



IROQUOIS VALLEY  
FARMLAND REIT

# Key Operating & Financial Statistics

May 2021

# OVERVIEW

Iroquois Valley Farmland REIT is one of the first public benefit companies in the U.S. to offer investors direct exposure to a diversified portfolio of certified organic farmland. The Company raises funds through a combination of equity and debt securities and uses the capital to:

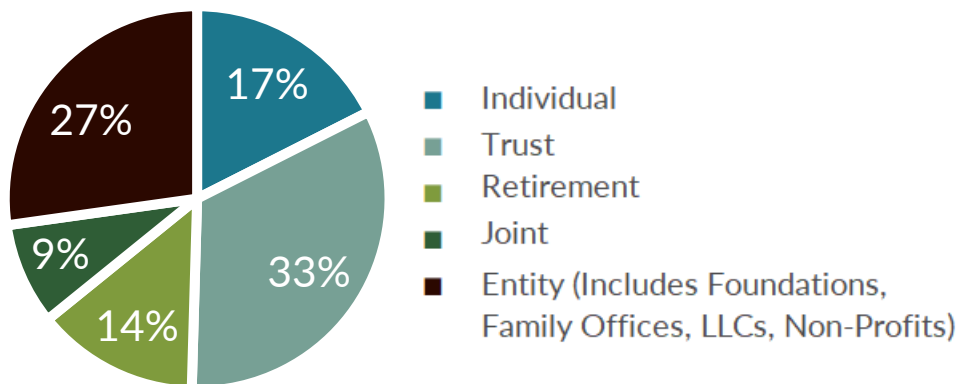
- provide long-term land access to farmers through leases and mortgages
- support the financial health of their businesses through operating credit lines

Iroquois Valley is an operating company, not a fund. The Company's revenue comes in the form of lease, mortgage, and interest payments. Corporate expenses follow a board-approved annual budget. Investor returns are via interest payments for Noteholders and cash dividends and appreciation of stock for Shareholders.

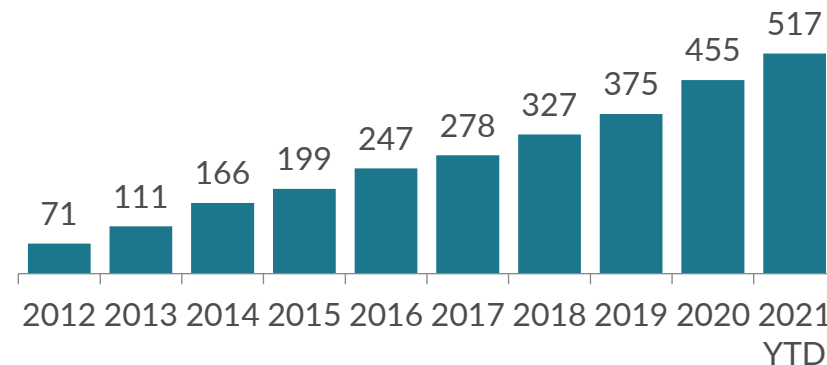
The Company is a “Best for the World” B-Corp and Public Benefit Corporation whose goal is to create public benefit by enabling healthy food production, restoring soil, and improving water quality through the establishment of secure and sustainable farmland tenure.

