

## ■ Indices of agricultural prices - July 2014

### Overall producer prices of agricultural products decreased in July

**In July, overall agricultural producer prices dropped by 1.1 % compared to June; over one year they fell by 5.4 %.**

Cereal prices have been decreasing for three months, as they showed in July a drop of almost 10 % compared to last April, due to abundant availabilities. The huge crops of wheat and maize, in Europe and in the United States, will indeed add up to the already high stocks.

#### Producer prices of cereals

Base year : 2010



Source : Insee

Oleaginous prices went down in July (-7.1 %). Rape prices, the main grain grown in France, sharply decreased as a result of a rising global production of oleaginous.

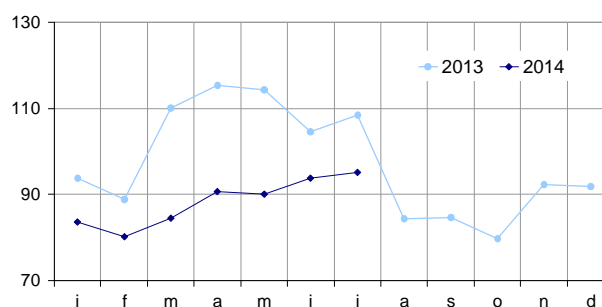
Overall prices of wines increased by 12.2 % over one year (and by 18.2 % for PDO wines), further to the drop in crops for the last two years.

Potato prices tumbled compared to last year (-49.8 %). This was a return to normal as the last but one crop, in 2012, had been particularly weak in North-Western Europe.

Fresh fruit prices dropped year-over-year (-25.9 %). Apricots and peaches abounded as their productions recovered this year, whereas the rainy weather during July did not encourage their consumptions. In addition, the competition from Southern Europe limited the exportation outlets and the Spanish peaches flooded the French market.

#### Producer prices of vegetables

Base year : 2010

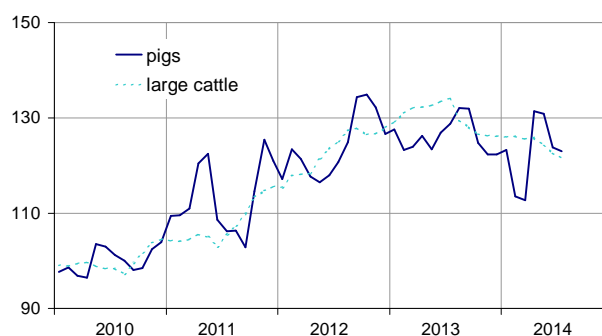


Source : SSP (Ministry of Agriculture)

Fresh vegetables prices went down year-over-year (-12.3 %). The dull weather of July slowed down the consumption of summer vegetables. Tomato prices plummeted, while those of cucumber and melon fell more moderately due to climate hazard that affected their yields.

#### Producer prices of pigs and large cattle

Base year : 2010 ; seasonally adjusted



Source : Insee

On a seasonally adjusted basis, animal prices decreased in July (-0.7 % over one month, -3.6 % over one quarter). The Russian embargo on European pig kept weighting on prices (-6.4 % over one quarter). Households moderately consumed veal and beef, which resulted in significant drops in prices of these animals over one quarter (respectively -7.0 % and

-3.3 %).

### Indices of producer prices of agricultural products (IPPAP)

Base year 2010

	weights	July 2014 raw	Variation as % over a month	Seasonally adjusted	3 months	a year
<b>Agricultural goods output</b>	<b>1000</b>	<b>116.1</b>	<b>-1.1</b>	<b>-4.0</b>	<b>-5.4</b>	
excluding fruits and vegetables	900	118.7	-0.9	-3.9	-4.4	
<b>Crop output (excluding fruits and vegetables)</b>	<b>503</b>	<b>116.6</b>	<b>-1.3</b>	<b>-5.5</b>	<b>-6.3</b>	
Cereals	188	110.0	-0.6	-9.7	-10.7	
of which soft wheat	112	108.8	-1.0	-11.5	-6.6	
grain maize	41	97.1	-4.0	-11.8	-27.0	
Potatoes	26	112.0	///	///	-49.8	
Wines	177	132.4	-1.3	+0.2	+12.2	
Protected designation of origin	84	143.4	-1.9	-0.6	+18.2	
other wines	23	136.6	-1.4	+4.0	+9.7	
Oleaginous	49	88.0	-7.1	-16.2	-17.6	
Horticultural products	30	106.6	+0.9	+3.2	+2.2	
Other crop products	33	124.1	-0.9	-0.3	-5.7	
<b>Fruits and vegetables (1)</b>	<b>100</b>	<b>93.1</b>	<b>///</b>	<b>///</b>	<b>-15.9</b>	
Fresh vegetables	53	95.1	///	///	-12.3	
Fresh fruits	35	84.7	///	///	-25.9	
<b>Animal output</b>	<b>397</b>	<b>121.4</b>	<b>-0.2</b>	<b>-1.7</b>	<b>-2.0</b>	
Animals	235	119.4	-0.7	-3.6	-6.1	
of which large cattle	96	121.7	-0.8	-3.3	-9.0	
calves	26	105.9	-3.1	-7.0	-0.9	
pigs	54	126.6	-0.6	-6.4	-4.5	
sheep	10	117.0	+0.3	-0.9	-0.6	
poultry	46	115.6	+0.2	+0.4	-5.8	
of which chicken	28	115.9	+0.4	+0.5	-5.8	
Milk	147	124.8	0.0	-0.1	+2.8	
of which cow milk (2)	137	126.4	0.0	0.0	+2.9	
Eggs	15	119.2	+5.0	+14.2	+24.5	

