



FARMER AC

Brian Brinch, SVP Rural Infrastructure

Jackson Takach, Chief Economist

Greg Lyons, Economist

Bob Dinterman, Economist – Ohio State University

August 18, 2020

Agenda

Highlights from
the analysis

Why they are
important for
producers and
lenders alike

Other news and
factoids

How you can
access this and
future editions

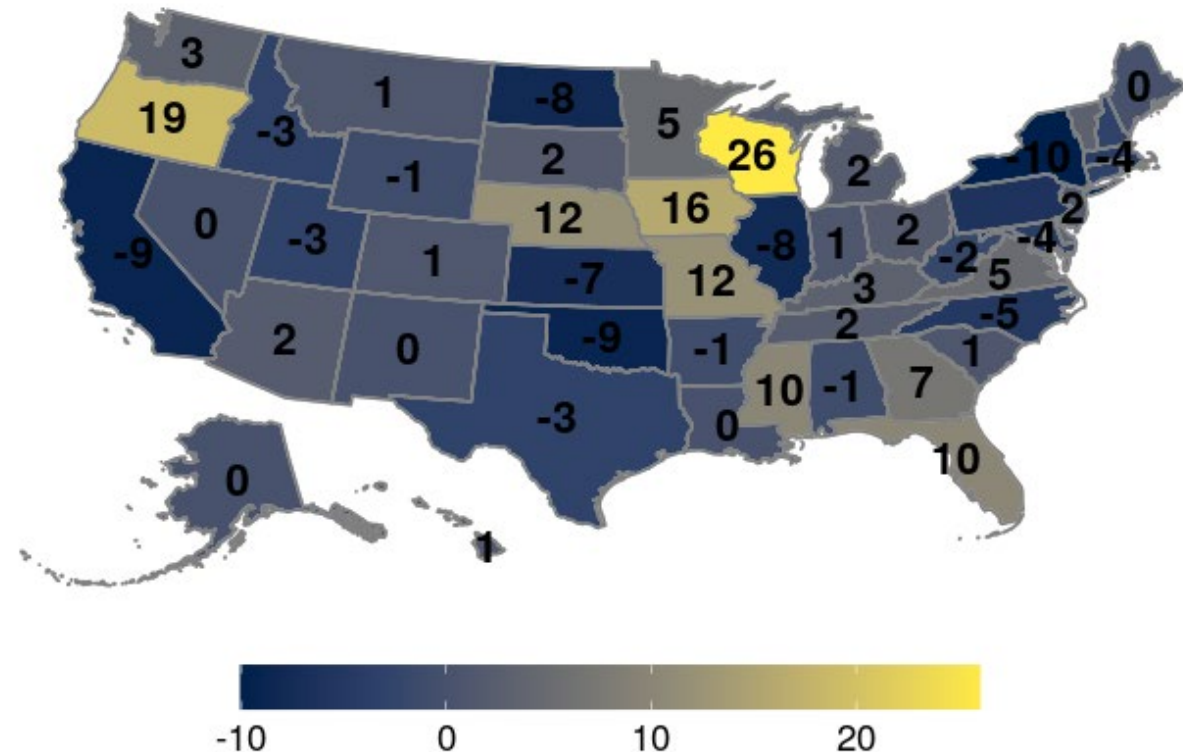
Q&A



Highlight 1: Farm Bankruptcies

- National farm bankruptcies have approached levels not seen since 2009-2012
- Bankruptcy filings have increased in some areas, but remain relatively low
- Farm and off-farm income levels, farmland value trends, and macroeconomic factors all help determine regional differences