# CAPITALIZATION – EQUITY

## ACCOUNT TYPE

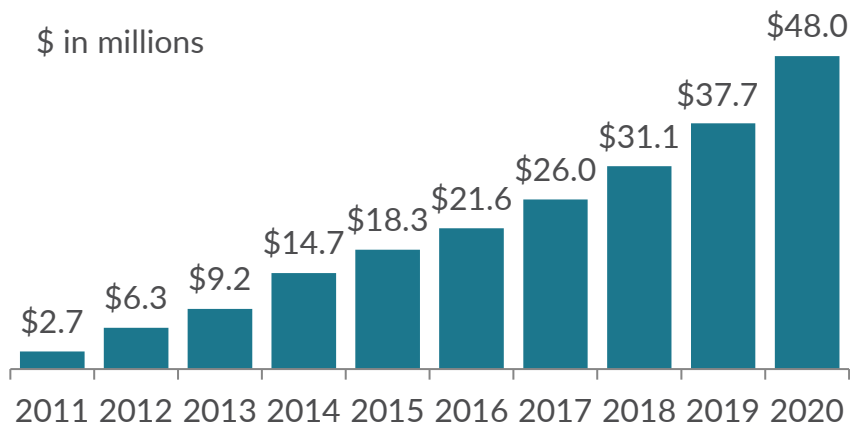


## SHAREHOLDERS

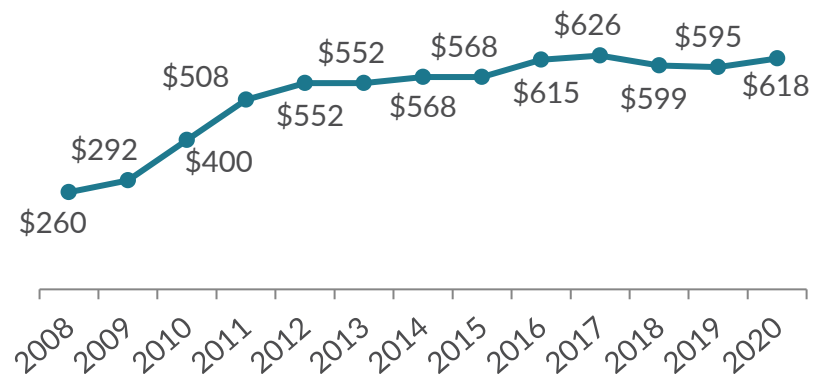


## EQUITY VALUE

\$ in millions

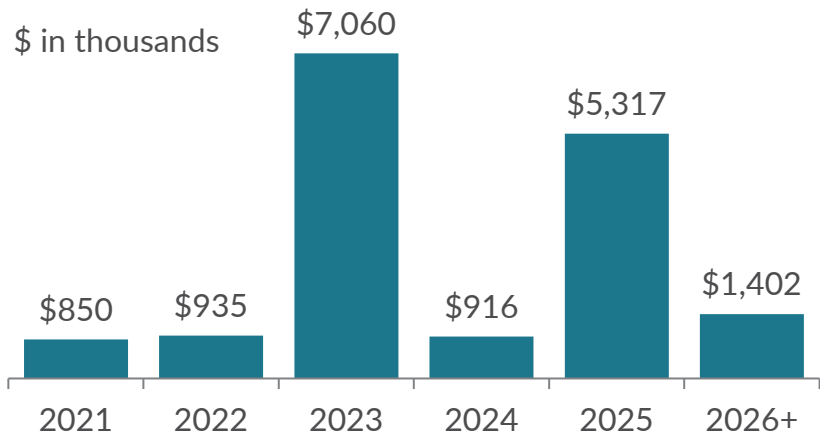


## SHARE PRICE

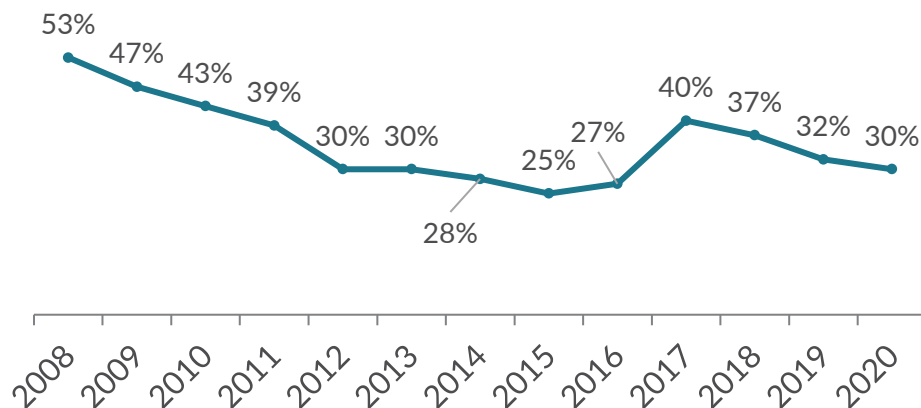


# CAPITALIZATION – DEBT

## DEBT MATURITIES



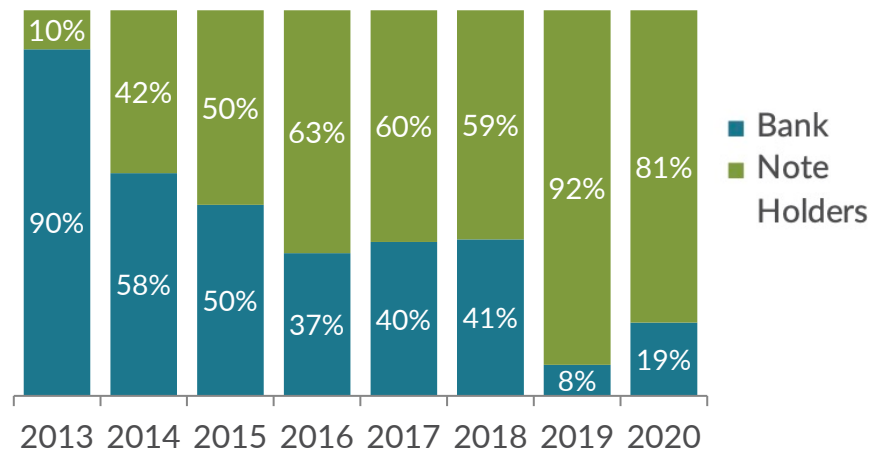
## HISTORICAL LEVERAGE RATIO



## DEBT FACILITIES

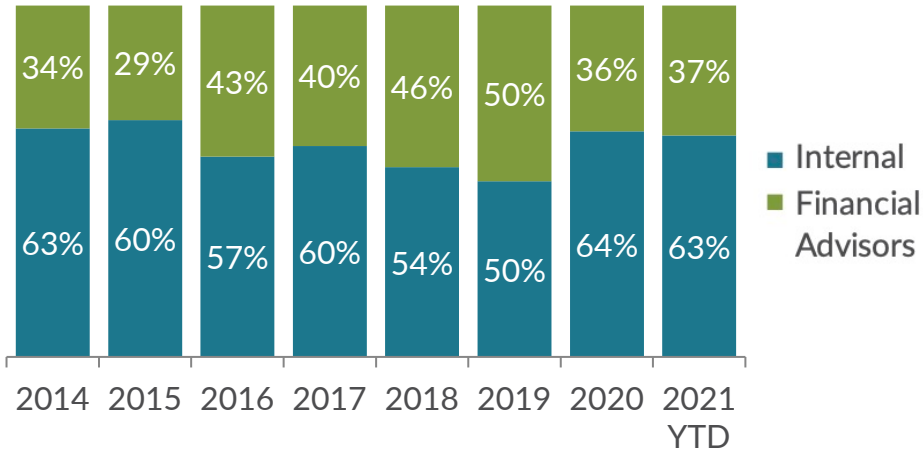
Facility	\$ Outstanding
Mortgages	\$3,513,729
Unsecured Promissory Notes	\$16,480,000
Accounts Payable	\$354,440
Other	\$103,528
<b>Total</b>	<b>\$20,451,697</b>

