

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

James Mintert, Ph.D.

Director, Center for Commercial Agriculture

Michael Langemeier, Ph.D.

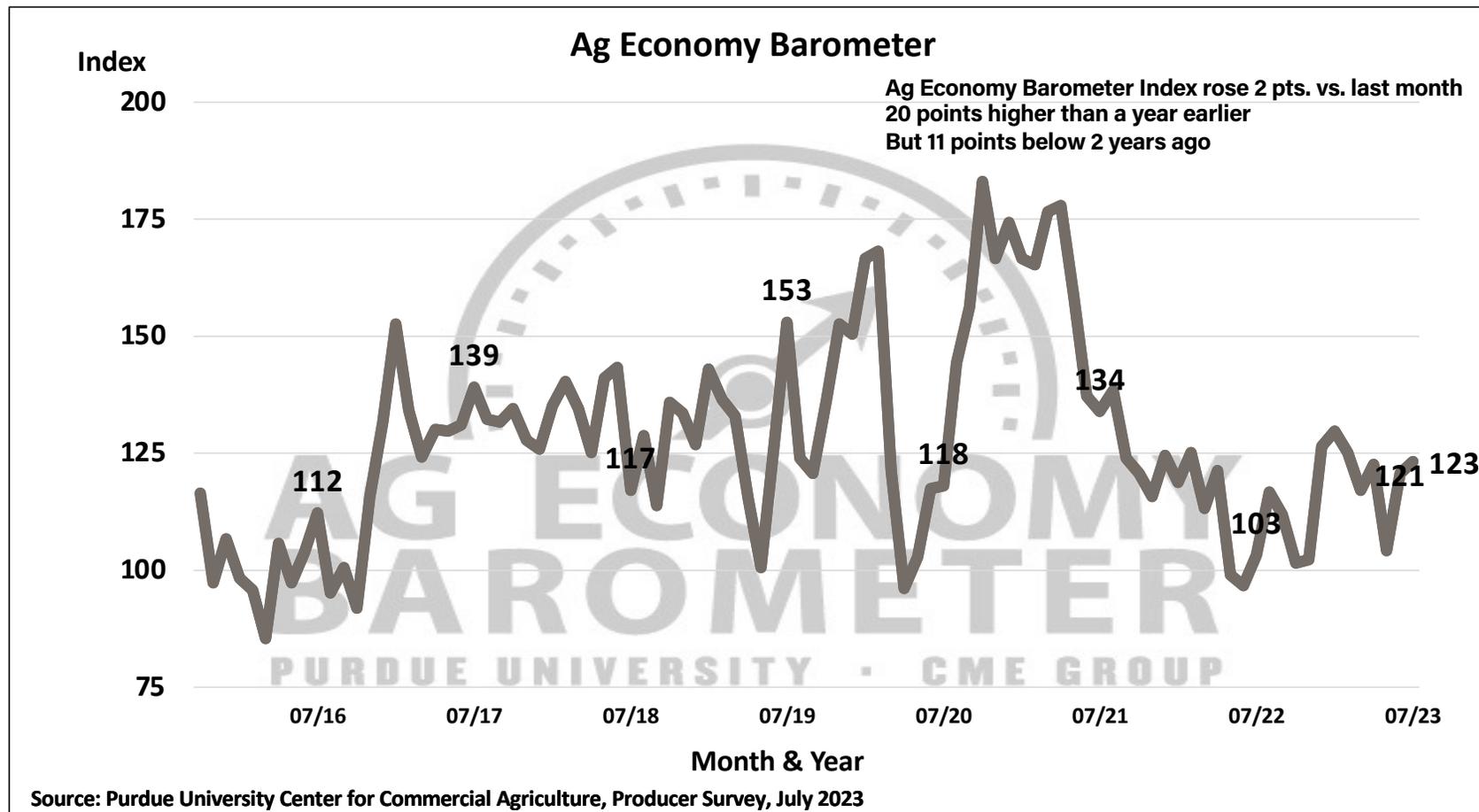
Associate Director, Center for Commercial Agriculture

Complete Report Available @

purdue.edu/agbarometer



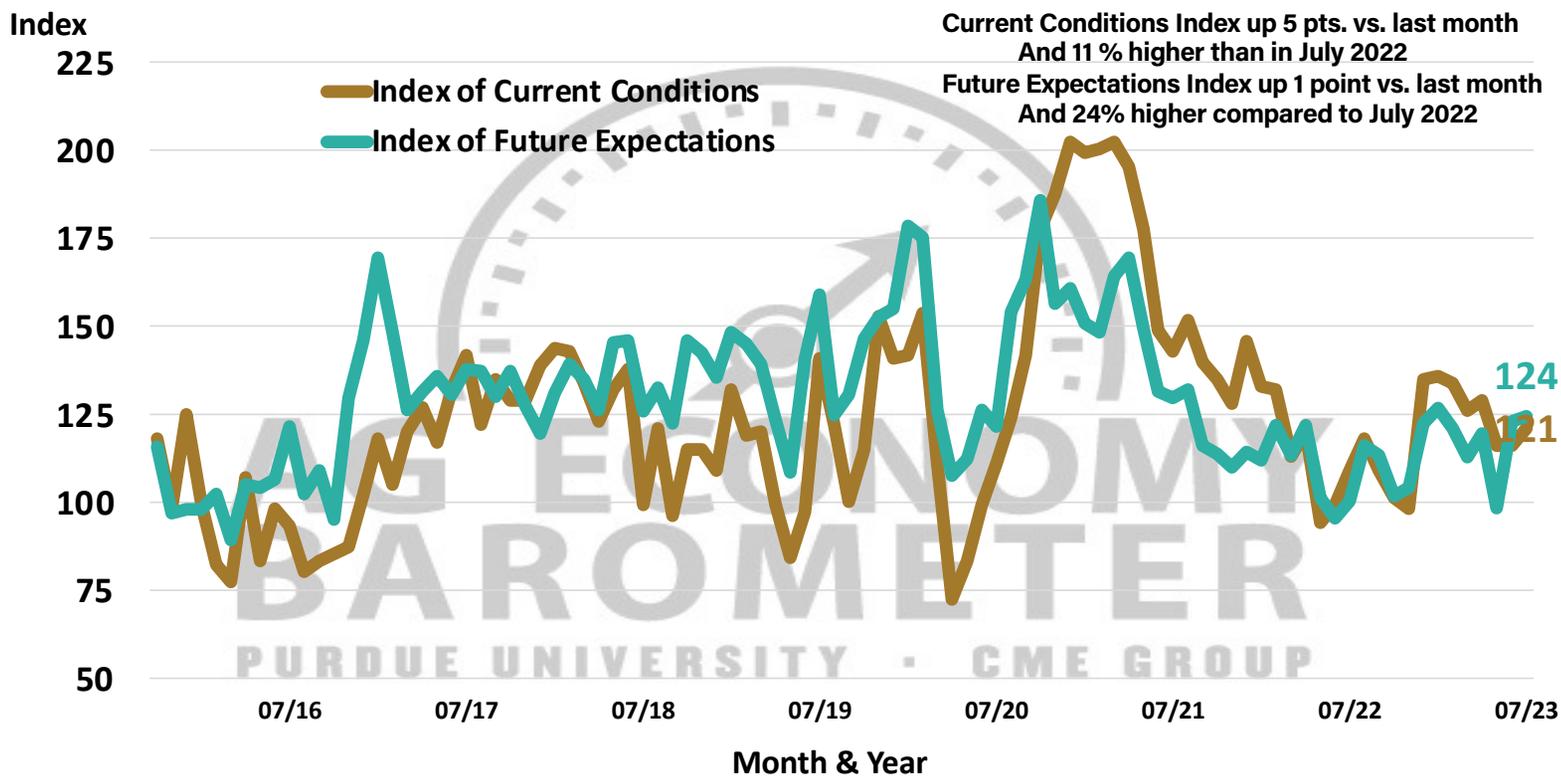
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Indices of Current Conditions and Future Expectations



