)	(0.17)	280,062	0	(280,062)	(10.28)		0
Other Revenue	1,171	4,541	3,370	0 00	211,731	262,821	51,089	(7.77)		475,694
Total Revenue	**471,693**	**449,079**	**(22,614)**	**(1.55)**	**6,649,904**	**5,527,618**	**(1,122,286)**	**(244.11)**		**6,185,022**
Feed Costs	**141,302**	**122,516**	**(18,787)**	**(0.46)**	**1,767,227**	**1,618,612**	**(148,615)**	**(64.87)**		**1,741,127**
Operating Expenses										
Communications	145	369	224	0.00	3,281	4,428	1,147	(0.12)		4,797
Power	8,762	9,975	1,213	(0.03)	95,563	113,869	18,306	(3.51)		122,529
Heating Fuel	764	483	(281)	0.00	33,478	11,333	(22,145)	(1.23)		11,805
General Insurance	5,356	7,500	2,144	(0.02)	54,549	90,000	35,451	(2.00)		97,500
Manure Removal	9,632	9,247	(384)	(0 03)	72,617	83,838	11,221	(2.67)		90,000
Repairs & Maintenance	9,443	3,300	(6,143)	(0.03)	47,280	39,600	(7,680)	(1.74)		42,900
Dead Disposal	880	904	24	0.00	11,148	10,848	(300)	(0.41)		11,752
Contract Services	600	770	170	0.00	11,391	9,240	(2,151)	(0.42)		10,010
Supplies	4,797	5,157	359	(0.02)	76,767	61,016	(15,752)	(2.82)		66,172
Property Taxes	(140)	373	513	0.00	6,514	4,477	(2,037)	(0.24)		4,850
Wages	59,343	51,468	(7,875)	(0.19)	696,600	617,620	(78,980)	(25.57)		669,088
Employee Benefits	8,927	7,206	(1,722)	(0.03)	102,626	86,467	(16,159)	(3.77)		93,672
Staff Training	0	0	0		117	0	(117)	0.00		0
Travel Meals & Ent	0	700	700		3,076	8,400	5,324	(0.11)		9,100
Breeding Herd Costs	80,941	78,072	(2,869)	(0.27)	(145,149)	936,858	1,082,008	5.33		1,014,930
less sale of cull sows	(92,698)	(42,825)	49,873	0.30	(341,421)	(428,851)	(87,430)	12.53		(472,629)
Veterinary	9,651	18,417	8,766	(0.03)	115,915	217,913	101,998	(4.26)		236,330
Herd Health	1,185	1,222	37	0.00	11,686	14,661	2,976	(0.43)		15,883
AI Costs	14,752	15,971	1,219	(0.05)	201,141	190,774	(10,368)	(7.38)		206,744
Herd Health Export Fees	2,463	2,456	(7)	(0.01)	35,971	29,055	(6,916)	(1.32)		31,511
Trucking	41,403	33,151	(8,252)	(0.14)	497,286	392,243	(105,042)	(18.26)		425,393
Sales Costs	2,816	0	(2,816)	(0.01)	31,036	0	(31,036)	(1.14)		0
Head Office Services	16,237	18,648	2,410	(0.05)	212,903	223,772	10,869	(7.82)		242,420
Total Operating Exp.	**185,259**	**222,562**	**37,304**	**(0.61)**	**1,834,376**	**2,717,561**	**883,185**	**(67.34)**		**2,934,758**
Operating Income	**145,132**	**104,001**	**(41,131)**	**(0.48)**	**3,048,302**	**1,191,445**	**(1,856,857)**	**(111.90)**		**1,509,136**
Fixed expenses										
Interest	93,474	24,106	(69,368)	(0.31)	630,345	289,272	(341,073)	(23.14)		313,378
Debt Instruments Accretion	7,987	0	(7,987)	(0.03)	55,234	0	(55,234)	(2.03)		0
Depreciation & Amortization	69,258	30,769	(38,488)	(0.23)	1,020,216	369,231	(650,986)	(37 45)		400,000
Total Fixed Exp.	**170,719**	**54,875**	**(115,843)**	**(0.56)**	**1,705,795**	**658,503**	**(1,047,292)**	**(62.62)**		**713,378**
Net Income Before Taxes	**(25,587)**	**49,126**	**74,713**	**0.08**	**1,342,507**	**532,942**	**(809,564)**	**(49.28)**		**795,758**
Income Taxes	(5,500)	15,352	20,852	0.02	436,794	166,544	(270,250)	(16.03)		248,674
Net Income	**(20,087)**	**33,774**	**53,861**	**0.07**	**905,713**	**366,398**	**(539,315)**	**(33.25)**		**547,084**