## LIABILITY SOURCE

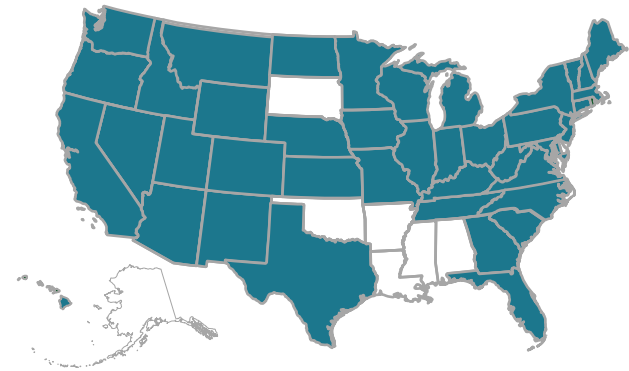


# SUBSCRIPTION DIVERSIFICATION

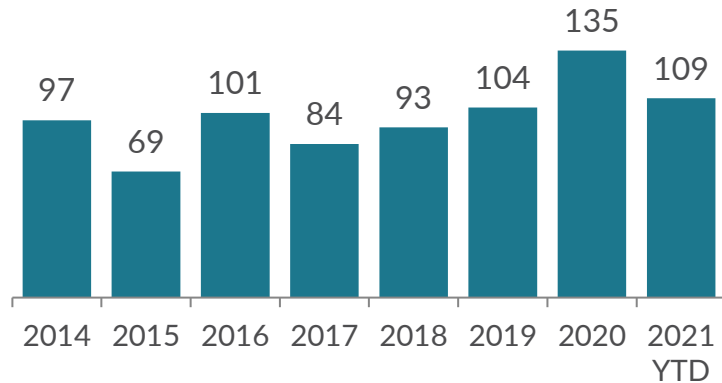
## FUNDING SOURCE



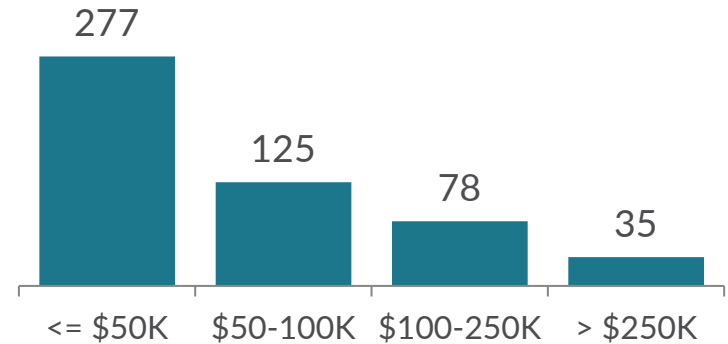
## INVESTOR LOCATIONS



## INVESTOR SUBSCRIPTIONS

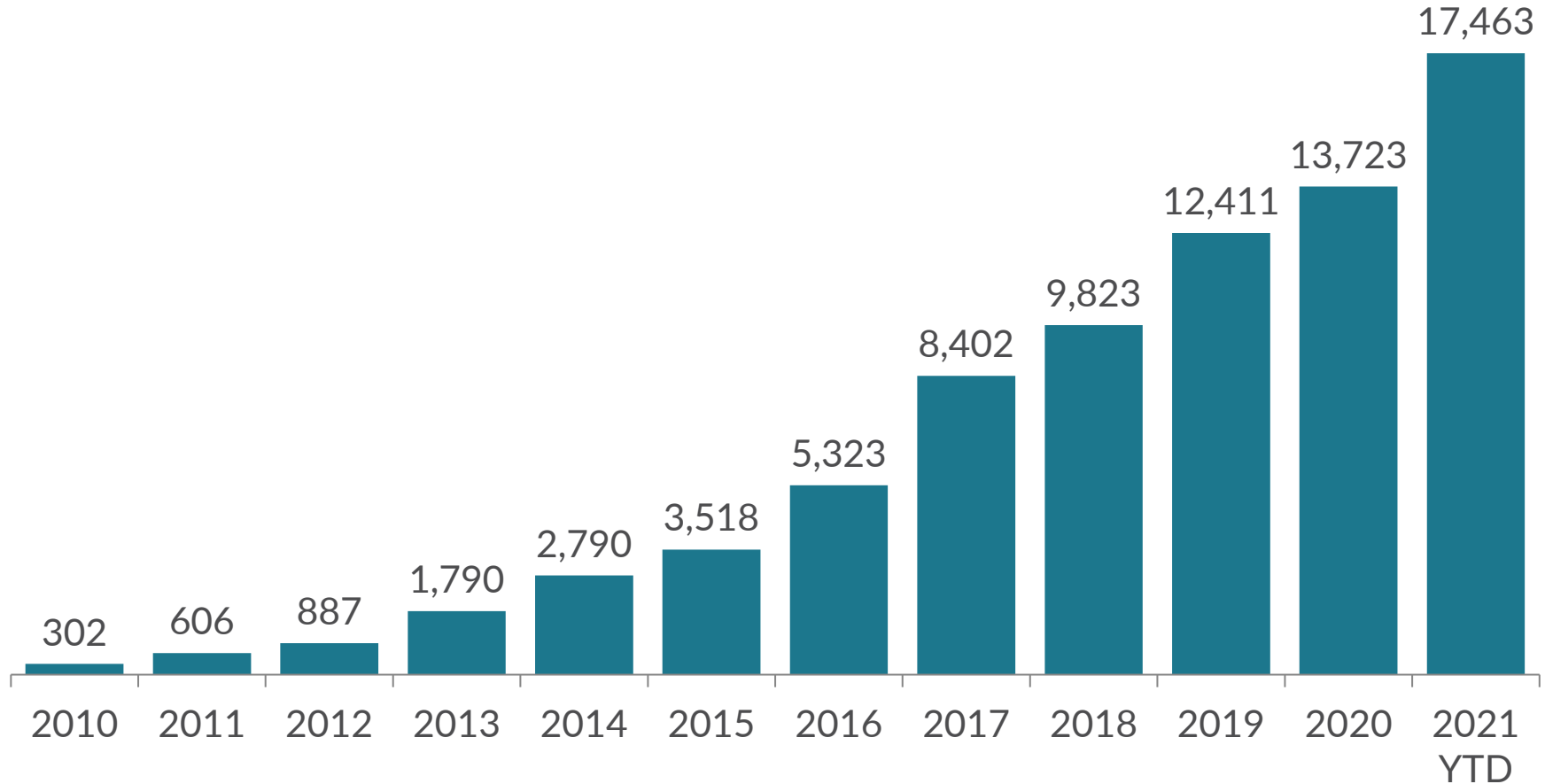


## INVESTMENT ACCOUNT VALUE



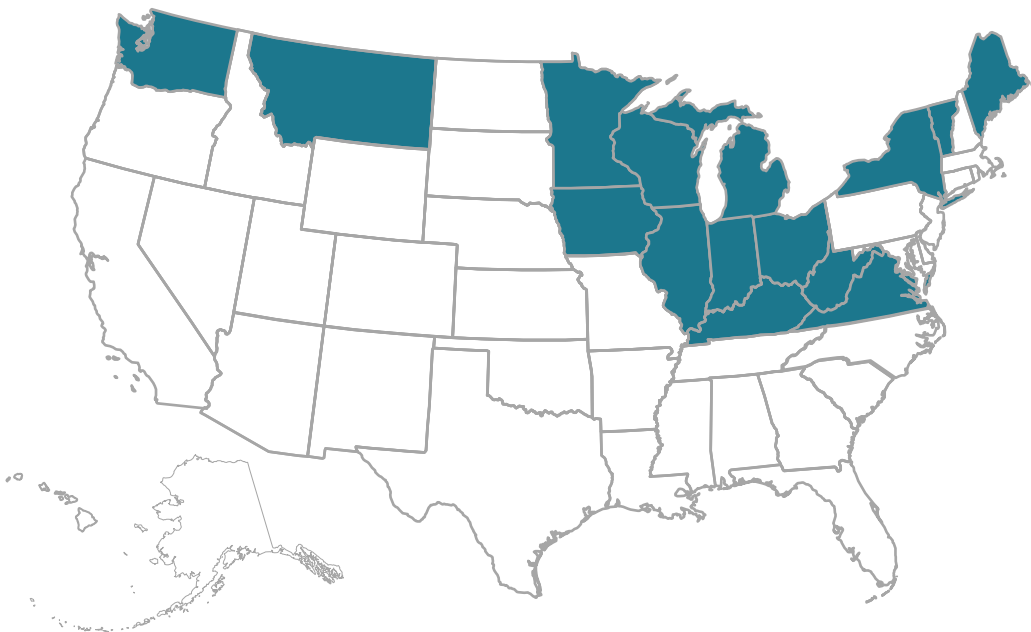
# ASSET ANALYSIS

## OWNED & FINANCED ACRES



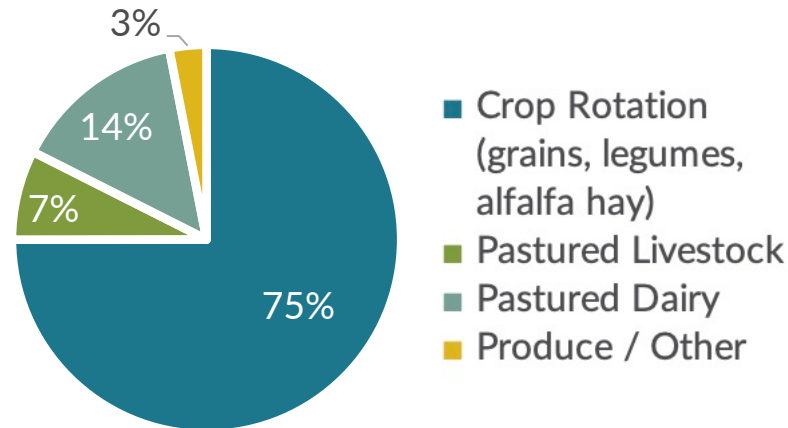
