

# Farm Incomes Investments & Borrowing

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OUTLOOK 2010 – “Economics of Agriculture”  
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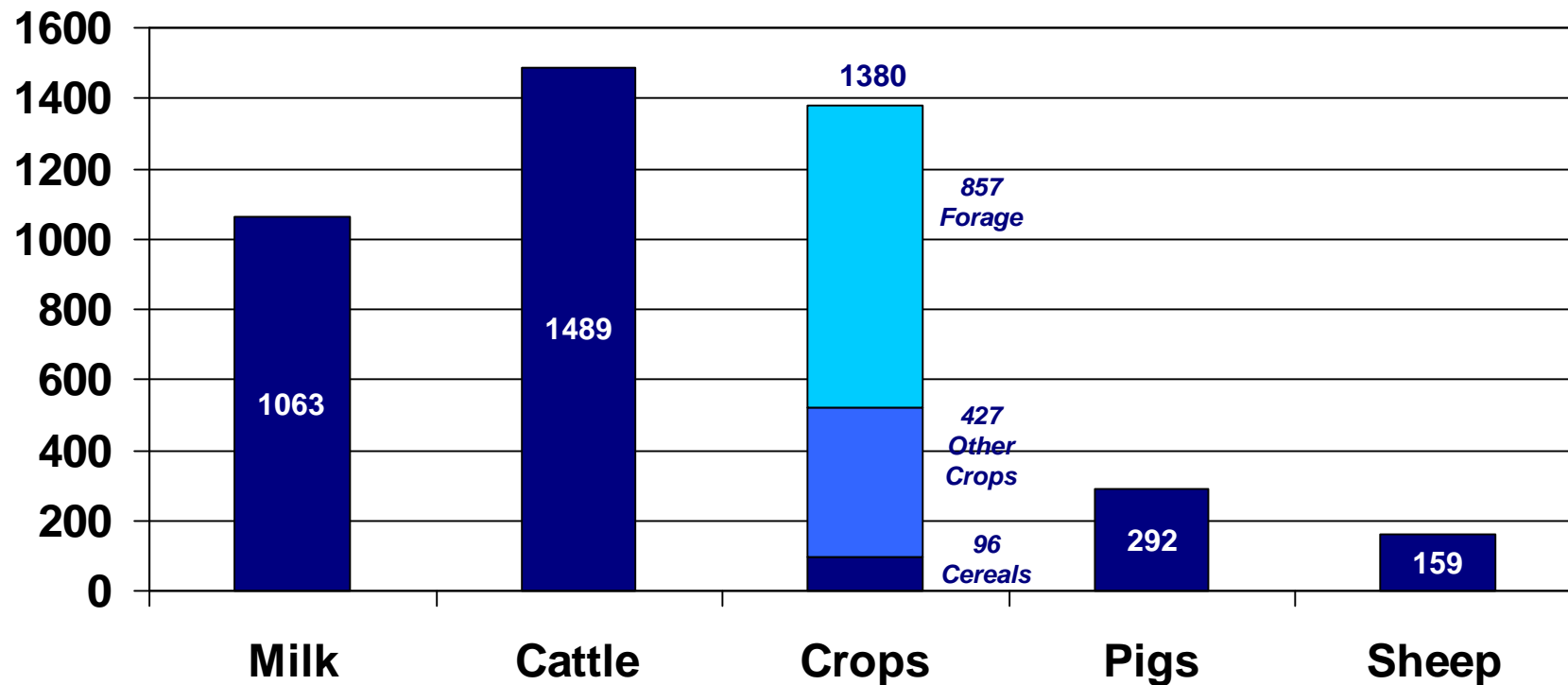
**RERC**

# Farm Incomes & Investments

## Outline

- Aggregate Agric. Income 2009
- Farm Income Analysis 2008
- Farm Investment
- Farm Borrowing

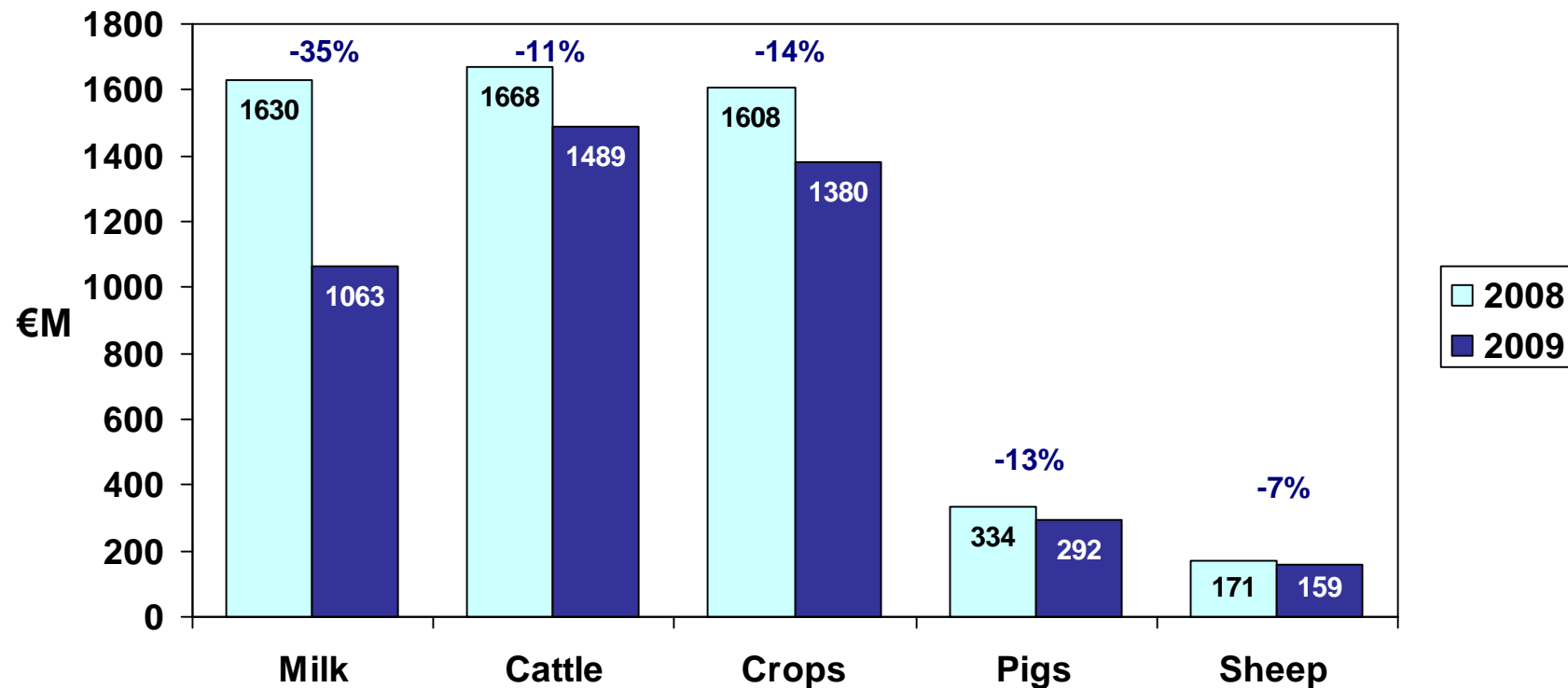
# Output in Agriculture 2009 Estimate (€M)



