



Ag Economy Barometer

August 2022

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Ag Economy Barometer

Introduction

Ag Economy Barometer

Survey Details

- **Monthly survey of 400 U.S. agricultural producers, focused on major crop and livestock enterprises**
 - Corn and Soybeans: 53%
 - Wheat: 14%
 - Cotton: 3%
 - Beef: 19%
 - Swine: 6%
 - Dairy: 5%

Ag Economy Barometer Survey Details (continued)

- Respondents value of farm production is greater than \$500,000.
- Do not survey the same producers each month, but characteristics of survey sample are held constant from month to month.

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Trends

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200

175

150

125

100

75

07/16

07/17

07/18

07/19

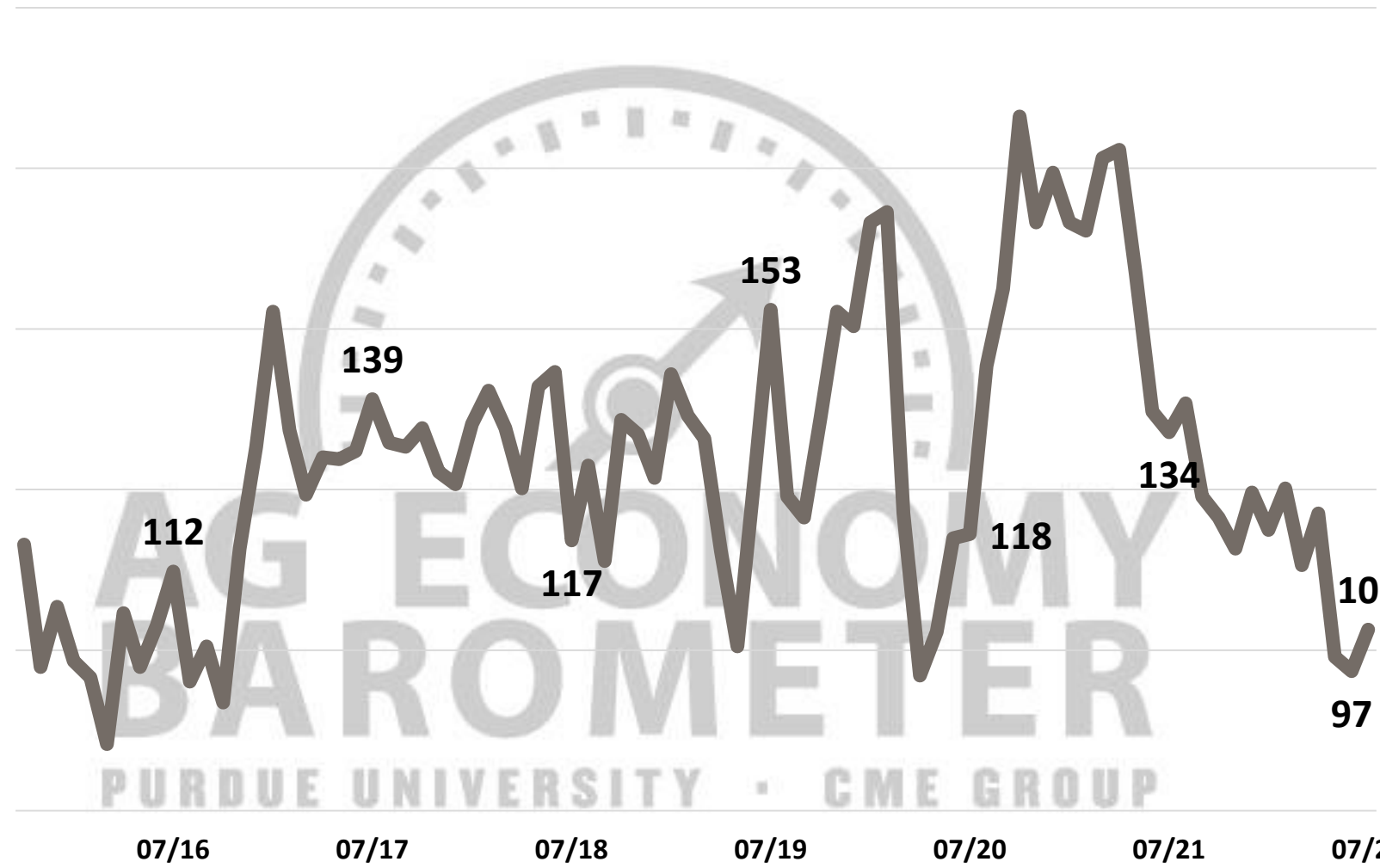
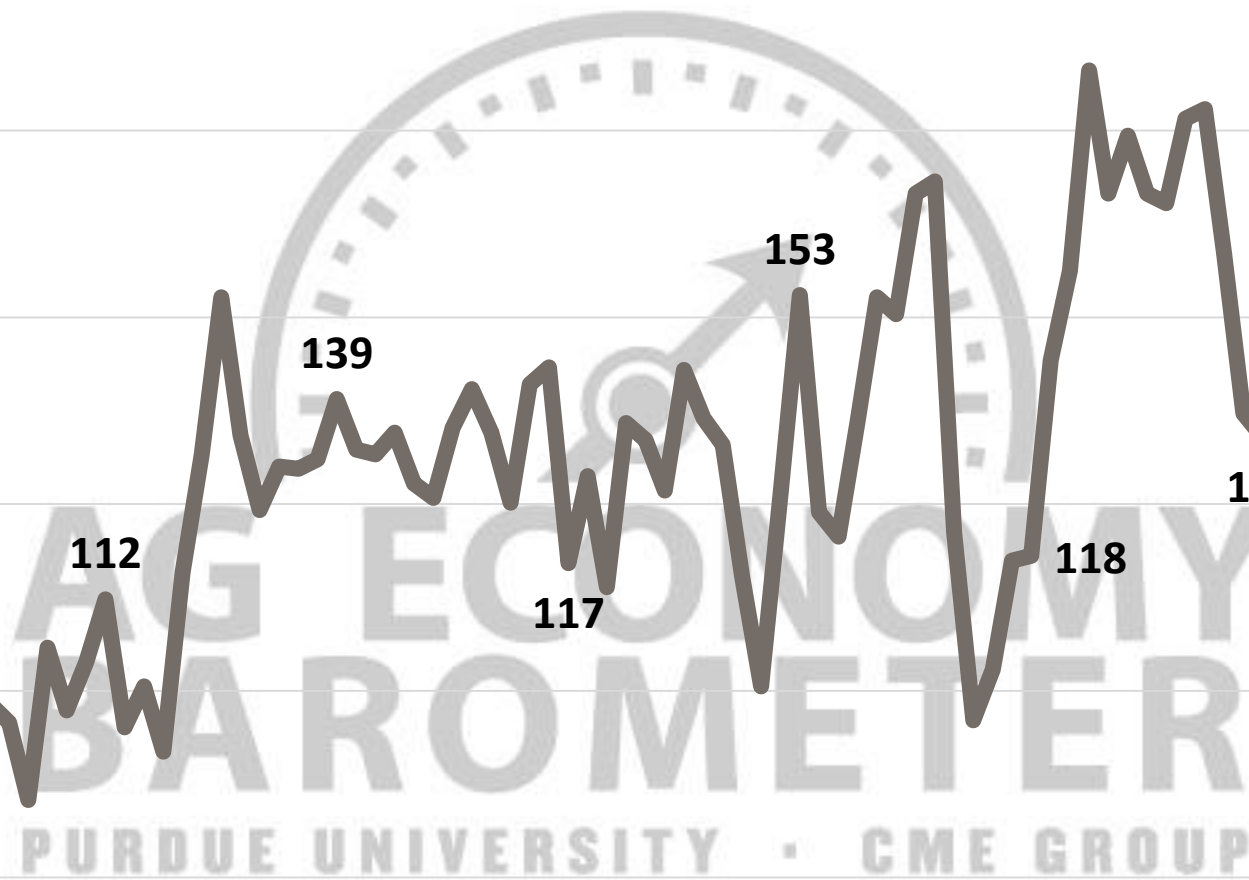
07/20