# ASSET ANALYSIS

## INVESTMENT MAP

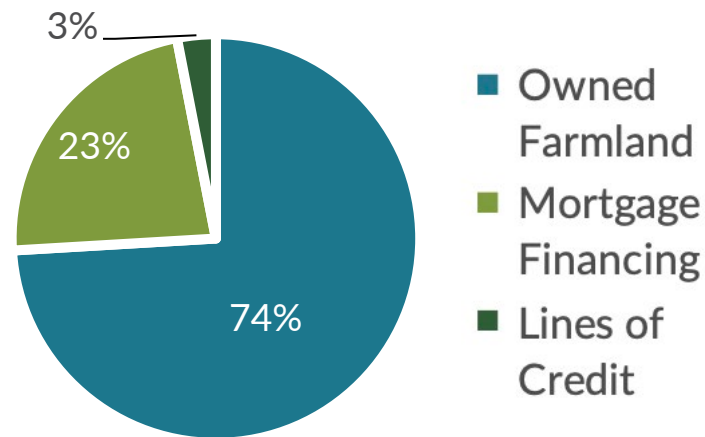


Iroquois Valley has made **97** farmland investments including land security through long-term leases on **48** properties, financial support via **41** mortgages and refinances, and farmer financing through **8** lines of credit. Our farmers are rooted in over **47** counties across **15** states.

