

Purdue University-CME Group Ag Economy Barometer

May 2024 Survey Results

May Survey Conducted from May 13-17, 2024

Results Released on June 4, 2024

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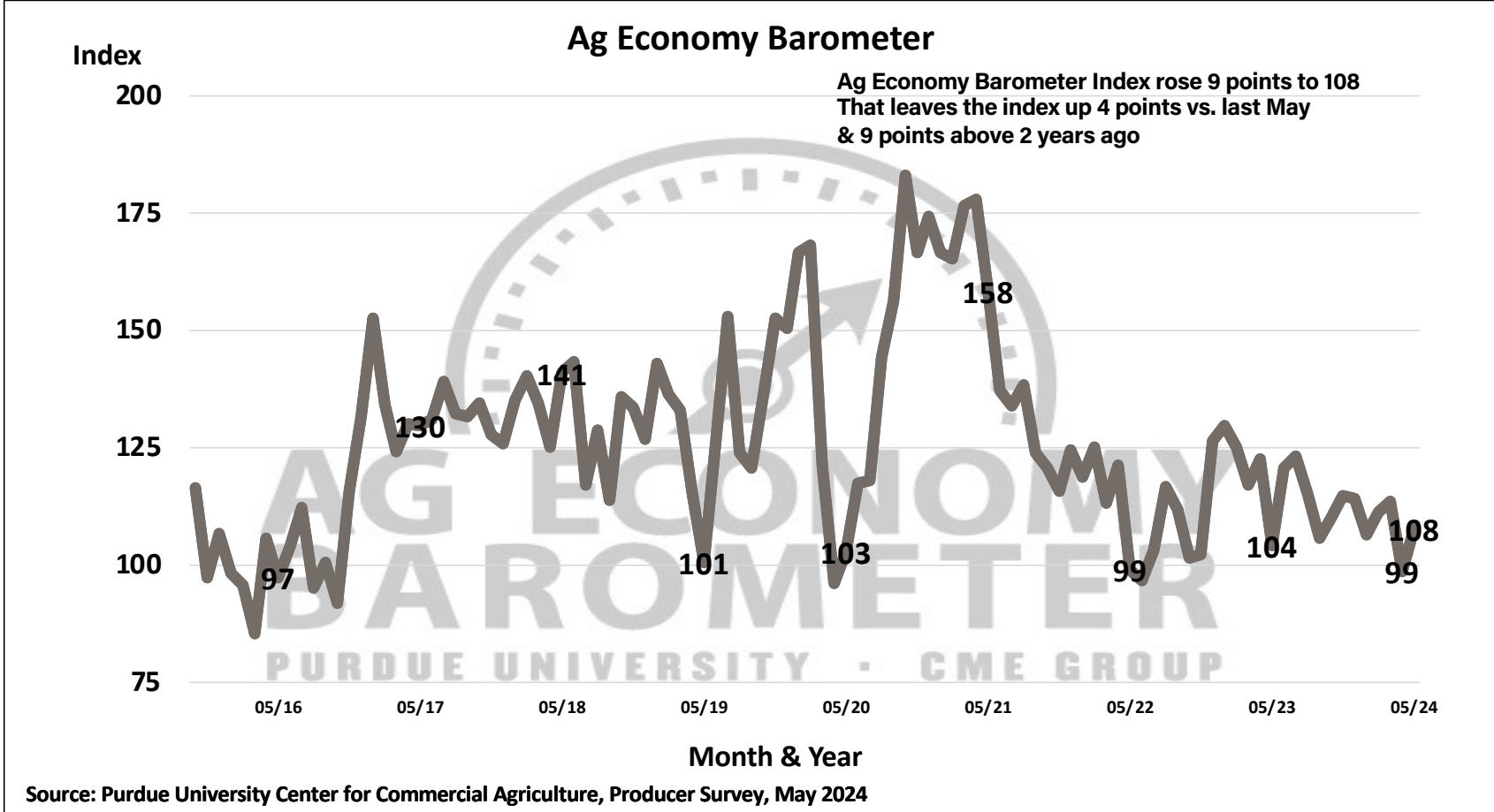
Professor of Agricultural Economics

Complete Report Available @

purdue.edu/agbarometer



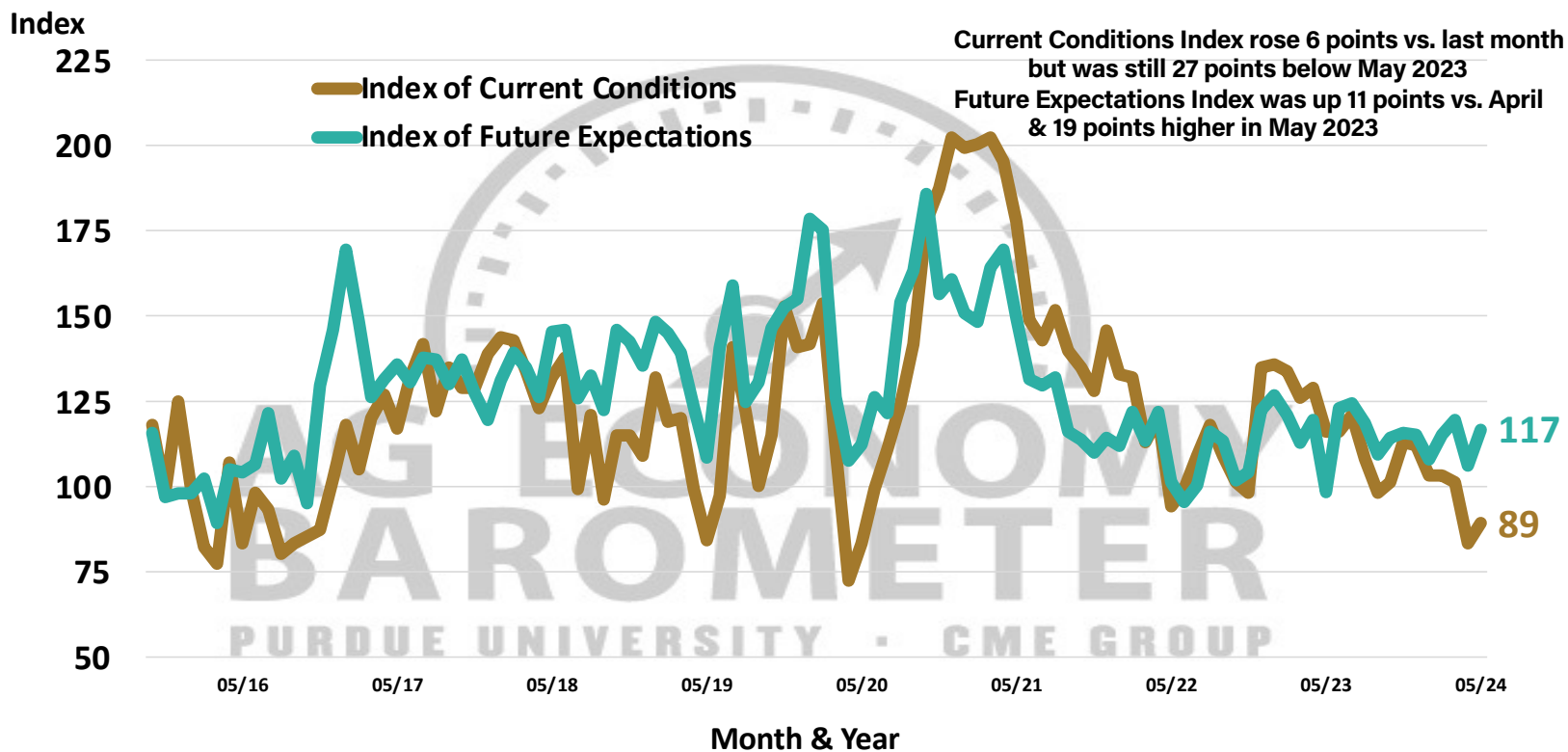
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Indices of Current Conditions and Future Expectations



