

Purdue University-CME Group Ag Economy Barometer

June 2023 Survey Results

June Survey Conducted from June 12-16, 2023

Results Released on July 5, 2023

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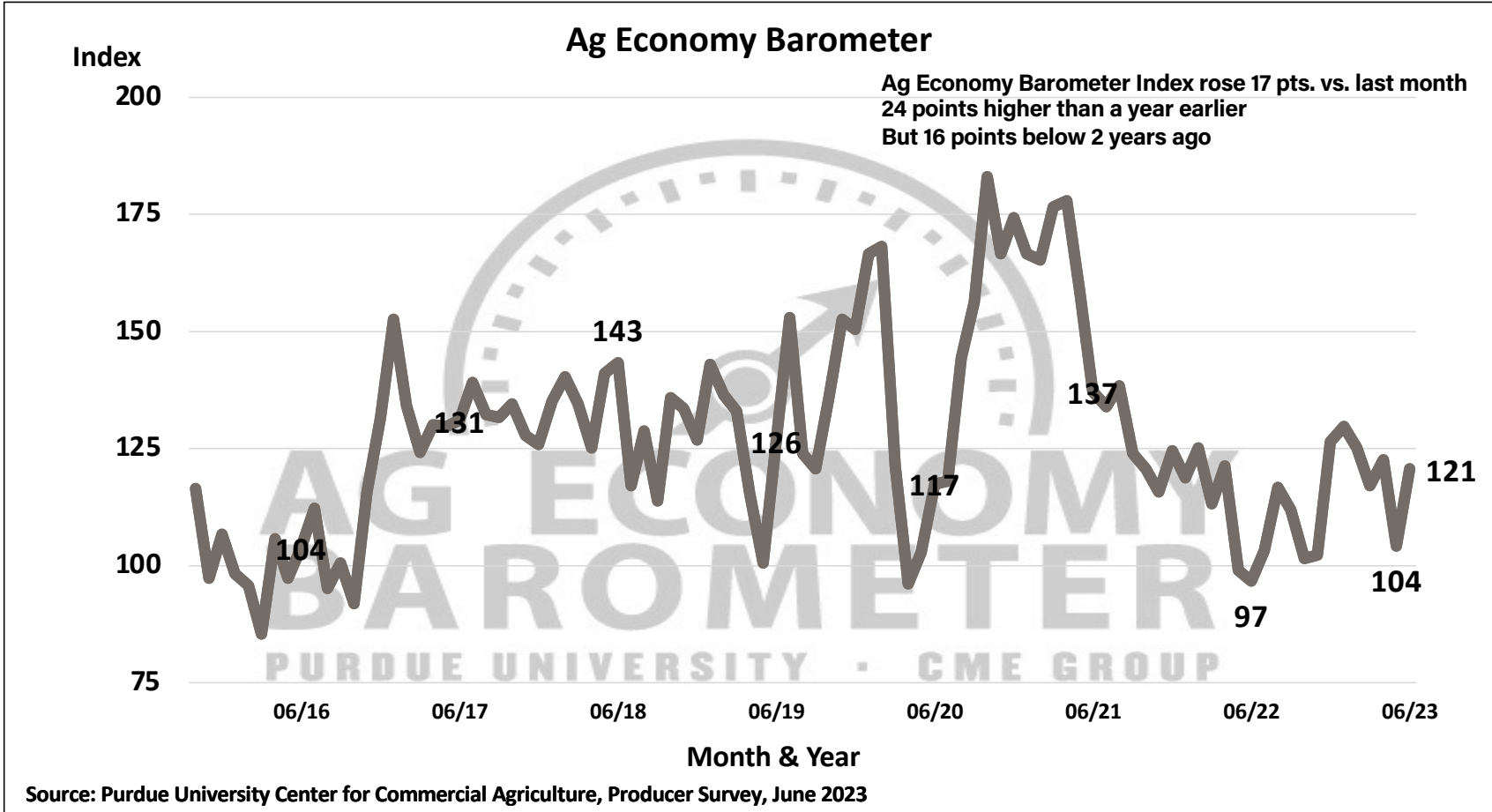
Associate Director, Center for Commercial Agriculture