Big Sky Farms Inc.
Rama Division
For the Twelve Months Ending May 30, 2009

	Actual May	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	**10,054**	**9,600**	**(454)**	**$1.00**	**120,068**	**114,189**	**(5,879)**	**$1.00**	**$0.98**	**123,789**
Price per 100 KG	**144**	**172**	**28**	**0.01**	**129**	**144**	**15**	**0.00**	**0.00**	**0**
Feeder Pigs Sold	**0**	**550**	**550**		**0**	**5,500**	**5,500**		**0.05**	**6,050**
Pigs Weaned	**11,231**	**11,632**	**401**	**1.12**	**140,147**	**137,709**	**(2,438)**	**1.17**	**1.18**	**149,342**
Revenue										
Market Hog Sales	1,549,896	1,754,349	204,453	154.16	17,064,653	17,634,111	569,458	142.12	151.65	19,424,671
Feeder Hog Sales	0	34,364	34,364		0	322,157	322,157		2.77	355,328
Hog Inventory Adjustment	(161,952)	0	161,952	(16.11)	408,911	0	(408,911)	3.41		0
Feeder Pig Transfers	151,359	0	(151,359)	15.05	305,169	0	(305,169)	2.54		0
Other Revenue	3,546	4,541	995	0.35	619,852	262,821	(357,032)	5.16	2 26	475,694
Total Revenue	**1,542,848**	**1,793,254**	**250,405**	**153.46**	**18,398,585**	**18,219,089**	**(179,497)**	**153.23**	**156.68**	**20,255,693**
Feed Costs	**801,661**	**917,256**	**115,595**	**79.74**	**10,926,566**	**11,952,292**	**1,025,725**	**91.00**	**102.79**	**12,869,638**
Operating Expenses										
Communications	(77)	1,418	1,495	(0.01)	13,696	17,016	3,320	0.11	0.15	18,434
Power	6,629	21,638	15,009	0.66	218,504	248,411	29,908	1.82	2.14	267,513
Heating Fuel	2,645	5,489	2,844	0.26	117,238	90,784	(26,454)	0.98	0.78	96,222
General Insurance	13,168	17,800	4,632	1.31	150,930	213,600	62,670	1.26	1.84	231,400
Manure Removal	33,987	43,874	9,887	3.38	315,686	397,766	82,079	2.63	3.42	427,000
Repairs & Maintenance	30,279	32,610	2,331	3.01	449,443	391,320	(58,123)	3.74	3.37	423,930
Dead Disposal	3,147	2,786	(361)	0.31	39,247	33,432	(5,815)	0.33	0.29	36,218
Contract Services	6,935	3,326	(3,609)	0.69	47,436	39,912	(7,524)	0.40	0.34	43,238
Supplies	13,742	10,620	(3,122)	1.37	145,259	125,425	(19,833)	1.21	1.08	136,048
Property Taxes	351	2,746	2,395	0.03	37,525	32,954	(4,571)	0.31	0.28	35,700
Wages	131,079	107,520	(23,559)	13.04	1,398,275	1,290,238	(108,037)	11.65	11.10	1,397,758
Employee Benefits	20,847	15,053	(5,794)	2.07	224,418	180,633	(43,785)	1.87	1.55	195,686
Travel Meals & Ent	655	1,305	650	0.07	9,064	15,660	6,596	0.08	0.13	16,965
Breeding Herd Costs	73,831	78,072	4,241	7.34	192,533	936,858	744,325	1.60	8.06	1,014,930
less sale of cull sows	(39,858)	(42,825)	(2,967)	(3.96)	(431,705)	(428,851)	2,854	(3.60)	(3.69)	(472,629)
Veterinary	14,783	26,061	11,278	1.47	257,878	306,104	48,226	2.15	2.63	332,174
Herd Health	3,588	3,700	112	0.36	41,210	44,397	3,187	0.34	0.38	48,096
AI Costs	15,132	16,050	917	1.51	214,087	193,903	(20,185)	1.78	1.67	209,955
Herd Health Export Fees	0	303	303		218	3,025	2,807	0.00	0.03	3,328
Trucking	116,096	143,273	27,176	11 55	1,385,503	1,725,968	340,465	11.54	14.84	1,869,250
Sales Costs	9,788	0	(9,788)	0.97	129,426	0	(129,426)	1 08		0
Large Corp Tax	0	0	0		(5,200)	0	5,200	(0.04)		0
Head Office Services	49,118	56,474	7,356	4 89	643,922	677,686	33,765	5.36	5.83	734,160
Total Operating Exp.	**505,867**	**547,291**	**41,424**	**50.32**	**5,594,593**	**6,536,241**	**941,648**	**46.60**	**56.21**	**7,065,376**
Operating Income	**235,320**	**328,706**	**93,386**	**23.41**	**1,877,426**	**(269,444)**	**(2,146,870)**	**15.64**	**(2.32)**	**320,680**
Fixed expenses										
Interest	97,585	73,004	(24,581)	9 71	1,290,926	876,049	(414,877)	10.75	7.53	949,053
Debt Instruments Accretion	13,113	0	(13,113)	1.30	174,434	0	(174,434)	1.45		0
Depreciation & Amortization	97,322	124,538	27,216	9.68	1,666,321	1,494,462	(171,860)	13.88	12.85	1,619,000
Total Fixed Exp.	**208,020**	**197,543**	**(10,478)**	**20.69**	**3,131,681**	**2,370,511**	**(761,171)**	**26.08**	**20.39**	**2,568,053**
Net Income Before Taxes	**27,300**	**131,164**	**103,864**	**2.72**	**(1,254,256)**	**(2,639,955)**	**(1,385,699)**	**(10.45)**	**(22.70)**	**(2,247,373)**
Income Taxes	12,629	40,989	28,360	1.26	(339,069)	(824,986)	(485,917)	(2.82)	(7.09)	(702,304)
Net Income	**14,671**	**90,175**	**75,504**	**1.46**	**(915,187)**	**(1,814,969)**	**(899,783)**	**(7.62)**	**(15.61)**	**(1,545,069)**