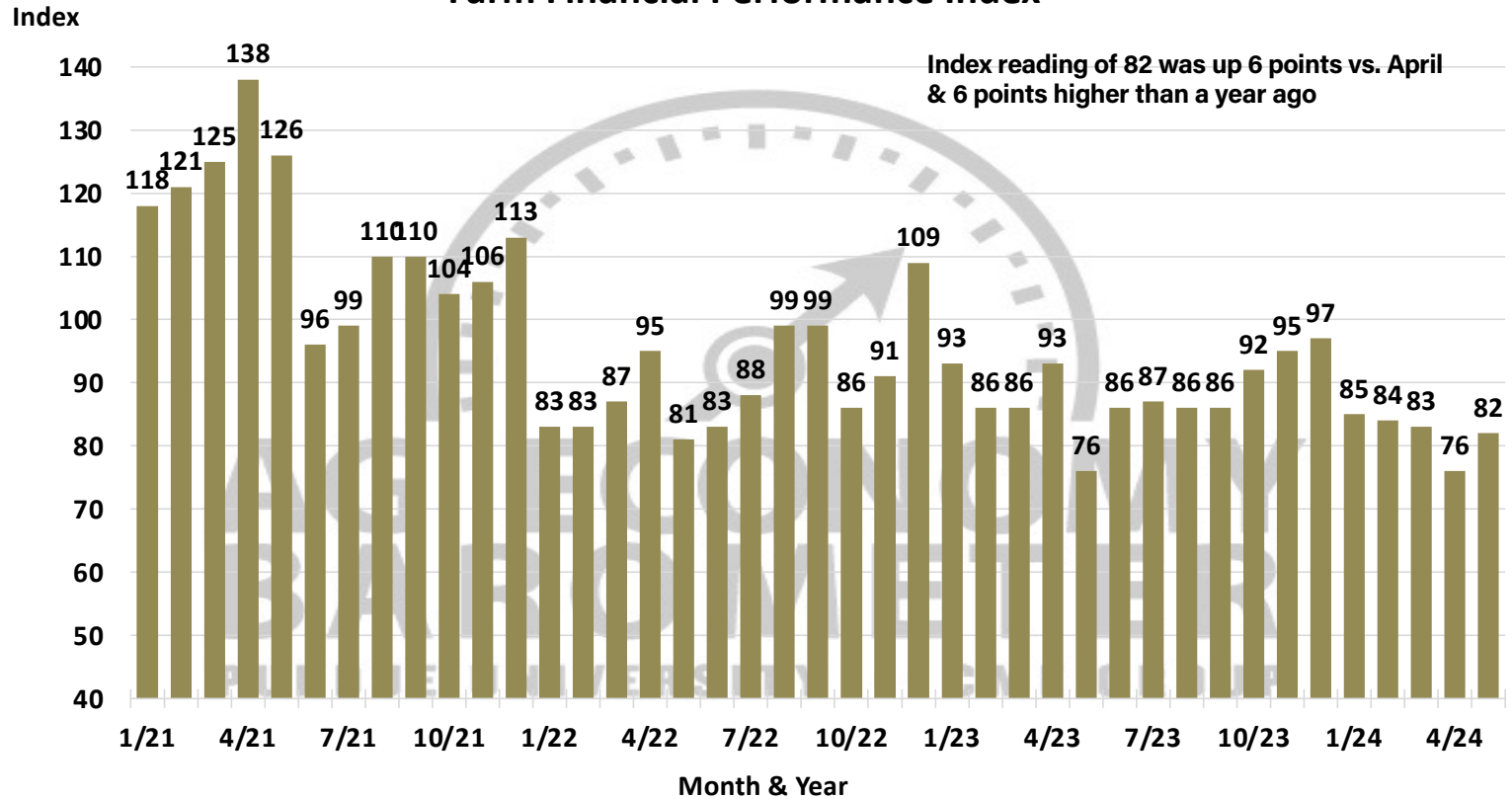
Source: Purdue University Center for Commercial Agriculture, Producer Survey, May 2024



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Farm Financial Performance Index



Source: Purdue University Center for Commercial Agriculture, Producer Survey, May 2024

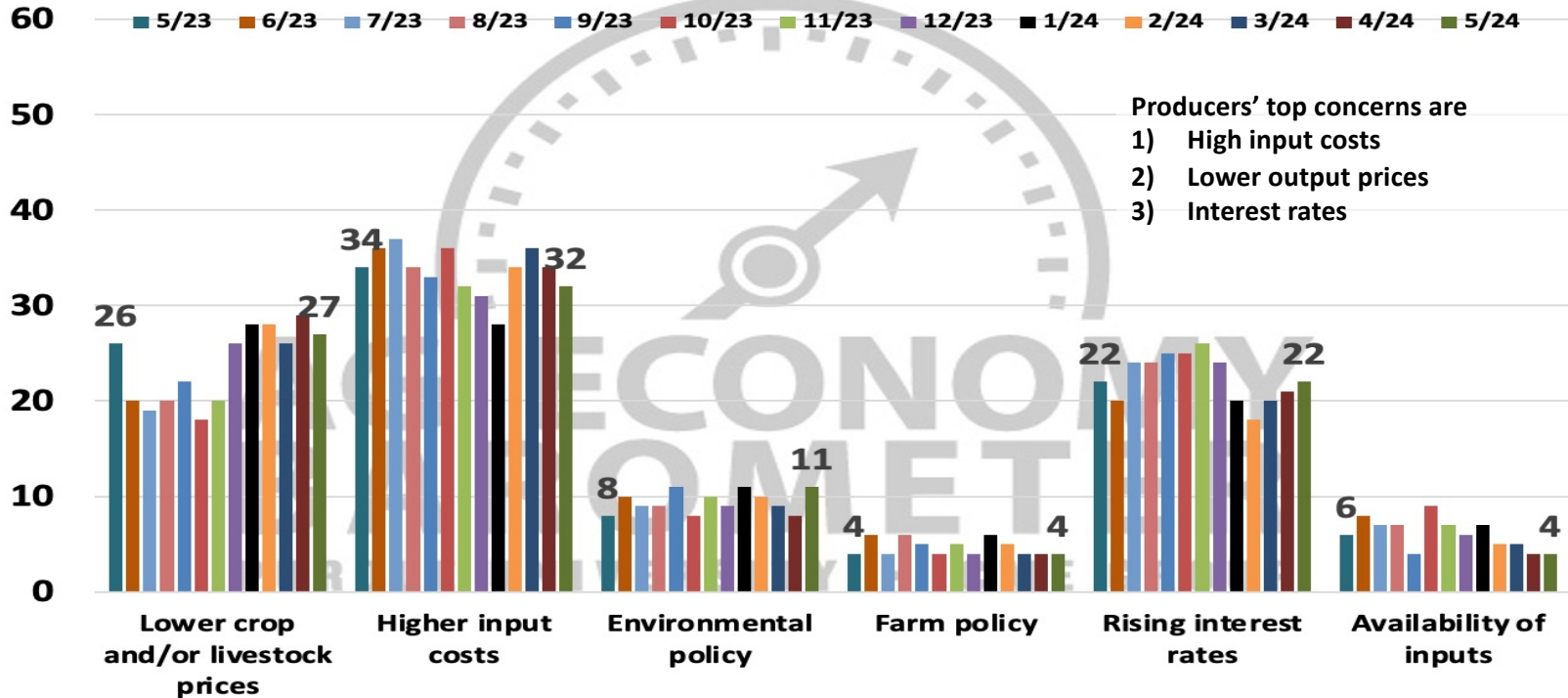


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Looking ahead to next year what are your biggest concerns for your farming operation?