07/21

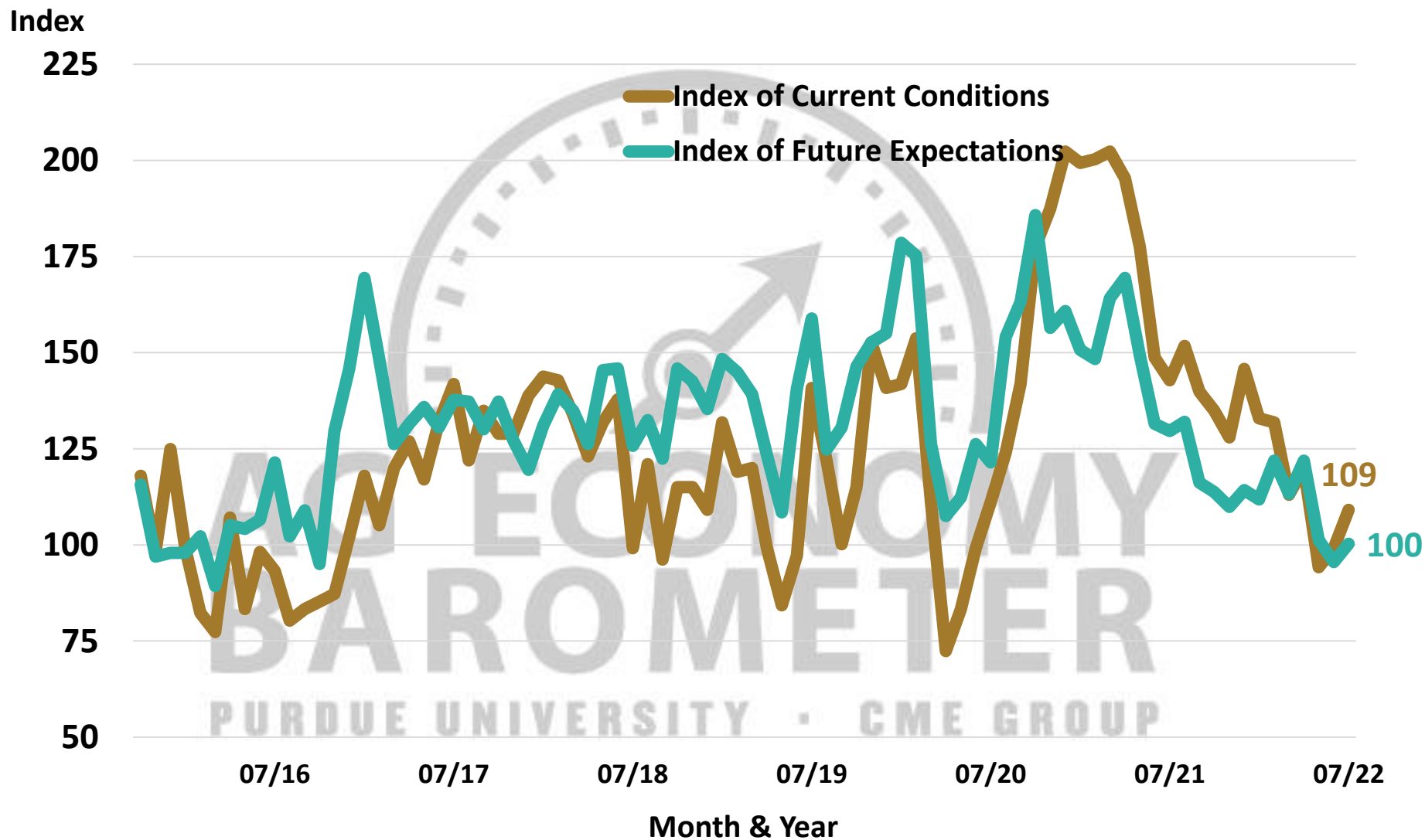
07/22

Month & Year

Source: Purdue University Center for Commercial Agriculture, Producer Survey, July 2022



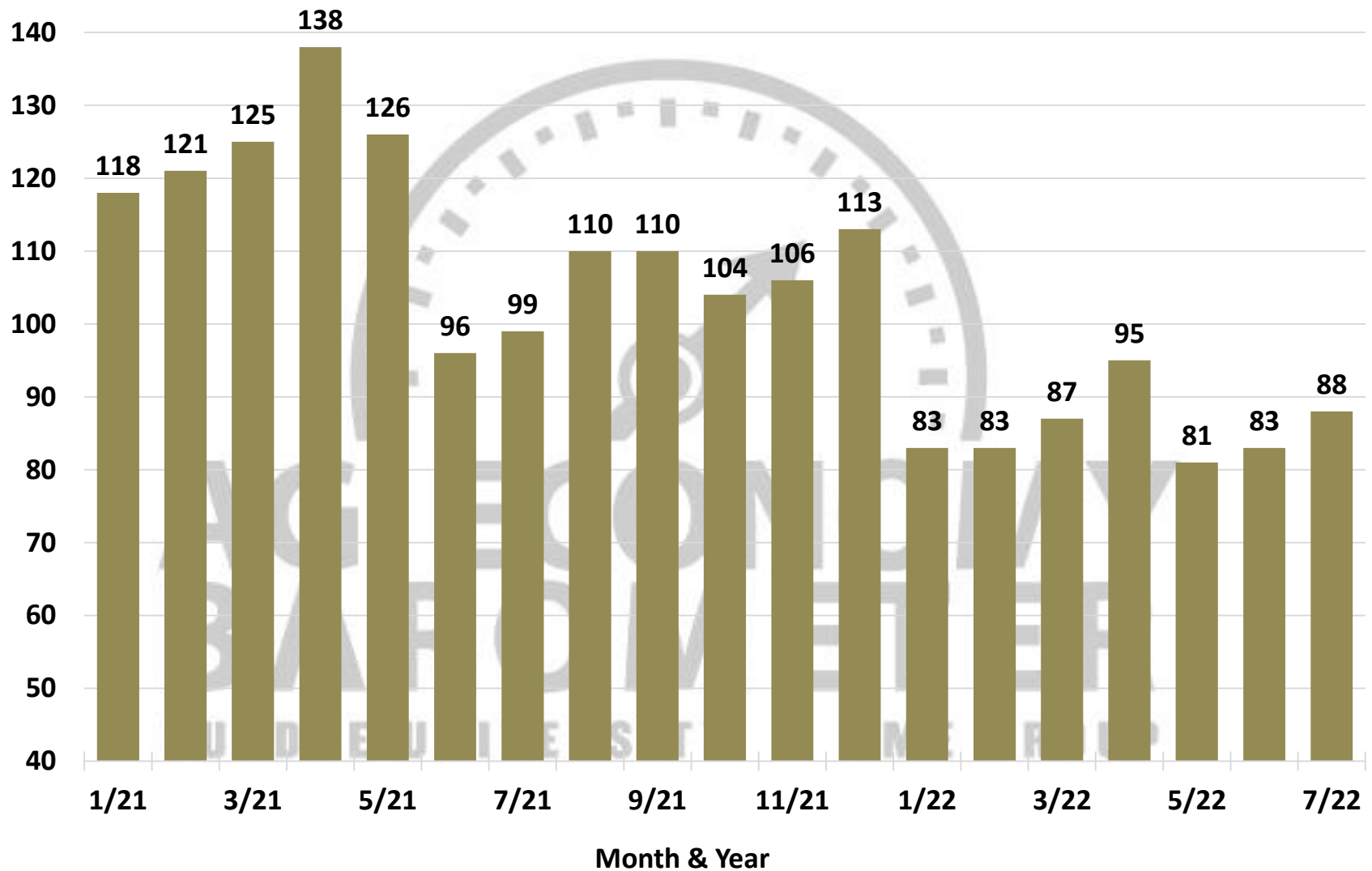
Indices of Current Conditions and Future Expectations



Source: Purdue University Center for Commercial Agriculture, Producer Survey, July 2022

