

Purdue University-CME Group Ag Economy Barometer

August 2024 Survey Results

August Survey Conducted from August 12-16, 2024

Results Released on September 3, 2024

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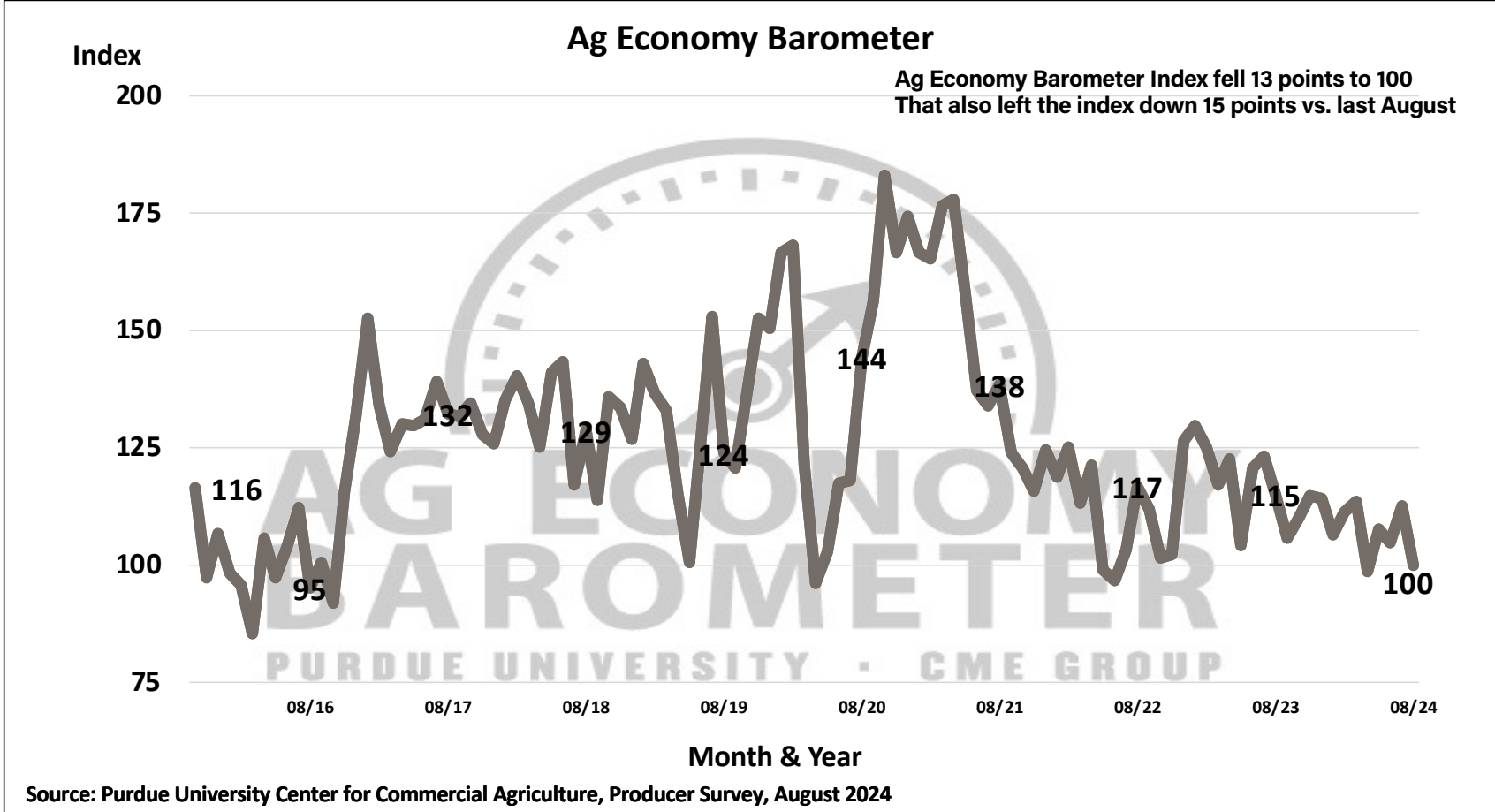