Big Sky Farms Inc.
Porcupine Division
For the Twelve Months Ending May 30, 2009

	Actual May	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	**6,033**	**10,314**	**4,281**	**$1.00**	**98,475**	**120,697**	**22,222**	**$0.90**	**$0.98**	**131,011**
Price per 100 KG	**128**	**172**	**44**	**0.02**	**126**	**145**	**18**	**0.00**	**0.00**	**0**
Feeder Pigs Sold	**0**	**550**	**550**		**11,655**	**5,500**	**(6,155)**	**0.11**	**0.04**	**6,050**
Isoweans Sold	**0**	**0**	**0**		**32,367**	**0**	**(32,367)**	**0.29**		**0**
Pigs Weaned	**12,058**	**12,236**	**178**	**2.00**	**147,020**	**145,893**	**(1,127)**	**1.34**	**1.19**	**158,128**
Revenue										
Market Hog Sales	834,913	1,884,828	1,049,915	138.39	13,519,719	18,663,997	5,144,278	122.88	152.00	20,587,730
Feeder Hog Sales	0	34,364	34,364		553,239	315,153	(238,086)	5.03	2.57	348,323
Isowean Sales	0	0	0		1,324,283	0	(1,324,283)	12.04		0
Hog Inventory Adjustment	913,950	0	(913,950)	151.49	457,895	0	(457,895)	4.16		0
Feeder Pig Transfers	(471,284)	0	471,284	(78.12)	(64,194)	0	64,194	(0.58)		0
Other Revenue	3,548	4,541	993	0.59	615,339	262,821	(352,518)	5.59	2 14	475,694
Total Revenue	**1,281,127**	**1,923,733**	**642,606**	**212.35**	**16,406,282**	**19,241,970**	**2,835,689**	**149.11**	**156.71**	**21,411,748**
Feed Costs	**691,459**	**959,745**	**268,285**	**114.61**	**9,821,583**	**12,391,225**	**2,569,642**	**89.27**	**100.92**	**13,350,959**
Operating Expenses										
Communications	552	1,446	894	0.09	12,181	17,352	5,171	0.11	0.14	18,798
Power	10,148	22,389	12,241	1.68	219,775	257,247	37,472	2.00	2.10	277,058
Water Costs	0	0	0		80	0	(80)	0.00		0
Heating Fuel	2,638	4,916	2,278	0.44	190,347	97,419	(92,928)	1.73	0.79	102,256
General Insurance	13,193	18,500	5,307	2.19	150,621	222,000	71,379	1.37	1.81	240,500
Manure Removal	35,841	46,648	10,807	5.94	343,920	422,917	78,997	3.13	3.44	454,000
Repairs & Maintenance	51,032	30,585	(20,447)	8.46	384,961	367,020	(17,941)	3.50	2.99	397,605
Dead Disposal	3,476	2,991	(485)	0.58	47,801	35,892	(11,909)	0.43	0.29	38,883
Contract Services	6,830	3,249	(3,581)	1.13	61,127	38,988	(22,139)	0.56	0.32	42,237
Supplies	10,378	11,216	837	1.72	132,099	132,823	724	1.20	1.08	144,039
Property Taxes	725	3,212	2,487	0.12	37,407	38,539	1,131	0.34	0.31	41,750
Wages	103,980	107,975	3,994	17.24	1,253,664	1,295,696	42,032	11.39	10.55	1,403,670
Employee Benefits	16,302	15,116	(1,186)	2.70	191,859	181,397	(10,462)	1.74	1.48	196,514
Travel Meals & Ent	489	1,355	866	0.08	8,453	16,260	7,807	0.08	0.13	17,615
Breeding Herd Costs	58,609	78,072	19,463	9.71	125,593	936,858	811,266	1.14	7.63	1,014,930
less sale of cull sows	(49,640)	(42,825)	6,815	(8.23)	(446,317)	(428,851)	17,466	(4.06)	(3.49)	(472,629)
Veterinary	9,367	27,957	18,590	1.55	197,794	331,685	133,891	1.80	2.70	359,641
Herd Health	3,590	3,702	112	0.60	41,228	44,427	3,199	0.37	0.36	48,129
AI Costs	15,223	16,141	918	2.52	224,449	193,558	(30,891)	2.04	1.58	209,698
Herd Health Export Fees	0	0	0		9,685	0	(9,685)	0.09		0
Trucking	78,607	160,716	82,109	13.03	1,571,390	1,915,943	344,553	14.28	15.60	2,076,657
Sales Costs	6,785	0	(6,785)	1.12	124,172	0	(124,172)	1.13		0
Large Corp Tax	0	0	0		(5,196)	0	5,196	(0.05)		0
Head Office Services	49,118	56,509	7,391	8.14	644,481	678,111	33,630	5 86	5.52	734,620
Total Operating Exp.	**427,243**	**569,869**	**142,626**	**70.82**	**5,521,574**	**6,795,281**	**1,273,707**	**50.18**	**55.34**	**7,345,973**
Operating Income	**162,425**	**394,120**	**231,695**	**26.92**	**1,063,125**	**55,464**	**(1,007,660)**	**9.66**	**0.45**	**714,816**
Fixed expenses										
Interest	97,646	79,935	(17,711)	16.19	818,871	959,214	140,343	7.44	7.81	1,039,149
Debt Instruments Accretion	7,987	0	(7,987)	1.32	69,659	0	(69,659)	0.63		0
Depreciation & Amortization	139,101	150,177	11,076	23.06	1,688,079	1,802,122	114,043	15 34	14.68	1,952,299
Total Fixed Exp.	**244,734**	**230,111**	**(14,623)**	**40.57**	**2,576,609**	**2,761,337**	**184,728**	**23.42**	**22.49**	**2,991,448**
Net Income Before Taxes	**(82,309)**	**164,009**	**246,318**	**(13.64)**	**(1,513,484)**	**(2,705,872)**	**(1,192,388)**	**(13.76)**	**(22.04)**	**(2,276,632)**
Income Taxes	(23,226)	51,253	74,478	(3.85)	(452,819)	(845,585)	(392,766)	(4.12)	(6 89)	(711,447)
Net Income	**(59,084)**	**112,756**	**171,839**	**(9.79)**	**(1,060,665)**	**(1,860,287)**	**(799,622)**	**(9.64)**	**(15.15)**	**(1,565,184)**