Farm Financial Performance Index

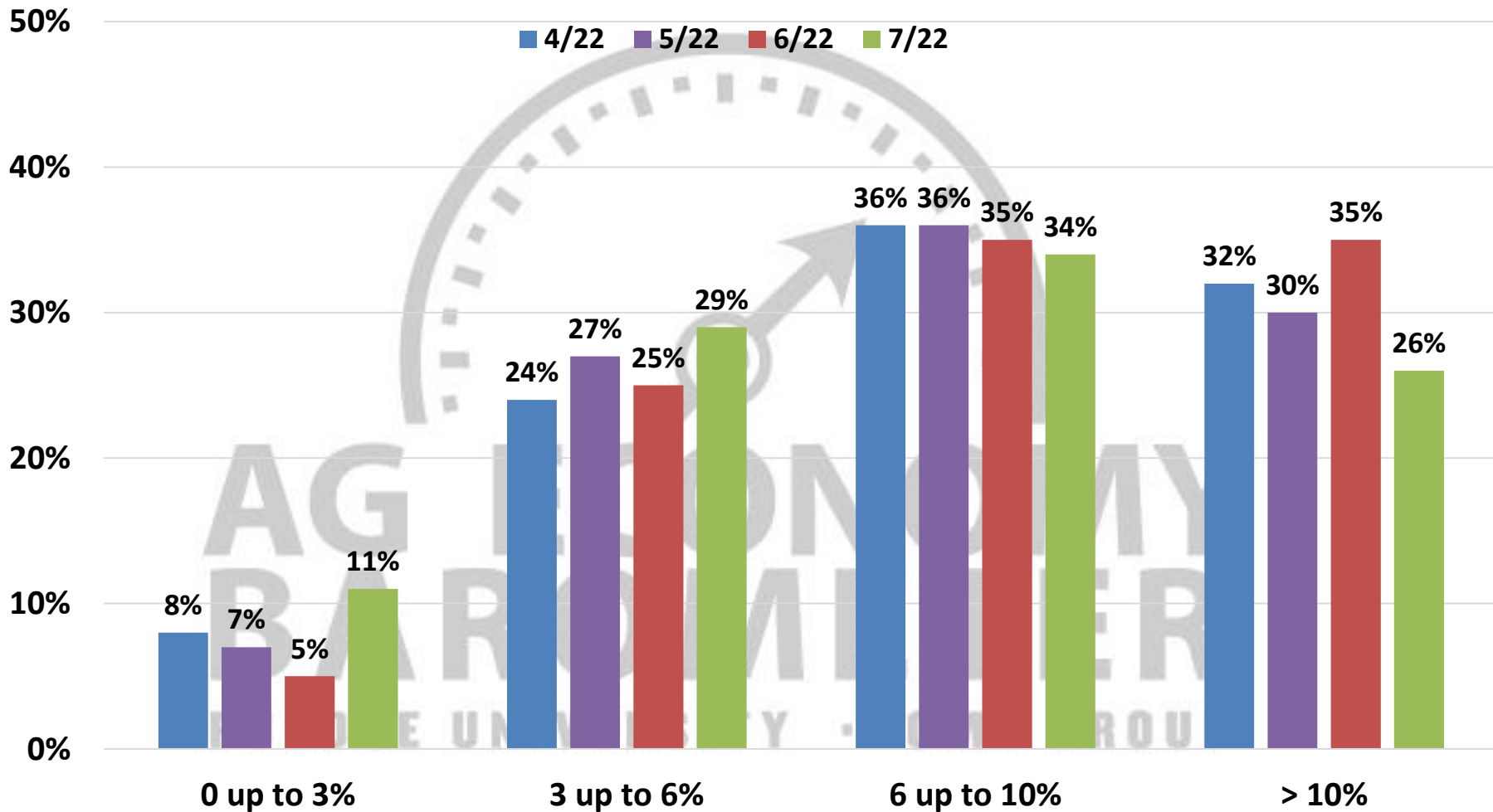
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Source: Purdue University Center for Commercial Agriculture, Producer Survey, July 2022

What do you expect the rate of inflation for consumer items to be during the next 12 months?

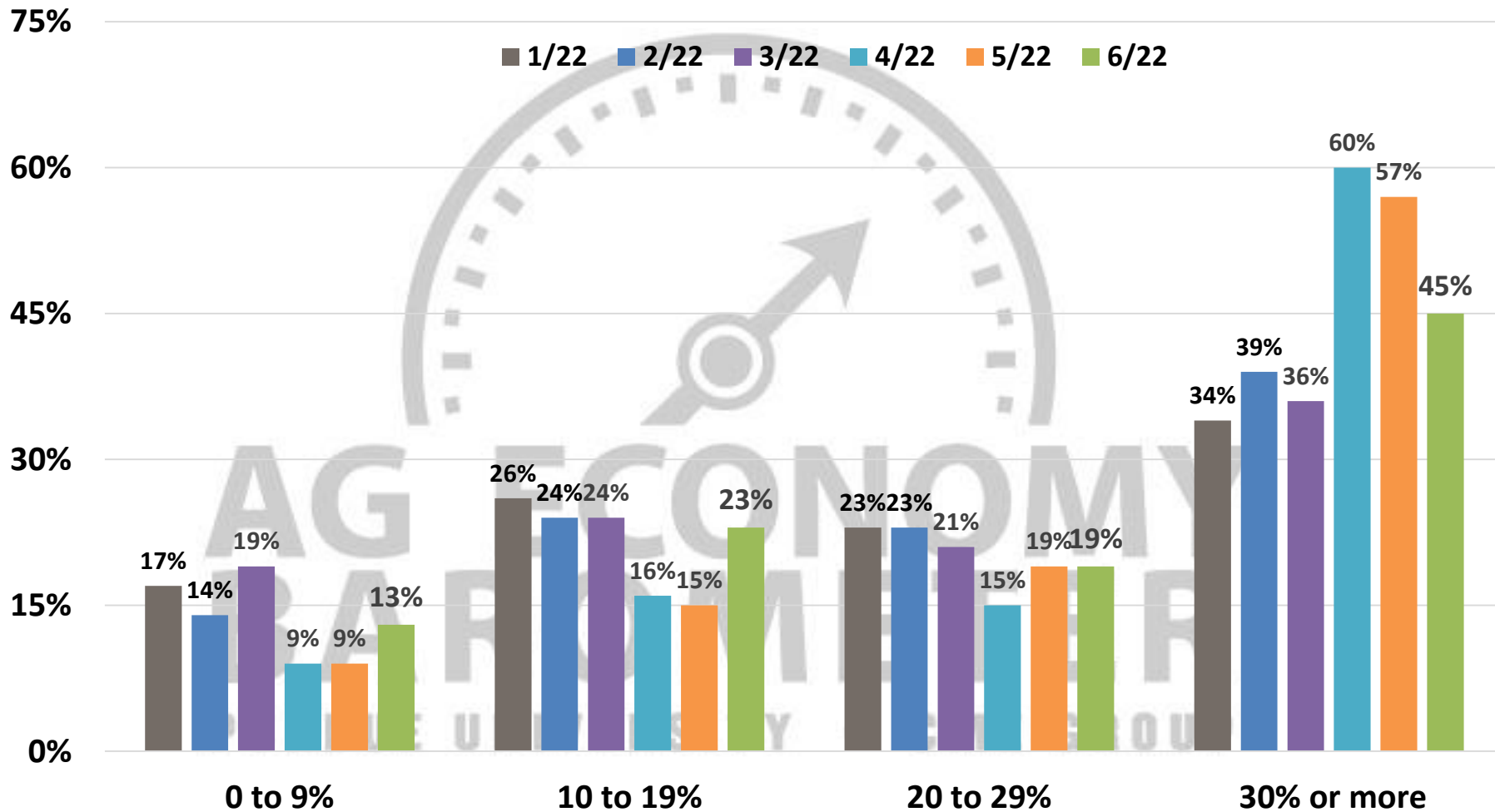
% of respondents



Source: Purdue Center for Commercial Agriculture, Producer Survey, July 2022

How much do you expect the price paid for farm inputs for the 2022 crop year to change compared to the 2021 crop year?