Source: CSO Estimate



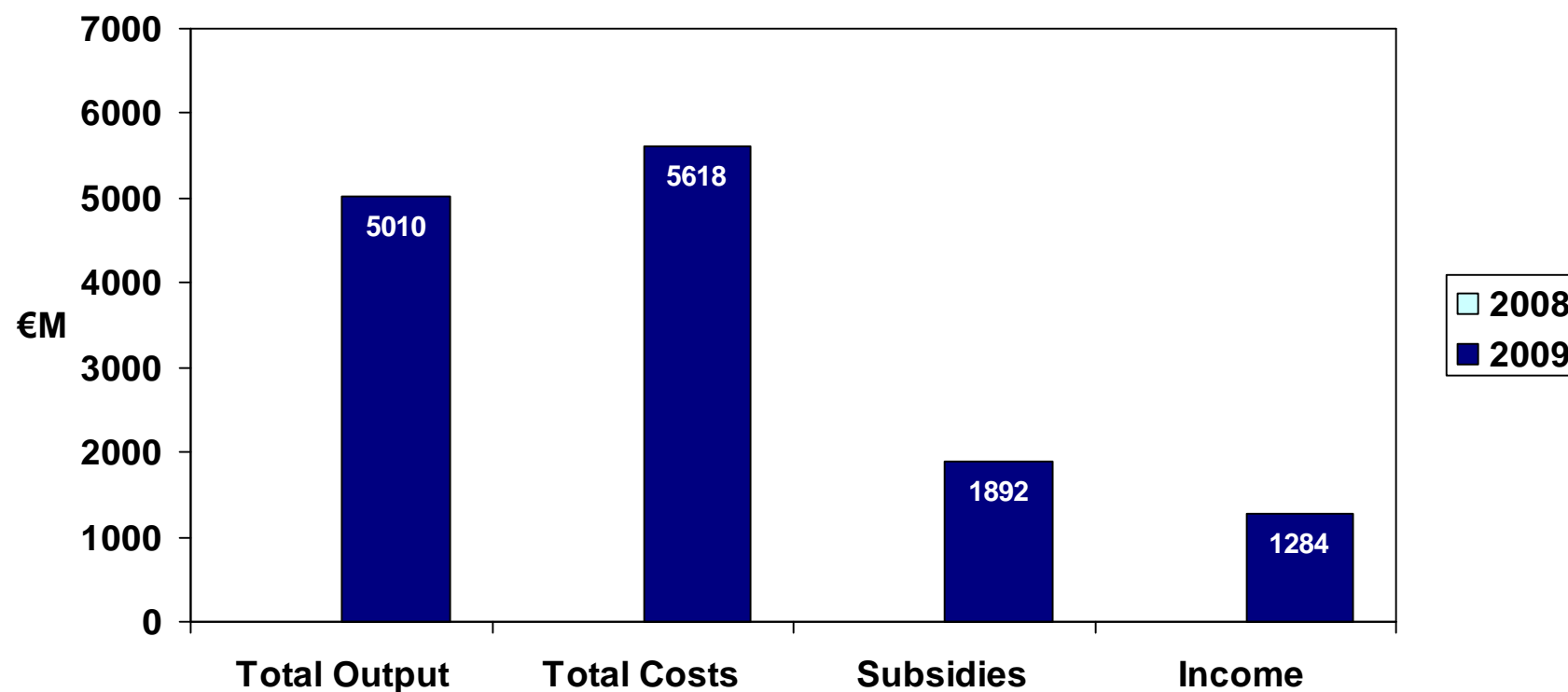
# Output in Agriculture 2008/09 (€m)



Source: CSO (2009 Estimate)



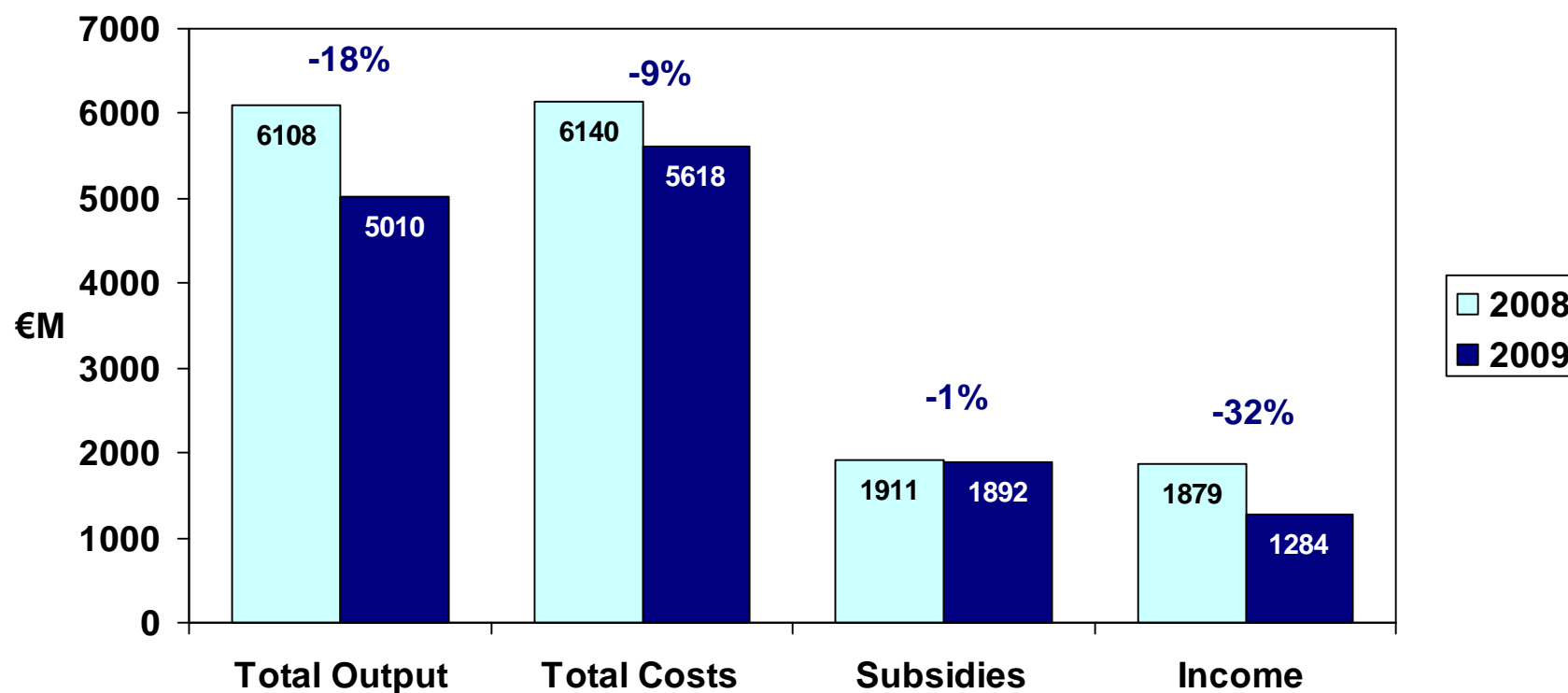
# Income in Agriculture 2008/09 (€M)



Source: CSO (2009 Estimate)



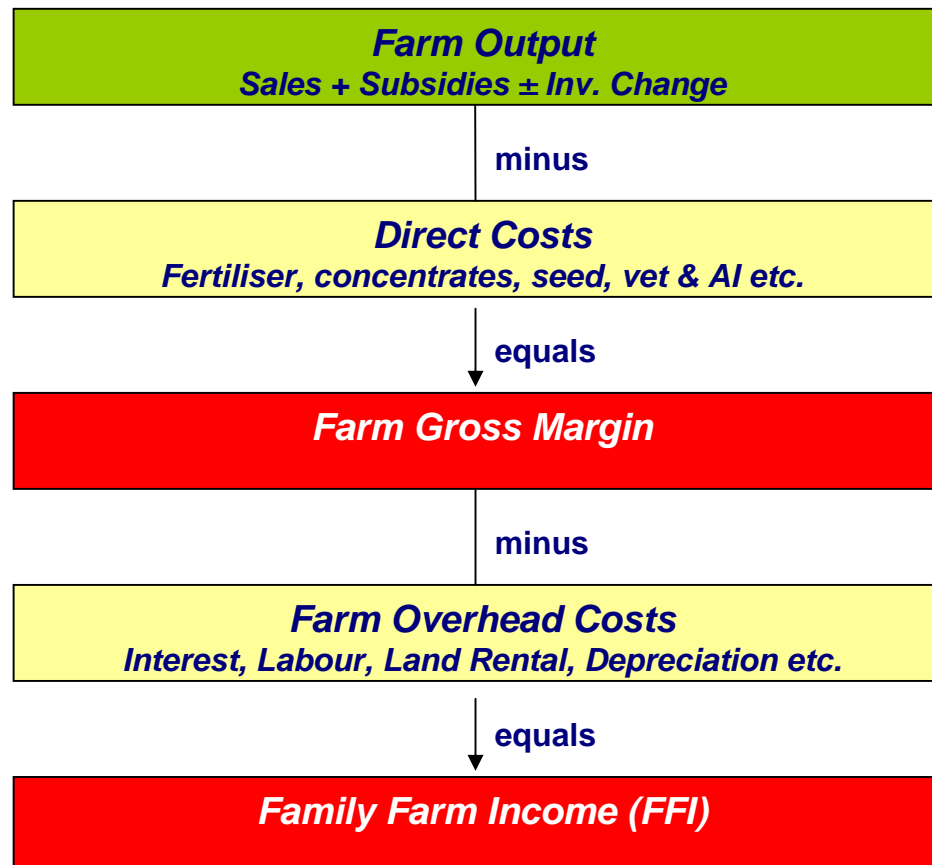
# Income in Agriculture 2008/09 (€M)



Source: CSO (2009 Estimate)