Complete Report Available @

purdue.edu/agbarometer



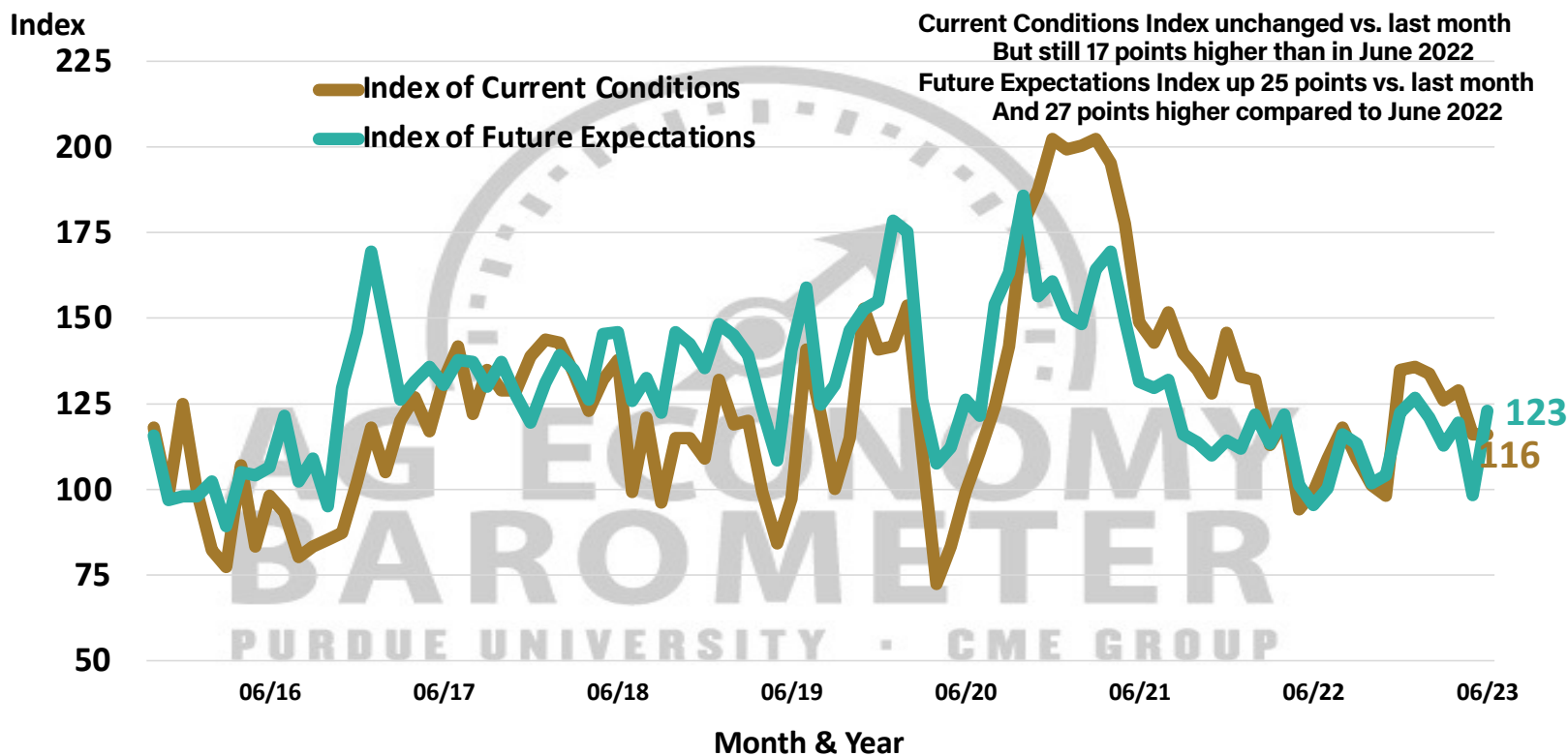
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Indices of Current Conditions and Future Expectations



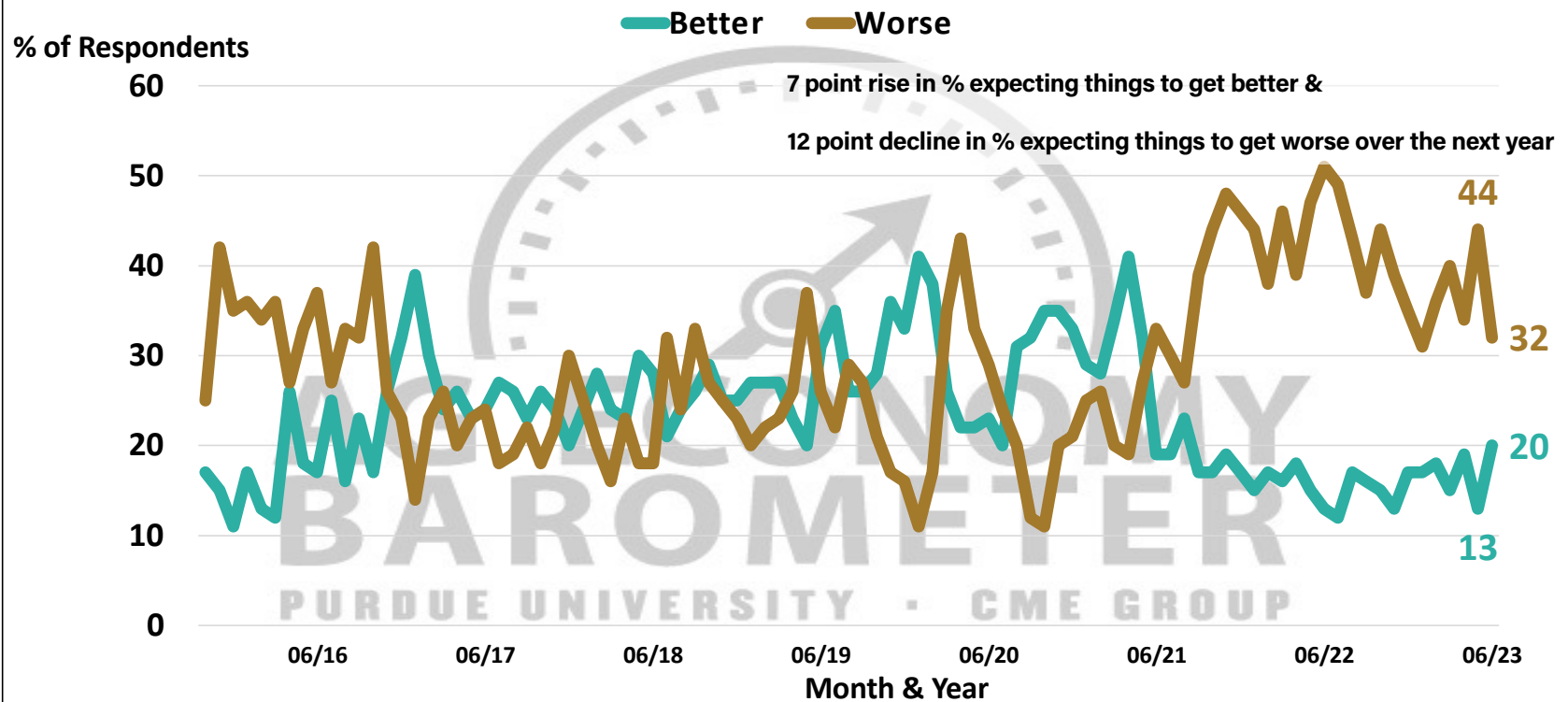
Source: Purdue University Center for Commercial Agriculture, Producer Survey, June 2023