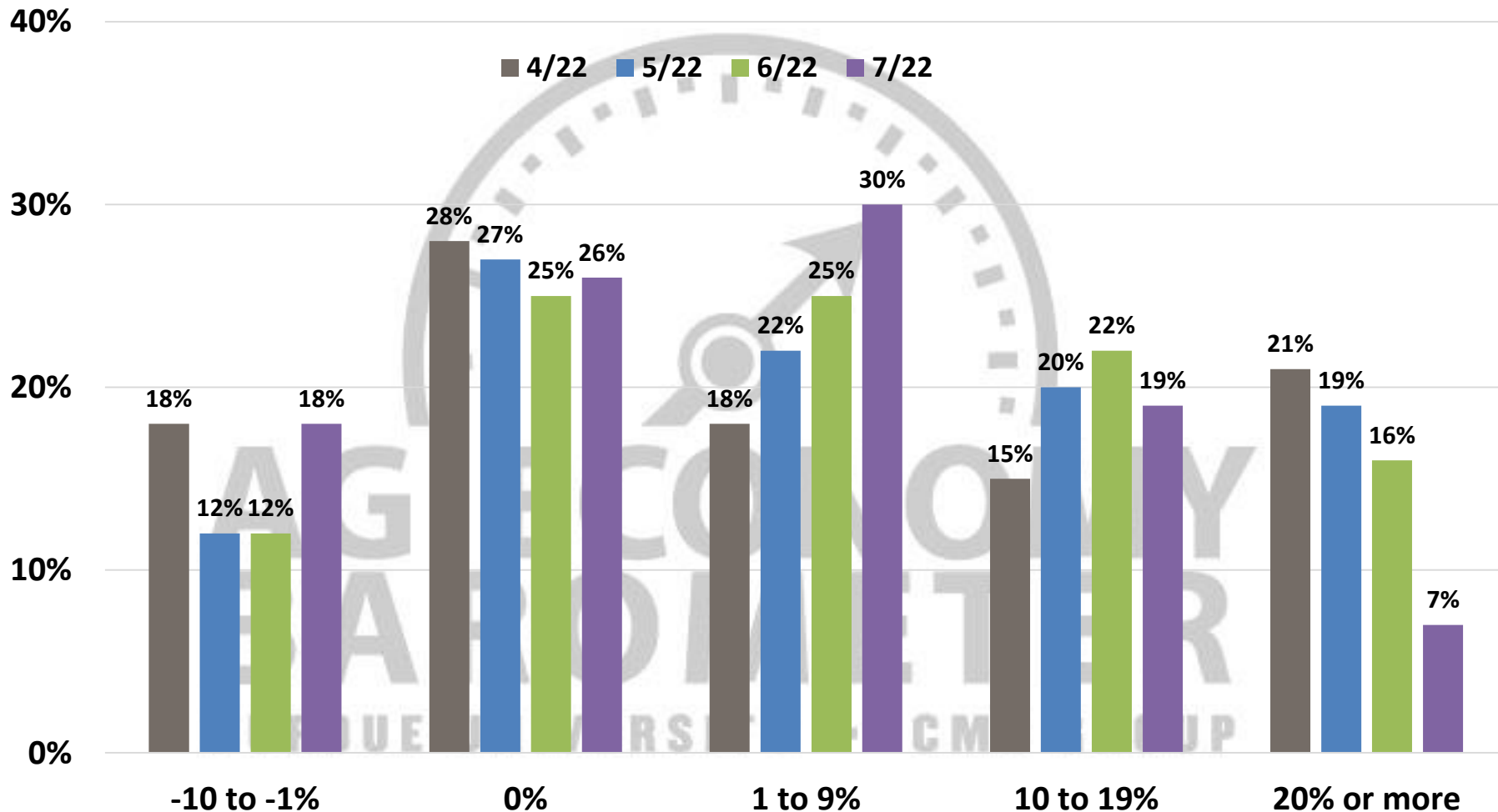
% of respondents



Source: Purdue Center for Commercial Agriculture, Producer Survey, January-June 2022

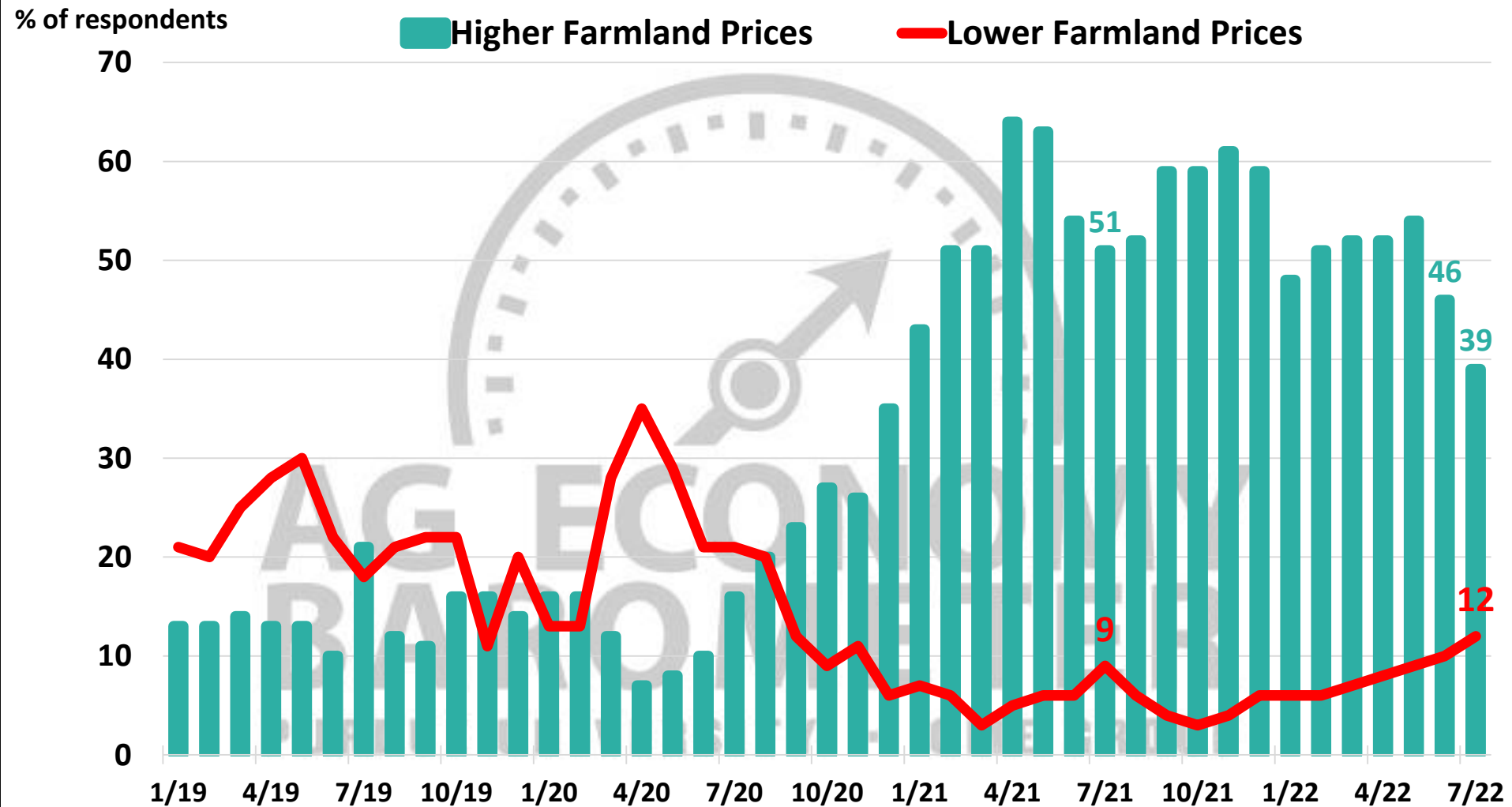
Looking ahead to crops that will be planted in 2023, what change do you expect for 2023 crop input prices compared to prices paid for 2022 crop inputs?

% of respondents



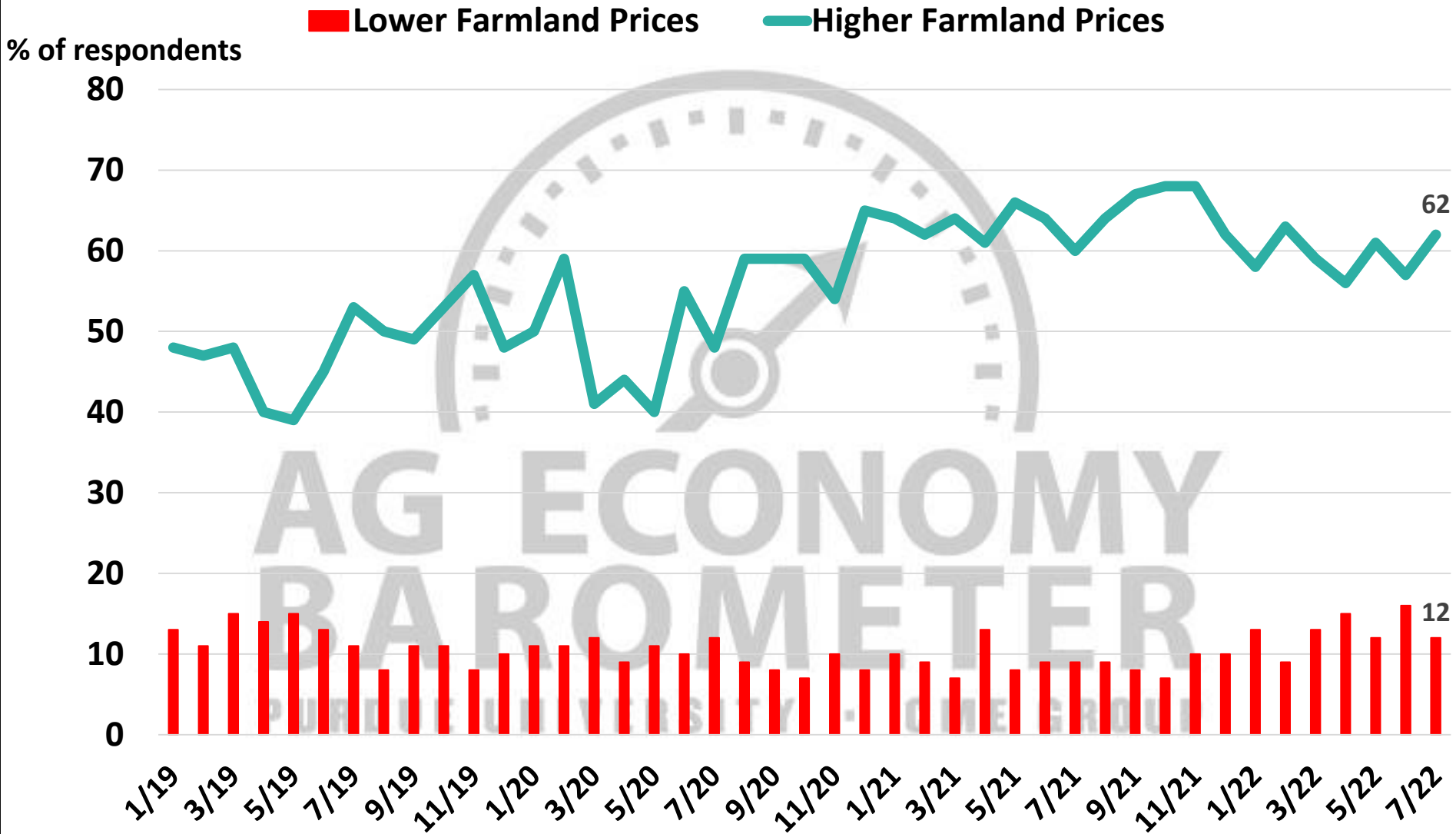
Source: Purdue Center for Commercial Agriculture, Producer Survey, July 2022