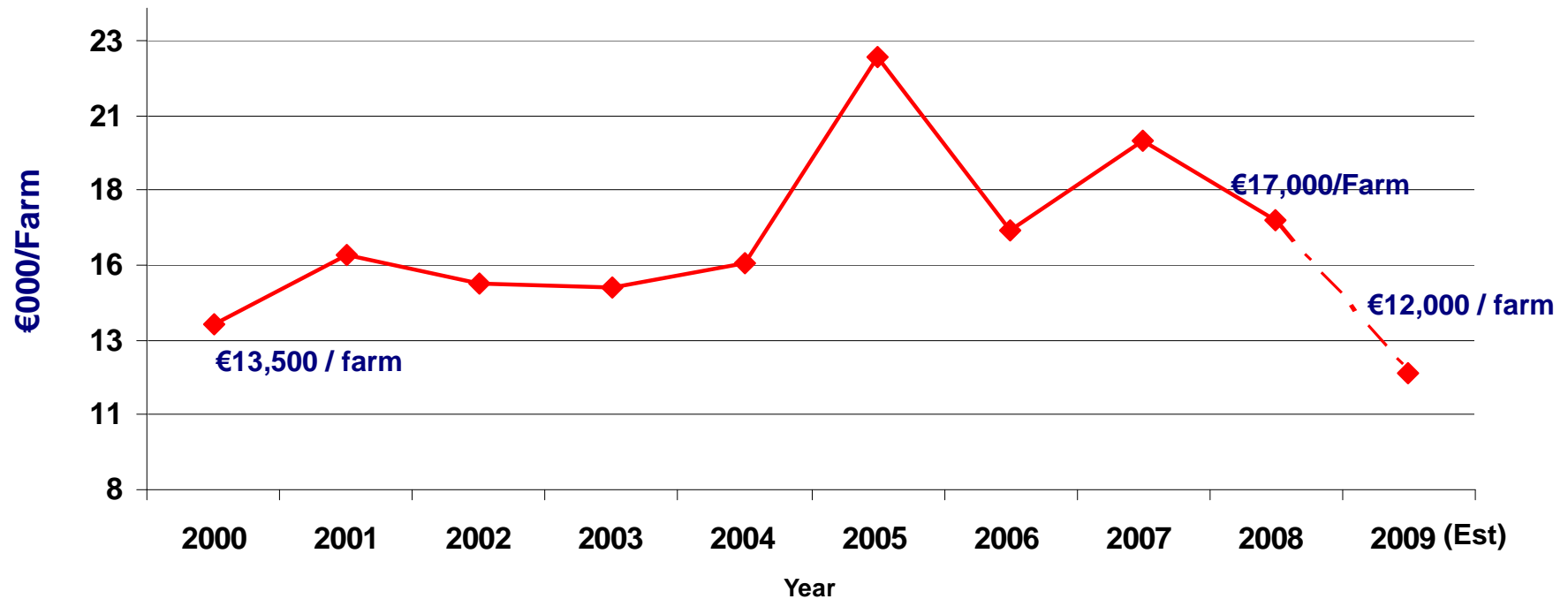


# Family Farm Income (FFI)



- FFI: Reward to Unpaid Family Labour, Owned Land & Management

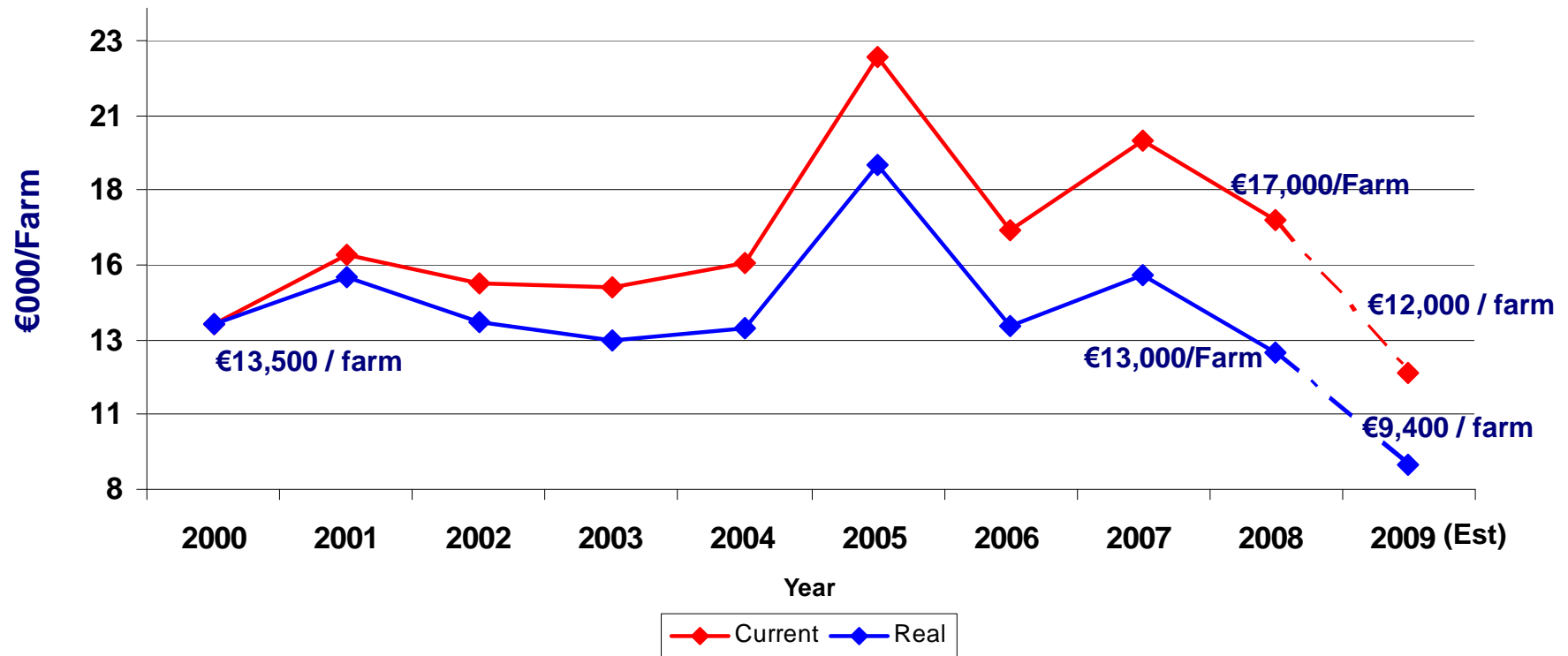
# Family Farm Income (FFI) 2000 - 09



Source: National Farm Survey (2009 Estimate)