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

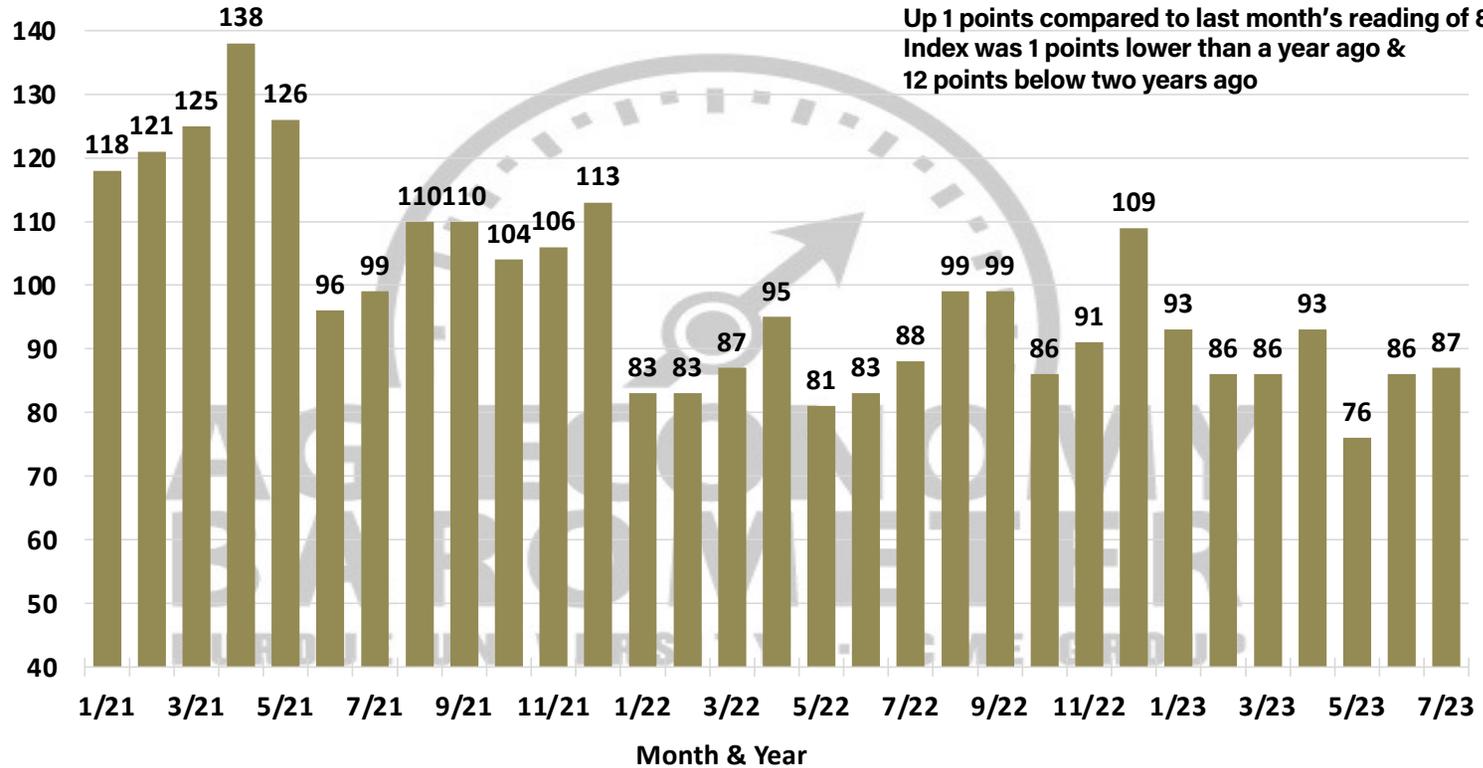


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Farm Financial Performance Index

Index



Up 1 points compared to last month's reading of 86
Index was 1 points lower than a year ago &
12 points below two years ago