Farmland Price Expectations, 12 Months Ahead



Source: Purdue Center for Commercial Agriculture, Producer Survey, July 2022

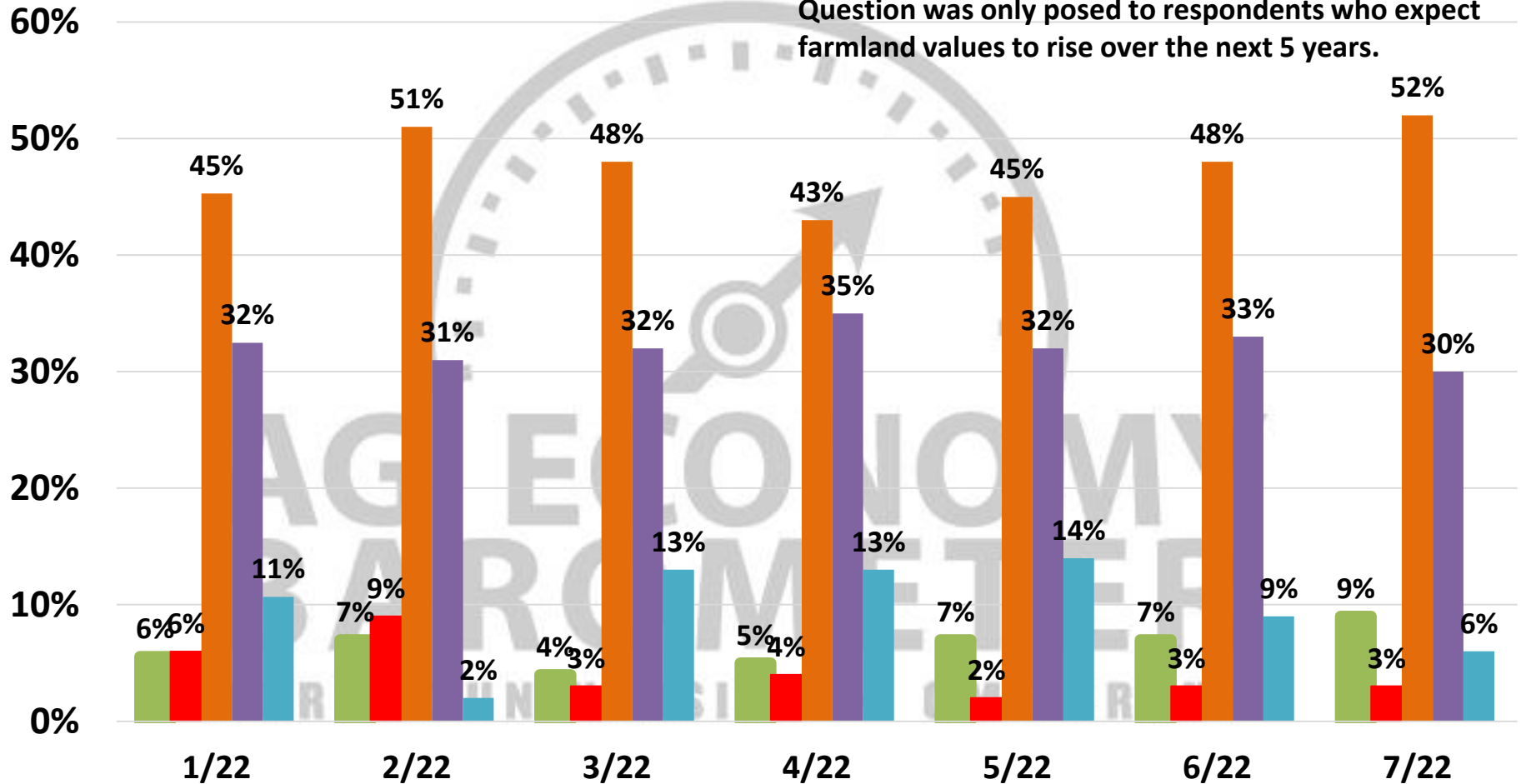
Farmland Price Expectations, 5 Years From Now



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

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

% of respondents



Source: Purdue Center for Commercial Agriculture, Producer Survey, July 2022

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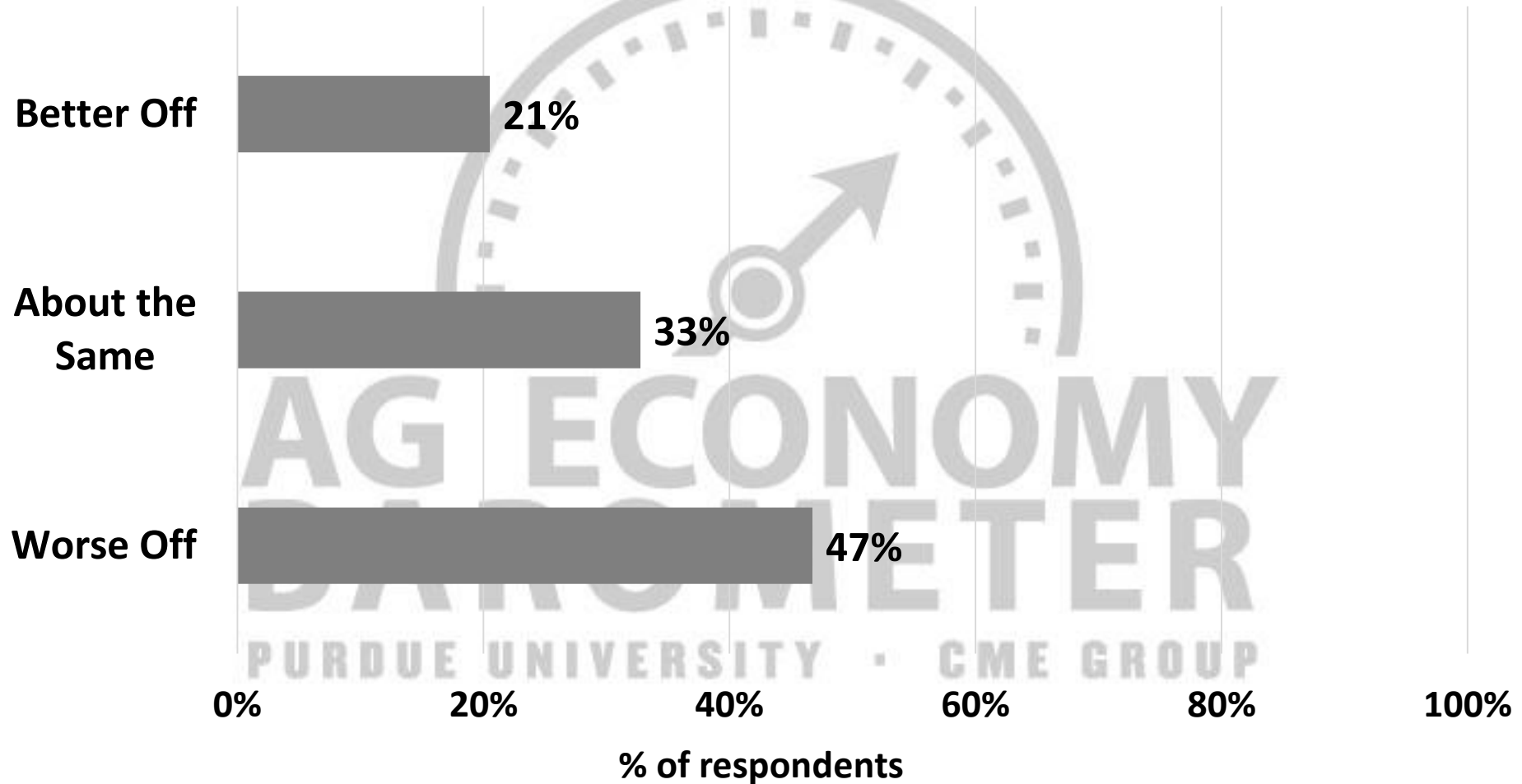
July 2022 Results