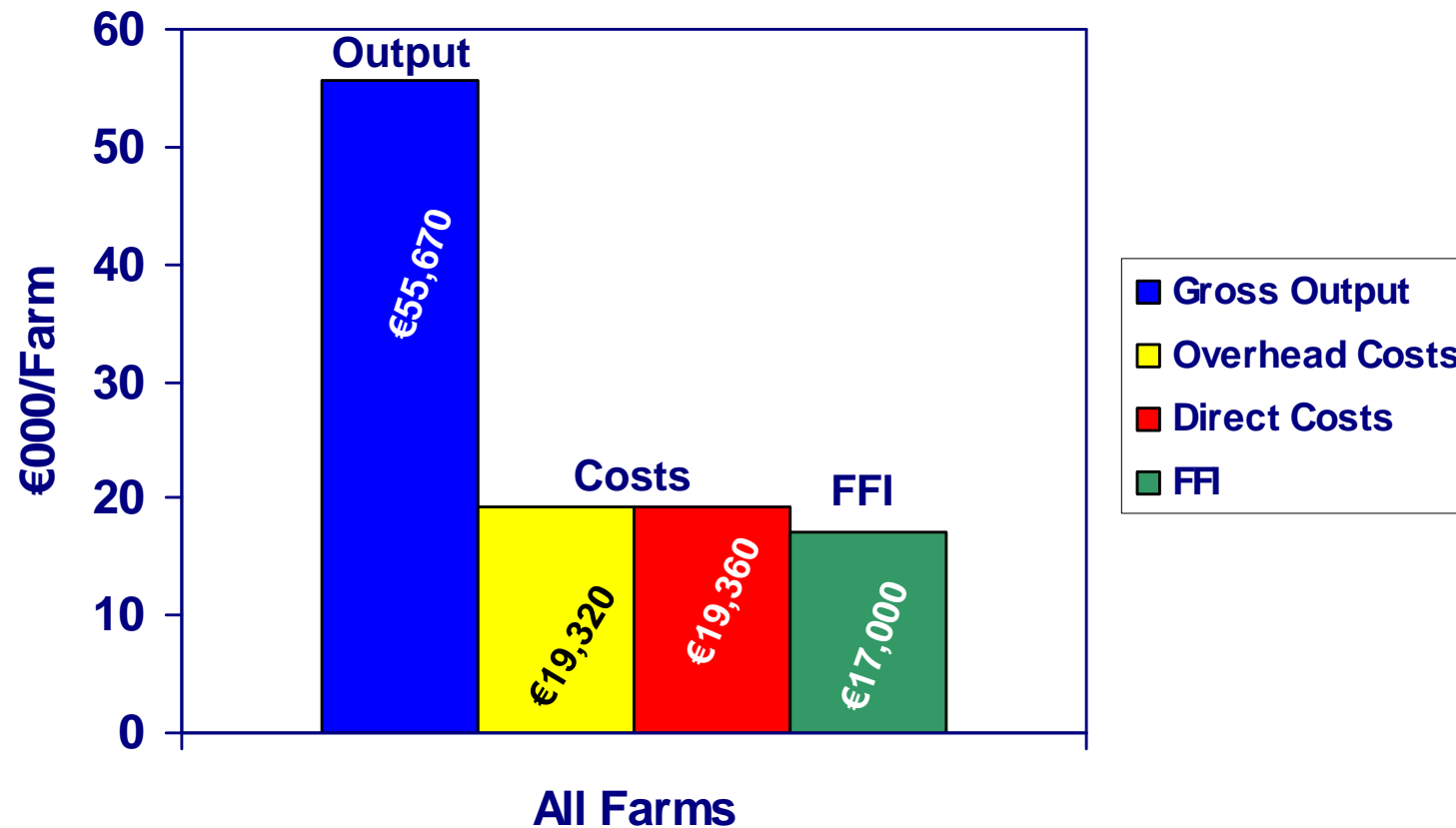
# Family Farm Income (FFI) 2000 - 09



Source: National Farm Survey (2009 Estimate)



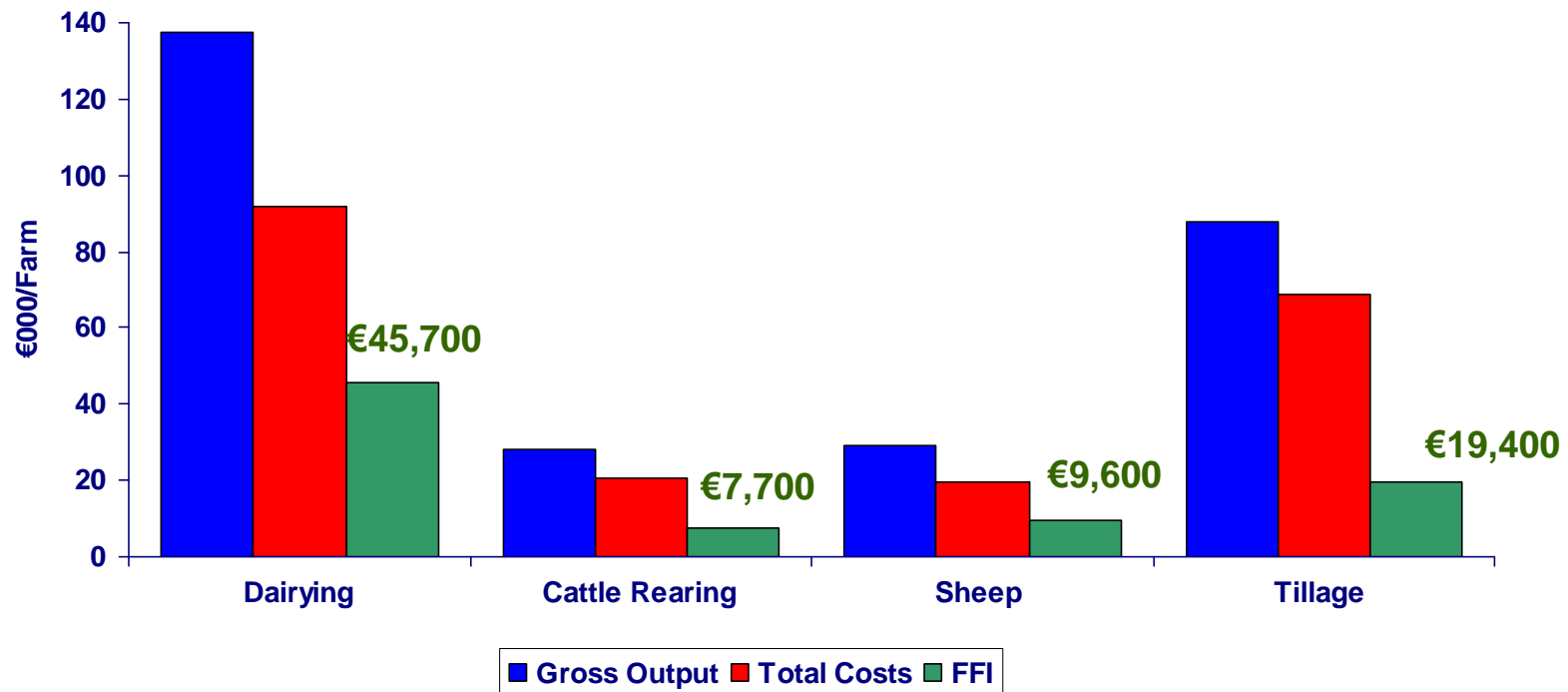
# Output, Costs & Income 2008



Source: National Farm Survey



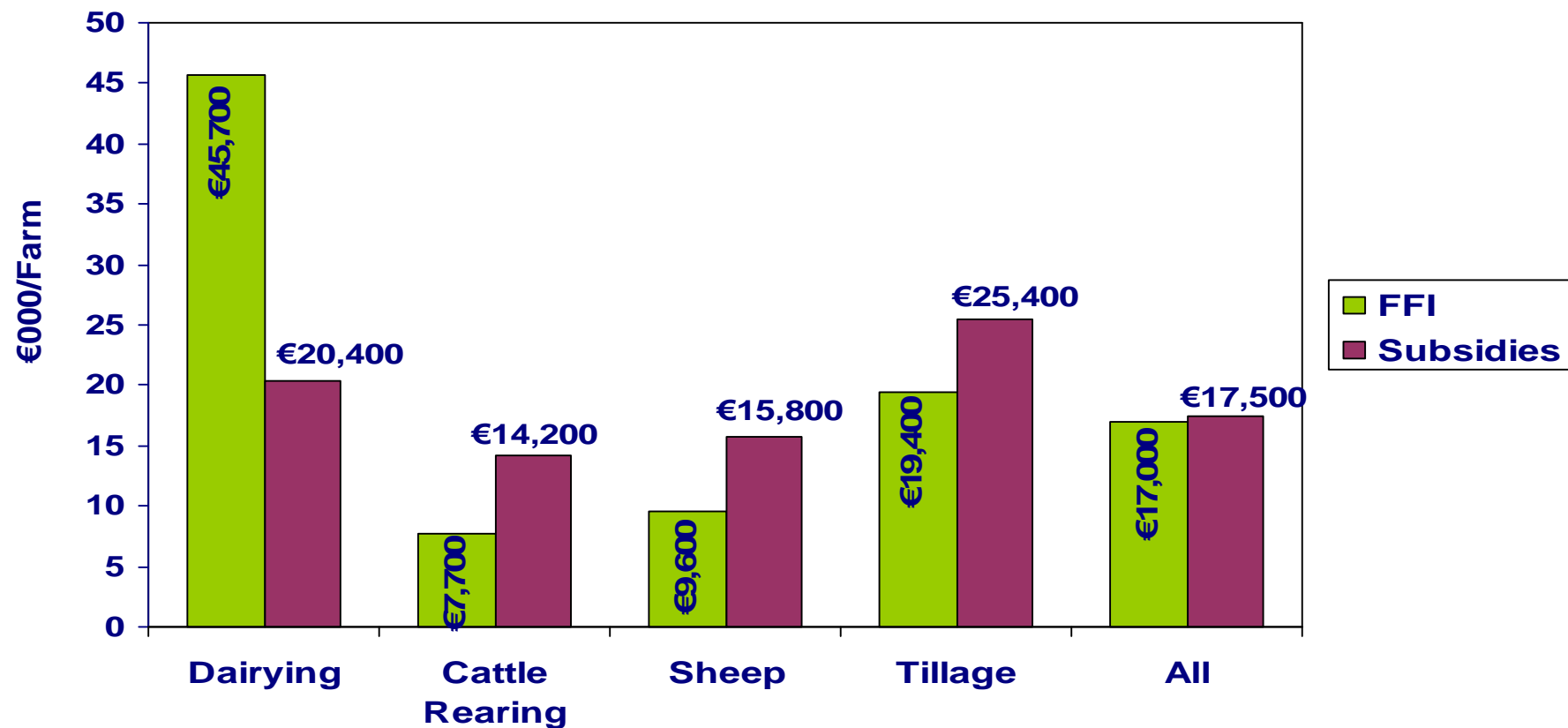
# Output, Costs & FFI By Farm System - 2008