Professor of Agricultural Economics

Complete Report Available @

purdue.edu/agbarometer



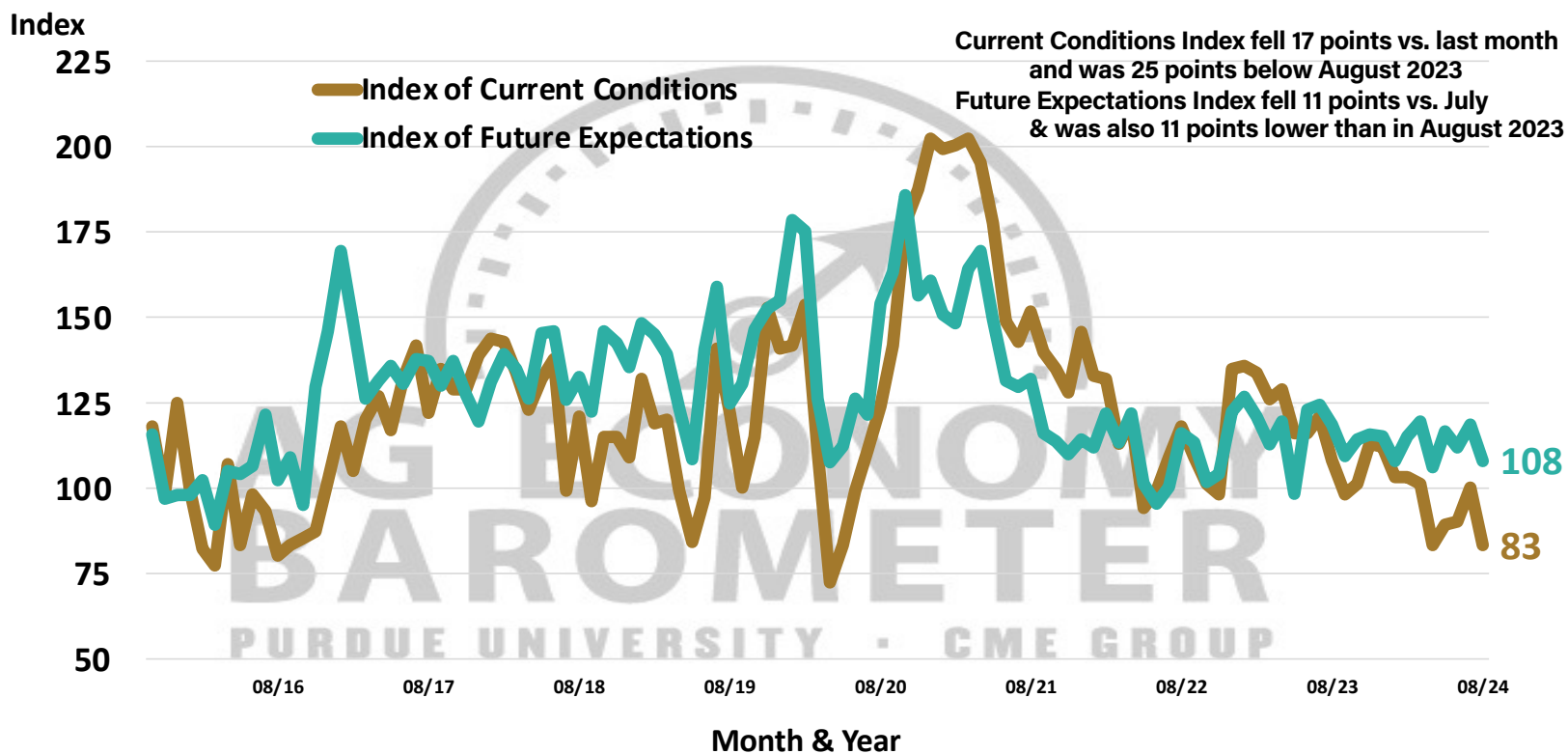
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Indices of Current Conditions and Future Expectations