% of respondents



Producers' top concerns are
 1) High input costs
 2) Lower output prices
 3) Interest rates

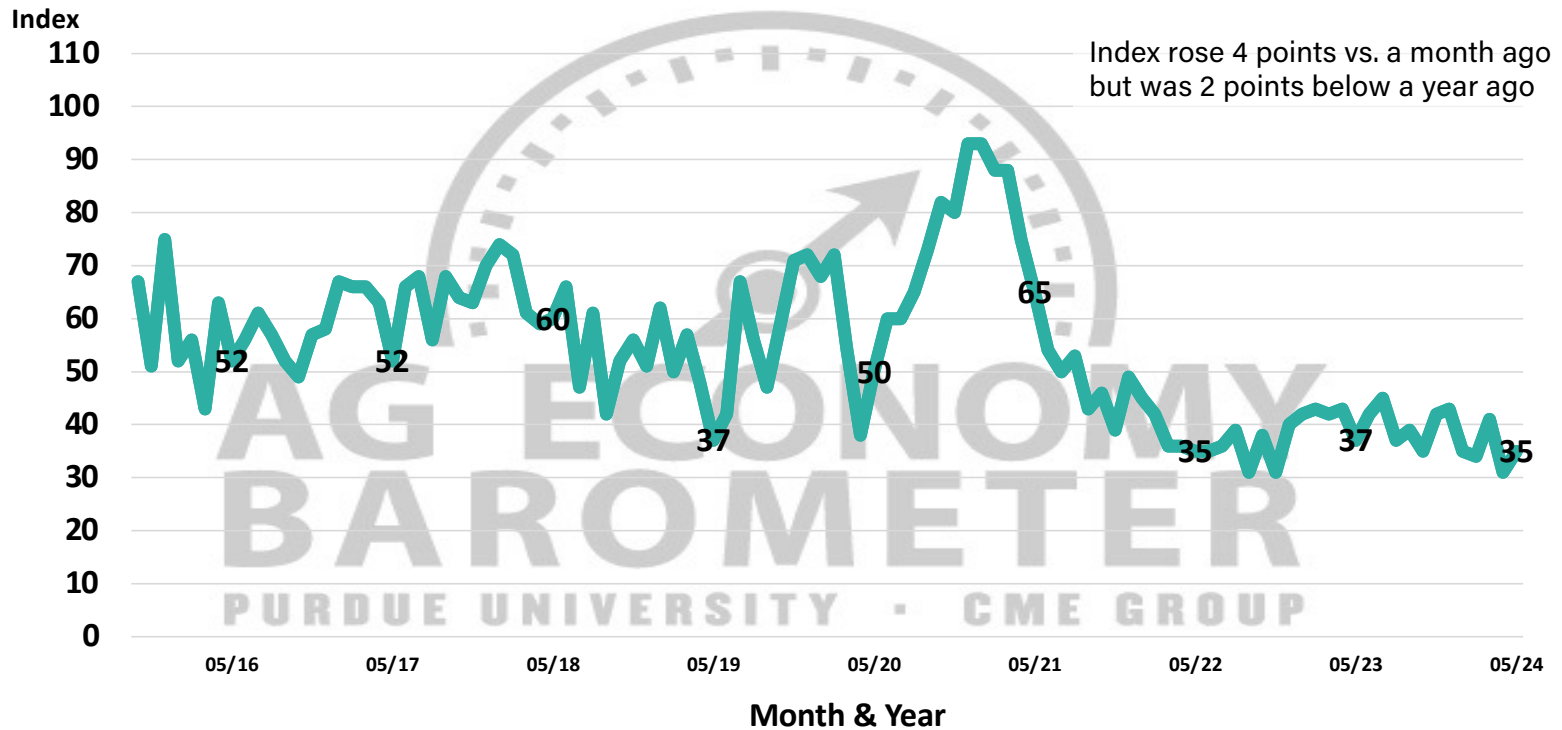
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Farm Capital Investment Index



Source: Purdue University Center for Commercial Agriculture, Producer Survey, May 2024



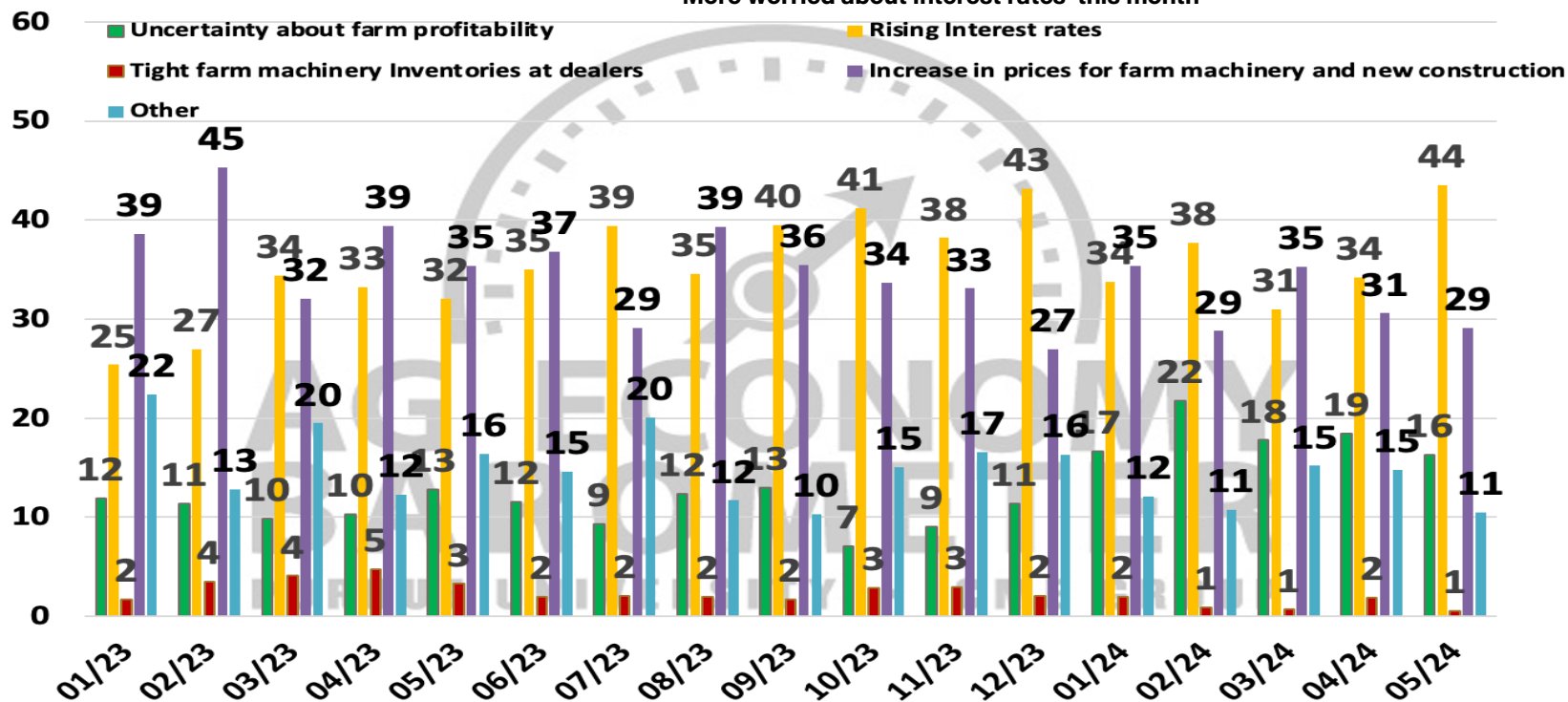
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Primary Reason Now Is a Bad Time to Make Large Investments