Source: National Farm Survey



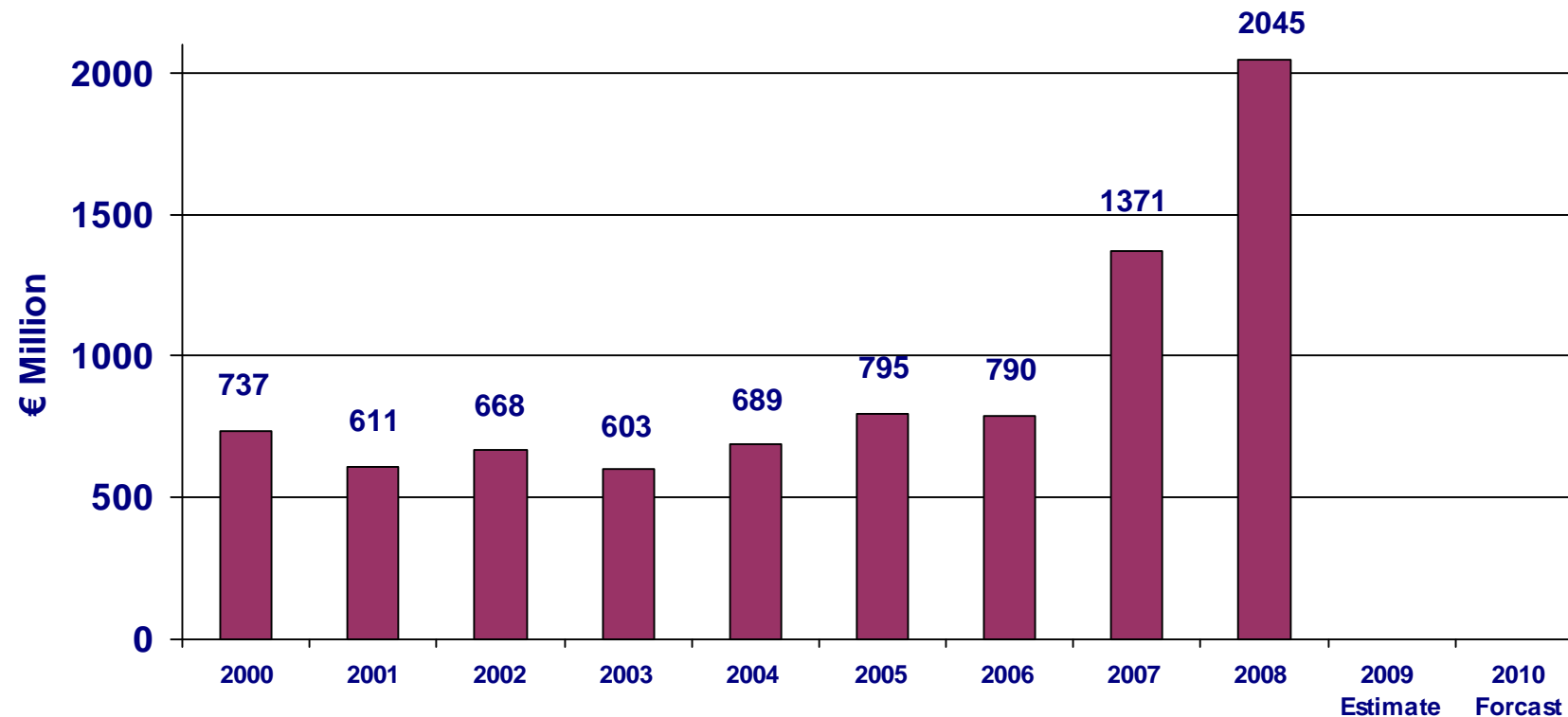
# FFI & Subsidies by Farm System 2008



Source: National Farm Survey



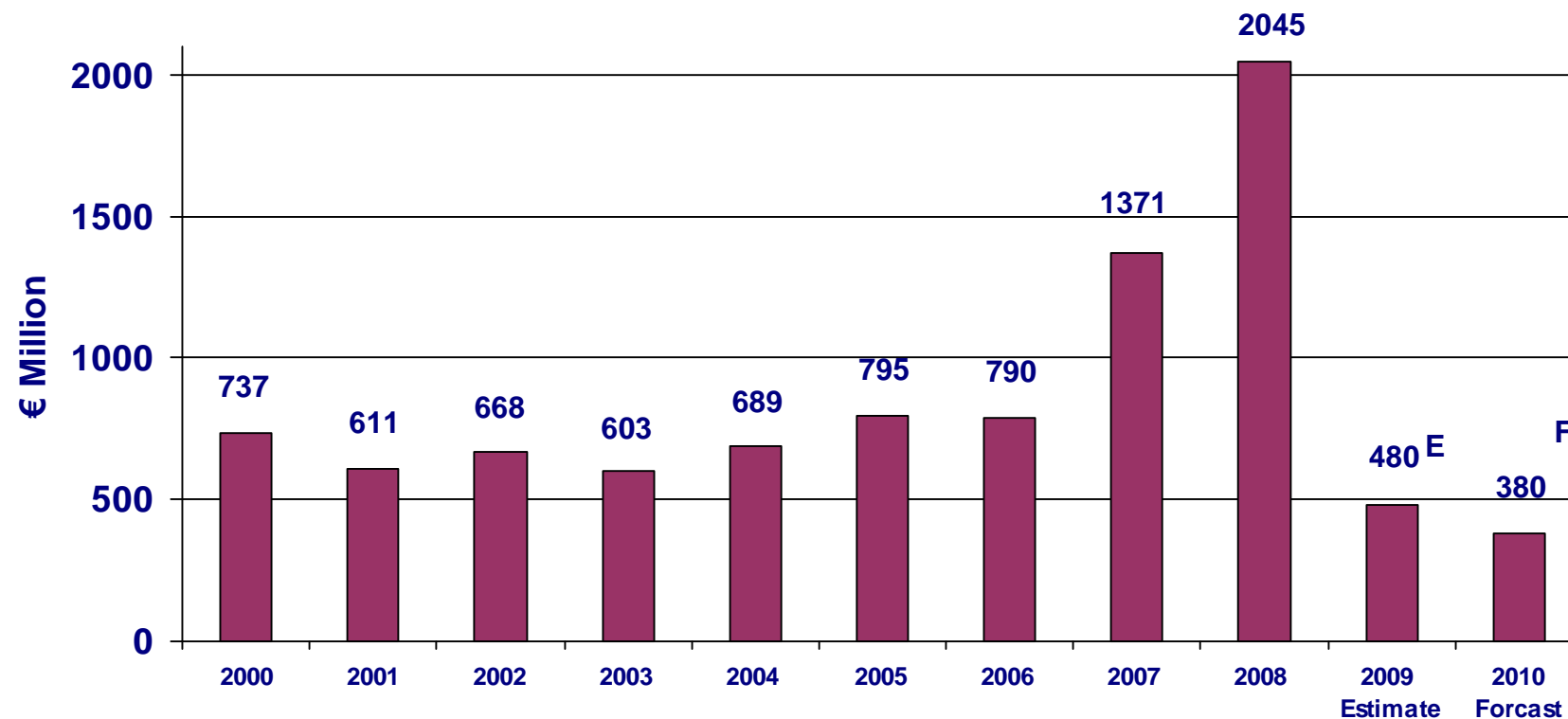
# Gross New Farm Investments 2000 - 10



Source: National Farm Survey