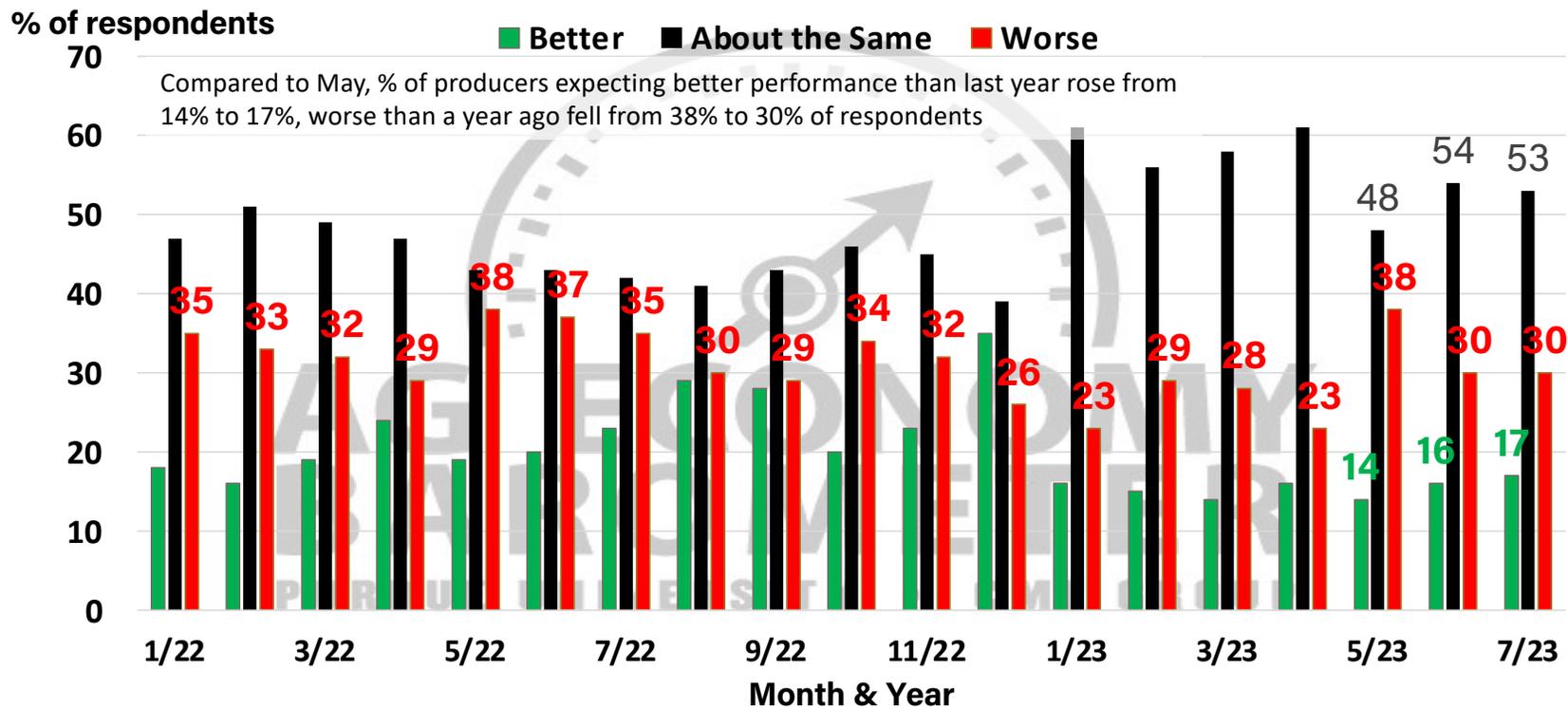
Source: Purdue University Center for Commercial Agriculture, Producer Survey, July 2023



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As of today, do you expect your farm's financial performance to be better than, worse than, or about the same as last year?



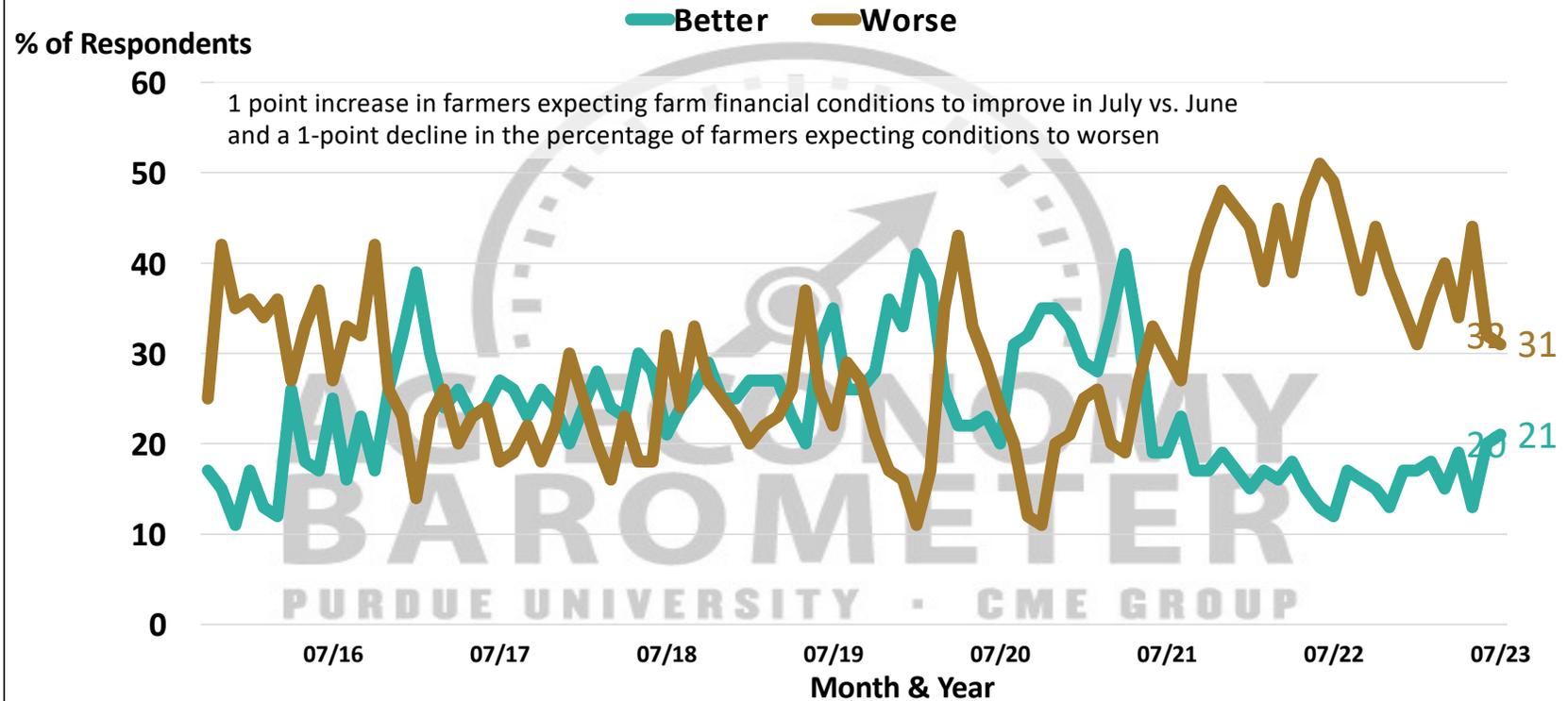
Source: Purdue Center for Commercial Agriculture, Producer Survey, July 2023



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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?