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

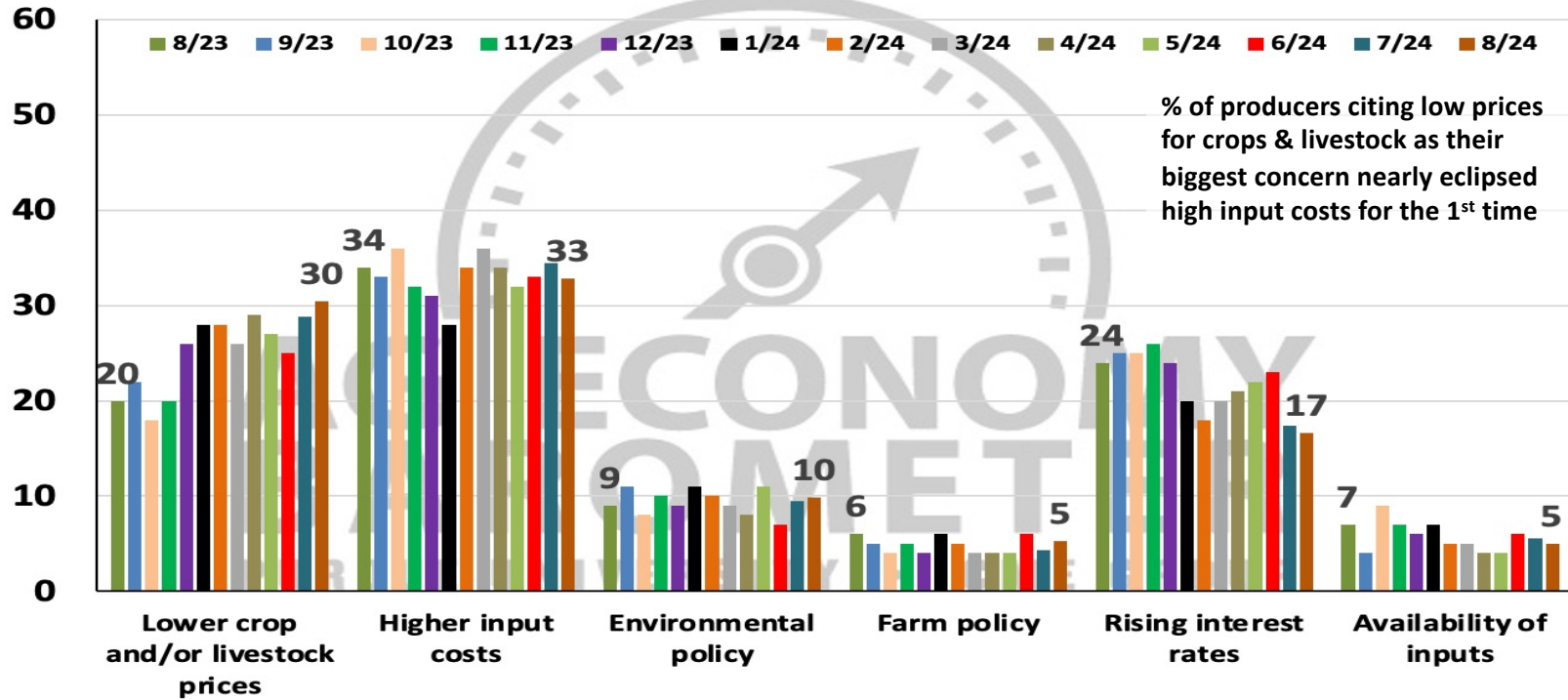


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Looking ahead to next year what are your biggest concerns for your farming operation?