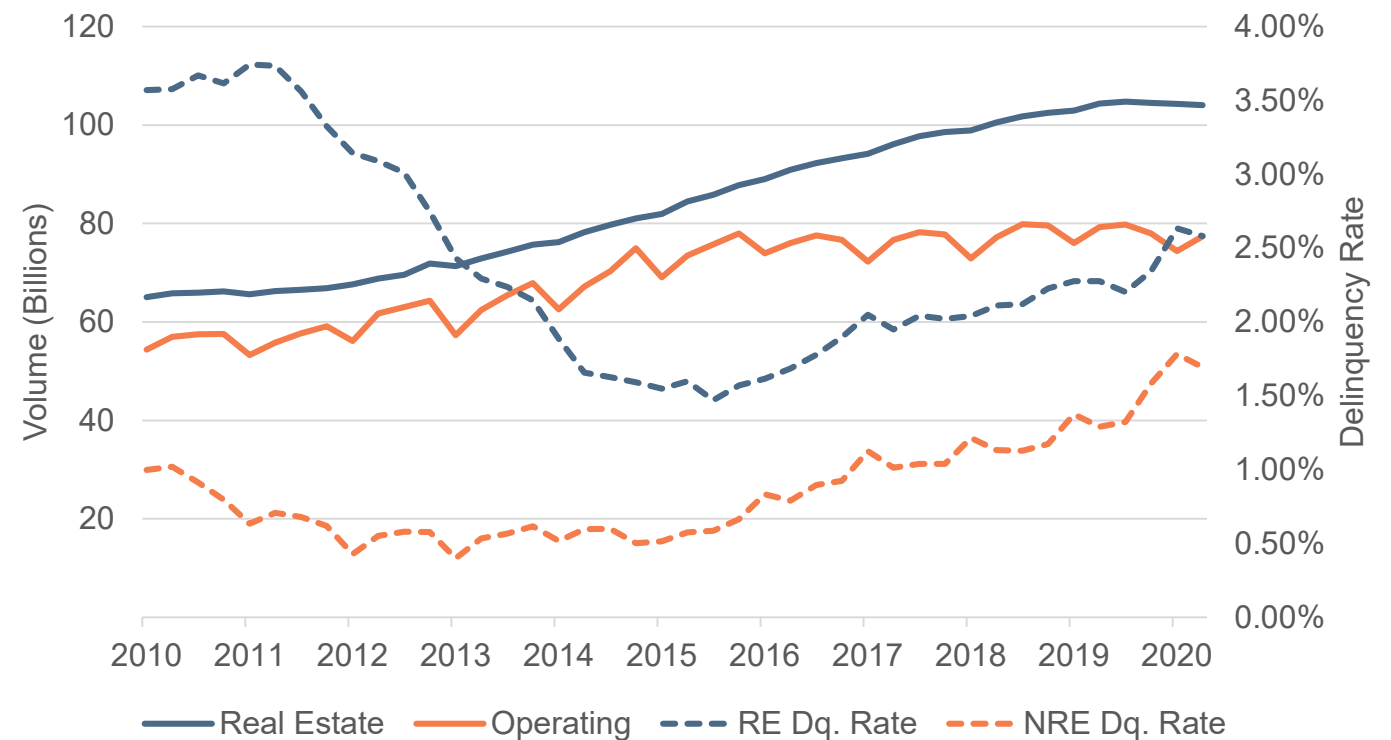
Change in Total Chapter 12 Bankruptcies Filed, July 2019 – June 2020



Highlight 2: Trends in Ag Lending

- First evidence of real estate volume decline
- Differences by lender size
 - Pullback of large banks?
- Regional disparities:
 - Great plains v. the coasts
- Delinquencies: Government support filling its purpose?