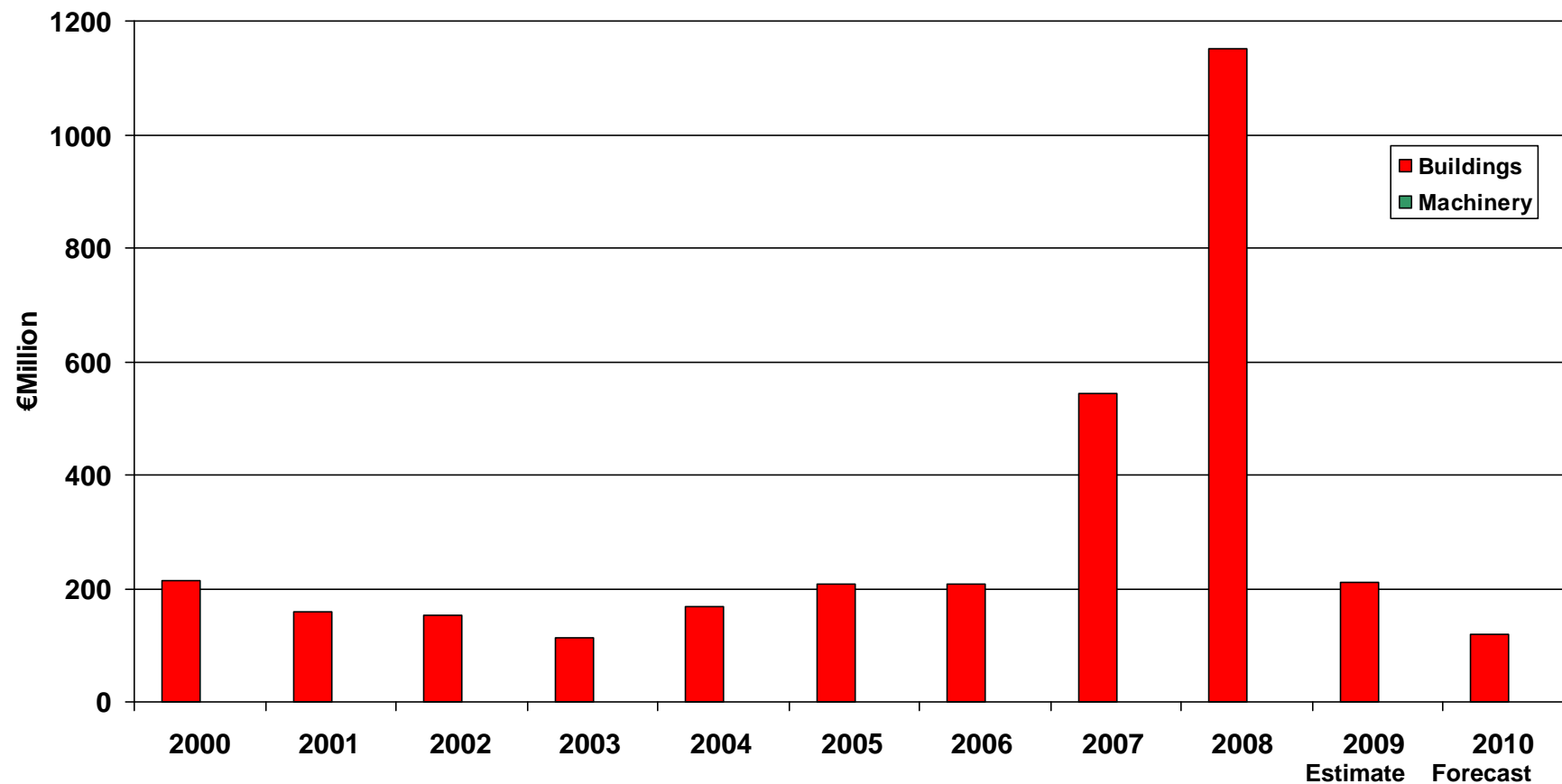
# Gross New Farm Investments 2000 - 10



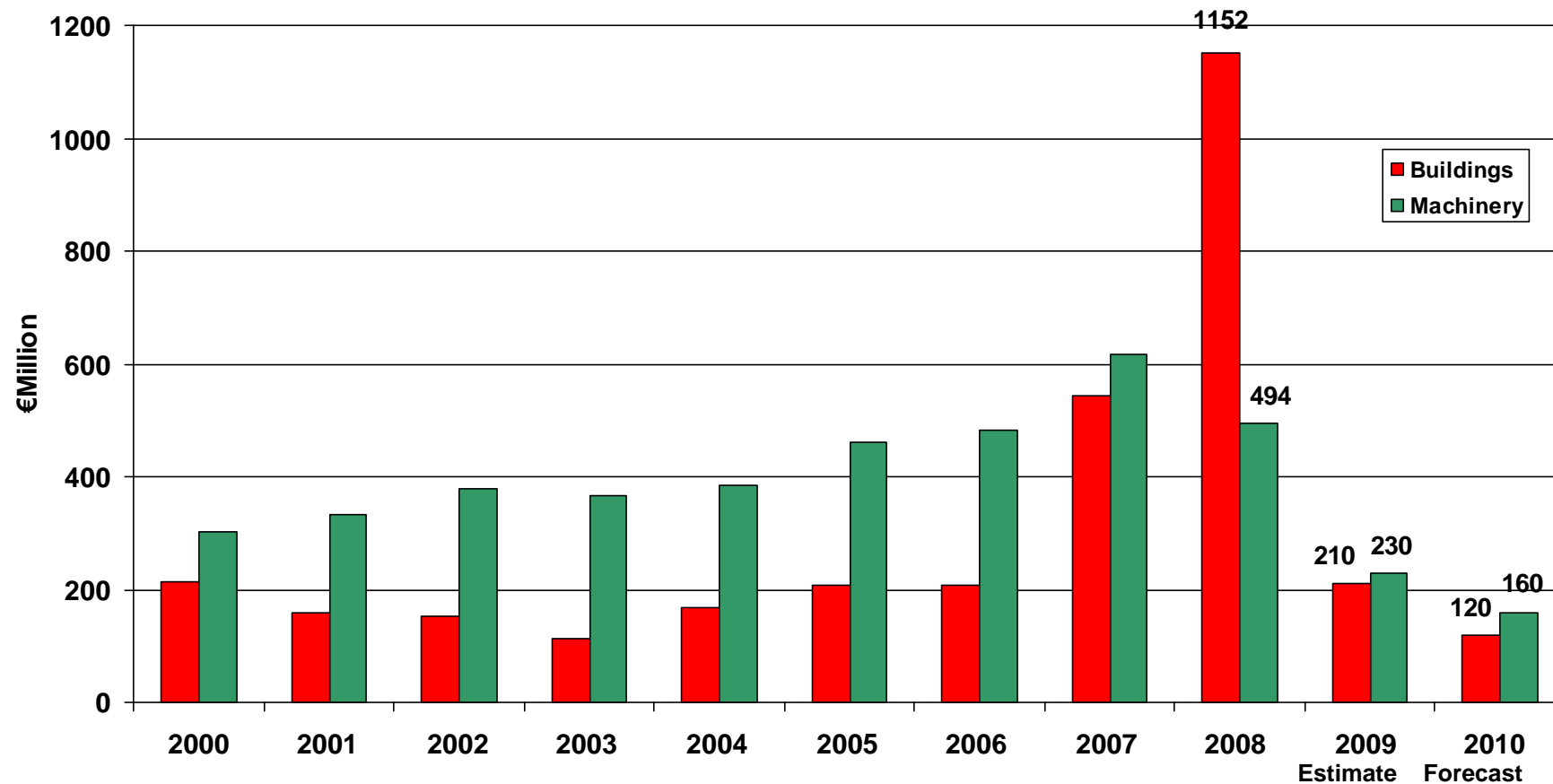
Source: National Farm Survey



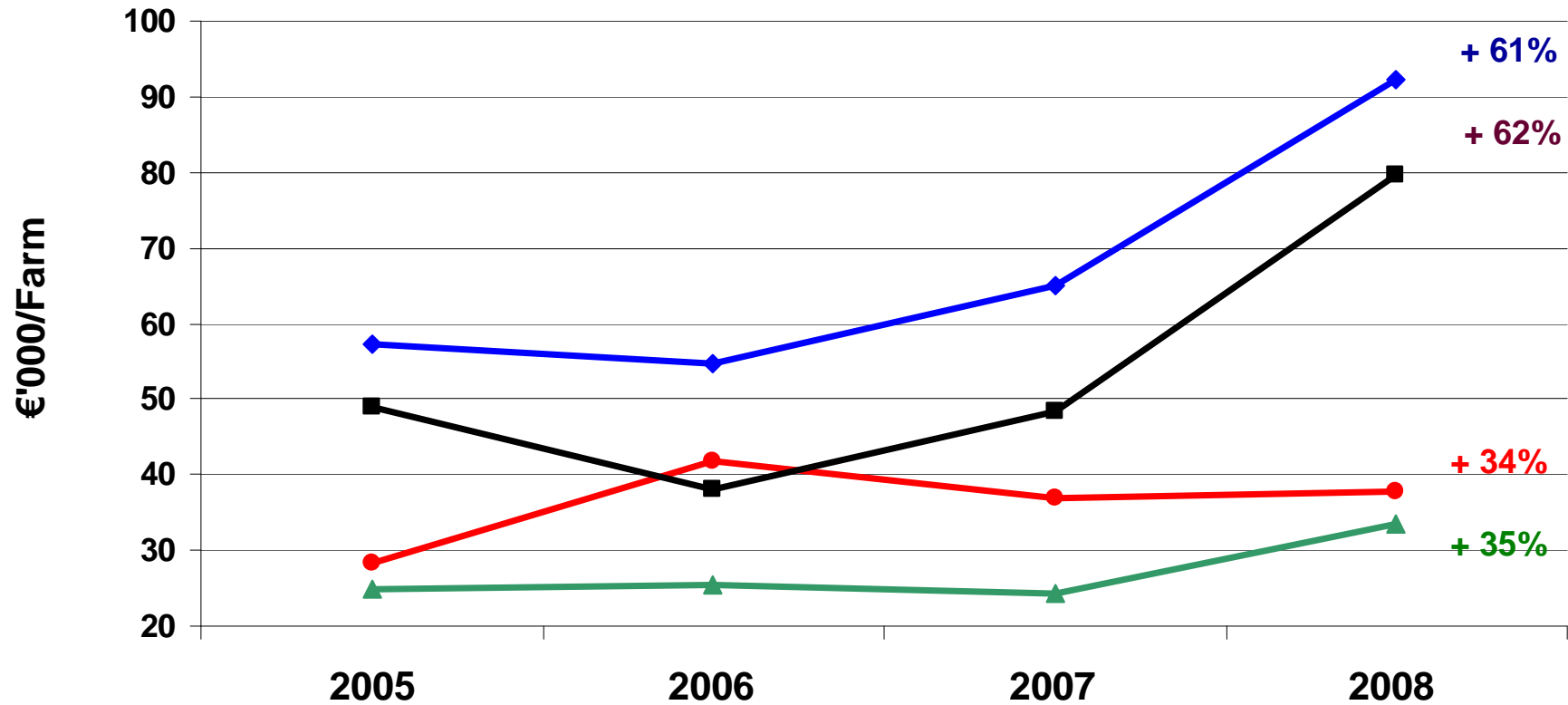
# Gross New Investment Machinery & Buildings 2000 - 10



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# Farm