% of respondents



% of producers citing low prices for crops & livestock as their biggest concern nearly eclipsed high input costs for the 1st time

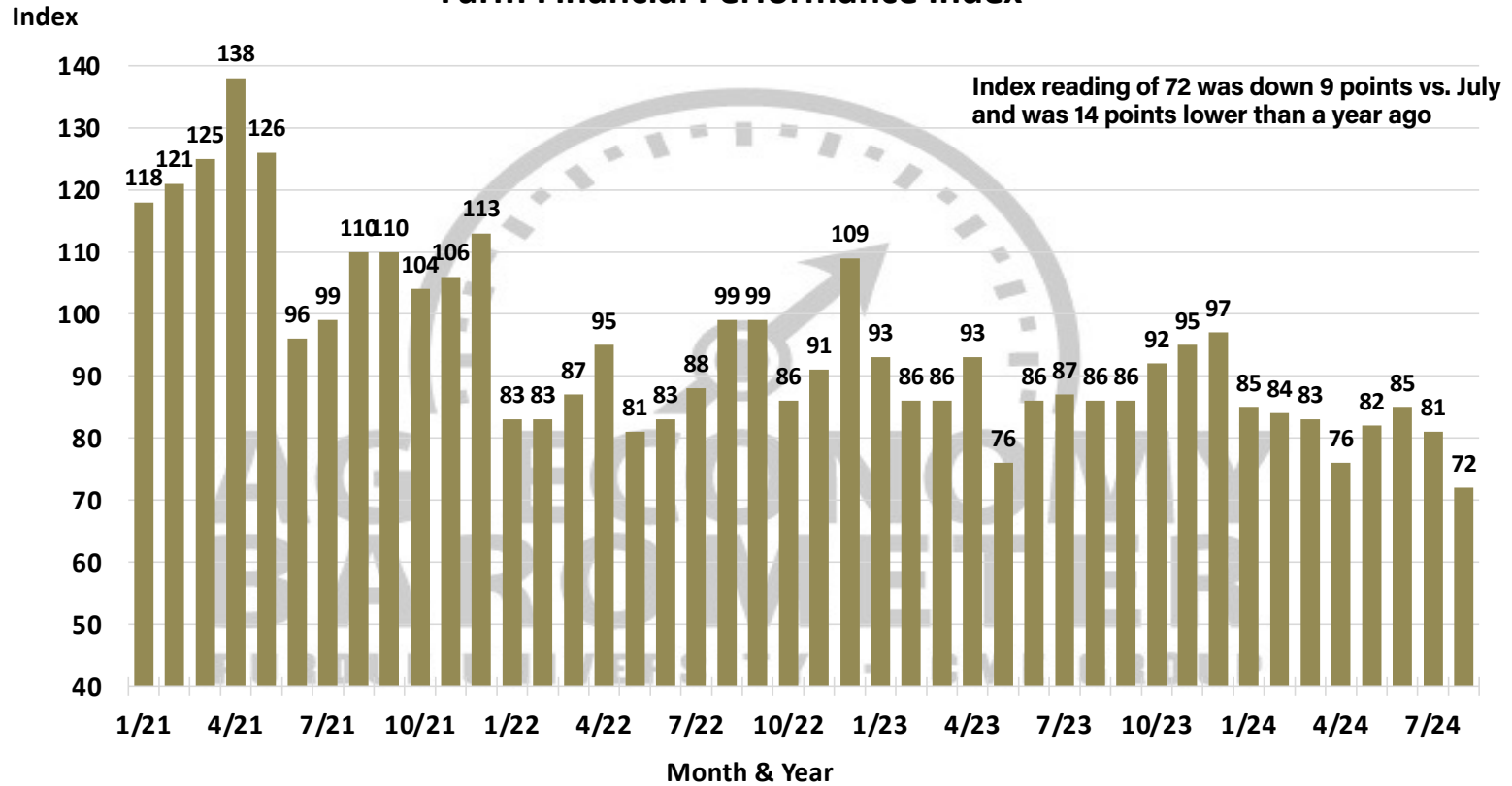
Source: Purdue Center for Commercial Agriculture, Producer Survey, August 2024



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Farm Financial Performance Index



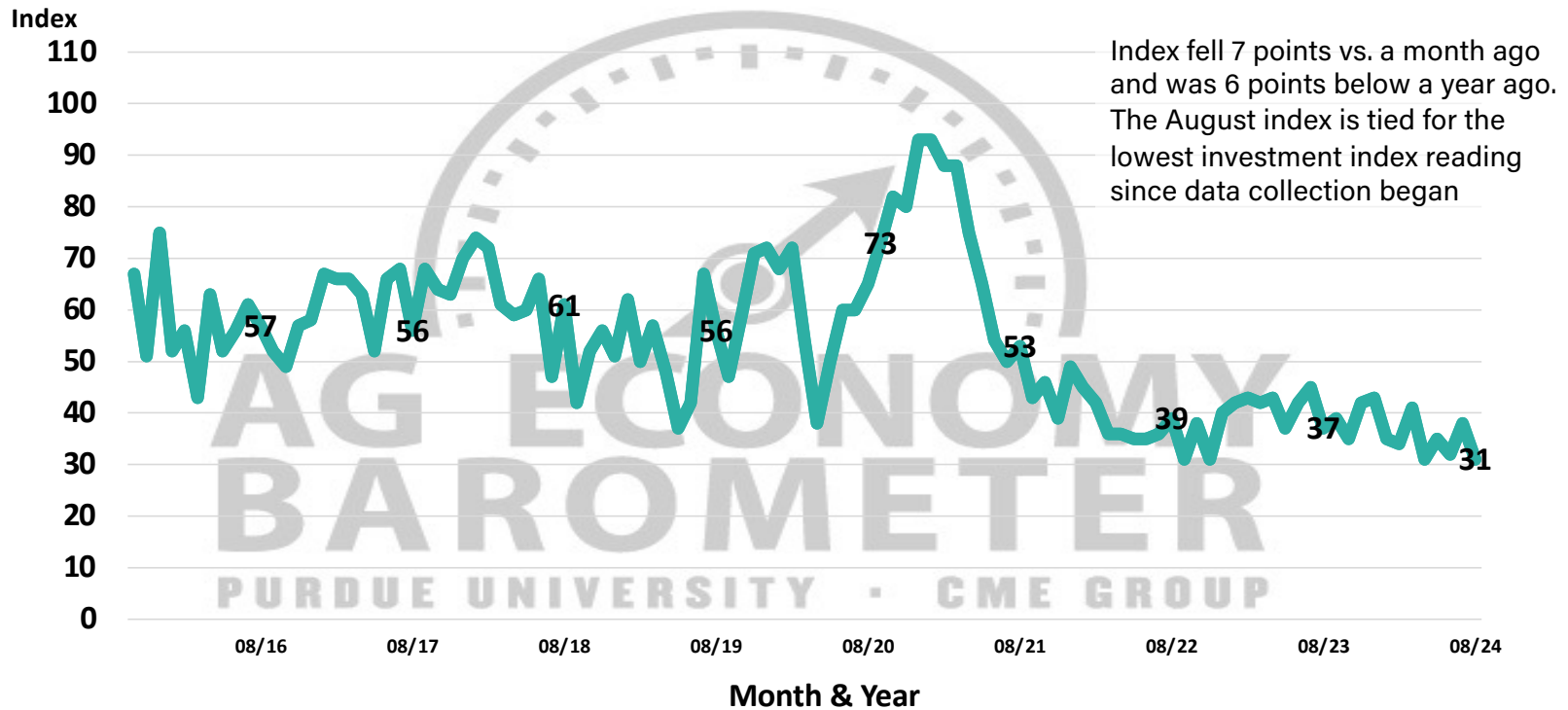
Source: Purdue University Center for Commercial Agriculture, Producer Survey, August 2024