Big Sky Farms Inc.
Contract Finisher Units
For the Twelve Months Ending May 30, 2009

	Actual May	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	**9,068**	**9,995**	**927**	**$1.00**	**134,757**	**106,769**	**(27,988)**	**$1.00**	**$1.00**	**117,092**
Price per 100 KG	**129**	**184**	**54**	**0.01**	**129**	**155**	**27**	**0.00**	**0.00**	**0**
Revenue										
Market Hog Sales	1,261,042	1,910,640	649,598	139 07	18,625,678	17,338,805	(1,286,873)	138.22	162.40	19,355,107
Hog Inventory Adjustment	167,300	0	(167,300)	18.45	681,372	0	(681,372)	5.06		0
Feeder Pig Transfers	(496,067)	0	496,067	(54 71)	(6,613,989)	0	6,613,989	(49 08)		0
Total Revenue	**932,275**	**1,910,640**	**978,365**	**102.81**	**12,693,061**	**17,338,805**	**4,645,744**	**94.19**	**162.40**	**19,355,107**
Feed Costs	**755,265**	**639,685**	**(115,580)**	**83.29**	**10,284,359**	**7,492,866**	**(2,791,492)**	**76.32**	**70.18**	**8,153,558**
Operating Expenses										
Communications	0	100	100		0	1,200	1,200		0.01	1,300
General Insurance	405	231	(174)	0.04	4,912	2,769	(2,143)	0.04	0.03	3,000
Supplies	0	2,737	2,737		0	24,068	24,068		0.23	26,886
Contract Facilities	232,922	130,000	(102,922)	25.69	2,660,190	1,560,000	(1,100,190)	19 74	14.61	1,690,000
Wages	0	8,769	8,769		0	105,231	105,231		0.99	114,000
Travel Meals & Ent	0	100	100		0	1,200	1,200		0.01	1,300
Veterinary	2,340	4,150	1,810	0 26	56,346	42,391	(13,955)	0.42	0.40	46,674
Herd Health	0	154	154		0	1,846	1,846		0.02	2,000
Trucking	55,519	65,422	9,903	6.12	862,045	673,179	(188,866)	6.40	6.31	740,676
Sales Costs	7,244	0	(7,244)	0.80	160,212	0	(160,212)	1.19		0
Head Office Services	1,398	0	(1,398)	0.15	25,990	0	(25,990)	0.19		0
Total Operating Exp.	**299,828**	**211,663**	**(88,165)**	**33.06**	**3,769,696**	**2,411,884**	**(1,357,812)**	**27.97**	**22.59**	**2,625,836**
Operating Income	**(122,818)**	**1,059,292**	**1,182,110**	**(13.54)**	**(1,360,993)**	**7,434,054**	**8,795,048**	**(10.10)**	**69.63**	**8,575,713**
Fixed expenses										
Net Income Before Taxes	**(122,818)**	**1,059,292**	**1,182,110**	**(13.54)**	**(1,360,993)**	**7,434,054**	**8,795,048**	**(10.10)**	**69.63**	**8,575,713**
Income Taxes	(38,381)	331,029	369,409	(4.23)	(425,310)	2,323,142	2,748,452	(3 16)	21.76	2,679,910
Net Income	**(84,437)**	**728,263**	**812,700**	**(9.31)**	**(935,683)**	**5,110,912**	**6,046,595**	**(6.94)**	**47.87**	**5,895,802**