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, May 2024



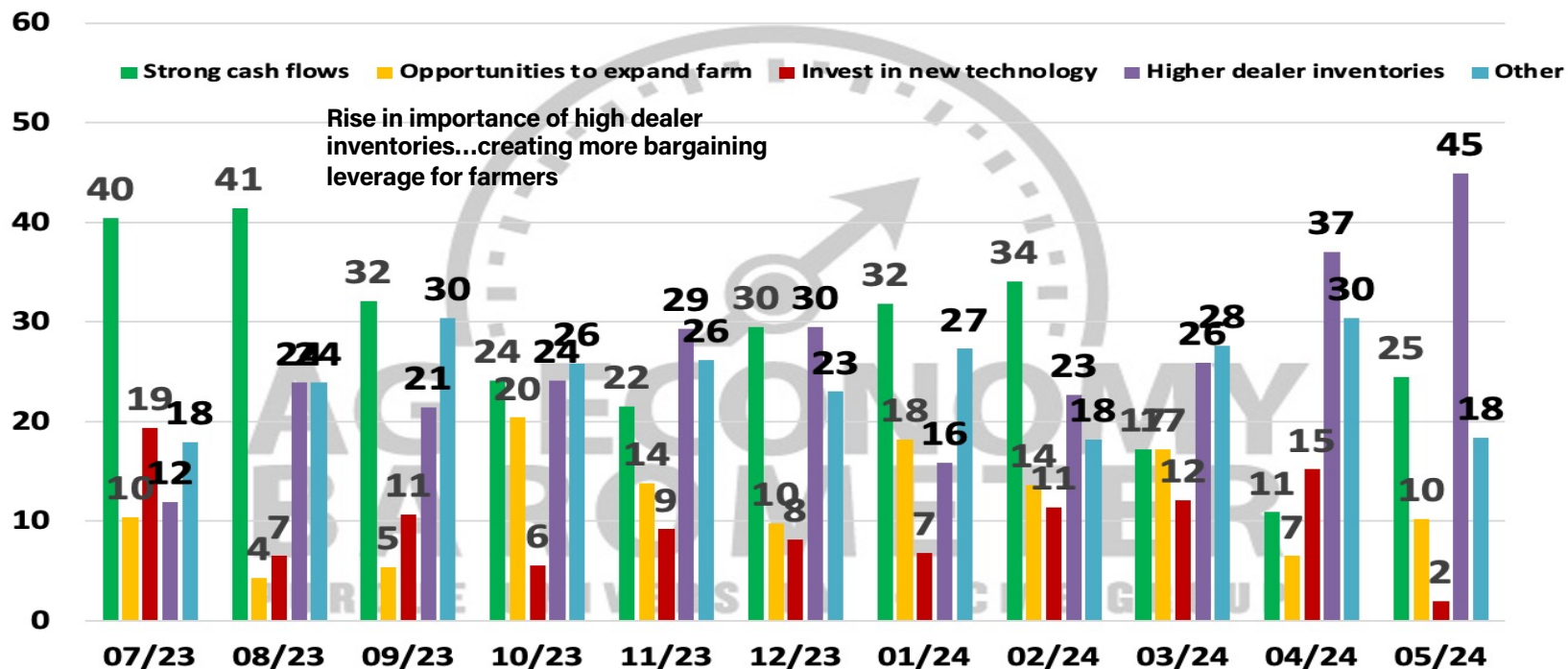
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Primary Reason Now Is a Good Time to Make Large Investments