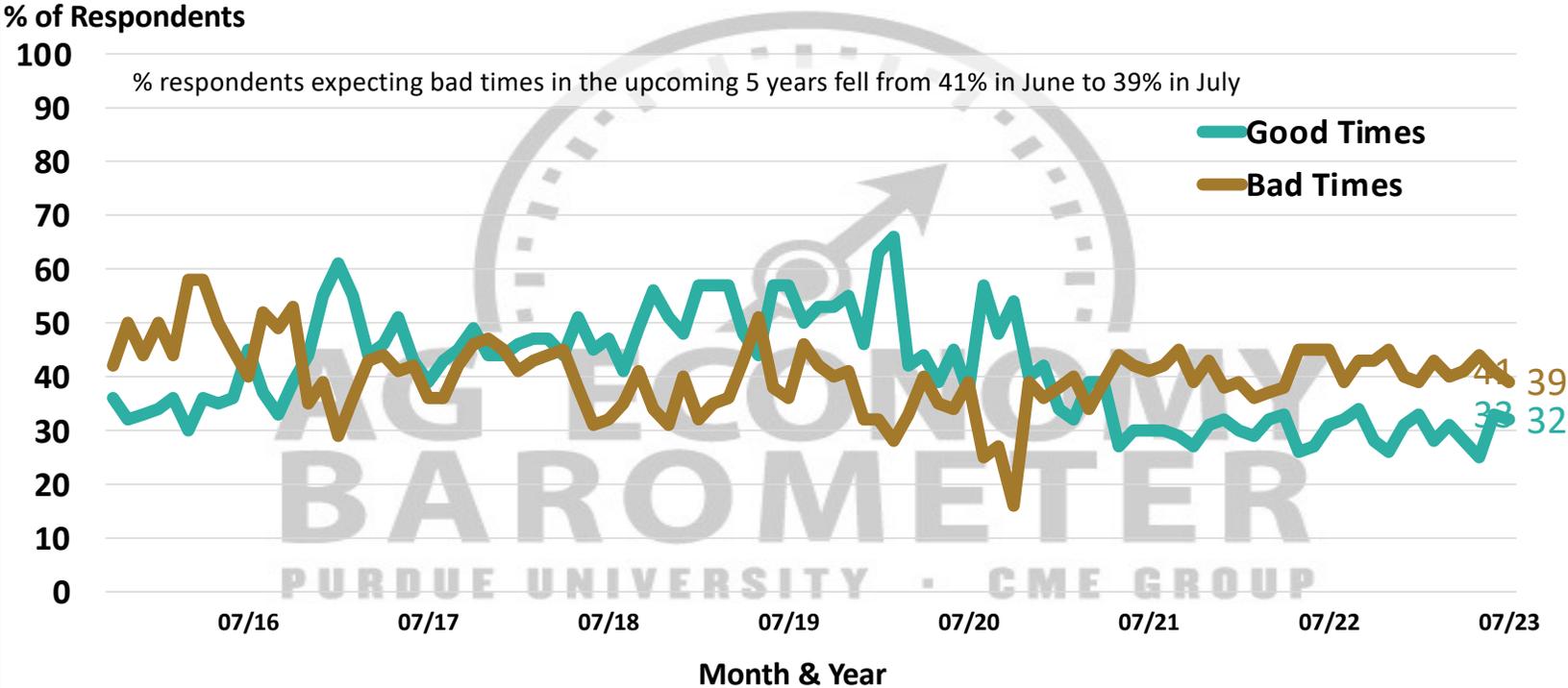
Source: Purdue University Center for Commercial Agriculture, Producer Survey, July 2023



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Looking ahead, do you think it is more likely that US agriculture during the next five years will have widespread good times or widespread bad times?



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



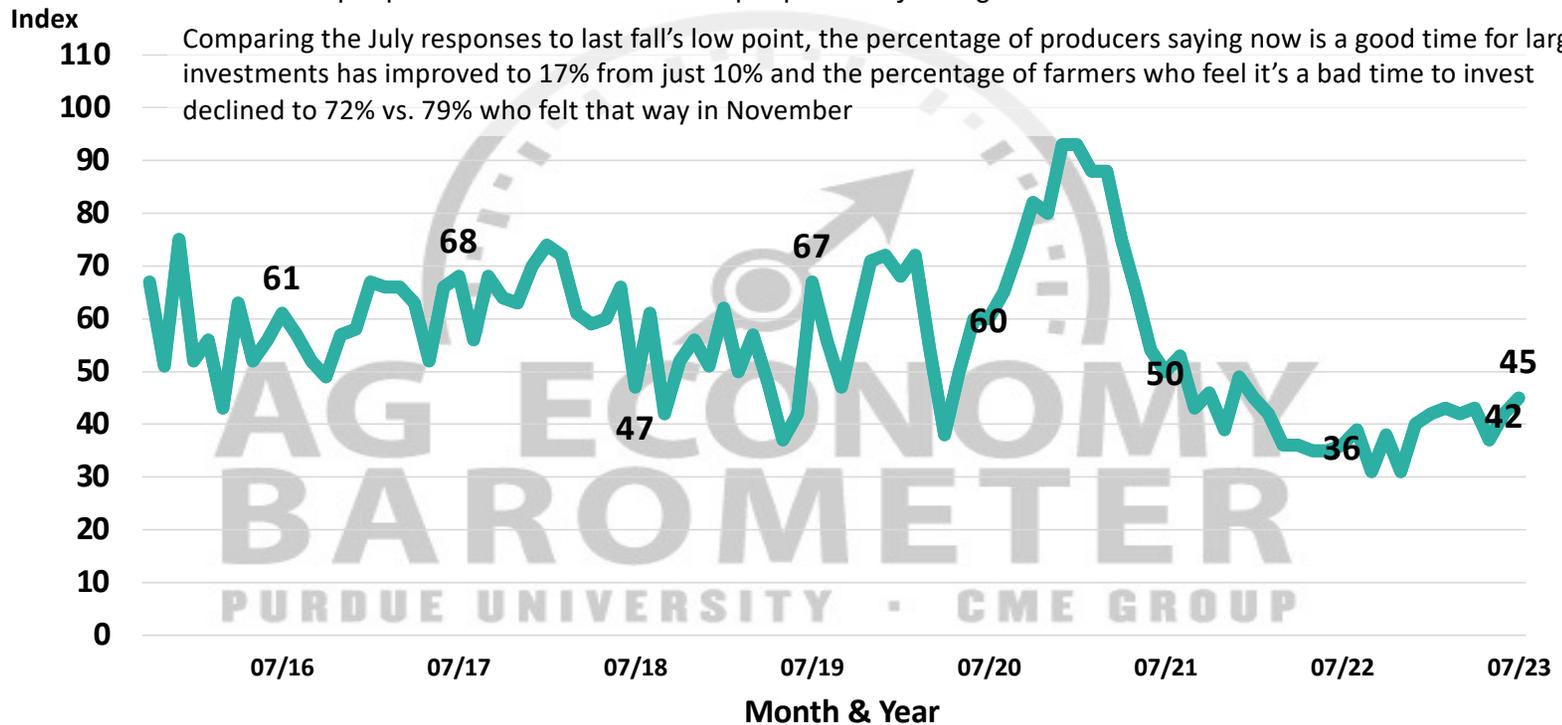
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Farm Capital Investment Index

Index was up 3 points vs. last month and up 9 pts. vs a year ago

Comparing the July responses to last fall's low point, the percentage of producers saying now is a good time for large investments has improved to 17% from just 10% and the percentage of farmers who feel it's a bad time to invest declined to 72% vs. 79% who felt that way in November