Ag Economy Barometer: July 2022



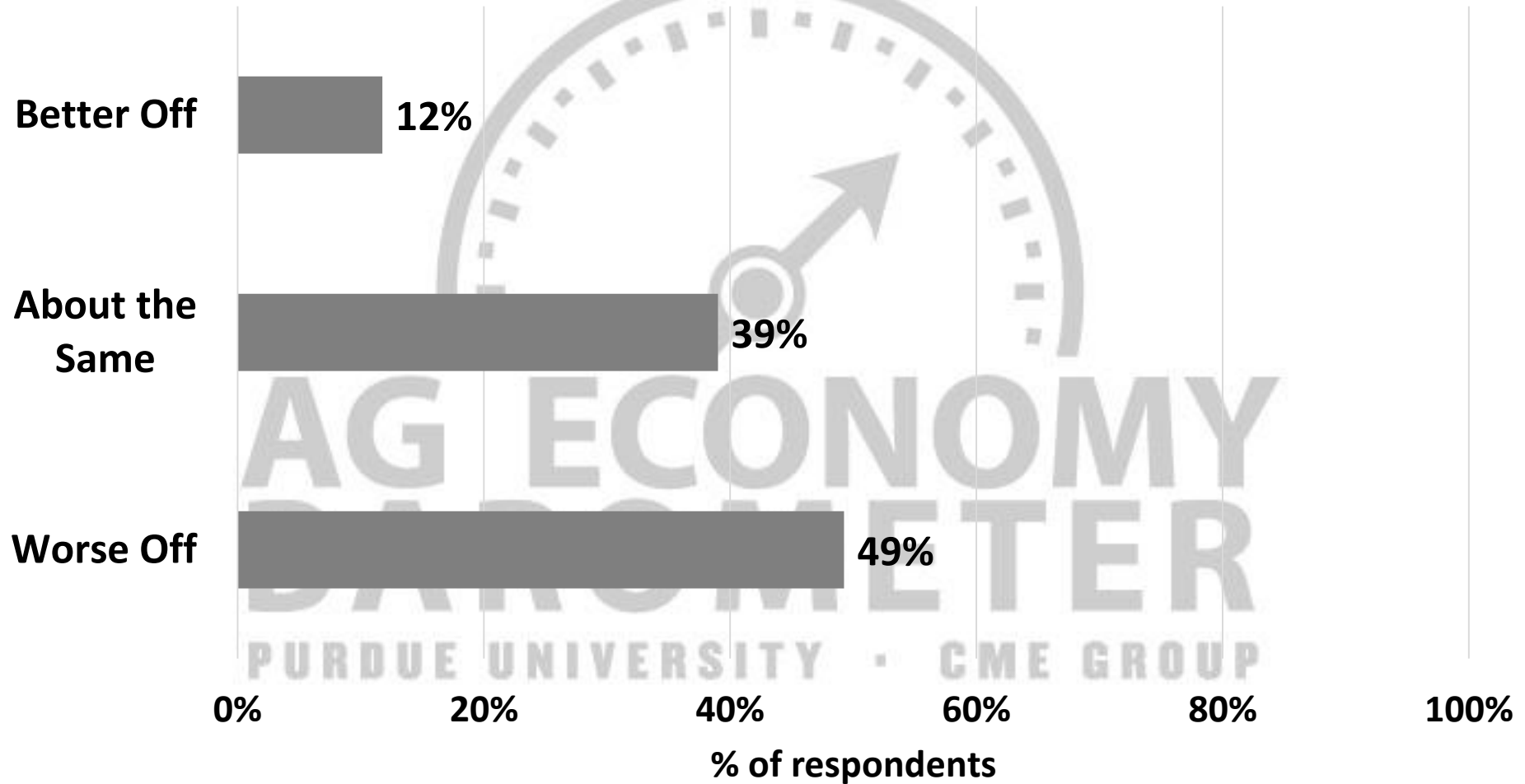
Source: Purdue University Center for Commercial Agriculture, Producer Survey, July 2022

Would you say that your farm operation today is financially better off, worse off, or about the same compared to a year ago?



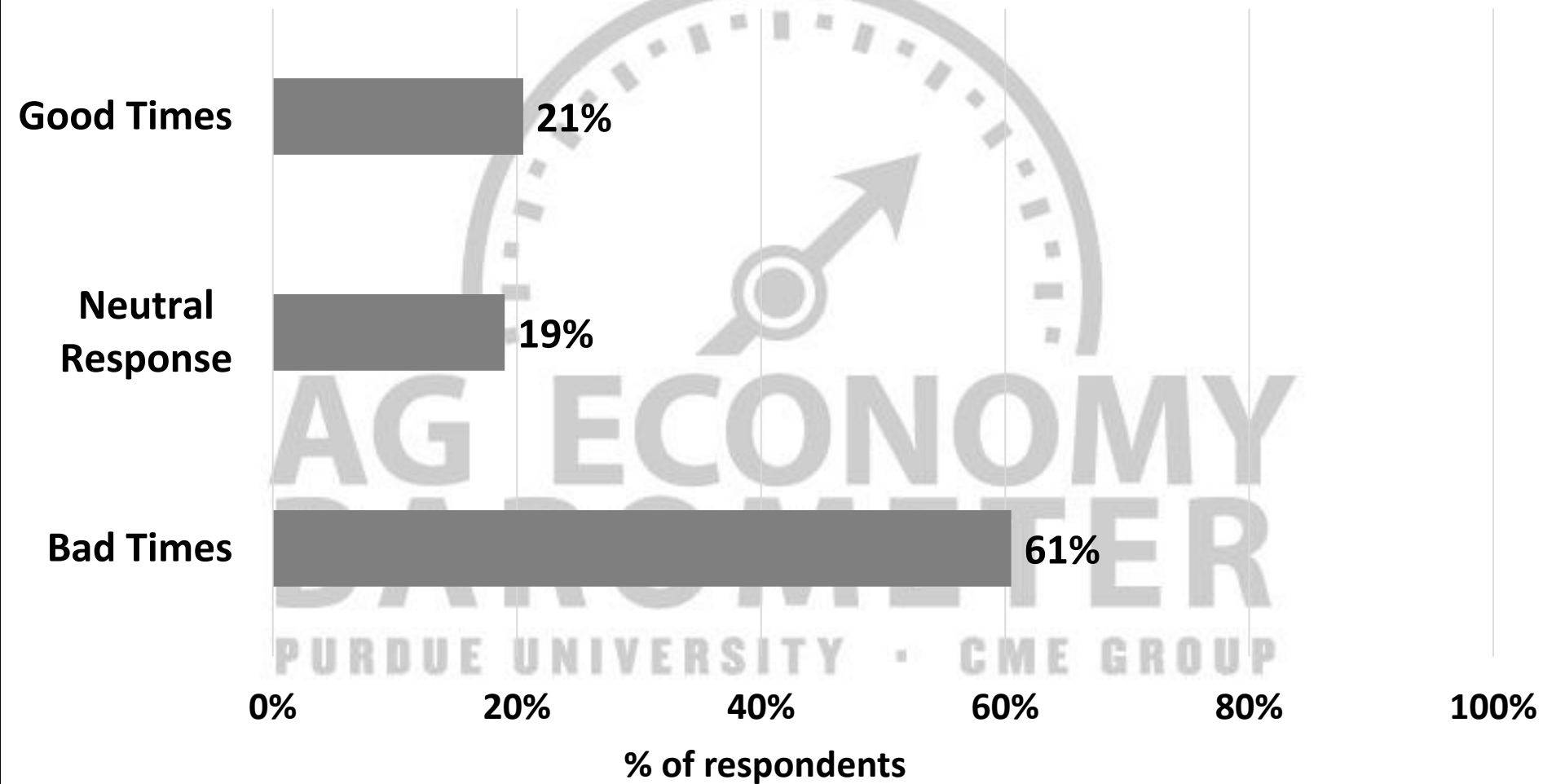
Source: Purdue Center for Commercial Agriculture, Producer Survey, July 2022

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?