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

% of respondents

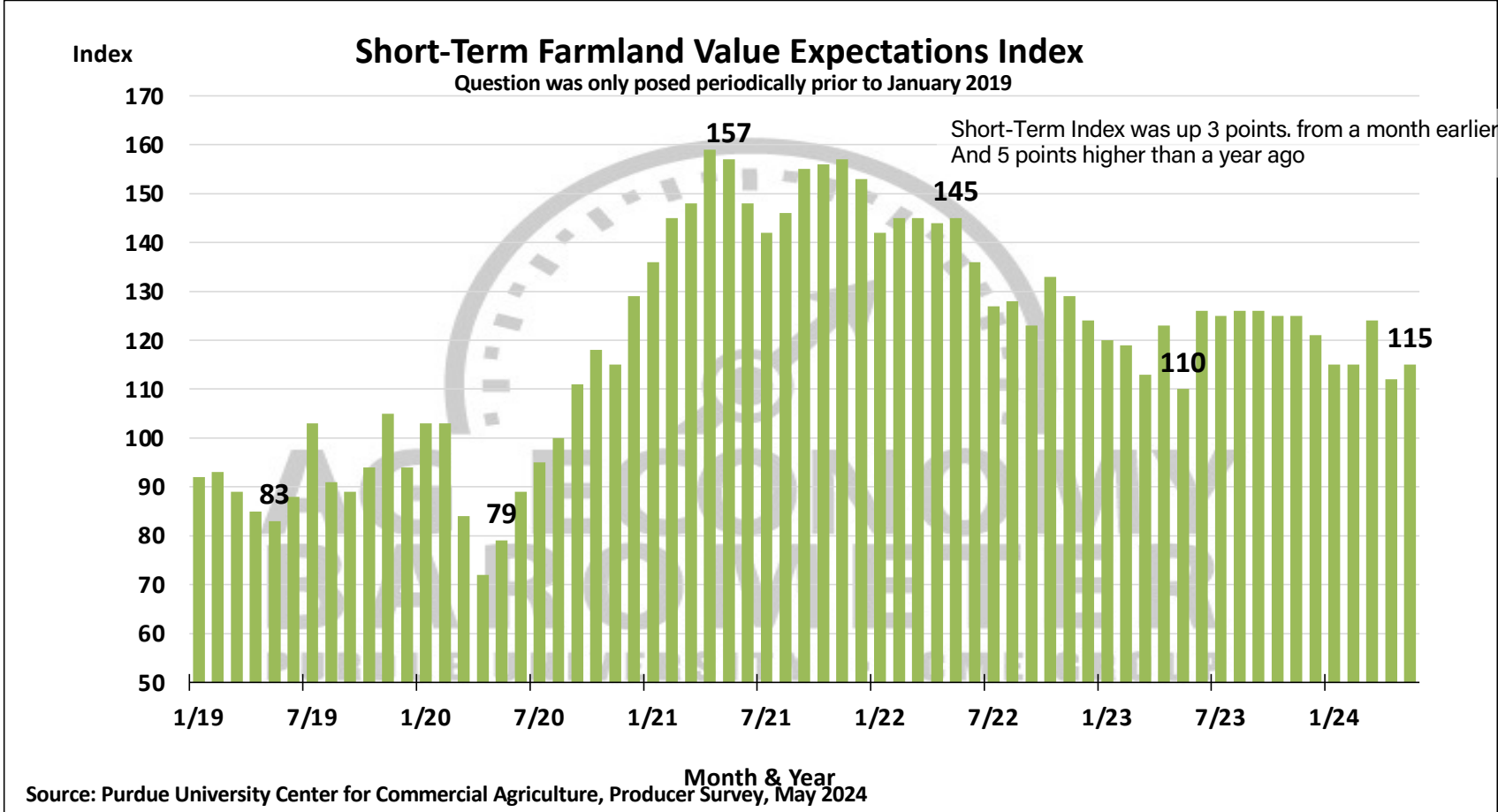


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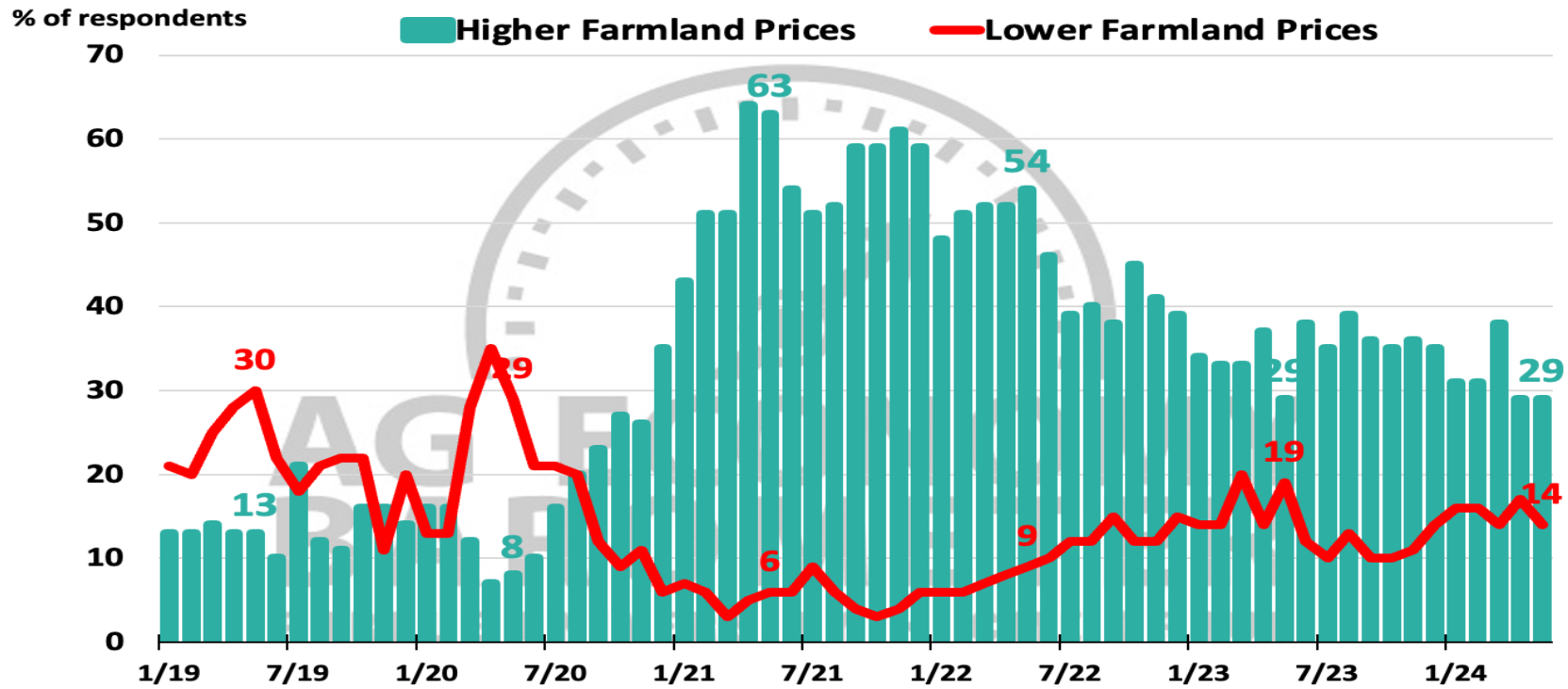
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Farmland Price Expectations, 12 Months Ahead