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Do you think that a year from now your farm operation will be better off financially, worse off, or just about the same as now?



Source: Purdue University Center for Commercial Agriculture, Producer Survey, June 2023

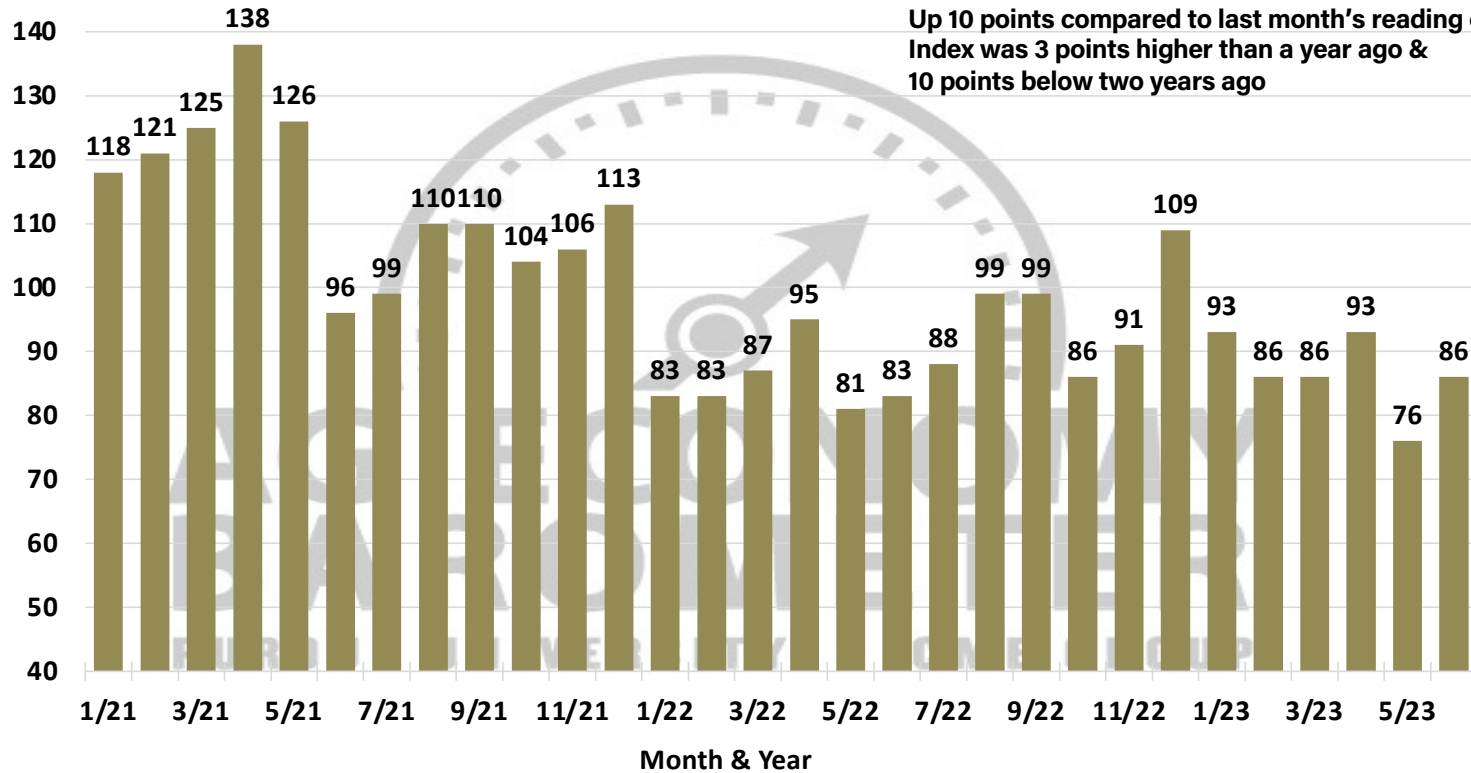


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Farm Financial Performance Index

Index



Up 10 points compared to last month's reading of 76
 Index was 3 points higher than a year ago &
 10 points below two years ago