Loans Balance 2005 - 08

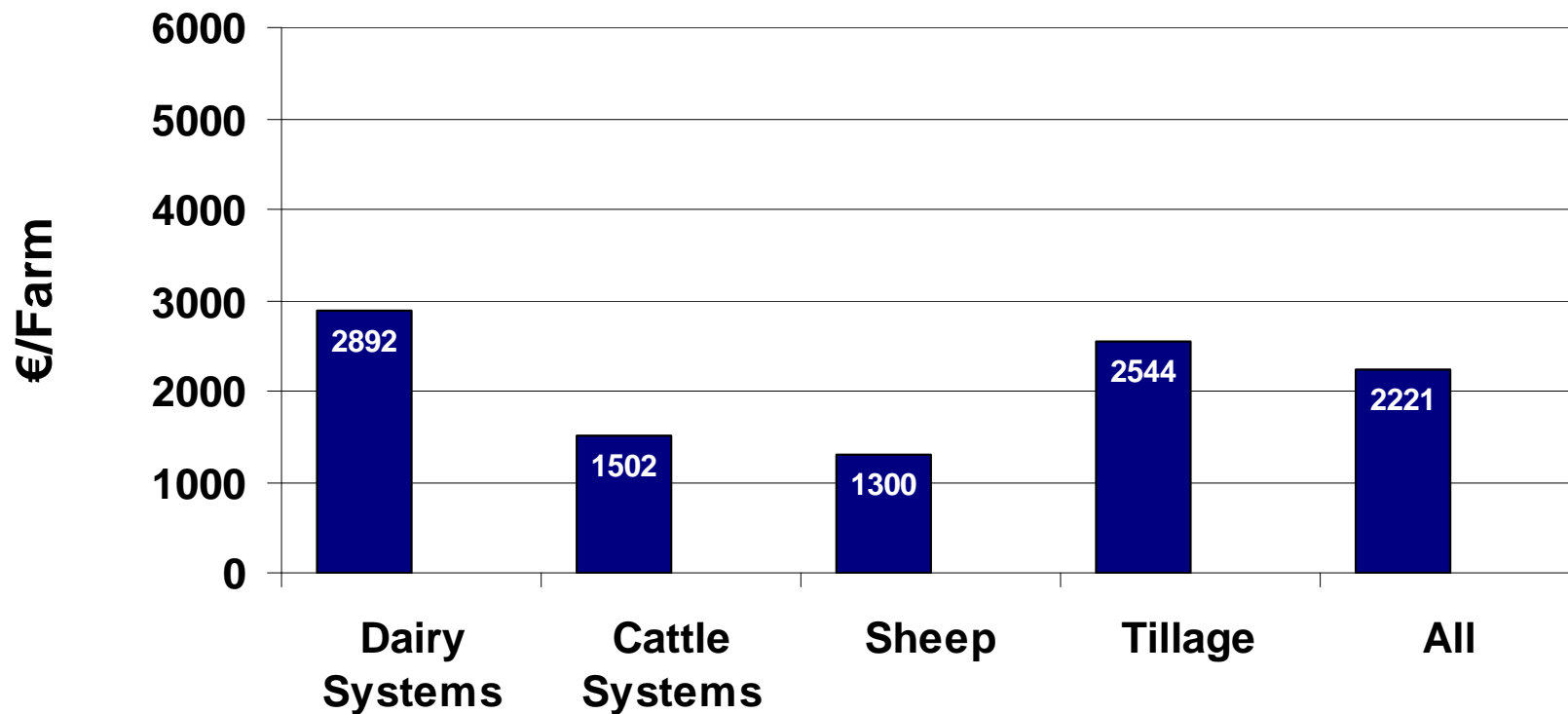


Source: National Farm Survey

◆ Dairy Systems 
 ● Cattle Systems 
 ▲ Sheep 
 ■ Tillage



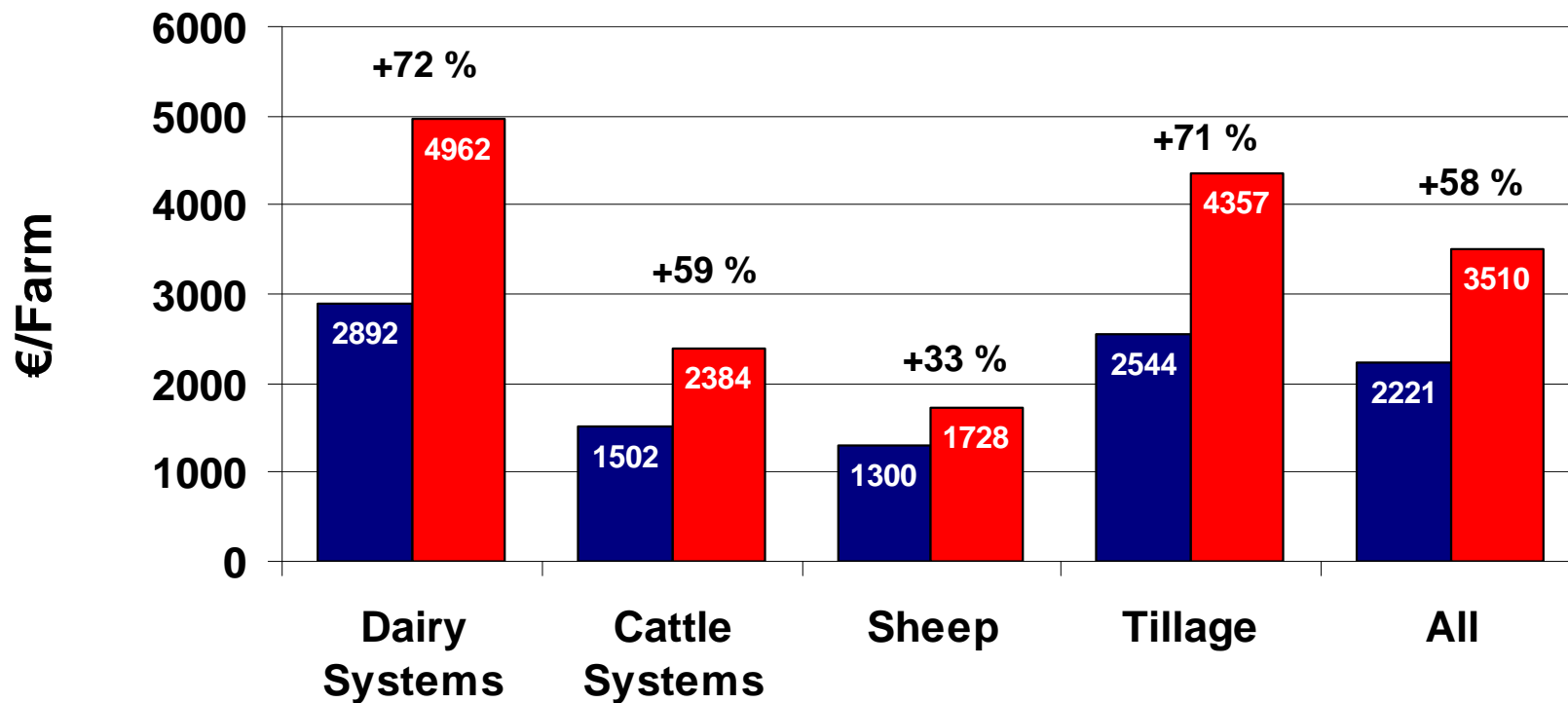
# Farm Borrowings Interest Payments 2005 v 2008