(1) Including vegetables for industry.

(2) The price for July is not yet known and therefore is estimated by carrying forward the seasonally adjusted price from June

Sources: Insee - SSP (ministry of agriculture)

### Purchase prices of the means of agricultural production in July.

Intermediate consumptions prices slipped by 0.5% in July. Over one year fertilisers and animal feed prices decreased roughly by respectively 4 % and 7 %. Investment prices were stable in July.

### Purchase price of the means of agricultural production



Sources : Insee - SSP (ministry of agriculture)

### Indices of purchase prices of the means of agricultural production (IPAMPA)

Base 100 en 2010

	weights	July 2014	Variation as % over a month	3 months	a year
<b>Total input</b>	<b>1000</b>	<b>112.4</b>	<b>-0.4</b>	<b>-0.7</b>	<b>-1.7</b>
<b>Intermediate consumptions</b>	<b>764</b>	<b>114.3</b>	<b>-0.5</b>	<b>-0.9</b>	<b>-2.5</b>
Energy	100	117.7	-0.1	+0.5	-1.1
Seeds	57	108.7	+0.2	-0.2	+0.8
Fertilisers and soil improvers	92	115.1	-1.5	-3.7	-4.1
Plant protection products	78	101.1	-0.2	0.0	+0.1
Animal feed	205	124.0	-1.3	-1.8	-7.2
Veterinary expenses	43	111.5	0.0	+0.5	+2.1
Small equipment and tools	17	109.0	+0.2	+1.0	-0.4
Maintenance of materials	67	111.6	+0.3	+0.3	+2.6
Maintenance of buildings	9	106.7	+0.1	-0.1	0.0
Other goods and services	97	101.9	+0.1	0.0	+0.4
<b>Goods and services contributing to investment</b>	<b>236</b>	<b>106.7</b>	<b>0.0</b>	<b>0.0</b>	<b>+0.8</b>
Material	186	106.8	+0.2	+0.1	+1.3
Tractors	79	106.4	0.0	-0.5	+0.9
Machinery and plant for cultivation	36	108.2	0.0	+0.6	+2.8
Machinery and plant for harvesting	42	107.0	0.0	+0.1	+0.6
Utility vehicles	18	105.9	+1.4	+1.1	+2.6
Buildings	50	106.3	-0.6	-0.5	-1.0

(1) The repayment of the domestic tax on energy products (TICPE) benefiting farmers has been applied in advance for the year 2014

Sources: Insee - SSP (ministry of agriculture)

### To know more about French indices of agricultural prices:

The index of producer prices for agricultural products (IPPAP) measures the changes in products prices when they are put on the market for the first time. They are set at 100 in 2010, the coefficients for their weights come from national accounts and are based on the year 2010. The weight-coefficients of fresh fruits and vegetables, early potatoes and cut flowers change every month, which reflects their very seasonal pattern. As a result their variations must be interpreted year-over-year. Seasonally adjustments are restricted to cattle, milk, cut flowers as a whole, and to some other aggregates.

The methodology can be found via the link hereafter:

<http://www.insee.fr/fr/publications-et-services/sommaire.asp?codesage=IMET121&nivgeo=0>, and for fresh vegetables and fruits. in *Agriste - Chiffres et Données - n°165 - février 2005*.

The index of purchase prices of the means of agricultural production (IPAMPA) reflects the variations of goods and services used in the agricultural process. They are based on the survey conducted by the ministry of agriculture at wholesale dealers of fertilisers, feed for animals, phytosanitary products, seeds, veterinary products and services and small equipment; IPAMPA are also based on output prices industry (IPP) for energy and equipment goods; on consumption prices (IPC) for fuel; and on construction index for buildings (BT and TP) and their maintenance. They are based on the year 2010.

Further data (historical data, simplified methodology) are located on the HTML page of this publishing :

<http://www.insee.fr/fr/themes/info-rapide.asp?id=80>

- Find directly historical data in the database « Base de Données Macro-économiques »: [G1465](#), [G1466](#)

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