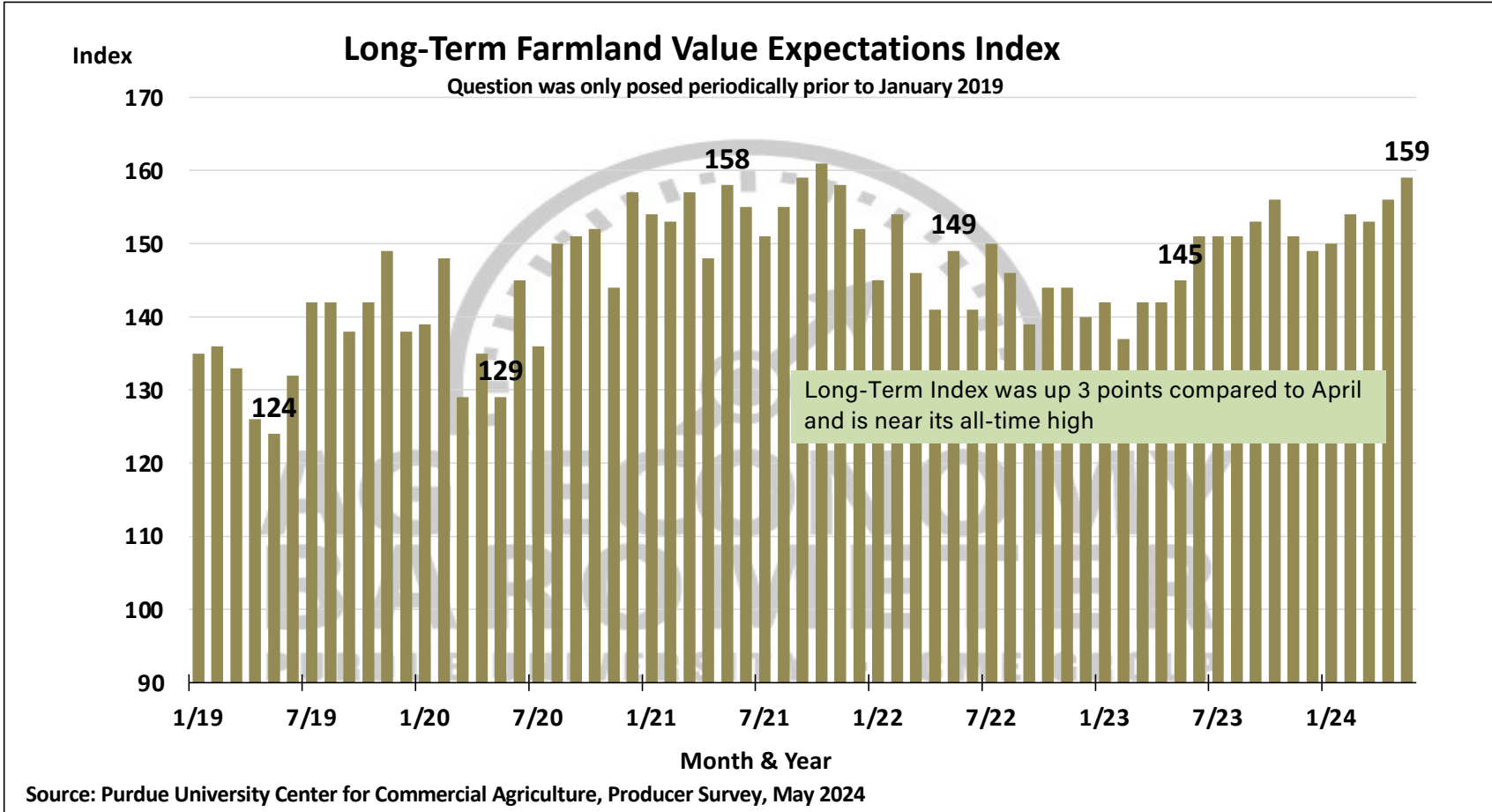


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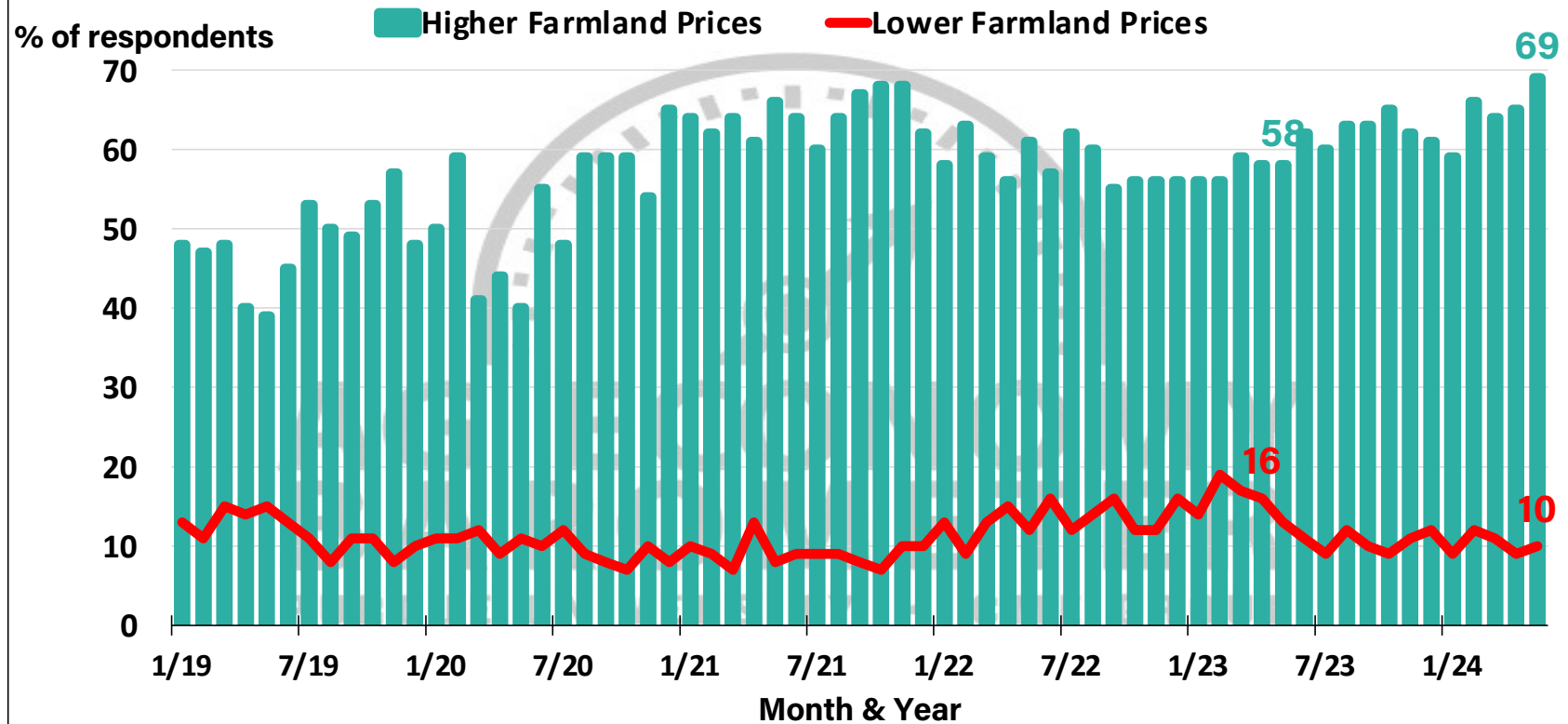
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Farmland Price Expectations, 5 Years From Now



Source: Purdue Center for Commercial Agriculture, Producer Survey, May 2024



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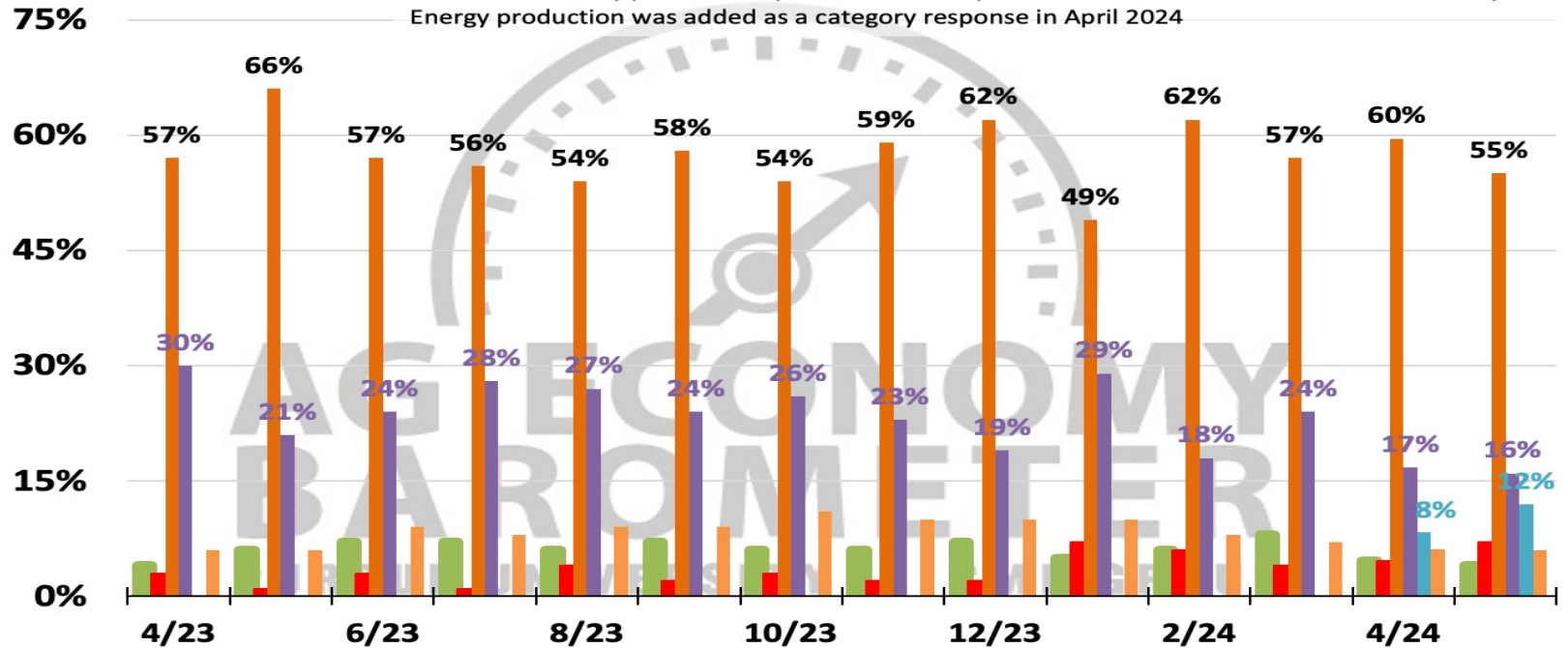
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What is the main reason you expect farmland values to rise?