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Farm Capital Investment Index



Source: Purdue University Center for Commercial Agriculture, Producer Survey, August 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

60

50

40

30

20

10

0

■ Uncertainty about farm profitability

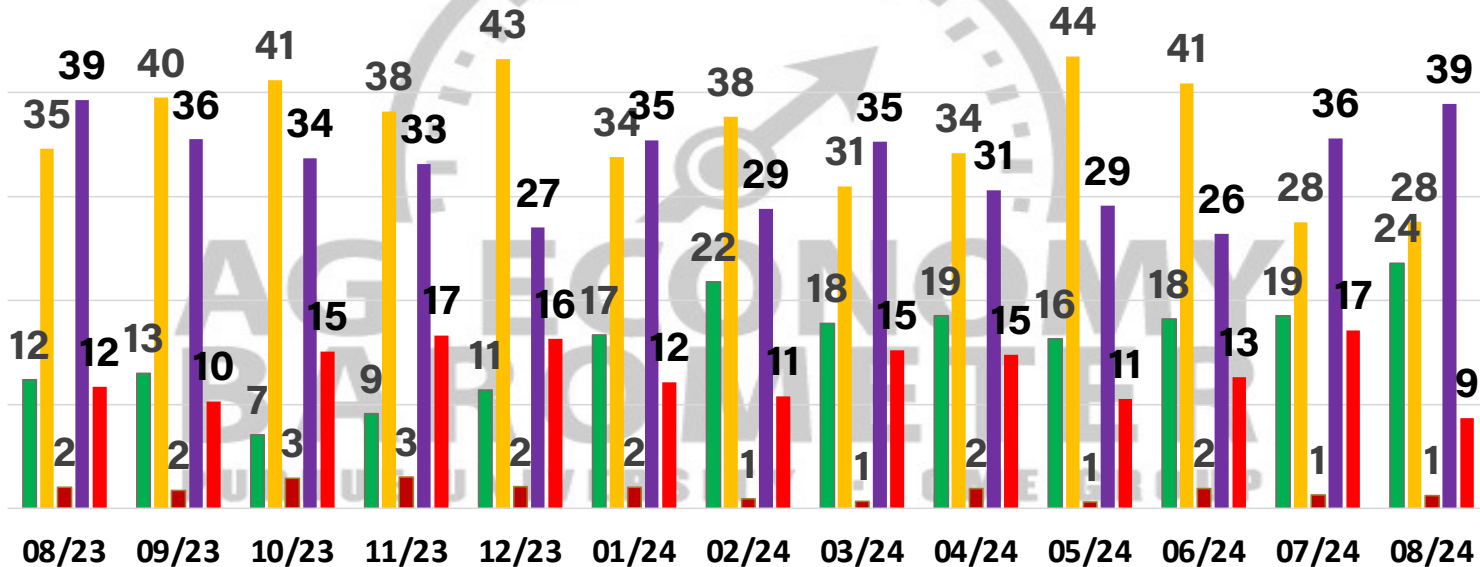
■ Tight farm machinery inventories at dealers

■ Other

More respondents pointing to high costs as a reason to hold back on investments

■ Rising Interest rates

■ Increase in prices for farm machinery and new construction



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



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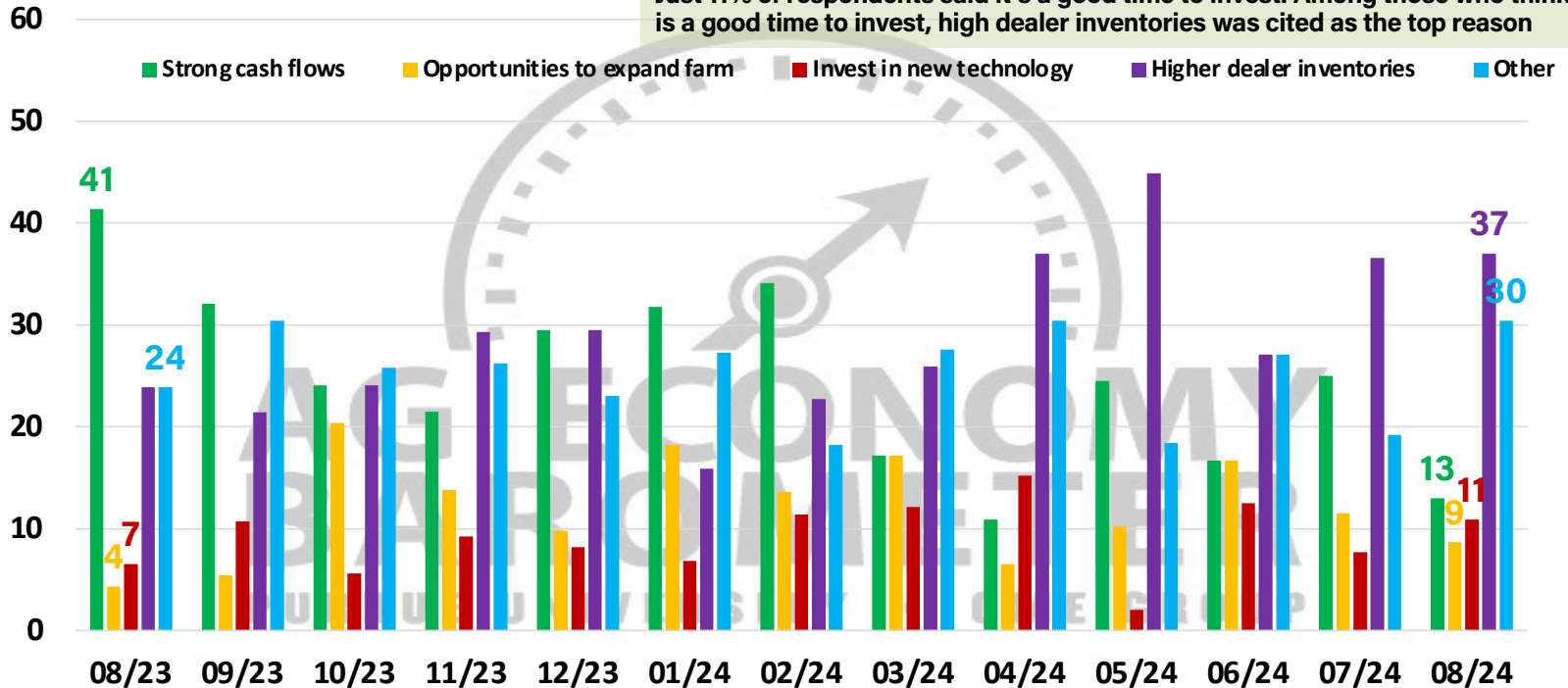
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Primary Reason Now Is a Good Time to Make Large Investments