Big Sky Farms Inc.
Contract Canadian
For the Twelve Months Ending May 30, 2009

	Actual May	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	**1,515**	**4,344**	**2,829**	**$1.00**	**24,763**	**33,478**	**8,715**	**$1.00**	**$1.00**	**37,943**
Price per 100 KG	**156**	**176**	**20**	**0.10**	**131**	**151**	**20**	**0.01**	**0.00**	**0**
Revenue										
Market Hog Sales	252,898	793,892	540,994	166.93	3,487,307	5,284,323	1,797,016	140.83	157.84	6,117,145
Hog Inventory Adjustment	(47,800)	0	47,800	(31 55)	18,020	0	(18,020)	0.73		0
Feeder Pig Transfers	(46,783)	0	46,783	(30 88)	(1,045,754)	0	1,045,754	(42 23)		0
Total Revenue	**158,315**	**793,892**	**635,577**	**104.50**	**2,459,573**	**5,284,323**	**2,824,750**	**99.32**	**157.84**	**6,117,145**
Feed Costs	**121,834**	**278,033**	**156,199**	**80.42**	**1,785,882**	**2,322,999**	**537,117**	**72.12**	**69.39**	**2,608,768**
Operating Expenses										
General Insurance	194	0	(194)	0.13	2,581	0	(2,581)	0 10		0
Supplies	0	2,172	2,172		0	16,739	16,739		0.50	18,972
Contract Facilities	60,970	49,231	(11,739)	40.24	690,836	590,769	(100,067)	27.90	17.65	640,000
Veterinary	125	2,172	2,047	0.08	11,716	16,739	5,023	0.47	0.50	18,972
Herd Health	0	77	77		0	923	923		0.03	1,000
Trucking	15,981	36,716	20,735	10.55	230,867	291,798	60,930	9.32	8.72	329,535
Sales Costs	1,322	0	(1,322)	0 87	24,663	0	(24,663)	1 00		0
Total Operating Exp.	**78,592**	**90,368**	**11,776**	**51.88**	**960,664**	**916,968**	**(43,696)**	**38.79**	**27.39**	**1,008,479**
Operating Income	**(42,111)**	**425,491**	**467,602**	**(27.80)**	**(286,973)**	**2,044,356**	**2,331,329**	**(11.59)**	**61.07**	**2,499,899**
Fixed expenses										
Net Income Before Taxes	(42,111)	425,491	467,602	(27.80)	(286,973)	2,044,356	2,331,329	(11.59)	61.07	2,499,899
Income Taxes	(13,160)	132,966	146,126	(8.69)	(89,679)	638,861	728,540	(3.62)	19 08	781,218
Net Income	**(28,951)**	**292,525**	**321,476**	**(19.11)**	**(197,294)**	**1,405,494**	**1,602,789**	**(7.97)**	**41.98**	**1,718,681**

Big Sky Farms Inc.
Contract US
For the Twelve Months Ending May 30, 2009

	Actual May	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	**7,553**	**5,651**	**(1,902)**	**$1.00**	**109,994**	**73,290**	**(36,704)**	**$1.00**	**$1.00**	**79,149**
Price per 100 KG	**124**	**190**	**66**	**0.02**	**128**	**158**	**30**	**0.00**	**0.00**	**0**
Revenue										
Market Hog Sales	1,008,143	1,116,748	108,604	133.48	15,138,372	12,054,482	(3,083,890)	137.63	164.48	13,237,962
Hog Inventory Adjustment	215,100	0	(215,100)	28.48	663,352	0	(663,352)	6.03		0
Feeder Pig Transfers	(449,284)	0	449,284	(59.48)	(5,568,235)	0	5,568,235	(50.62)		0
Total Revenue	**773,959**	**1,116,748**	**342,788**	**102.47**	**10,233,489**	**12,054,482**	**1,820,993**	**93.04**	**164.48**	**13,237,962**
Feed Costs	**633,431**	**361,652**	**(271,779)**	**83.86**	**8,498,477**	**5,169,868**	**(3,328,609)**	**77.26**	**70.54**	**5,544,791**
Operating Expenses										
Communications	0	100	100		0	1,200	1,200		0.02	1,300
General Insurance	211	231	20	0.03	2,331	2,769	438	0.02	0.04	3,000
Supplies	0	565	565		0	7,329	7,329		0.10	7,915
Contract Facilities	171,952	80,769	(91,183)	22.77	1,969,354	969,231	(1,000,124)	17.90	13.22	1,050,000
Wages	0	8,769	8,769		0	105,231	105,231		1.44	114,000
Travel Meals & Ent	0	100	100		0	1,200	1,200		0.02	1,300
Veterinary	2,215	1,978	(237)	0.29	44,630	25,652	(18,978)	0.41	0.35	27,702
Herd Health	0	77	77		0	923	923		0.01	1,000
Trucking	39,538	28,706	(10,832)	5.23	631,178	381,381	(249,797)	5.74	5.20	411,141
Sales Costs	5,922	0	(5,922)	0.78	135,549	0	(135,549)	1.23		0
Head Office Services	1,398	0	(1,398)	0.19	25,990	0	(25,990)	0.24		0
Total Operating Exp.	**221,235**	**121,295**	**(99,940)**	**29.29**	**2,809,032**	**1,494,916**	**(1,314,116)**	**25.54**	**20.40**	**1,617,357**
Operating Income	**(80,707)**	**633,801**	**714,508**	**(10.69)**	**(1,074,020)**	**5,389,699**	**6,463,719**	**(9.76)**	**73.54**	**6,075,814**
Fixed expenses										
Net Income Before Taxes	**(80,707)**	**633,801**	**714,508**	**(10.69)**	**(1,074,020)**	**5,389,699**	**6,463,719**	**(9.76)**	**73.54**	**6,075,814**
Income Taxes	(25,221)	198,063	223,284	(3.34)	(335,631)	1,684,281	2,019,912	(3.05)	22.98	1,898,692
Net Income	**(55,486)**	**435,738**	**491,224**	**(7.35)**	**(738,389)**	**3,705,418**	**4,443,807**	**(6.71)**	**50.56**	**4,177,122**

Big Sky Farms Inc.
Contrac Barns - Wean to Finish
For the Twelve Months Ending May 30, 2009