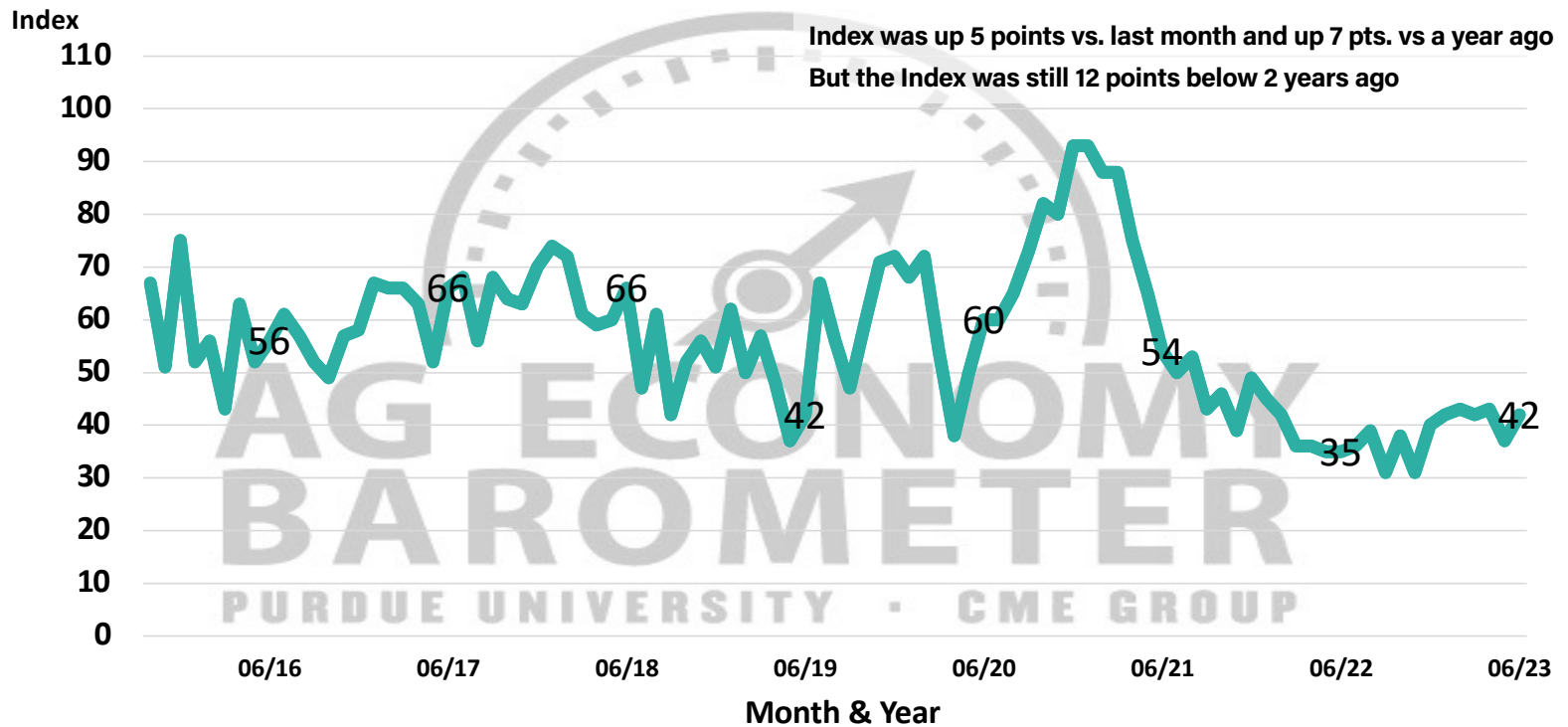
Source: Purdue University Center for Commercial Agriculture, Producer Survey, June 2023



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Farm Capital Investment Index



Source: Purdue University Center for Commercial Agriculture, Producer Survey, June 2023



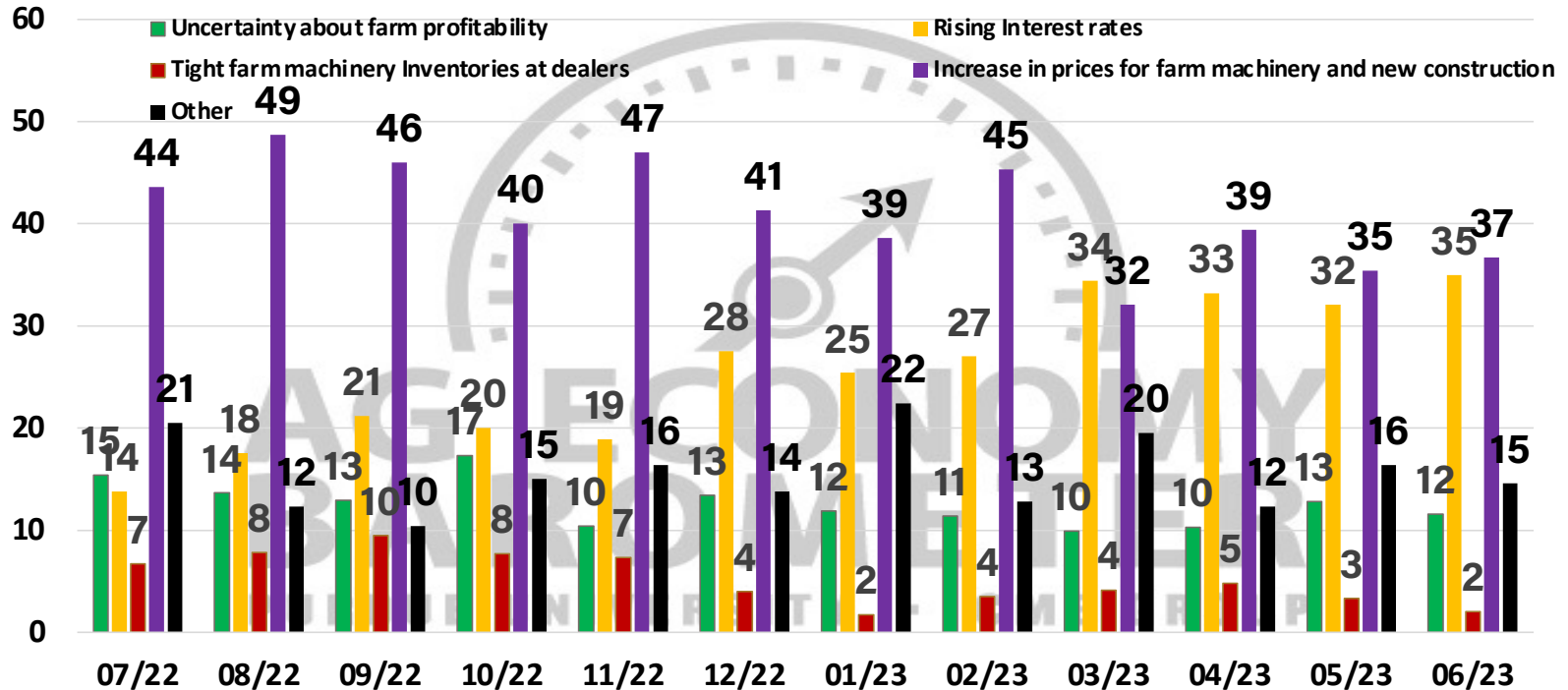
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Primary Reason Now Is a Bad Time to Make Large Investments