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

% of respondents

Just 11% of respondents said it's a good time to invest. Among those who think it is a good time to invest, high dealer inventories was cited as the top reason

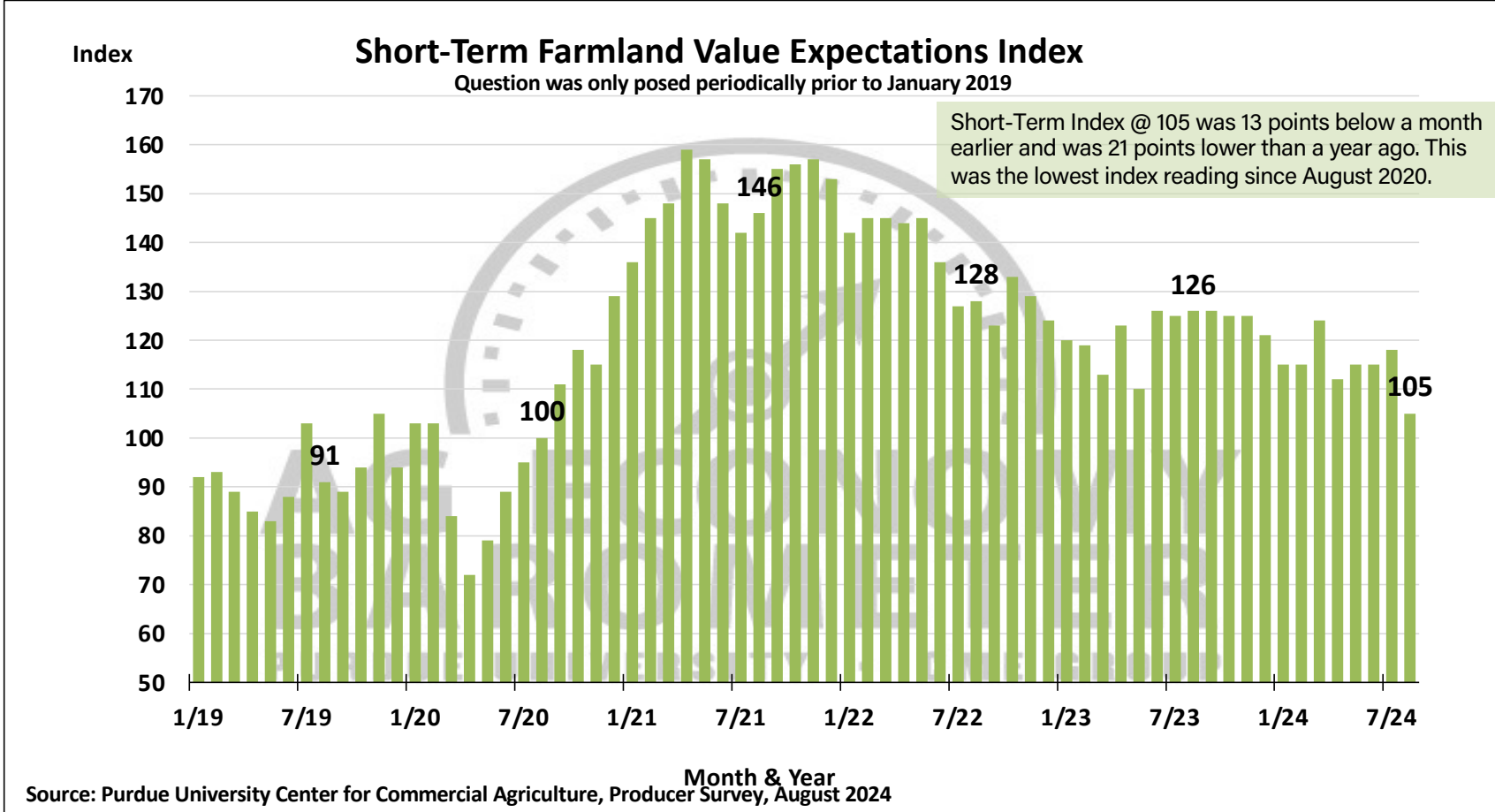


Source: Purdue Center for Commercial Agriculture, Producer Survey, August 2024



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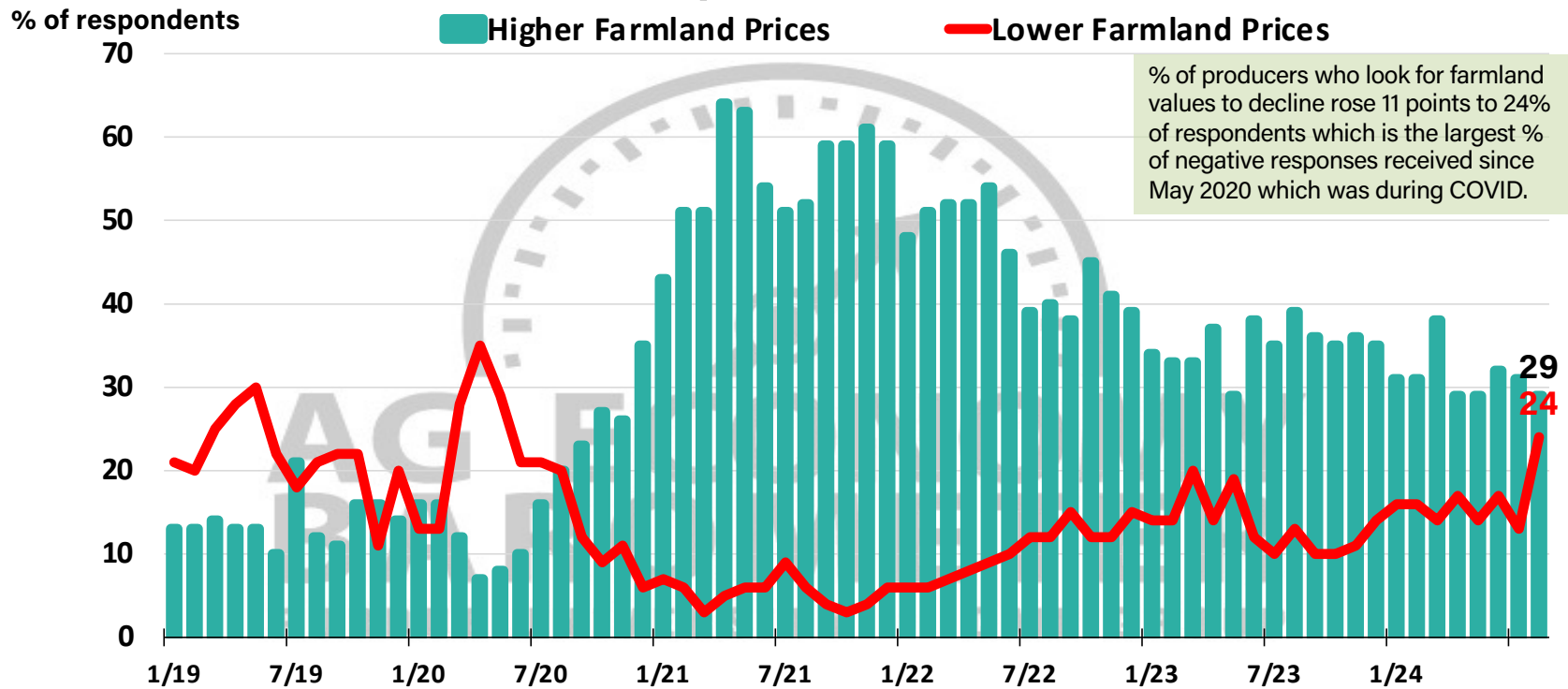
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Farmland Price Expectations, 12 Months Ahead