	Actual May	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	**3,000**	**6,716**	**3,716**	**$0.53**	**69,451**	**89,364**	**19,913**	**$0.96**	**$1.00**	**96,327**
Price per 100 KG	**125**	**190**	**65**	**0.02**	**133**	**157**	**24**	**0.00**	**0.00**	**0**
Feeder Pigs Sold	**6,933**	**0**	**(6,933)**	**1.23**	**8,026**	**0**	**(8,026)**	**0.11**		**0**
Revenue										
Market Hog Sales	401,029	1,327,273	926,245	71.17	10,100,282	14,669,745	4,569,463	139.31	164.16	16,076,331
Feeder Hog Sales	303,387	0	(303,387)	53.84	392,721	0	(392,721)	5.42		0
Hog Inventory Adjustment	(974,897)	0	974,897	(173.02)	(1,367,062)	0	1,367,062	(18.86)		0
Feeder Pig Transfers	179,737	0	(179,737)	31.90	(1,820,527)	0	1,820,527	(25.11)		0
Total Revenue	**(90,745)**	**1,327,273**	**1,418,018**	**(16.11)**	**7,305,414**	**14,669,745**	**7,364,331**	**100.76**	**164.16**	**16,076,331**
Feed Costs	**331,165**	**510,422**	**179,257**	**58.77**	**5,497,506**	**7,499,077**	**2,001,570**	**75.83**	**83.92**	**8,028,230**
Operating Expenses										
General Insurance	0	1,154	1,154		0	13,846	13,846		0.15	15,000
Supplies	0	1,363	1,363		0	18,141	18,141		0.20	19,555
Contract Facilities	138,324	174,462	36,138	24.55	1,595,981	2,093,538	497,558	22 01	23.43	2,268,000
Wages	0	12,715	12,715		0	152,585	152,585		1.71	165,300
Veterinary	13,669	13,432	(237)	2.43	222,734	178,730	(44,004)	3.07	2.00	192,655
Herd Health	0	385	385		0	4,615	4,615		0.05	5,000
Trucking	12,044	34,118	22,074	2.14	339,908	464,749	124,842	4.69	5.20	500,119
Sales Costs	2,514	0	(2,514)	0.45	77,281	0	(77,281)	1.07		0
Head Office Services	1,598	0	(1,598)	0.28	34,101	0	(34,101)	0.47		0
Total Operating Exp.	**168,148**	**237,629**	**69,480**	**29.84**	**2,270,004**	**2,926,206**	**656,201**	**31.31**	**32.74**	**3,165,629**
Operating Income	**(590,058)**	**579,223**	**1,169,281**	**(104.72)**	**(462,096)**	**4,244,463**	**4,706,559**	**(6.37)**	**47.50**	**4,882,472**
Fixed expenses										
Net Income Before Taxes	**(590,058)**	**579,223**	**1,169,281**	**(104.72)**	**(462,096)**	**4,244,463**	**4,706,559**	**(6.37)**	**47.50**	**4,882,472**
Income Taxes	(184,393)	181,007	365,400	(32.73)	(144,405)	1,326,395	1,470,800	(1.99)	14.84	1,525,773
Net Income	**(405,665)**	**398,216**	**803,881**	**(72.00)**	**(317,691)**	**2,918,068**	**3,235,760**	**(4.38)**	**32.65**	**3,356,700**

Big Sky Farms Inc.
Contract Barns - Nurseries
For the Twelve Months Ending May 30, 2009

	Actual May	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Feeder Pigs Sold	**2,392**	**0**	**(2,392)**		**9,789**	**0**	**(9,789)**			**0**
Revenue										
Feeder Hog Sales	114,319	0	(114,319)		569,104	0	(569,104)			0
Hog Inventory Adjustment	112,880	0	(112,880)		285,721	0	(285,721)			0
Feeder Pig Transfers	(11,697)	0	11,697		963,819	0	(963,819)			0
Total Revenue	**215,502**	**0**	**(215,502)**		**1,818,644**	**0**	**(1,818,644)**			**0**
Feed Costs	**89,587**	**0**	**(89,587)**		**1,192,057**	**0**	**(1,192,057)**			**0**
Operating Expenses										
Contract Facilities	54,953	0	(54,953)		668,322	0	(668,322)			0
Veterinary	42,139	0	(42,139)		297,437	0	(297,437)			0
Trucking	8,101	0	(8,101)		141,838	0	(141,838)			0
Head Office Services	300	0	(300)		6,541	0	(6,541)			0
Total Operating Exp.	**105,493**	**0**	**(105,493)**		**1,114,138**	**0**	**(1,114,138)**			**0**
Operating Income	**20,422**	**0**	**(20,422)**		**(487,552)**	**0**	**487,552**			**0**
Fixed expenses										
Net Income Before Taxes	**20,422**	**0**	**(20,422)**		**(487,552)**	**0**	**487,552**			**0**
Income Taxes	6,382	0	(6,382)		(152,360)	0	152,360			0
Net Income	**14,040**	**0**	**(14,040)**		**(335,192)**	**0**	**335,192**			**0**

Big Sky Farms Inc.
Farrow to Finish Units
For the Twelve Months Ending May 30, 2009