■ Strong farm cash flows
 ■ Low interest rates
 ■ Non-farm investor demand
 ■ Inflation
 ■ Energy Production
 ■ Other

% of respondents

Question was only posed to respondents who expect farmland values to rise over the next 5 years
 Energy production was added as a category response in April 2024



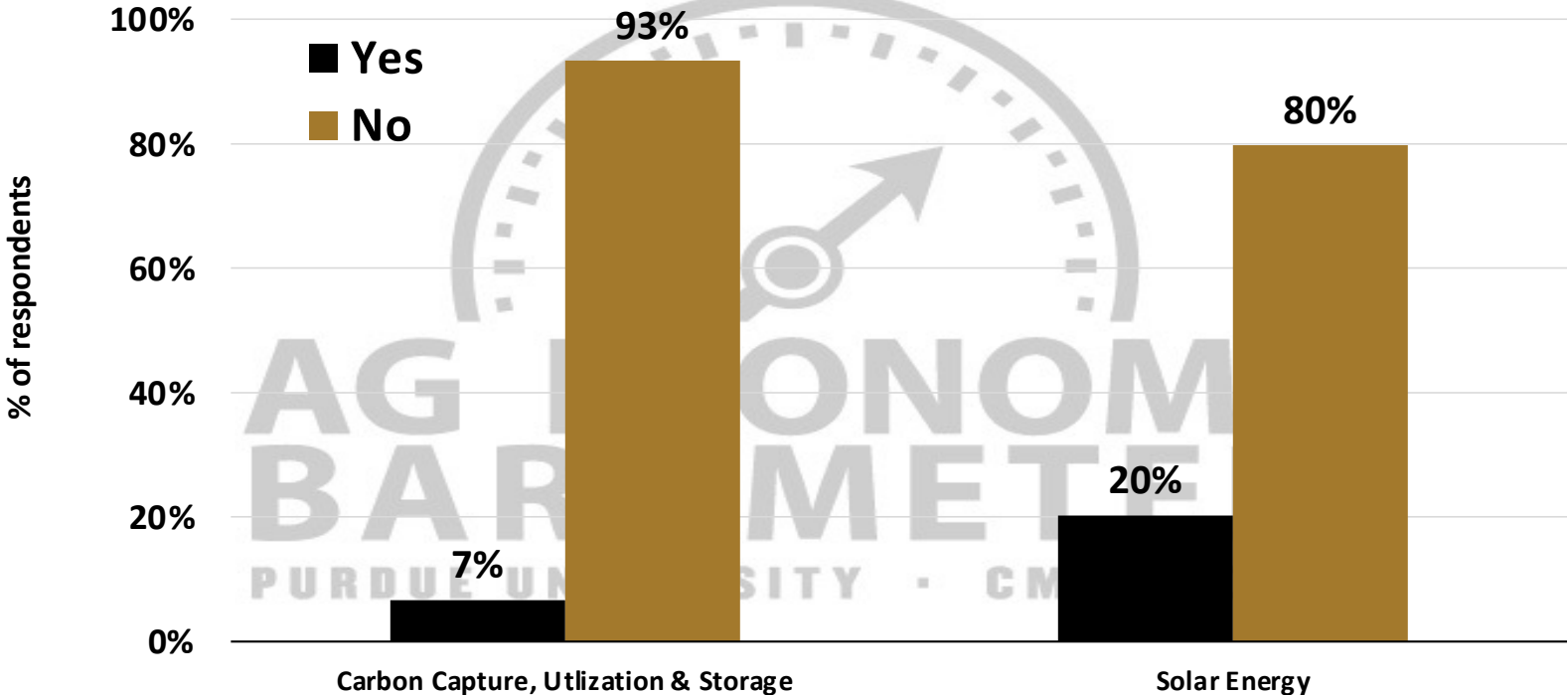
Source: Purdue Center for Commercial Agriculture, Producer Survey, May 2024



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Percentage of Respondents Reporting Discussions with Companies About Carbon Capture, Utilization & Storage or Solar Leasing

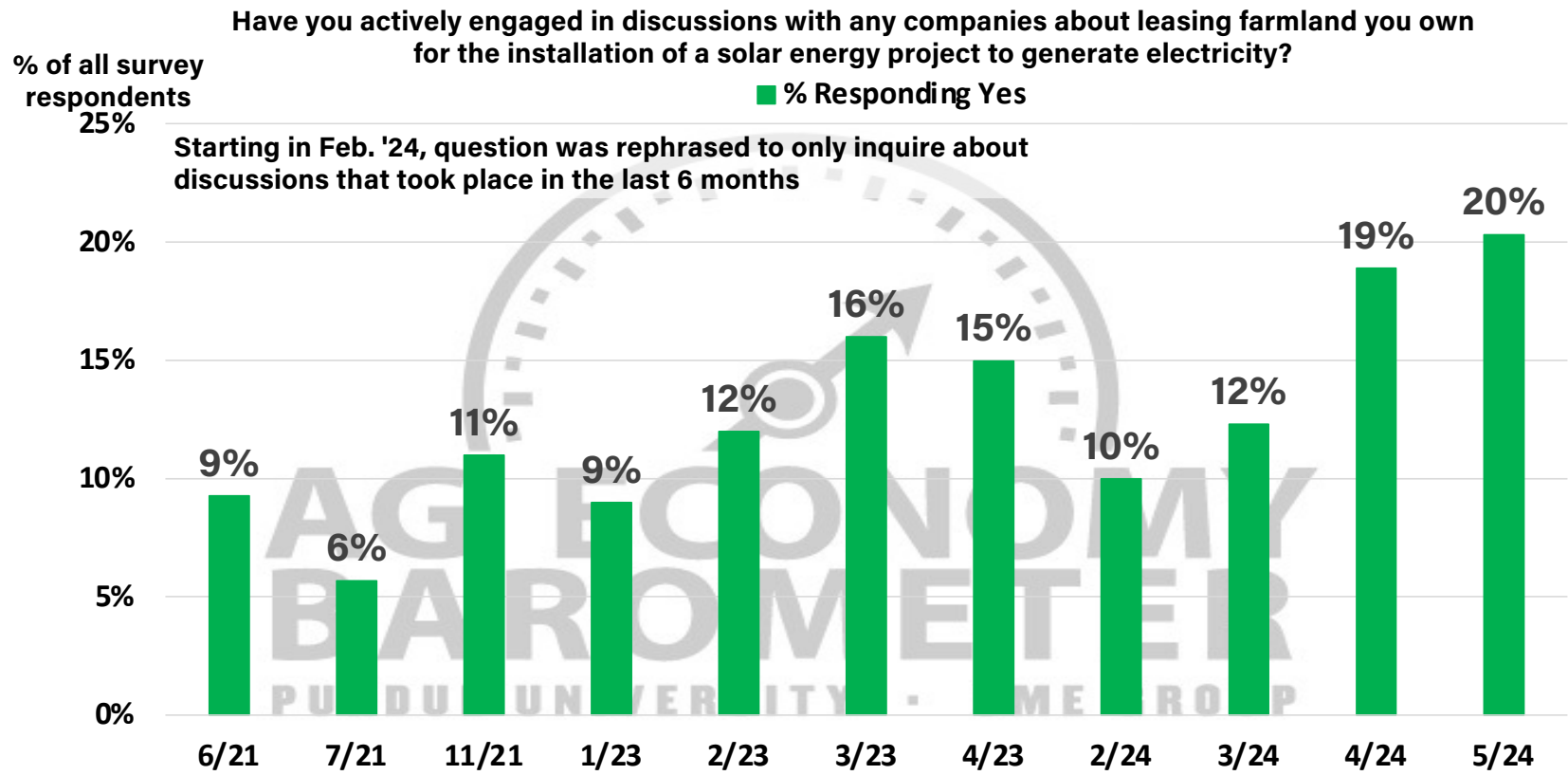


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What is the annual payment rate per acre you were offered to lease some of your farmland for the installation of a solar energy project to generate electricity?