## PRODUCTION MIX



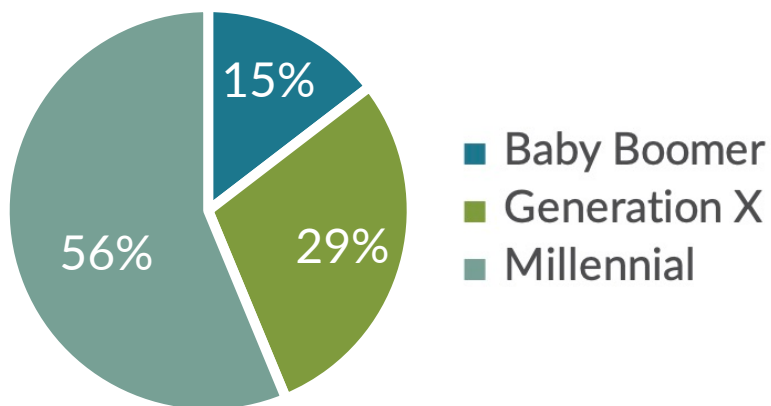
## PORTFOLIO BREAKDOWN



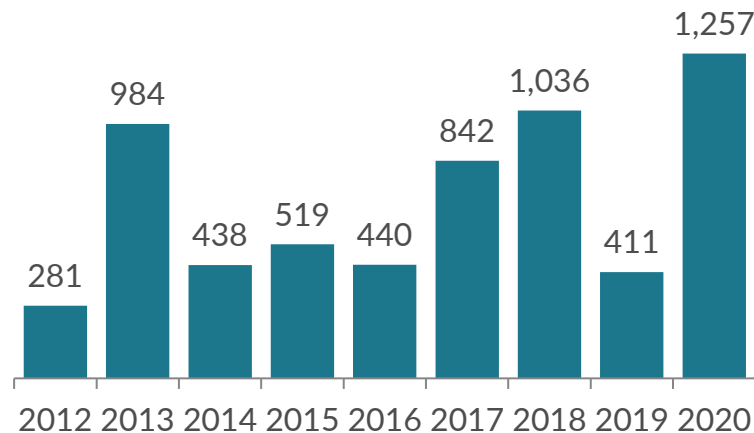


# FARMER DEMOGRAPHICS

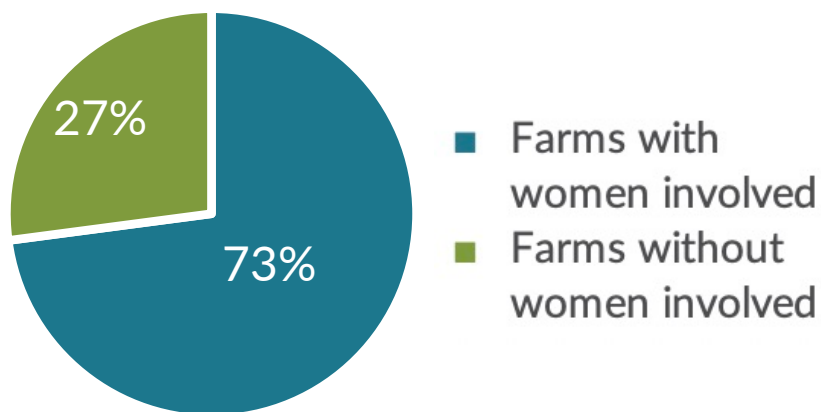
## FARMER AGE



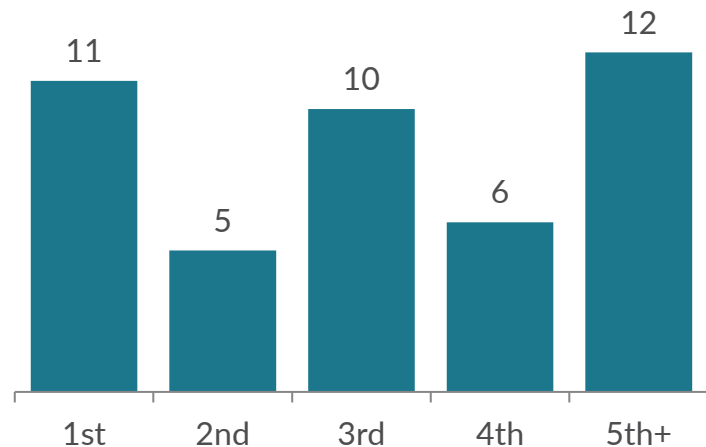
## ACRES TO YOUNG FARMERS



## WOMEN FARMERS



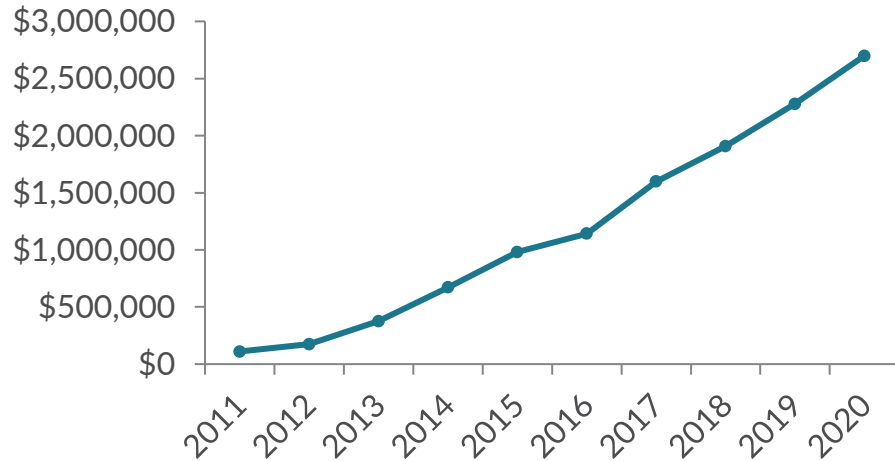
## FARMER BY GENERATION



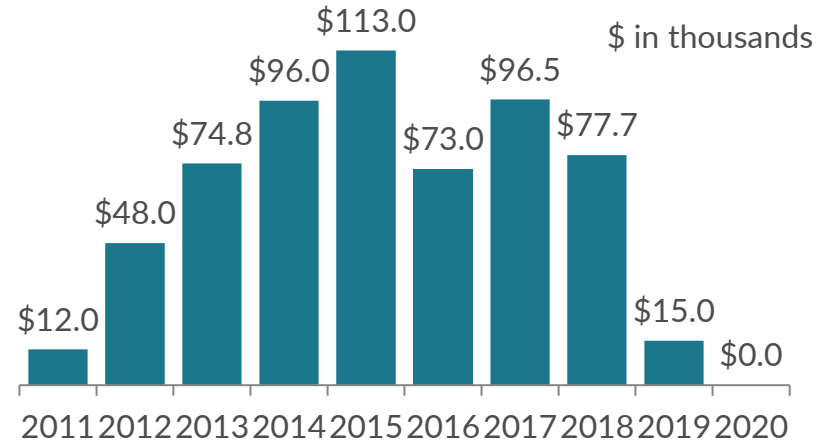


# REVENUE ANALYSIS

## REVENUE

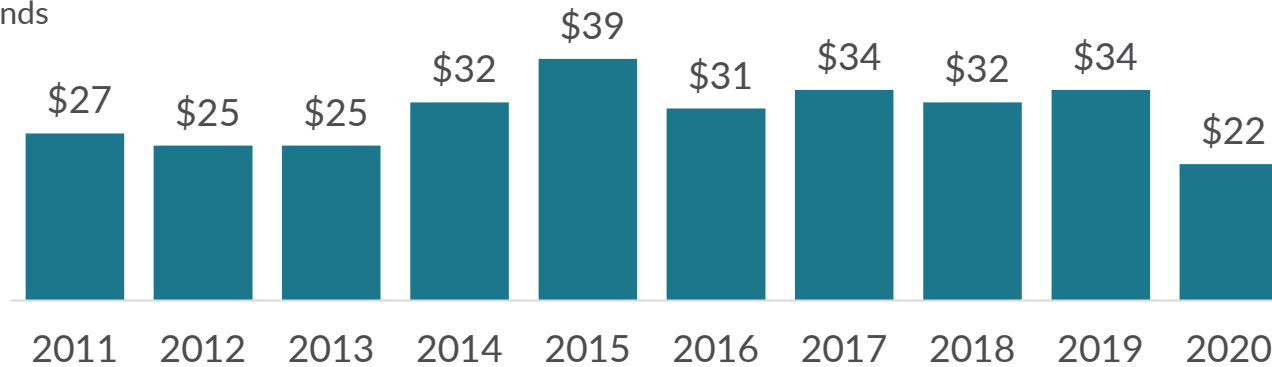


## VARIABLE RENT



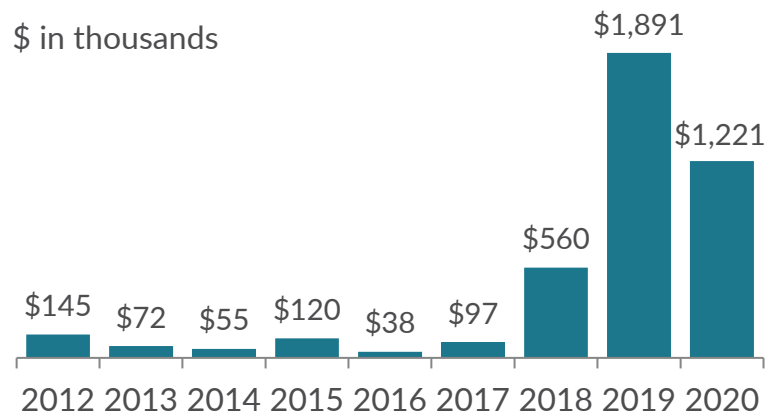
## AVERAGE REVENUE PER FARMLAND INVESTMENT