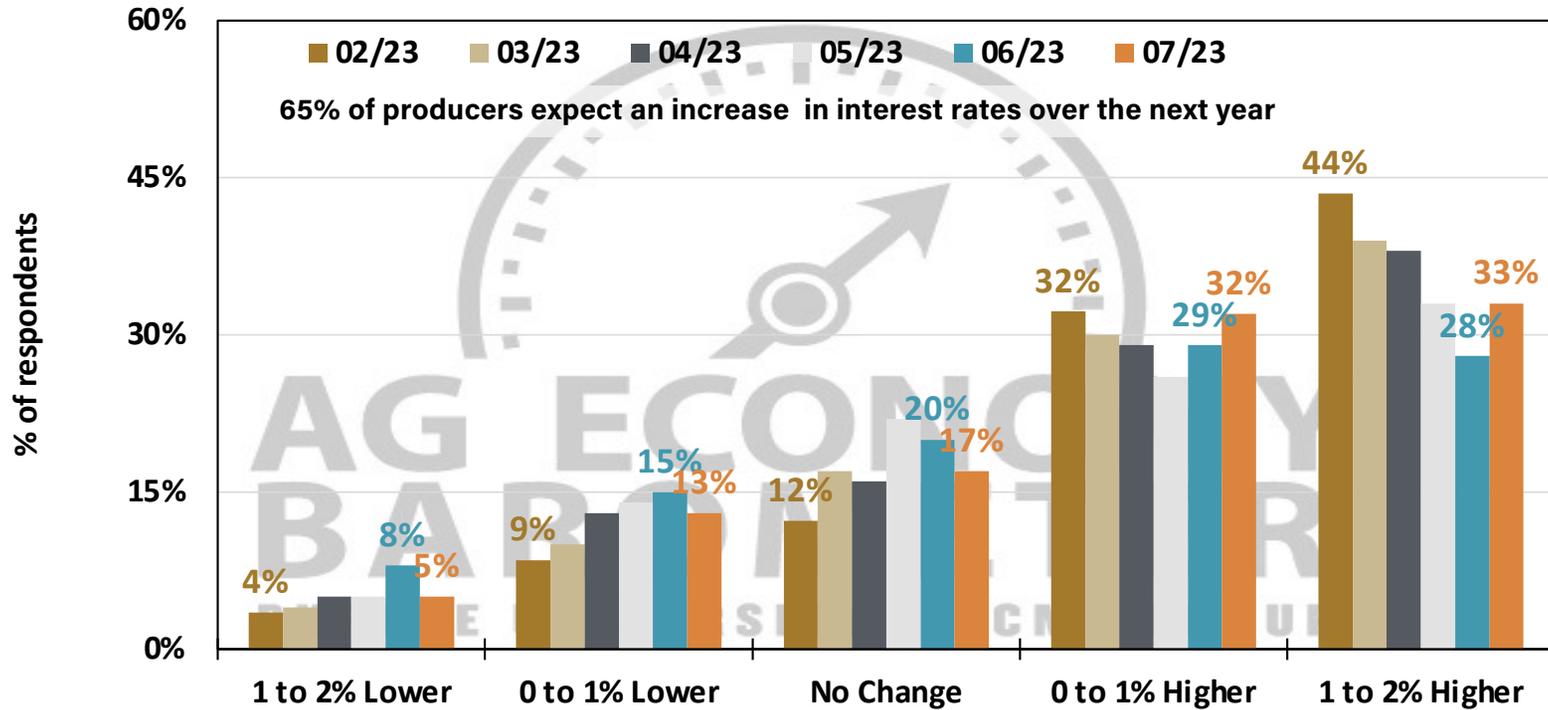
Source: Purdue University Center for Commercial Agriculture, Producer Survey, July 2023



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



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



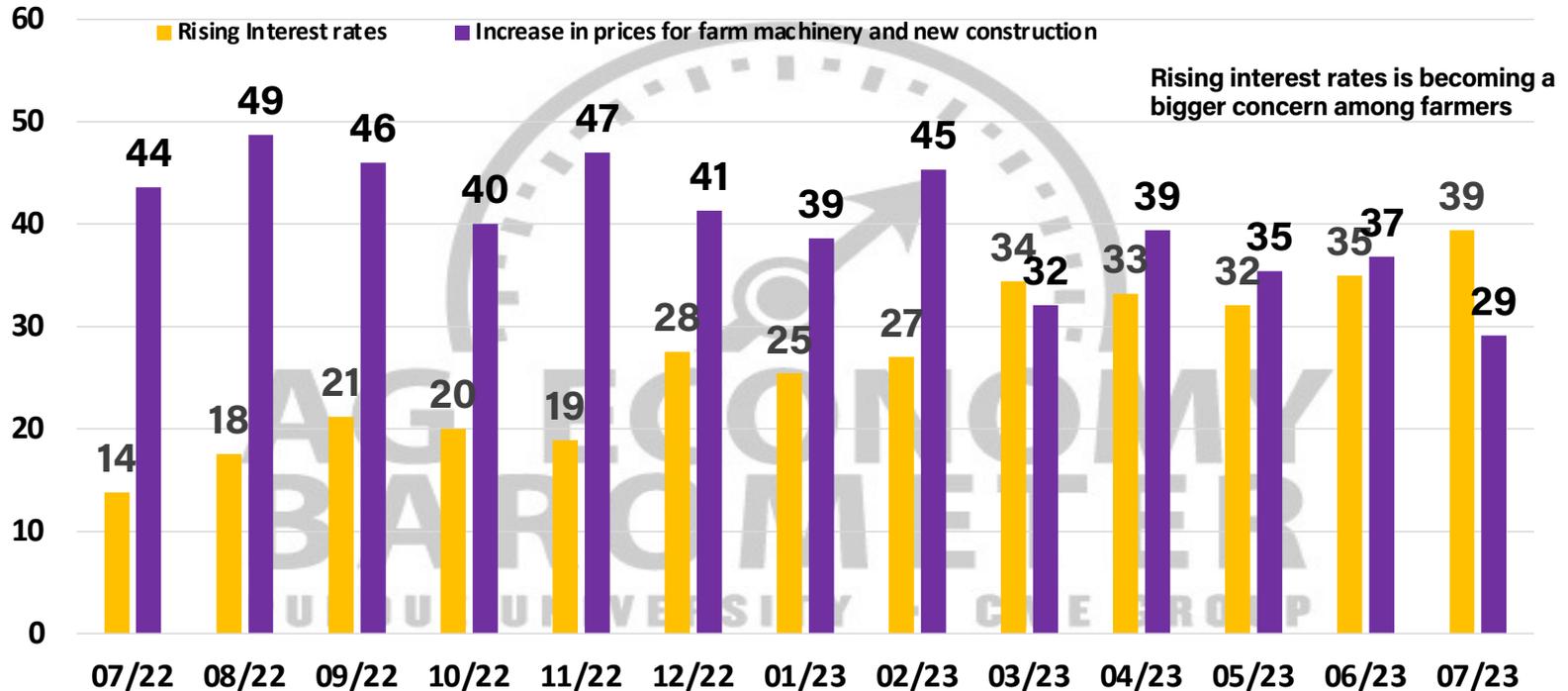
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Primary Reason Now Is a Bad Time to Make Large Investments