Question was only posed to those who said now is a bad time to make large investments

% of respondents



Source: Purdue Center for Commercial Agriculture, Producer Survey, June 2023

Over 70% of producers who think it's a bad time to invest cited rising interest rates and increased prices as reasons why now is a bad time for large investments

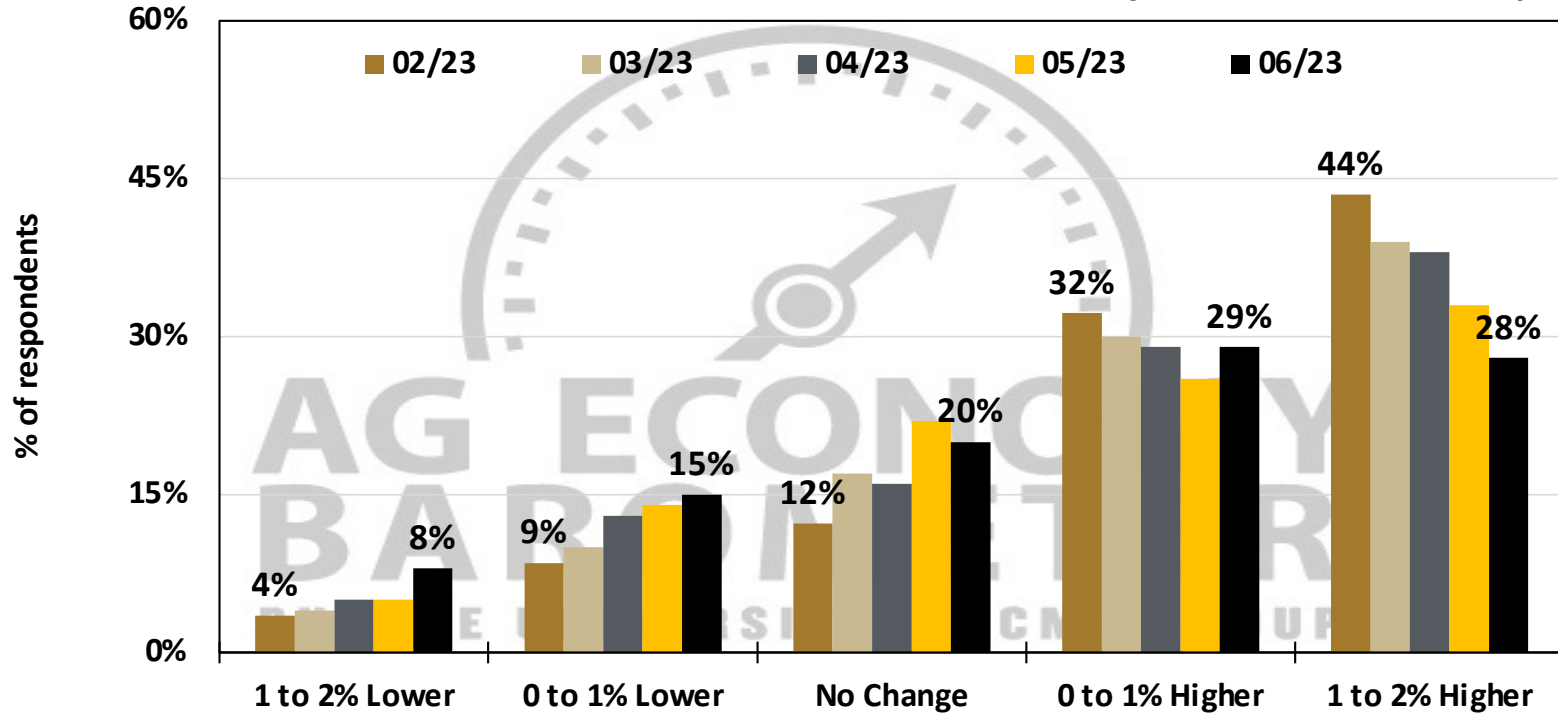


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What do you expect the U.S. Prime interest rate to be one year from now?