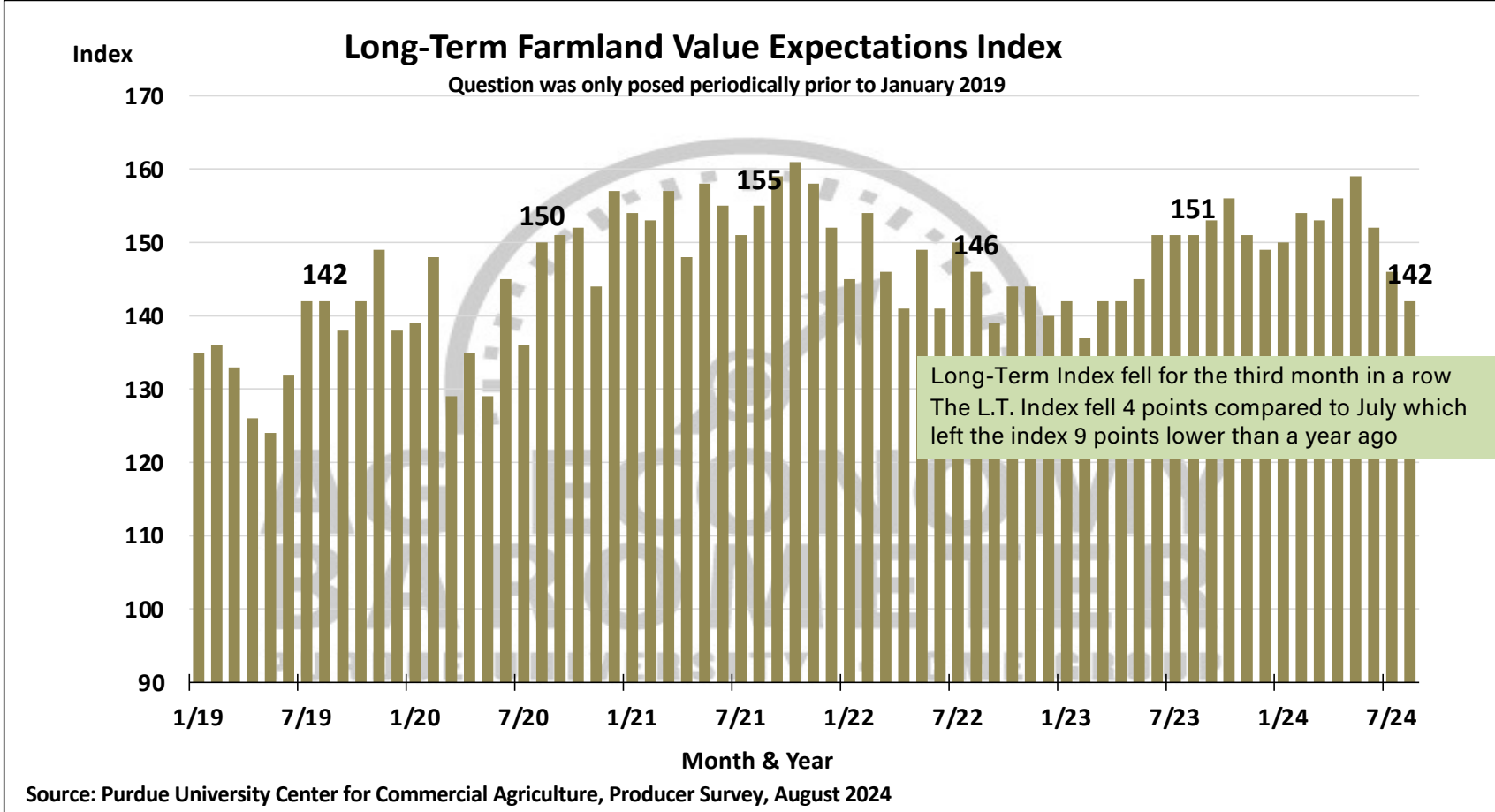


Source: Purdue Center for Commercial Agriculture, Producer Survey, August 2024



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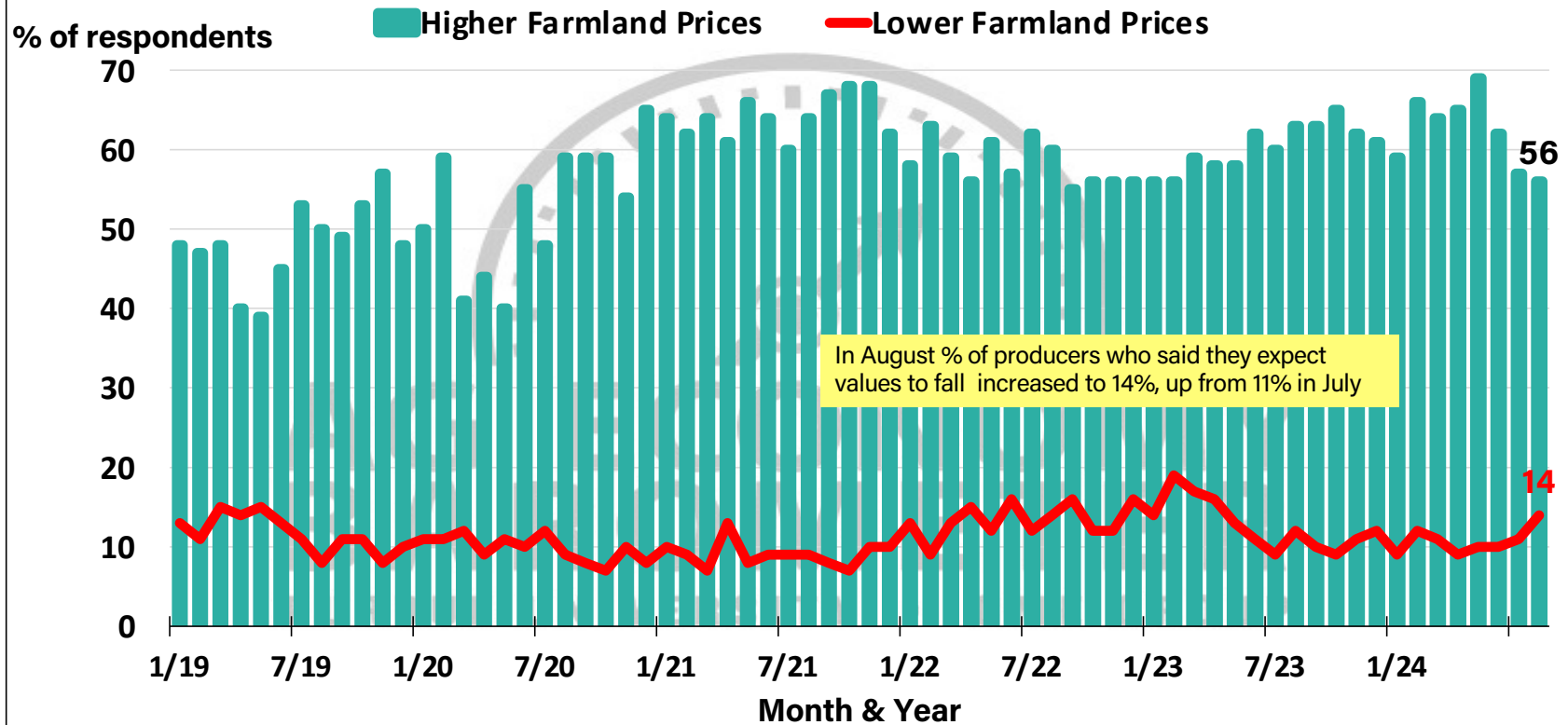
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Farmland Price Expectations, 5 Years From Now