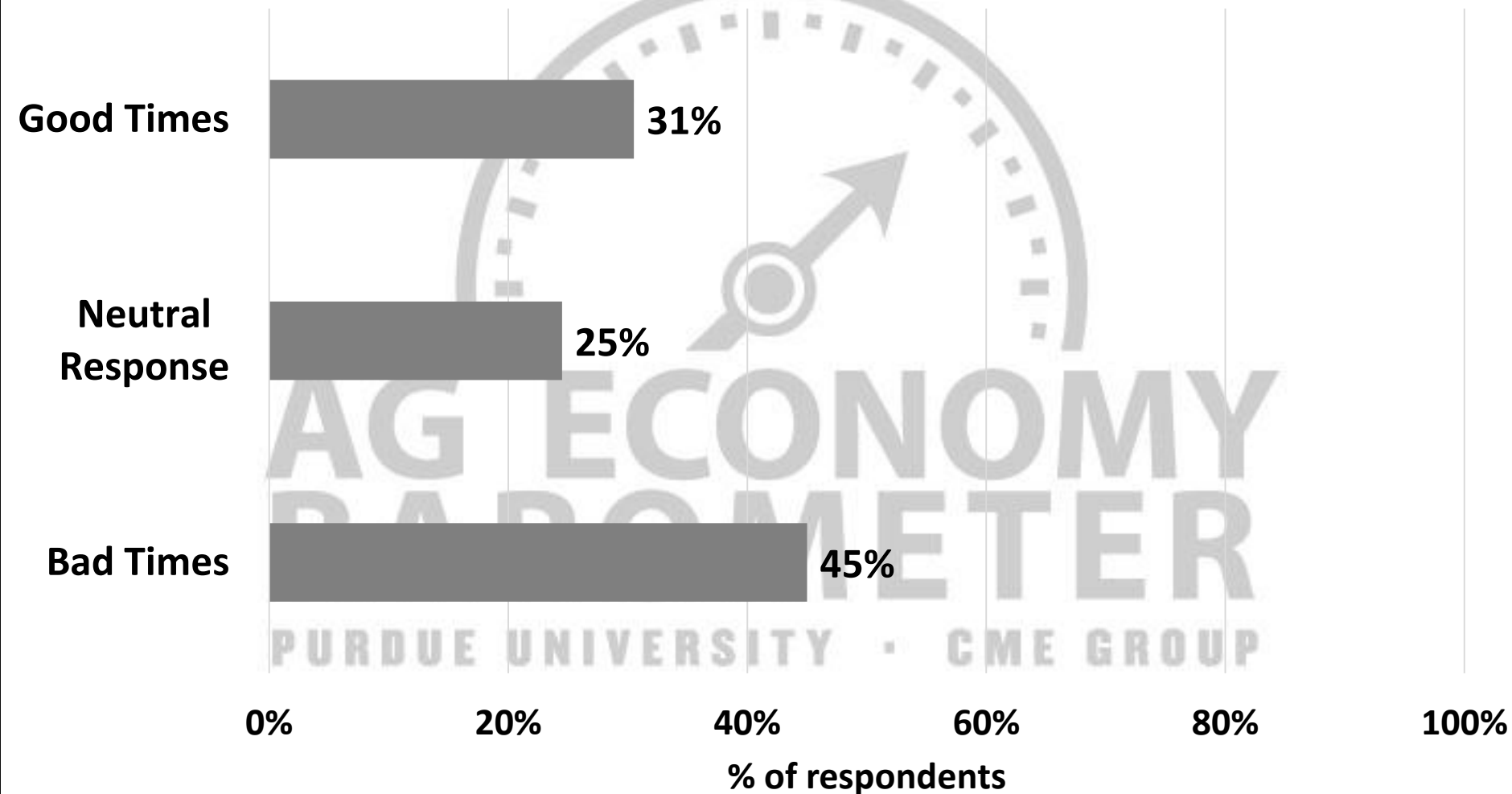
Source: Purdue Center for Commercial Agriculture, Producer Survey, July 2022

Turning to the general agricultural economy, do you think that during the next twelve months there will be good times financially, or bad times?



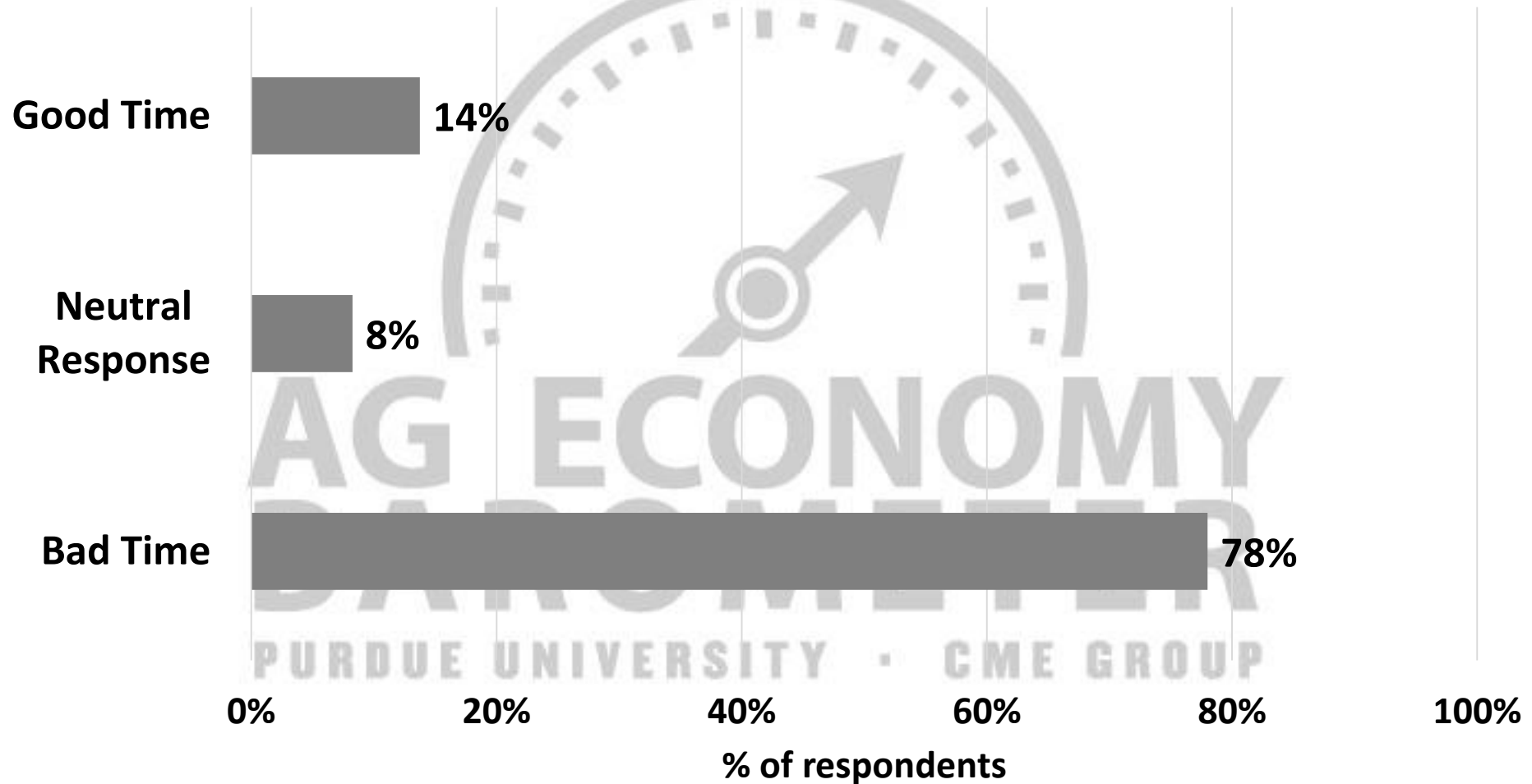
Source: Purdue Center for Commercial Agriculture, Producer Survey, July 2022