Over 40% of producers look for either a decline or no change in interest rates over the next year

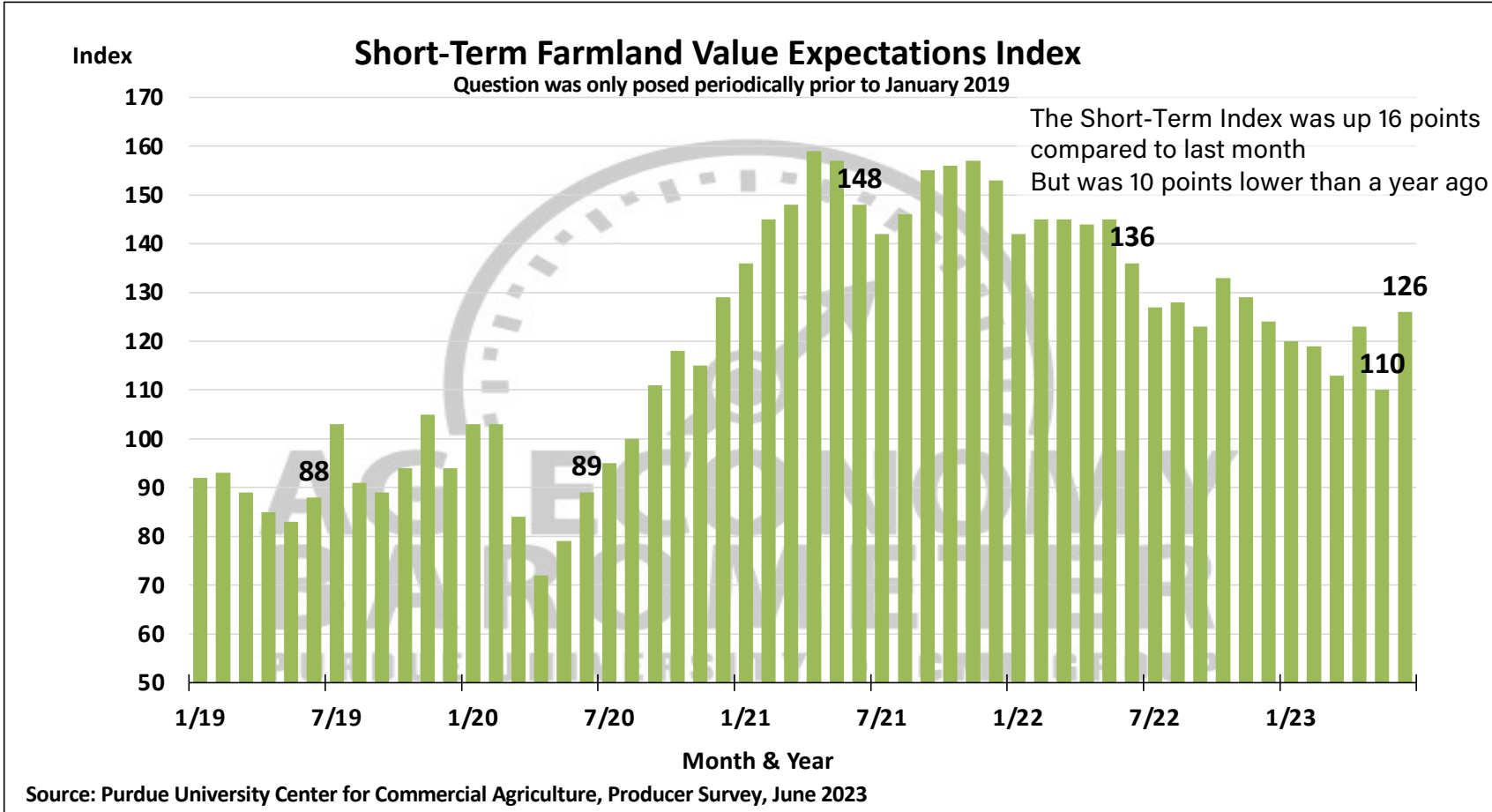


Source: Purdue University Center for Commercial Agriculture, Producer Survey, June 2023