\$ in thousands

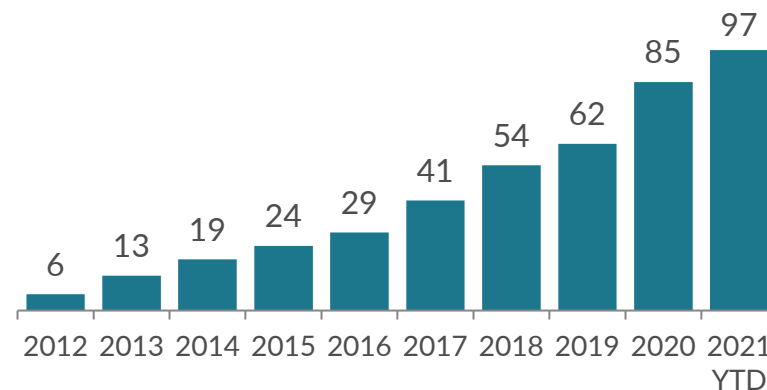


# INVESTMENT ANALYSIS

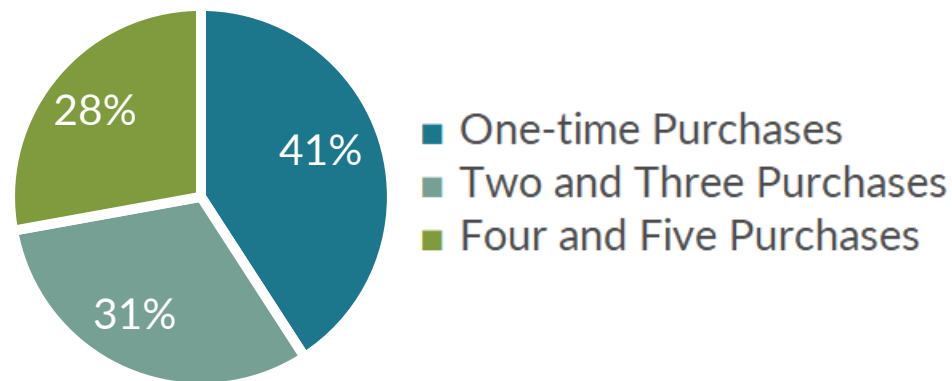
## LIQUIDITY: SALES & REDEMPTIONS



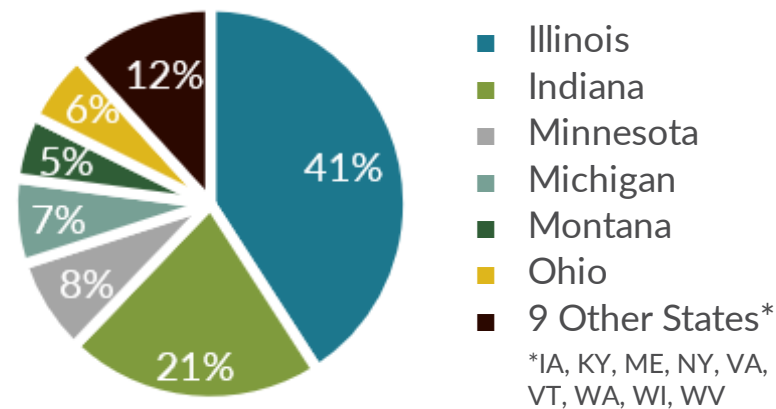
## NUMBER OF FARMS



## REPEAT INVESTMENTS WITH FARMERS

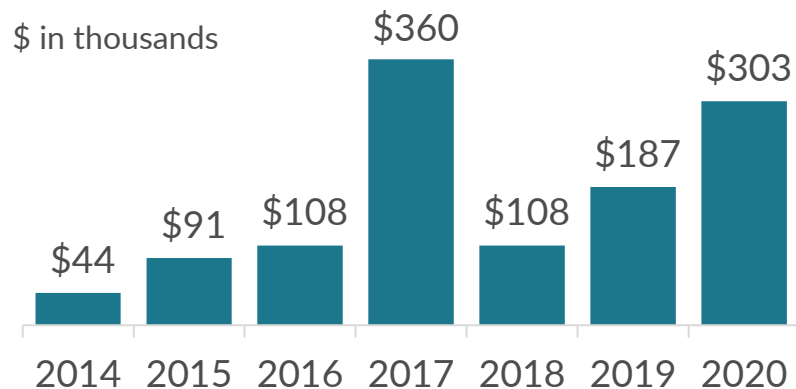


## ASSET VALUE BY STATE

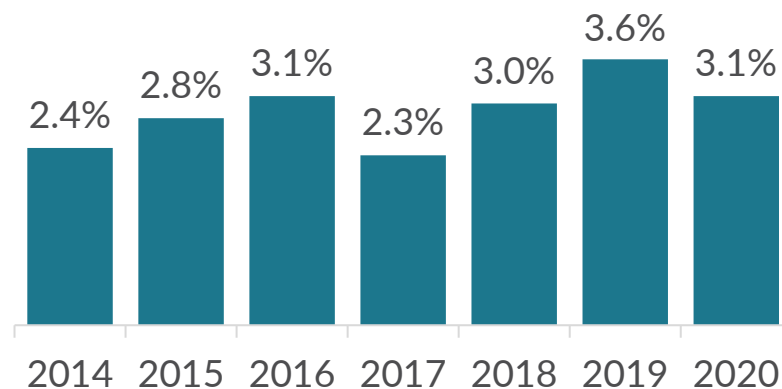


# OPERATING ANALYSIS

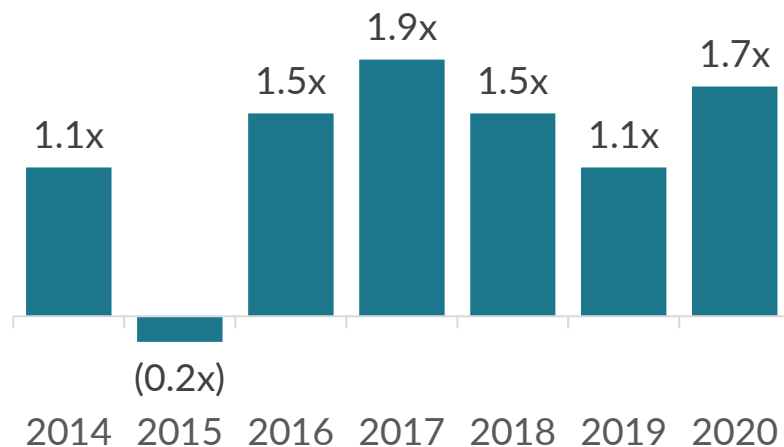
## FUNDS FROM OPERATIONS



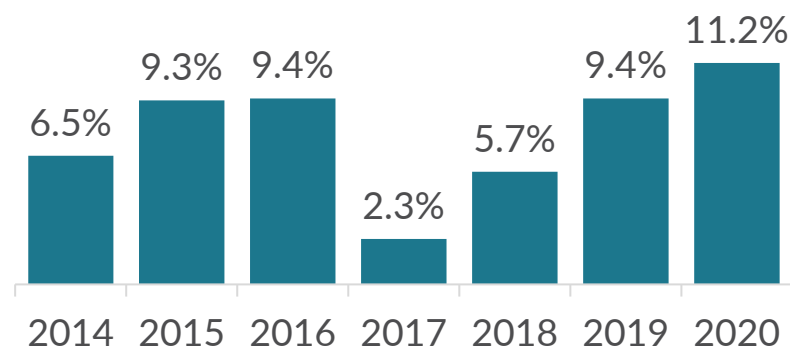
## OPERATING EXPENSES



## DEBT SERVICE COVERAGE

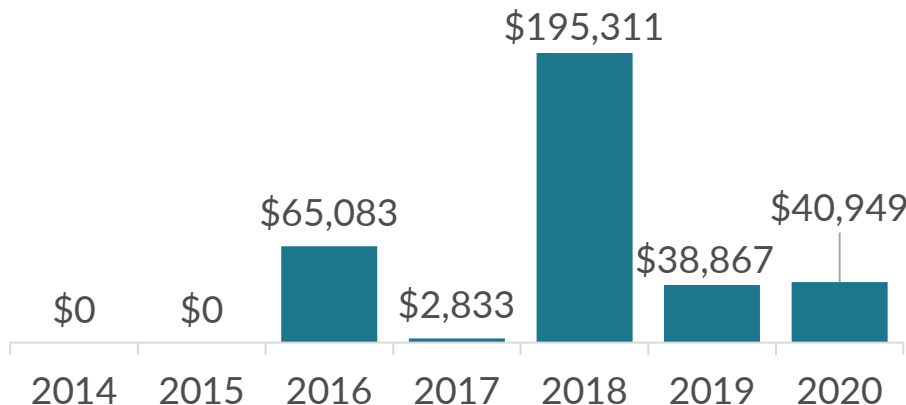


## OPERATING PROFITABILITY

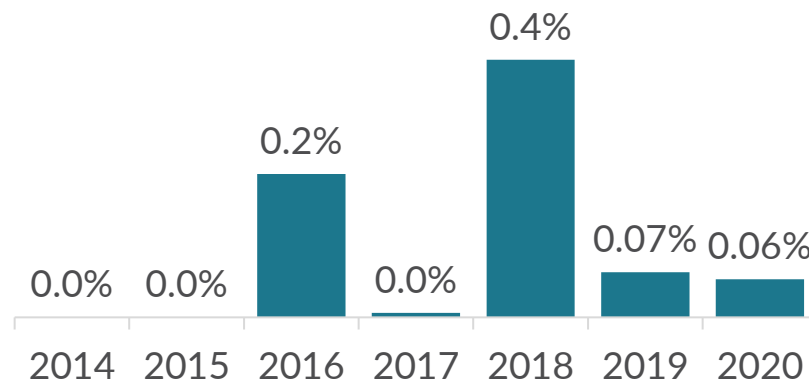


# ASSET PERFORMANCE

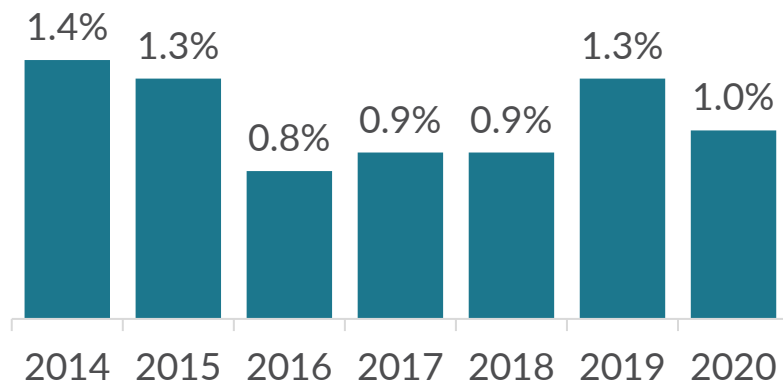
## BAD DEBT EXPENSE



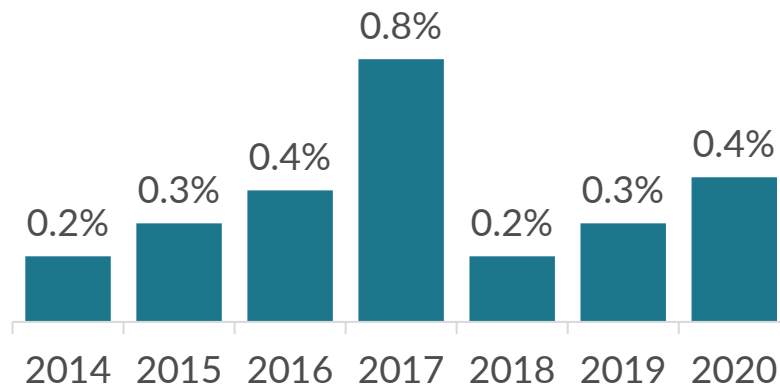
## BAD DEBT EXPENSE TO ASSETS



## RECEIVABLES TO ASSETS



## RETURN ON ASSETS



# NOTES

- **Cover Page**

- Photo shows trees being planted as part of an agroforestry initiative at Rock Creek Farms in Peotone, Illinois.

- **Capitalization – Equity** (as of April 30<sup>th</sup>, 2021 unless otherwise noted)

- Account Type: Total shares by account type; Individual or Joint accounts; Revocable Trusts; IRA, Tax Deferred = self-directed individual retirement account or other tax deferred investment account; Irr. Trust, Family Office, Foundations = irrevocable trusts, multiple member investment entities, foundations or non-profits
- Shareholders: Number of equity shareholders
- Equity Value: Book value of equity of Iroquois Valley Farms LLC 2011 to 2016 (2011-2015 reported under investment company accounting; 2016 under operating company accounting) and Iroquois Valley Farmland REIT for 2017-2019 (as of December 31<sup>st</sup>, 2020)
- Share Price: Management or Board's estimate of share price. All historical prices have been adjusted to account for REIT conversion (4-for-1 split) (as of December 31<sup>st</sup>, 2020).