% of Respondents

75%

06/21 04/23 03/24 04/24 05/24

60%

Starting in 2024, question was only posed to those who engaged in discussions with companies in the last 6 months and the \$1,000 or more category was split into two response categories

45%

30%

15%

0%

< \$500

\$500 up to \$750

\$750 up to \$1,000

\$1,000 or more

\$1,000 up to \$1,250

\$1,250 or more

Annual Payment Rate Per Acre

32%

22%

19%

27%

28%

27%

32%

22%

19%

27%

28%

27%

32%

22%

19%

27%

28%

27%

32%

22%

19%

27%

28%

27%

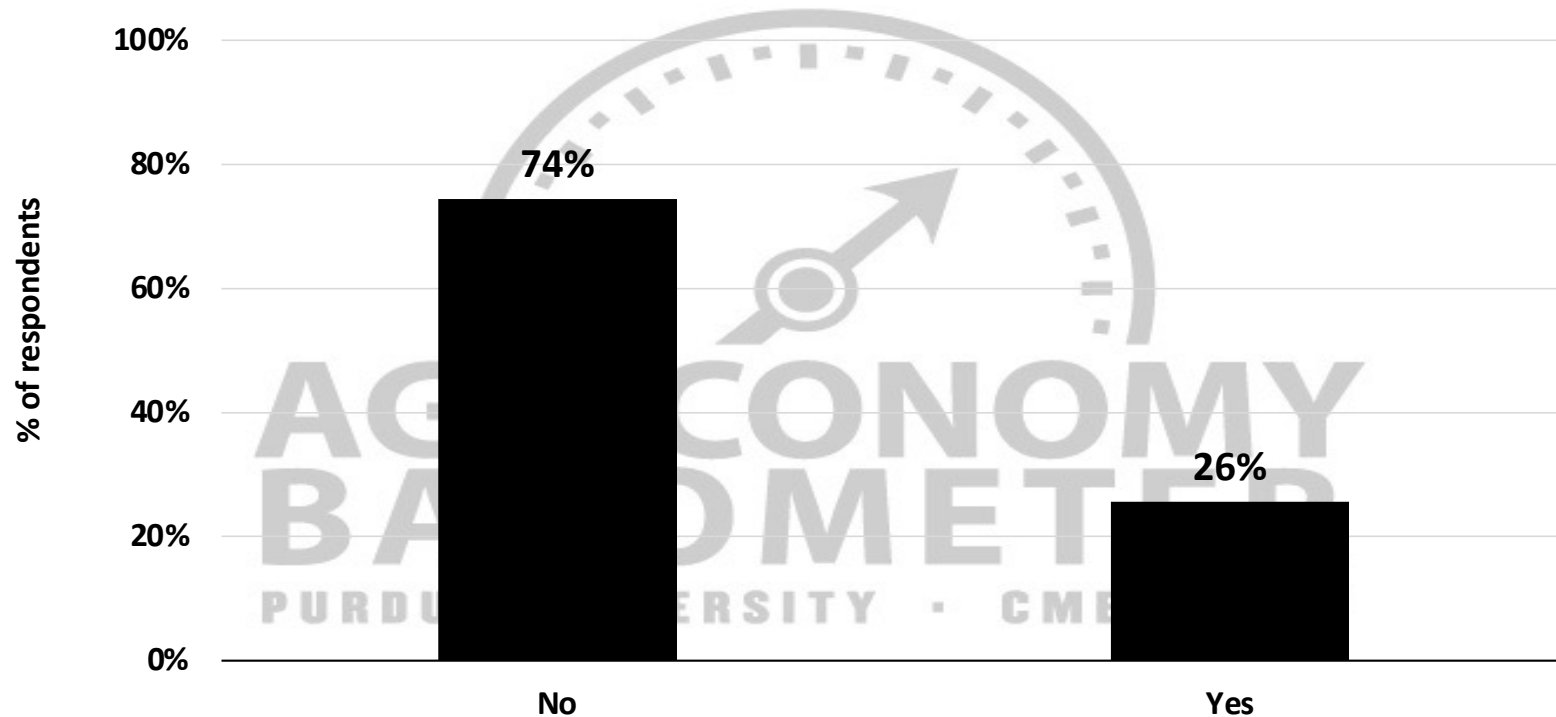
Source: Purdue Center for Commercial Agriculture, Producer Survey, May 2024



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Have you or one of your landowners signed a contract to lease some of your farmland for the installation of a solar energy project to generate electricity?



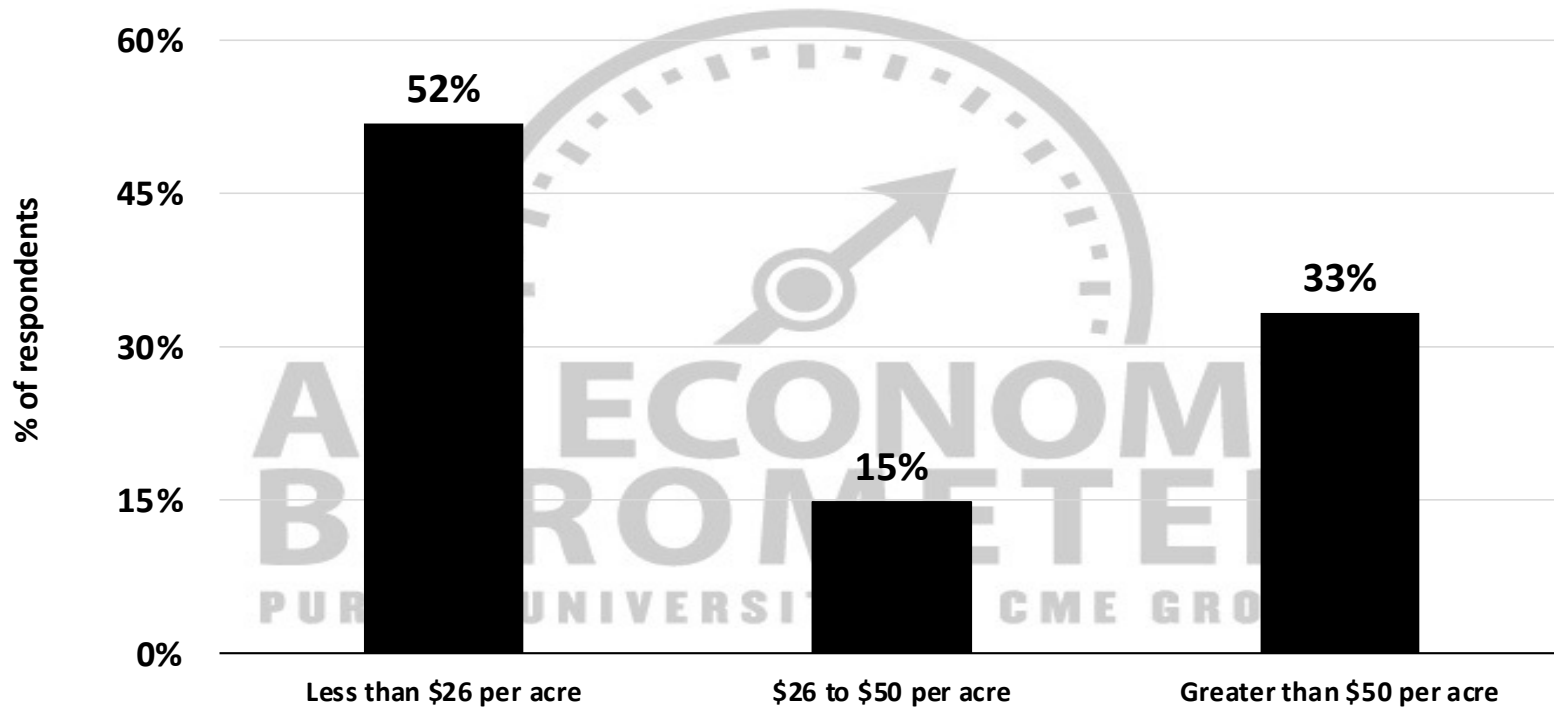
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What was the payment rate per acre you were offered for Carbon Capture & Storage?



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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
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