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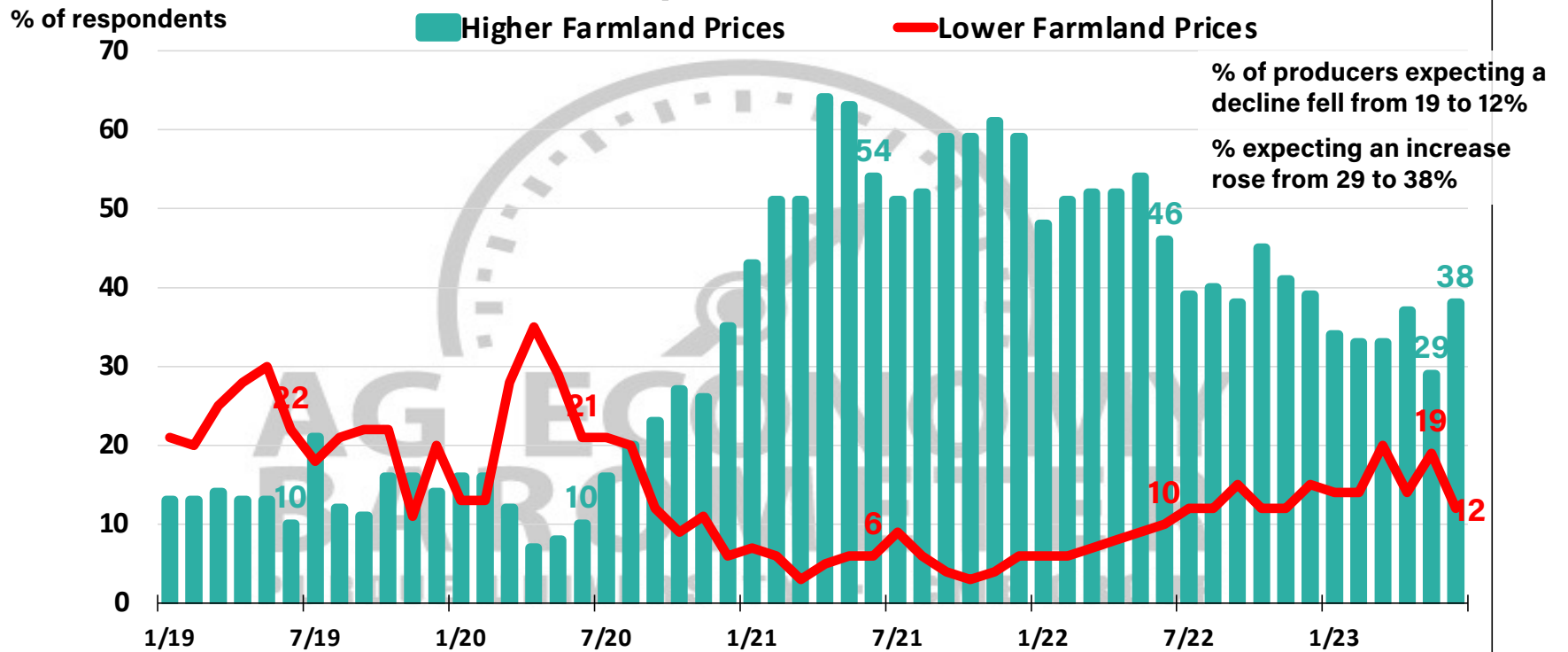
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Farmland Price Expectations, 12 Months Ahead