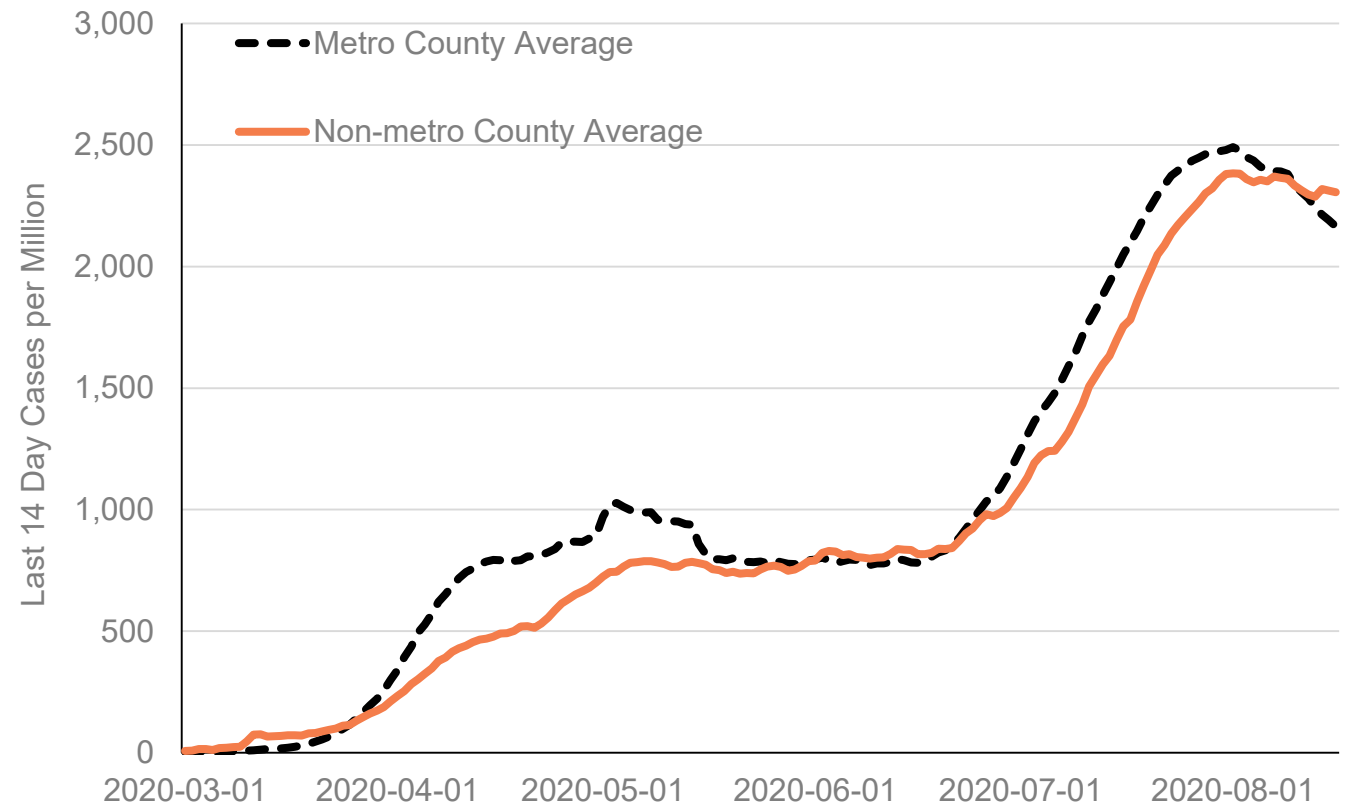
Volumes and seasonally adjusted delinquency rates