- **Capitalization – Debt** (as of December 31<sup>st</sup>, 2020)

- Debt Maturities (thousands): Maturity year of outstanding debt obligations in thousands of dollars
- Historical Leverage Ratio: Outstanding debt to asset value at end of year
- Debt Facilities (thousands): Existing debt facilities and outstanding amounts
- Liability Source (as % of debt): Percentage of debt outstanding based on source of debt, excluding lines of credit

# NOTES

- **Subscription Diversification** (as of April 30<sup>th</sup>, 2021)
  - Funding Source: Number of subscriptions, by year from financial advisors vs. directly by investors
  - Investor Location: Primary state of residence for equity investors or note holders
  - Investor Subscriptions: Number of subscriptions, notes and equity, by year (individual notes counted separately from each other and separate from concurrent equity subscriptions; retained capital from note maturities not included)
  - Investment Account Value: Breakdown of investment size for shareholders
- **Asset Analysis** (as of April 30<sup>th</sup>, 2021 unless otherwise noted)
  - Owned & Financed Acres: Number of acres owned or financed by the Company
  - Investment Map: States in which Iroquois Valley has investments
  - Production Mix: Based on farm type by asset value on owned and financed acres (as of December 31<sup>st</sup>, 2020)
  - Portfolio Breakdown: Investment asset mix based on gross book value (as of December 31<sup>st</sup>, 2020)
- **Farmer Demographics** (as of December 31<sup>st</sup>, 2020)
  - Farmer Age Demographics: Breakdown of generational age grouping by farmer across portfolio
  - Acres to Young Farmers: Acres purchased for lease to Young Farmers, including through our legacy program, the Young Farmer Land Access Program
  - Women Farmers: “Involved” is defined as women on farm who are known operators and/or are named on lease / mortgage documents