Source: National Farm Survey



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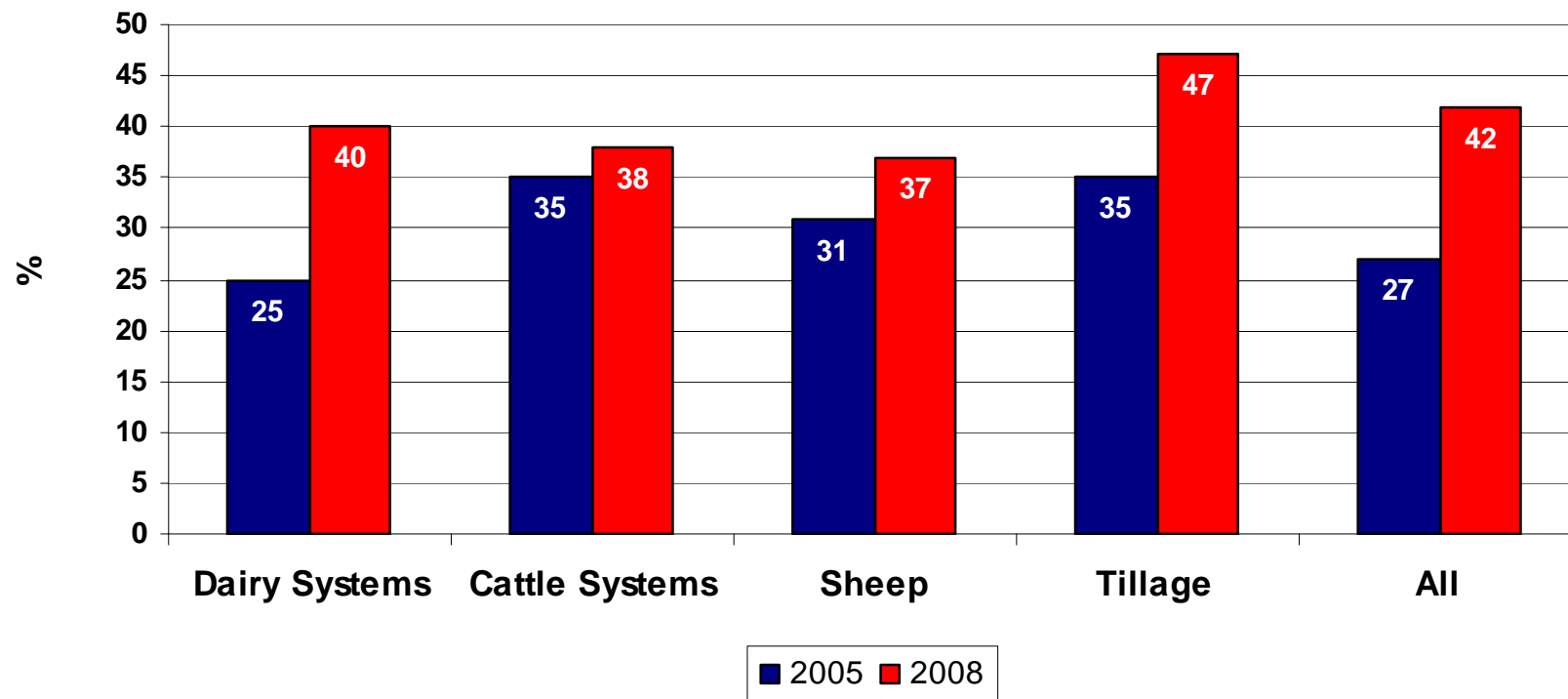


Source: National Farm Survey

■ 2005 ■ 2008



# Farm Loans as % Liquid Assets 2005 v 2008

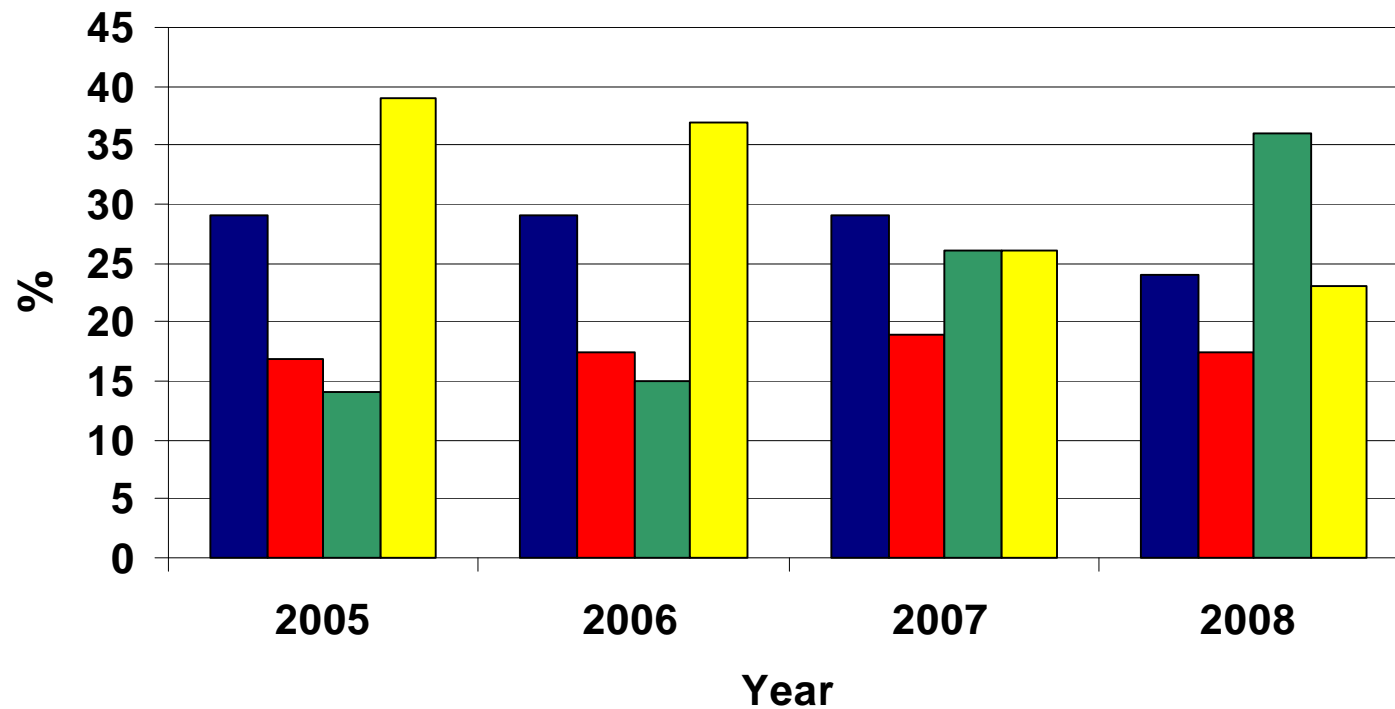


Source: National Farm Survey

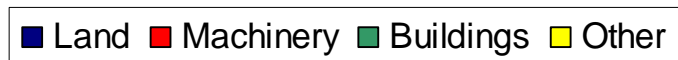


# Purpose of Loans 2005 – 08

%



Source: National Farm Survey



# Summary

- Farm Incomes 2009: Decline 32%
  - Due to declining farmgate prices
- Subsidies 147% of Farm Income in 2009
- Investment Declining: Actual €2.1Bn in 2008 to Forecast €380M in 2010
- Farms Loans: Interest Increased by 58% from 2005 to 2008

# Thank You

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<http://www.agresearch.teagasc.ie/merc/>



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