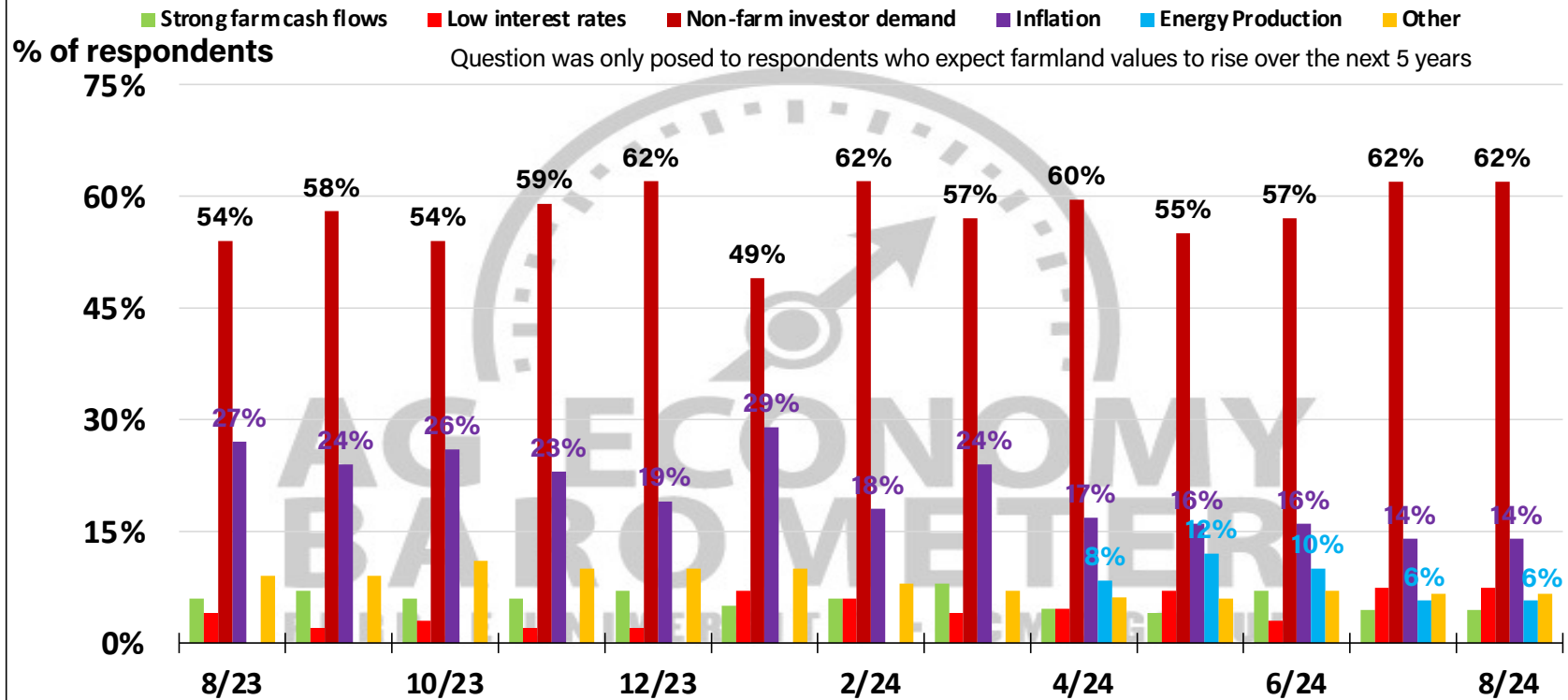
Source: Purdue Center for Commercial Agriculture, Producer Survey, August 2024



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



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

Non-farm investors still cited as top reason for bullish viewpoint, but some producers continue to point to impact of solar and wind leases on farmland values as a reason for optimism



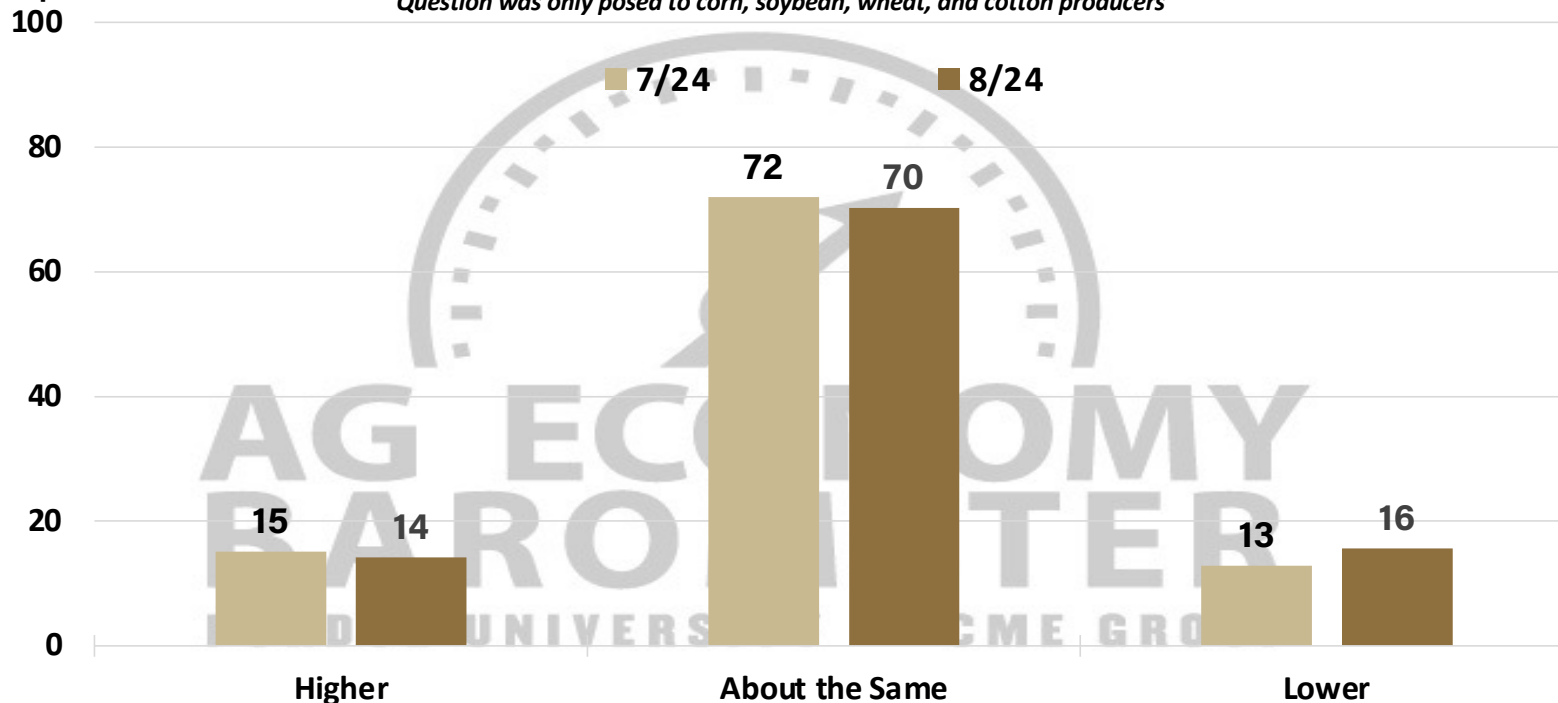
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Compared to 2024, what are your expectations for cash rents in your area in 2025?

Question was only posed to corn, soybean, wheat, and cotton producers

% of respondents



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



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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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