  - Farmer Generations: Breakdown of generational legacy by farmer (includes estimates when data not provided)

# NOTES

- **Revenue Analysis** (as of December 31<sup>st</sup>, 2020)
  - Revenue: As reported in GAAP financial statements each year reported (reflects accrual accounting)
  - Variable Rent: As calculated within GAAP financial statements each year reported (reflects accrual accounting)
  - Revenue by Farm Investments: Total revenue by farms grouped by acquisition year
- **Investment Analysis** (as of December 31<sup>st</sup>, 2020 unless otherwise noted)
  - Liquidity - Sales and Redemptions: Annual value of equity sold by existing members to outside parties or the company
  - Number of Farms Owned: Total number of farms owned and financed (as of April 30<sup>th</sup>, 2020)
  - Repeat Investments with Farmers: Percentage of investment capital based on number of times working with same farmer
  - Asset Value by State: Book value of owned and financed farmland by state
- **Operating Analysis** (as of December 31<sup>st</sup>, 2020) – all years prior to 2016 adjusted to operating reporting standards
  - Funds from Operations: Net income excluding depreciation, amortization, gains and losses from the sale of real estate, and asset impairments
  - Operating Expenses: Annual general and administrative expenses divided by year-end asset value
  - Debt Service Coverage: Annual EBITDA divided by total debt service
  - Operating Profitability: Funds from operations divided by revenue



# NOTES

- **Asset Performance** (as of December 31<sup>st</sup>, 2020)
  - Bad Debt Expense: Annual expense recorded in the income statement related to bad debt.
  - Bad Debt Expense to Assets: Annual bad debt expense divided by total assets
  - Receivables to Assets: Gross accounts receivable and interest receivables divided by invested assets at book value (gross)
  - Return on Assets: Funds from operations divided by total assets