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

% of respondents



Rising interest rates is becoming a bigger concern among farmers

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



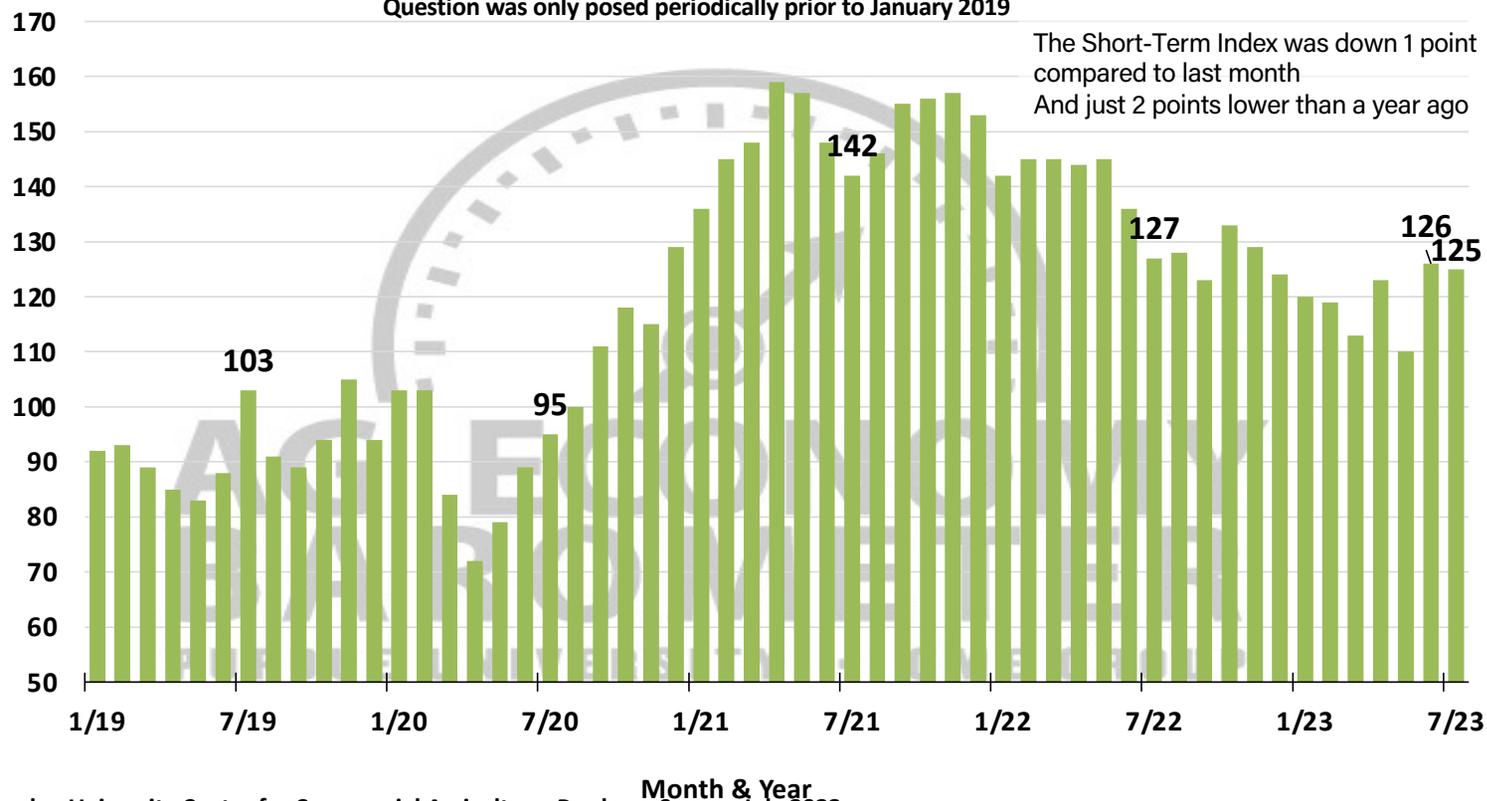
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Short-Term Farmland Value Expectations Index