	Actual May	Budget	VAR	Actual Per Hog	Actual YTD	Budget YTD	VAR	Actual Per Hog	Budget Per Hog	Budget Jun 30
Market Hog Sales	**4,621**	**5,510**	**889**	**$0.89**	**63,045**	**73,036**	**9,991**	**$0.87**	**$0.85**	**78,494**
Price per 100 KG	**146**	**172**	**26**	**0.03**	**126**	**146**	**19**	**0.00**	**0.00**	**0**
Breeding Stock Sold	**569**	**1,234**	**665**	**0.11**	**7,461**	**12,318**	**4,857**	**0.10**	**0.14**	**13,552**
Feeder Pigs Sold	**0**	**0**	**0**		**2,137**	**1,100**	**(1,037)**	**0.03**	**0.01**	**1,100**
Isoweans Sold	**0**	**0**	**0**		**3,861**	**0**	**(3,861)**	**0.05**		**0**
Pigs Weaned	**21,435**	**22,433**	**998**	4.13	**276,726**	**281,075**	**4,349**	**3.83**	**3.28**	**303,509**
Revenue										
Market Hog Sales	720,039	1,003,442	283,403	138.74	8,833,903	11,309,264	2,475,361	122.41	131.85	12,323,882
Hog Sales:Breeding	161,579	334,503	172,924	31.13	2,106,090	3,358,541	1,252,451	29.18	39 16	3,692,939
Feeder Hog Sales	0	0	0		114,682	62,830	(51,852)	1.59	0.73	62,830
Isowean Sales	0	0	0		47,842	0	(47,842)	0.66		0
Hog Inventory Adjustment	102,940	0	(102,940)	19.83	407,370	0	(407,370)	5.64		0
Feeder Pig Transfers	275,092	0	(275,092)	53.00	6,205,841	0	(6,205,841)	85.99		0
Other Revenue	5,503	7,719	2,216	1 06	918,817	446,795	(472,022)	12.73	5 21	808,681
Total Revenue	**1,265,153**	**1,345,663**	**80,510**	**243.77**	**18,634,544**	**15,177,431**	**(3,457,114)**	**258.21**	**176.95**	**16,888,332**
Feed Costs	**735,215**	**860,080**	**124,865**	**141.66**	**9,776,952**	**11,920,025**	**2,143,073**	**135.48**	**138.97**	**12,776,240**
Operating Expenses										
Communications	1,808	5,259	3,451	0.35	49,682	69,380	19,698	0.69	0.81	74,639
Power	39,586	51,414	11,828	7.63	549,722	673,171	123,449	7.62	7.85	723,942
Water Costs	0	0	0		4,918	0	(4,918)	0.07		0
Heating Fuel	33,810	24,092	(9,718)	6.51	631,226	340,768	(290,457)	8.75	3.97	364,823
General Insurance	30,682	22,635	(8,047)	5.91	391,993	290,815	(101,178)	5.43	3.39	313,450
Manure Removal	73,509	52,380	(21,129)	14.16	629,511	542,568	(86,943)	8.72	6.33	579,692
Repairs & Maintenance	74,712	41,305	(33,407)	14 40	524,314	560,303	35,989	7.27	6.53	601,608
Dead Disposal	3,324	5,374	2,050	0.64	41,614	74,680	33,066	0.58	0.87	80,054
Contract Services	0	4,335	4,335		34,701	56,948	22,247	0.48	0.66	61,283
Supplies	21,208	27,599	6,391	4.09	239,479	344,384	104,905	3.32	4.02	371,954
Property Taxes	175	8,269	8,094	0.03	106,035	104,153	(1,882)	1.47	1.21	112,423
Wages	224,254	230,649	6,394	43.21	2,907,163	3,005,052	97,889	40.28	35.04	3,235,700
Employee Benefits	37,071	32,291	(4,780)	7.14	424,956	420,707	(4,249)	5.89	4.90	452,998
Staff Training	65	0	(65)	0.01	912	0	(912)	0.01		0
Travel Meals & Ent	2,862	4,900	2,038	0.55	27,963	62,725	34,762	0.39	0.73	67,625
Breeding Herd Costs	193,860	172,529	(21,331)	37.35	1,892,428	2,070,343	177,916	26.22	24 14	2,242,872
less sale of cull sows	(141,881)	(98,328)	43,553	(27.34)	(1,847,735)	(1,692,281)	155,454	(25.60)	(19.73)	(1,792,796)
Veterinary	28,180	54,416	26,236	5.43	361,661	680,737	319,076	5.01	7.94	735,123
Herd Health	5,162	6,238	1,076	0.99	75,709	77,042	1,333	1.05	0.90	83,280
AI Costs	25,223	36,126	10,903	4.86	401,506	459,474	57,968	5.56	5.36	495,600
Herd Health Export Fees	2,620	6,870	4,250	0.50	82,275	89,001	6,726	1.14	1.04	95,871
Trucking	85,527	97,794	12,267	16.48	1,362,861	1,288,324	(74,537)	18.88	15.02	1,385,902
Sales Costs	6,519	0	(6,519)	1.26	106,571	0	(106,571)	1.48		0
Large Corp Tax	0	0	0		(11,409)	0	11,409	(0.16)		0
Head Office Services	60,687	81,243	20,556	11.69	869,717	974,917	105,199	12.05	11.37	1,056,160
Total Operating Exp.	**808,963**	**867,388**	**58,425**	**155.87**	**9,857,772**	**10,493,211**	**635,439**	**136.60**	**122.34**	**11,342,201**
Operating Income	**(279,025)**	**(381,805)**	**(102,780)**	**(53.76)**	**(1,000,180)**	**(7,235,806)**	**(6,235,626)**	**(13.86)**	**(84.36)**	**(7,230,109)**
Fixed expenses										
Interest	140,385	106,573	(33,812)	27.05	985,681	1,278,878	293,197	13.66	14.91	1,385,451
Depreciation & Amortization	(261,459)	173,370	434,829	(50.38)	2,029,053	2,080,430	51,378	28 12	24.26	2,253,800
Total Fixed Exp.	**(121,074)**	**279,943**	**401,017**	**(23.33)**	**3,014,734**	**3,359,308**	**344,574**	**41.77**	**39.17**	**3,639,251**
Non-recurring Items	0	0	0		0	(438,000)	(438,000)		(5.11)	(438,000)
Net Income Before Taxes	**(157,951)**	**(661,748)**	**(503,797)**	**(30.43)**	**(4,014,914)**	**(10,157,114)**	**(6,142,200)**	**(55.63)**	**(118.42)**	**(10,431,361)**
Income Taxes	(49,360)	(206,796)	(157,436)	(9.51)	(1,258,226)	(3,174,098)	(1,915,872)	(17 43)	(37.01)	(3,259,800)
Net Income	**(108,592)**	**(454,952)**	**(346,360)**	**(20.92)**	**(2,756,688)**	**(6,983,016)**	**(4,226,328)**	**(38.20)**	**(81.41)**	**(7,171,560)**