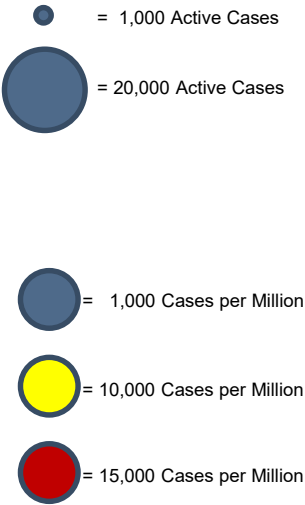
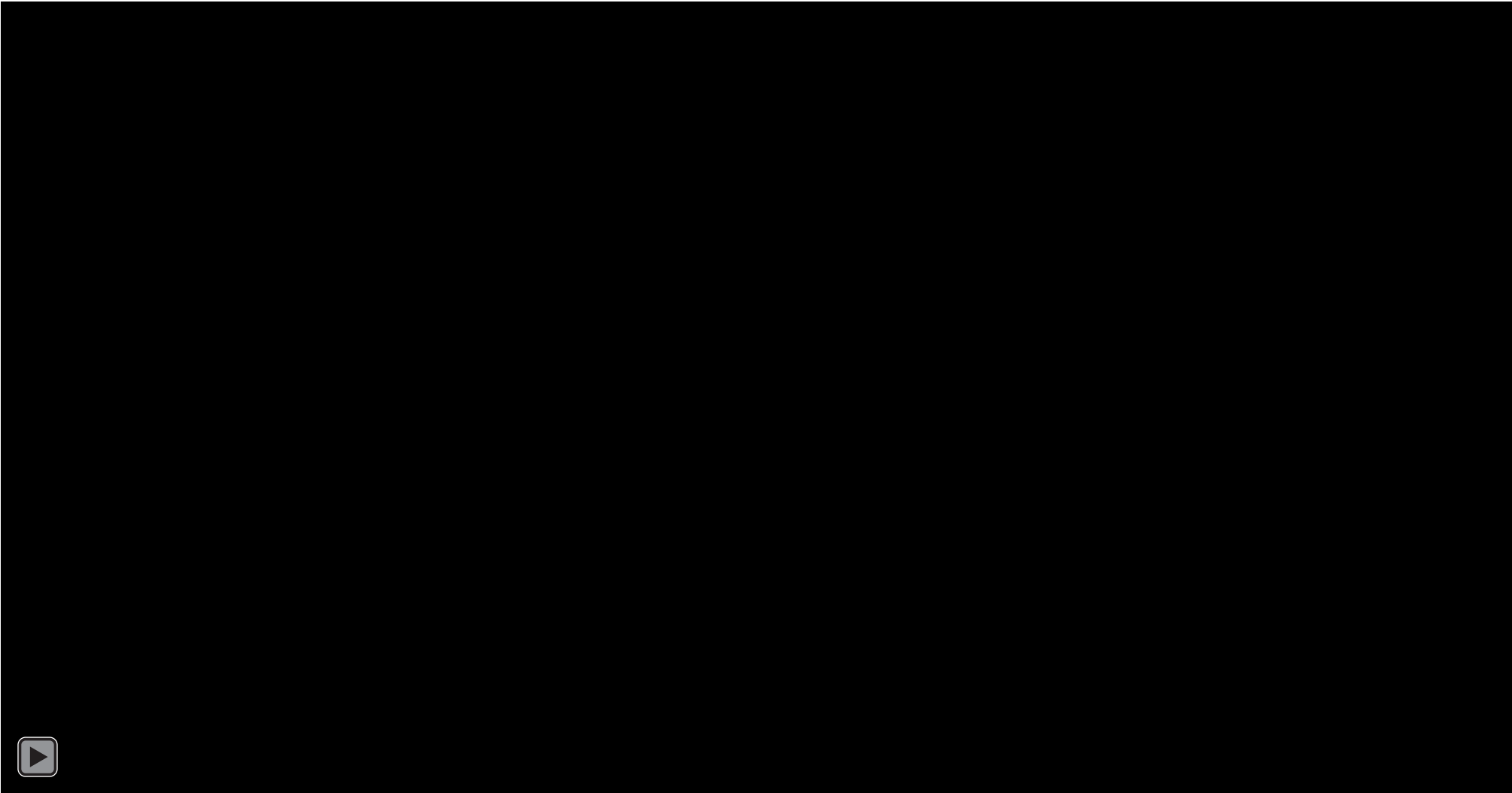
Highlight 3: Rural Emergence

- Initial emergence was concentrated in metro counties
- Transition more rural counties attributed to food processing plants
- No statistical difference in case rates between counties by June
- August rates are higher in Non-metro counties