Question was only posed periodically prior to January 2019

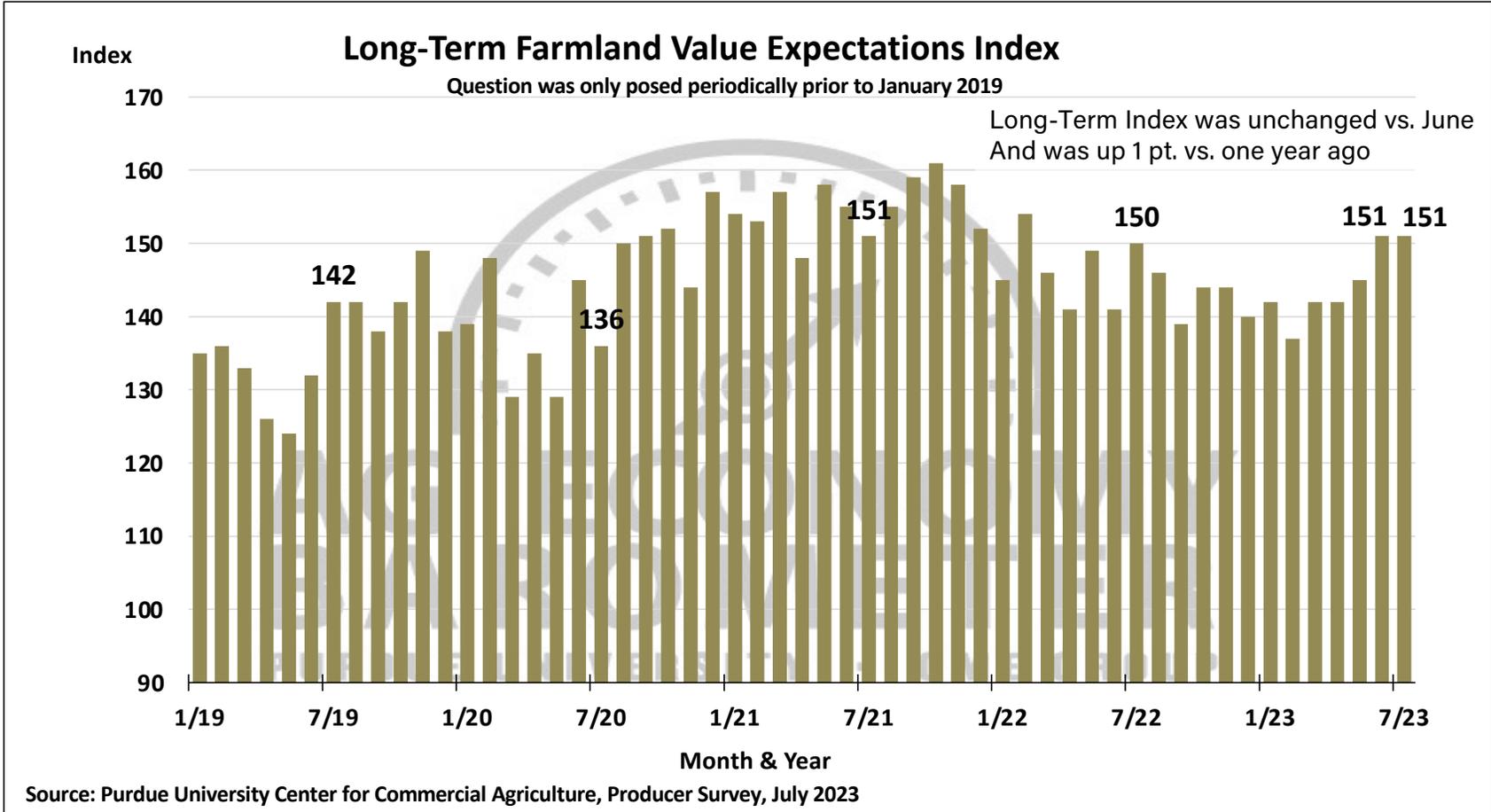


Source: Purdue University Center for Commercial Agriculture, Producer Survey, July 2023



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Compared to this year, what are your expectations for cash rents in your area in 2024?

% of respondents

80

Question was only posed to corn and soybean producers

■ 6/23 ■ 7/23

60

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

40

20

0

25

24

68

71

7

4

Higher

About the Same

Lower

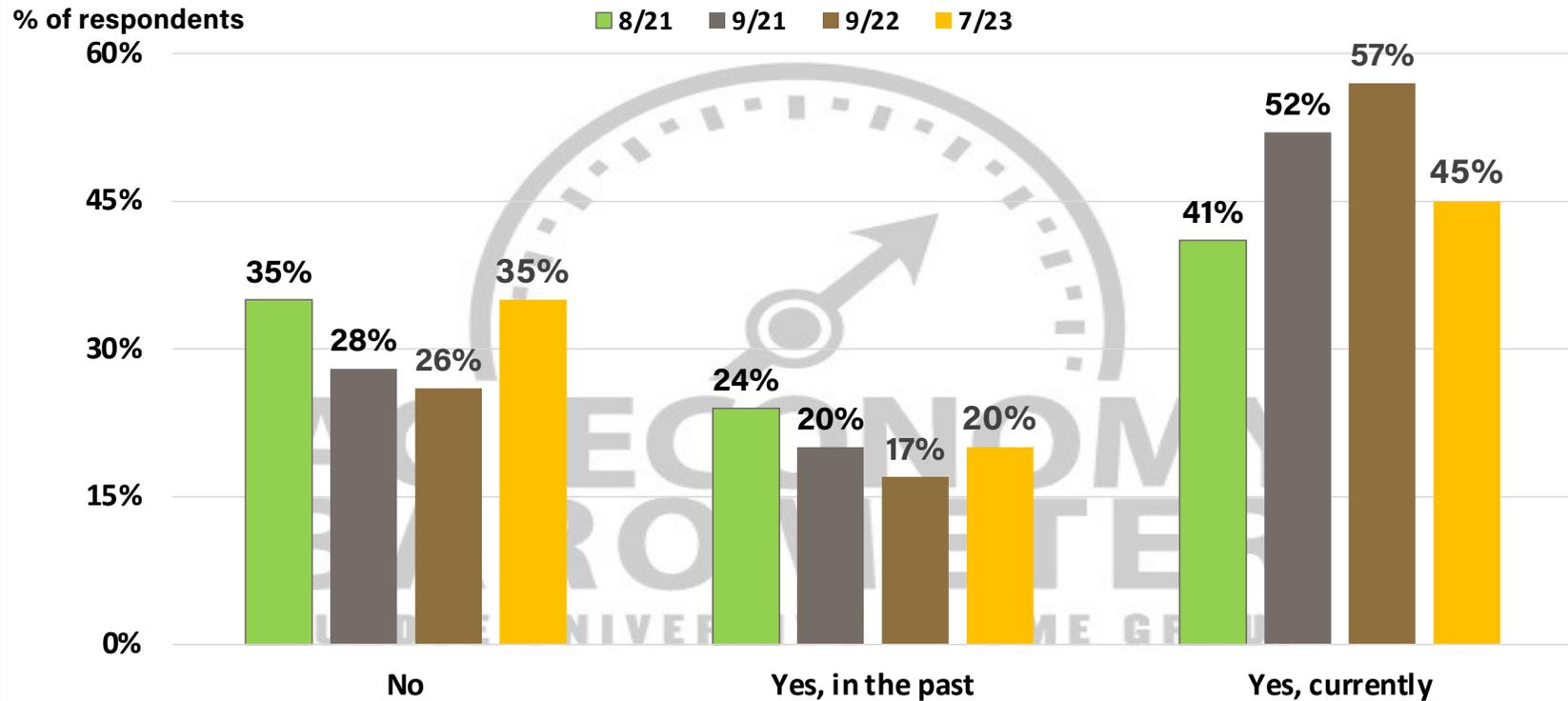
Source: Purdue Center for Commercial Agriculture, Producer Survey, June-July 2023



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Have you ever planted a cover crop on your operation?