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



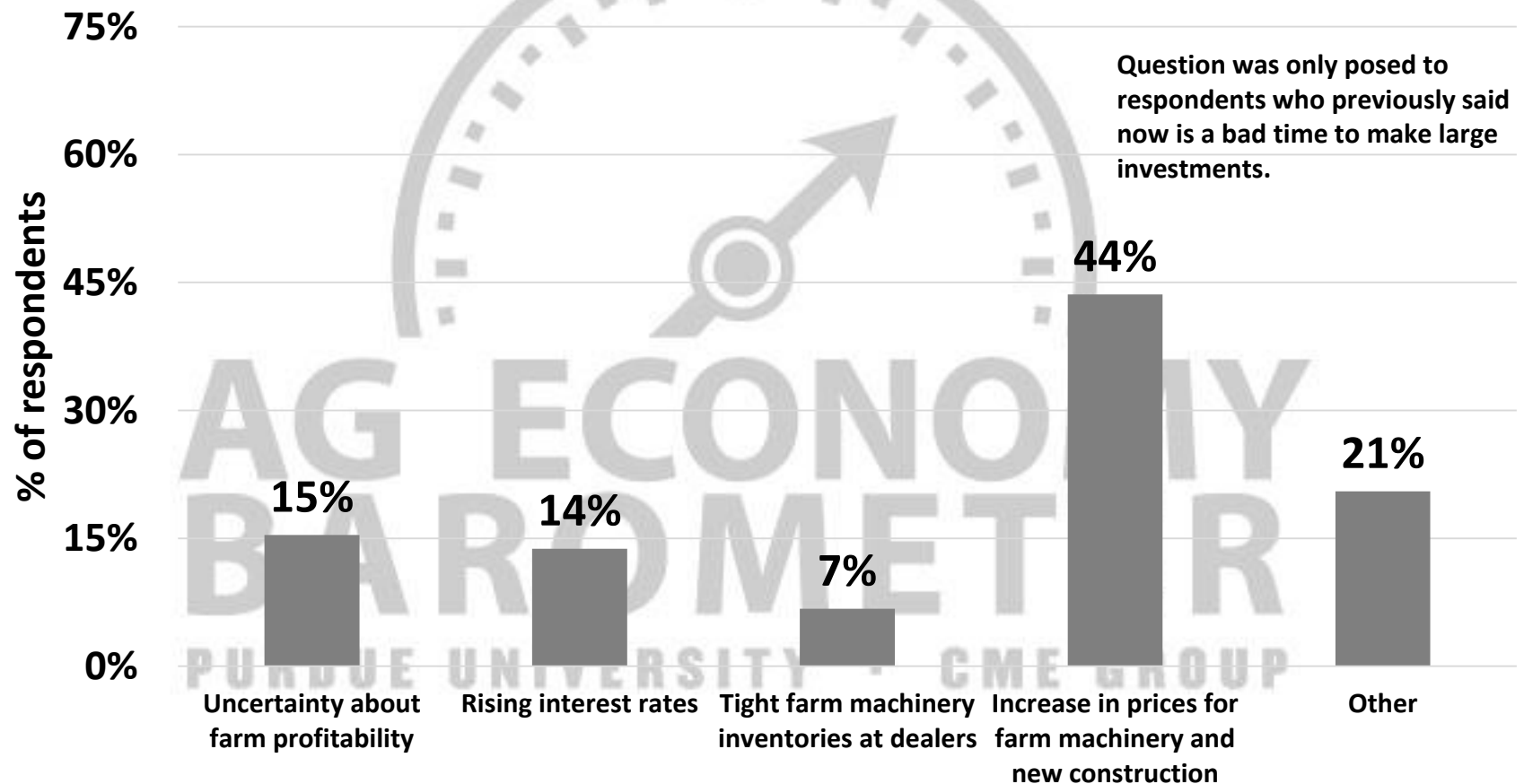
Source: Purdue Center for Commercial Agriculture, Producer Survey, July 2022

Thinking about large farm investments – like buildings and machinery -- generally speaking, do you think now is a good time or bad time to buy such items?



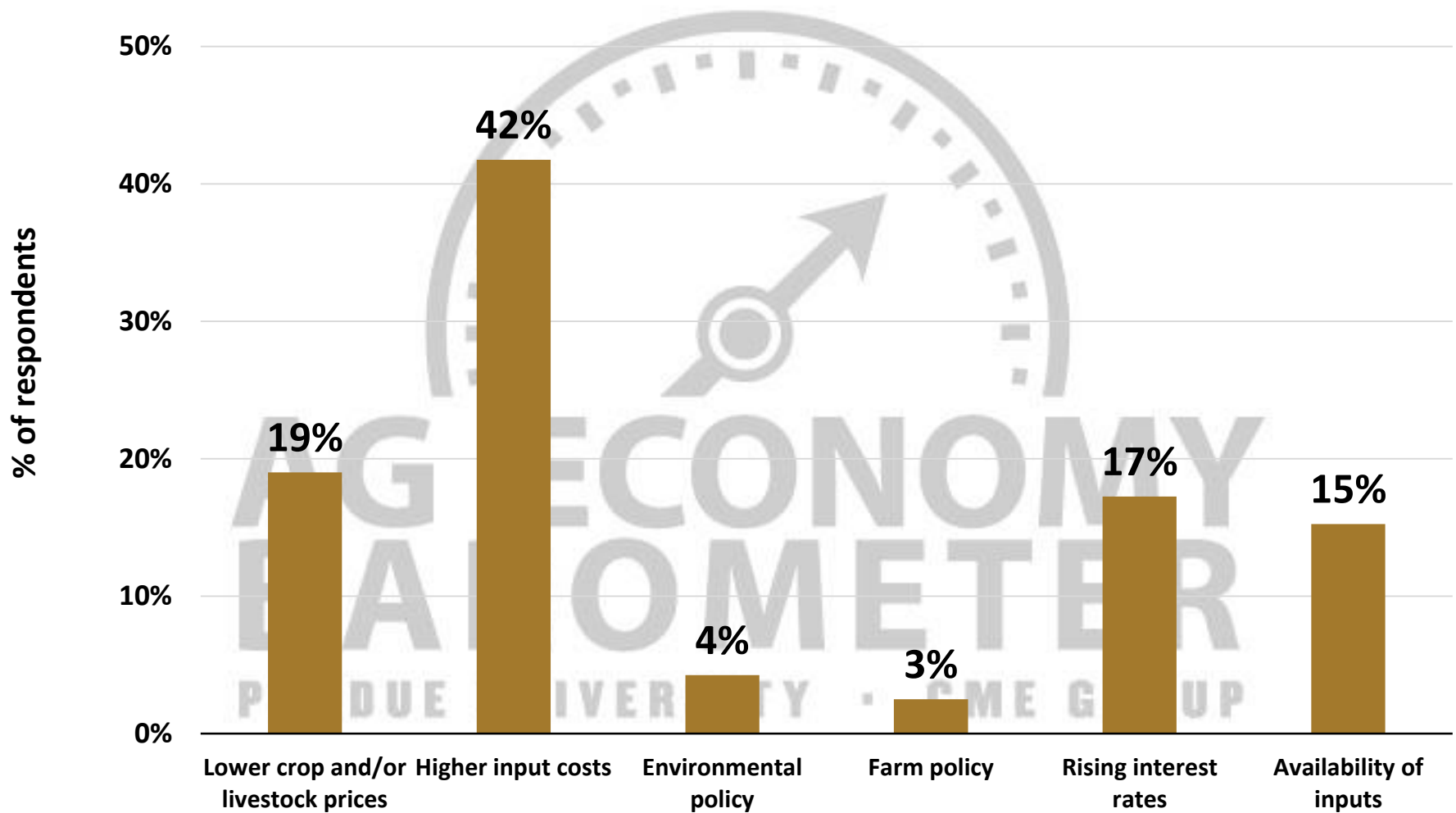
Source: Purdue Center for Commercial Agriculture, Producer Survey, July 2022

What is the primary reason you think now is a bad time to make large investments in things like buildings and machinery?



Source: Purdue Center for Commercial Agriculture, Producer Survey, July 2022

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



Source: Purdue Center for Commercial Agriculture, Producer Survey, July 2022

Questions, Comments

www.ag.purdue.edu/commercialag