COVID-19 Emergence by Metro Status



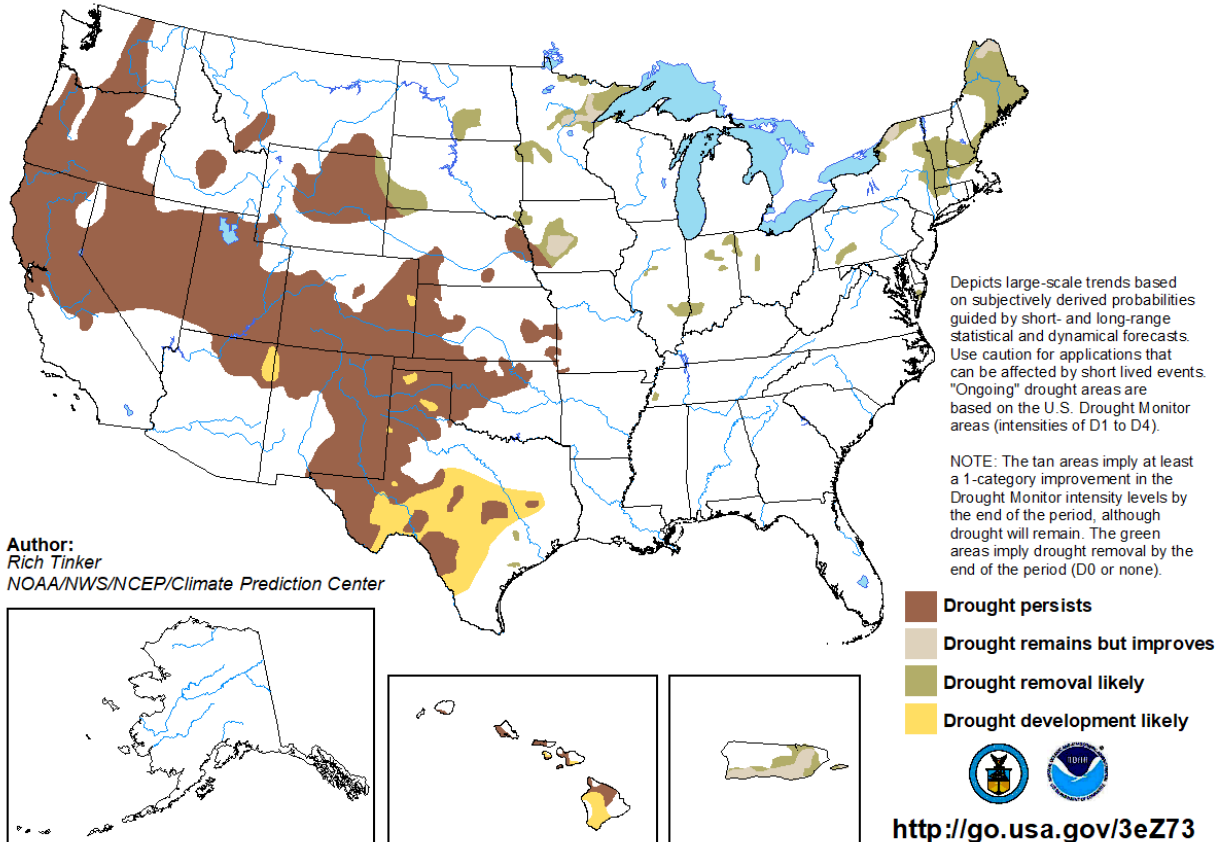
Highlight 3: Rural Emergence



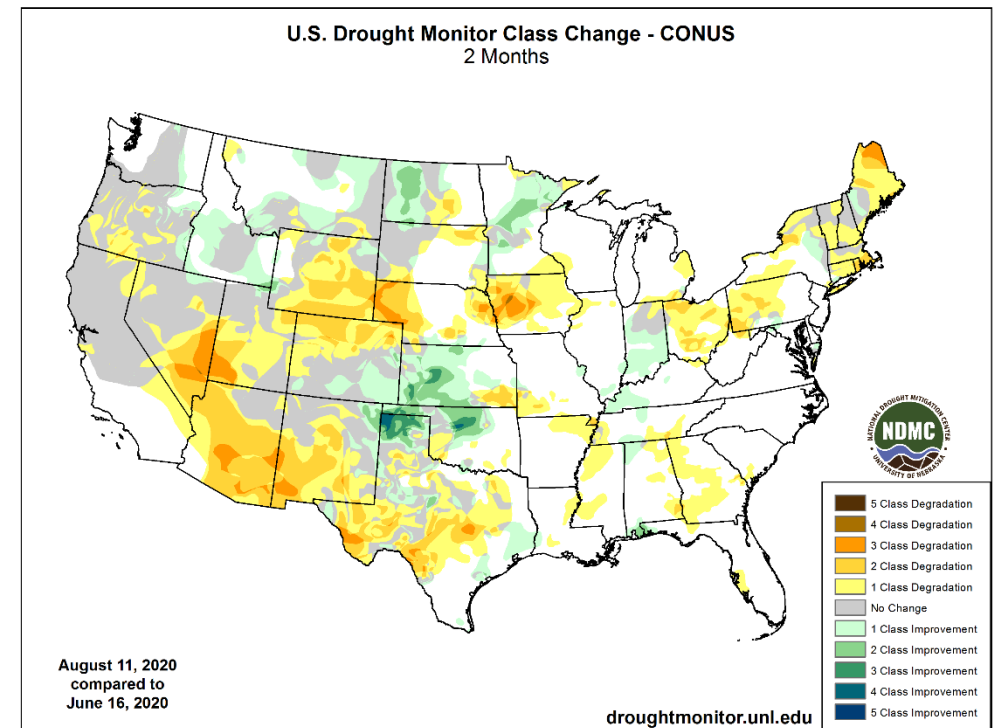
Highlight 4: Weather

U.S. Seasonal Drought Outlook Drought Tendency During the Valid Period

Valid for July 16 - October 31, 2020
Released July 16

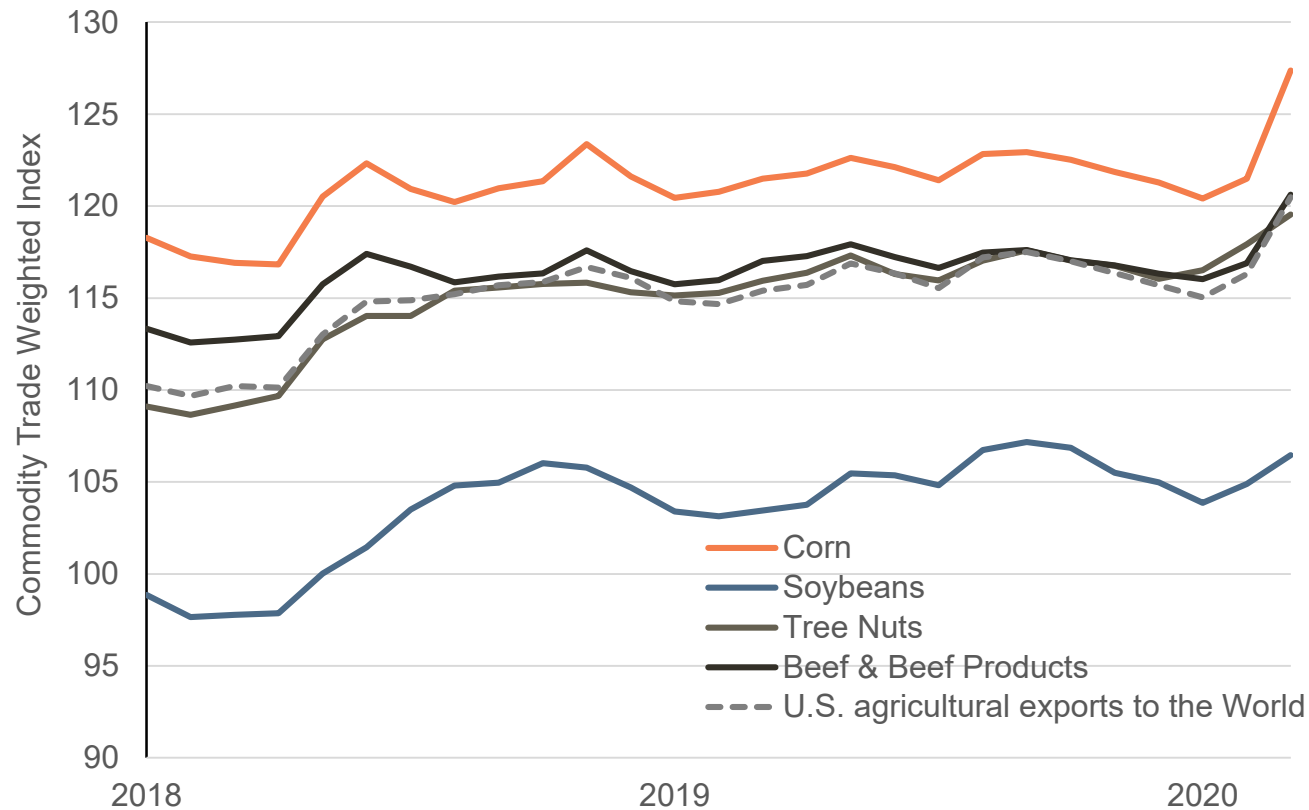


- Generally favorable growing conditions expected across the Midwest
- Southeast expected to remain wet



Highlight 5: The Global Economy and Ag Trade

Commodity Trade-Weighted Index



- Contracting global growth and impact on animal proteins
- Countries and commodities matter – EU vs. Asia
- Does a weak dollar matter?
- Impact of oil



Other News

Strong foreign
production

Dairy in the
stratosphere?

Grains and
grain stocks

Meat Processing
Update

CFAP and PPP





Questions?



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Thank You!