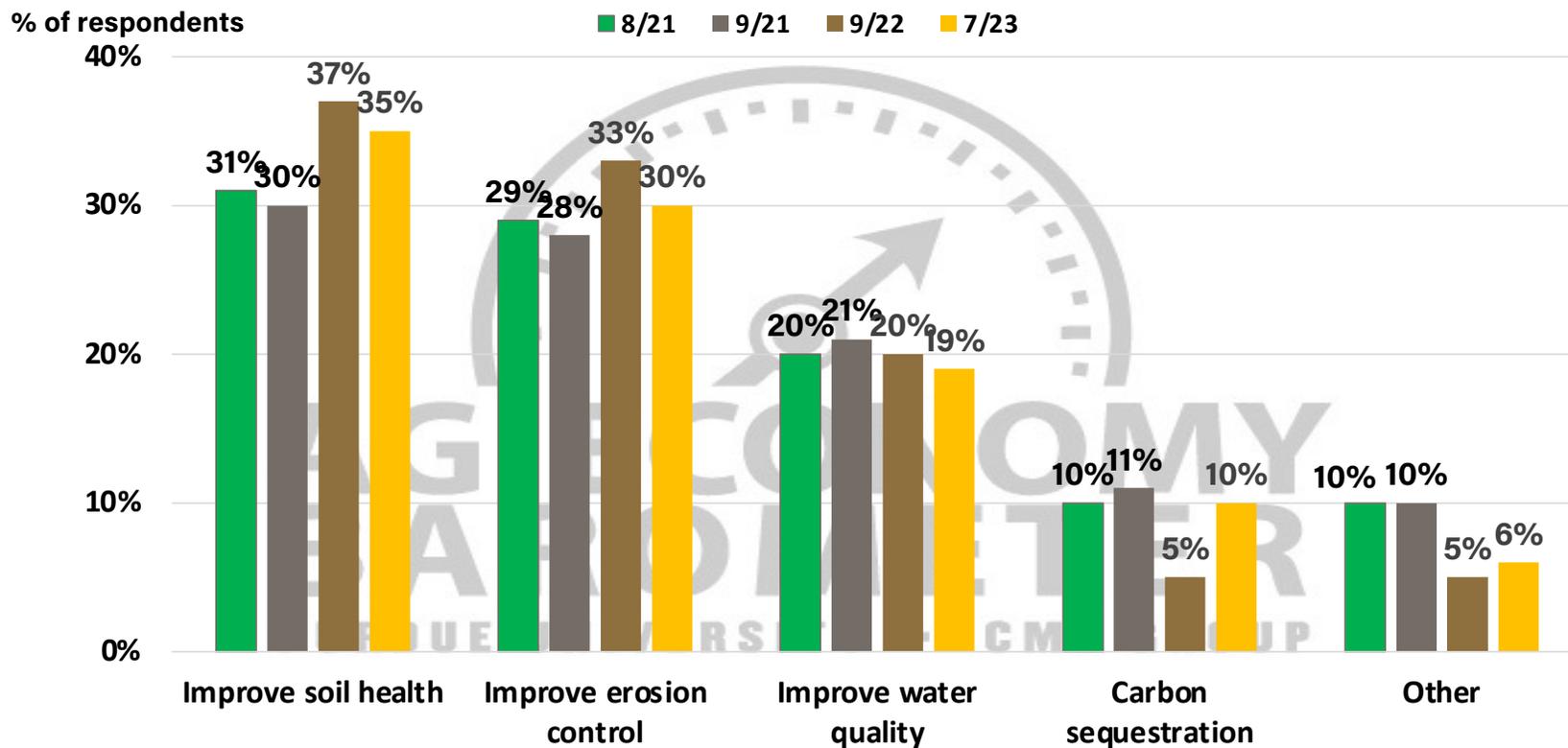
Source: Purdue Center for Commercial Agriculture, Producer Survey, July 2023



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What are your motivations for planting cover crops (check all that apply)?



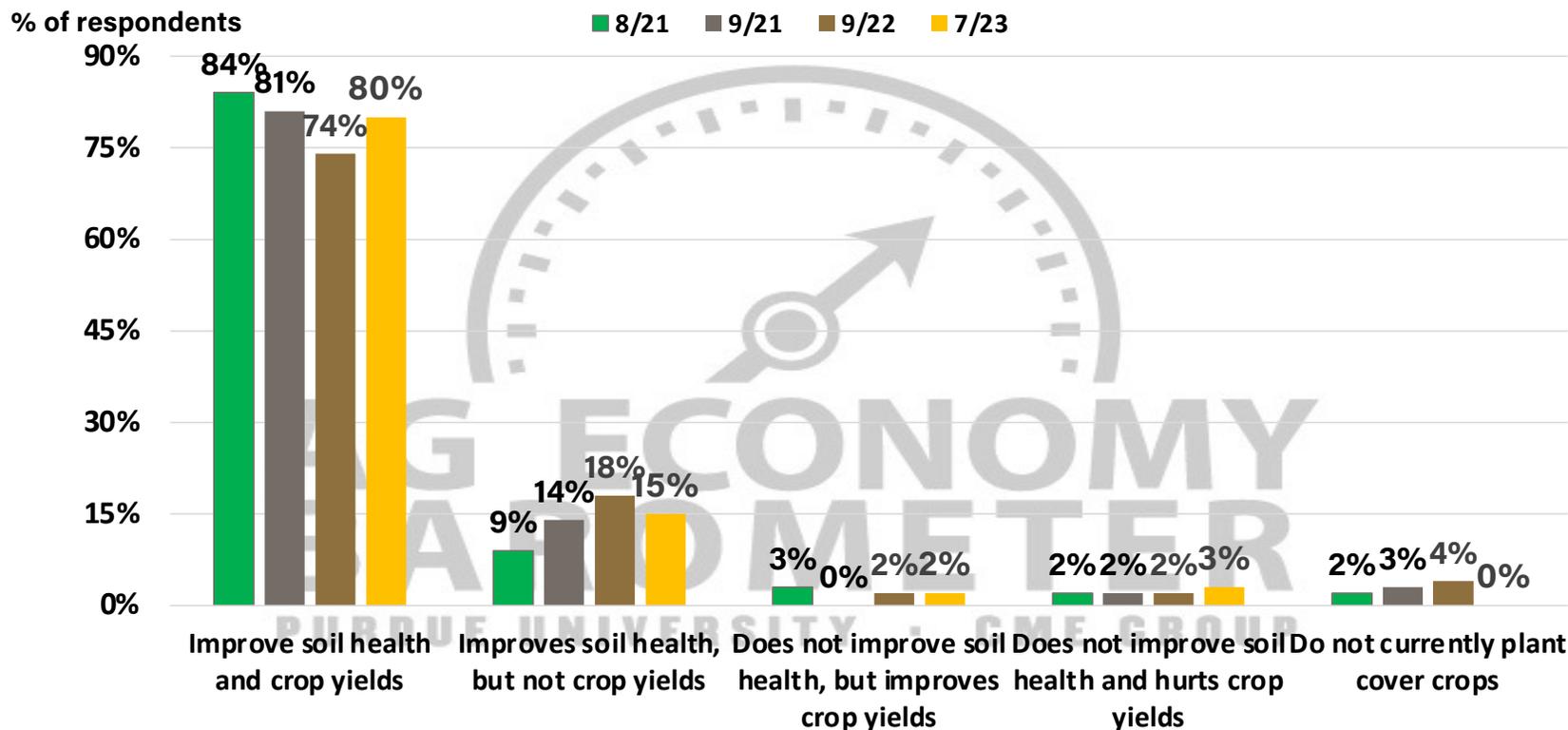
Source: Purdue Center for Commercial Agriculture, Producer Survey, July 2023



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Which statement best describes your experience with cover crops?



Source: Purdue Center for Commercial Agriculture, Producer Survey, July 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



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