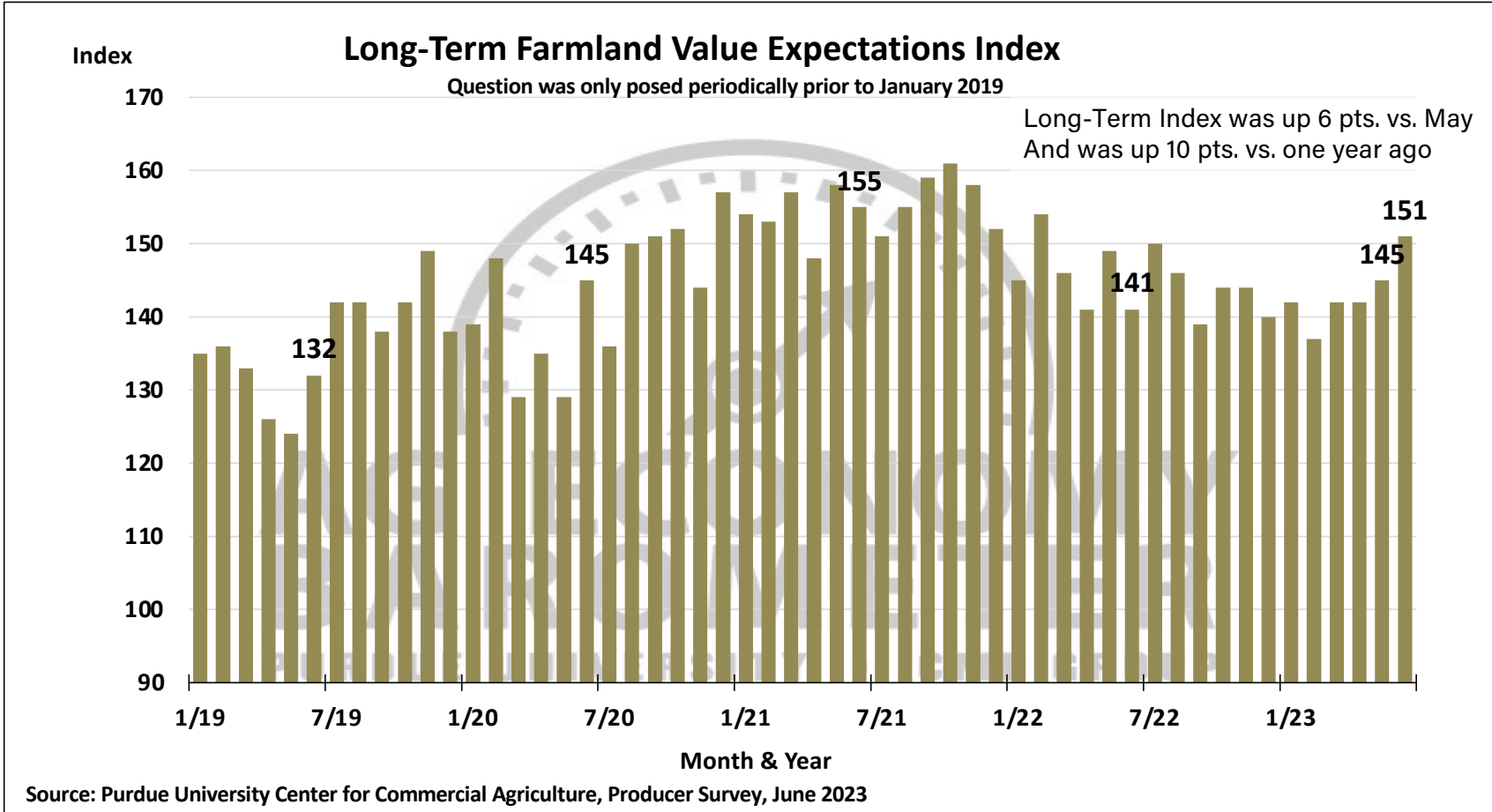


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Compared to 2023, what are your expectations for cash rents in your area next year?

% of respondents

75

Question was only posed to corn and soybean producers

68

One out of four corn/soybean producers expects an increase in cash rental rates in 2024

60

45

30

25

15

0

7

Higher

About the Same

Lower

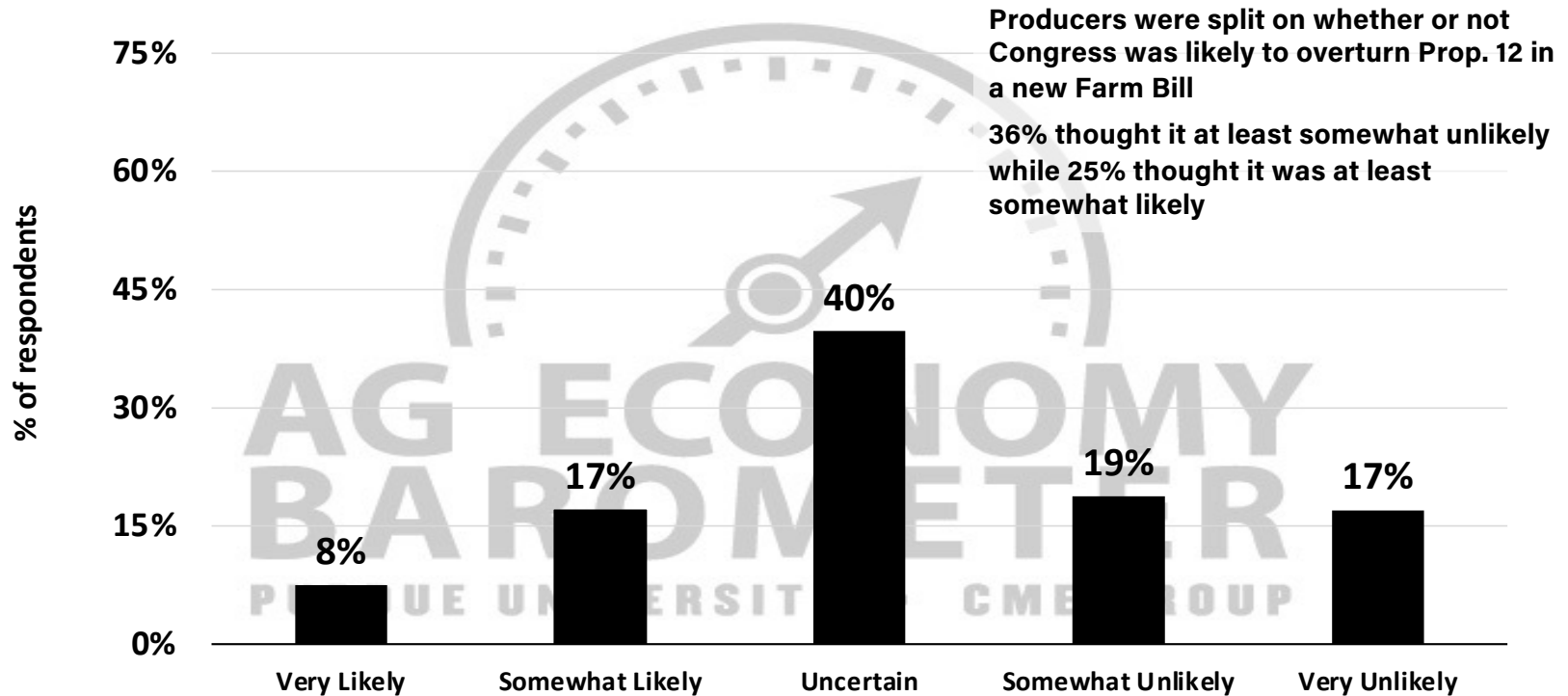
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What do you think the likelihood is of Congress overturning CA's Proposition 12 as part of a new Farm Bill?



Source: Purdue Center for Commercial Agriculture, Producer Survey, June 2023



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Full report available on Purdue-CME Group Ag Economy Barometer web site
Purdue.edu/agbarometer

More details are also available on our podcast

***Purdue Commercial AgCast...**available on major podcast providers and at Purdue.edu/commercialag*

Purdue Farm Management Tour coming up on July 11th



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