Big Sky Farms Inc.
30-May-09

Quick Cash Position

Cash on hand	$	(4,611,278)
Drawn line of Credit		(22,000,000)
Available Line of Credit		26,500,000
Cash Available		(111,278)
Accounts Receivable		3,194,695
Accounts Payable , Other Liabilities and LCT		(13,116,553)
Funds available from long term debt		-
Quick Cash Balance	$	(10,033,136)

Current Ratio (modified)

Current Assets per financial statements	$37,933,522
Breeding Stock	12,240,448
	$50,173,970
Current liabilities per financial statements	$87,081,555
Less reclassifed long term debt	(31,894,365)
Less accrued interest on subordinated debt	(1,338,039)
Less current portion of subordinated debt	(6,250,138)
	$47,599,013

Current Ratio		**Covenant**	**1 to 1**		**1.05**

Senior Debt Ratio

EBITDA	Jul to Sep 2008		1,338,183	
	Oct to Dec 2008		(2,691,617)	
	Jan to Mar 2009		3,692,075	
	Apr to Jun 2009	estimate	5,949,502	8,288,143
Senior Debt:	Line of Credit			26,611,278
	Current Portion of Senior Debt			6,720,000
	Current Portion of Capital leases			1,256,044
	Long-Term Senior Debt			36,513,161
	Capital Leases			7,873,738
				78,974,221

Senior Debt Ratio	**Covenant**	**not required**	**9.53**

Debt Service Ratio (modified)

EBITDA - Last Four Quarters as above				8,288,143
Current Portion of Senior Debt				n/a
Interest:	Jul to Sep 2008		1,510,274	
	Oct to Dec 2008		1,365,646	
	Jan to Mar 2009		1,508,916	
	Apr to Jun 2009	estimate	1,909,026	6,293,862
Capital Lease Payments				
	Jul to Sep 2008		50,114	
	Oct to Dec 2008		0	
	Jan to Mar 2009		0	
	Apr to Jun 2009		0	50,114
				6,343,976

Debt Service Ratio	**Covenant**	**1:1**	**1.31**

Big Sky Farms Inc.
Long-Term Debt
As at May 30, 2009

	Principal Outstanding	Current Portion	Balance
Syndicated loan - Credit B	$ 31,264,365	$ 5,520,000	$ 25,744,365
Syndicated loan - Credit C	7,350,000	1,200,000	$ 6,150,000
Sask Government Hog Loan 2008	4,618,796	-	4,618,796
Senior debt	**43,233,161**	**6,720,000**	**36,513,161**
Scotiabank debt reclassified as current		31,894,365	(31,894,365)
Senior debt reclassified		**38,614,365**	**4,618,796**
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	3,319,471	3,319,471	-
Shareholder Loans	1,349,167	1,349,167	-
Promissory Note - Florian Possberg	381,500	381,500	-
Subordinated debt	**8,050,138**	**6,250,138**	**1,800,000**
Prairie Hog Production Limited Partnership - Nursery	6,016,863	904,907	5,111,956
Prairie Hog Production Limited Partnership - Finisher	3,112,919	351,137	2,761,782
Capital Lease Obligation	**9,129,782**	**1,256,044**	**7,873,738**
	$ 60,413,081	**$ 46,120,547**	**$ 14,292,534**

Big Sky Farms Inc.
10333 8th Avenue • P.O. Box 610 • Humboldt, Saskatchewan Canada S0K 2A0
Tel. (306) 682-5041 • Fax (306) 682-5042

THE BOARD OF DIRECTORS

Big Sky Farms Inc.

I HEREBY CERTIFY THAT as of June 10, 2009 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 May 30, 2009 was $846,788.76.

DATED AT the City of Humboldt, in the Province of Saskatchewan, this 10th day of June, 2009.

BIG SKY FARMS INC.

Canute Tagseth, Chief Financial Officer

Lorianne Earis, Controller