

SK Farm Cash Receipts Nearly \$10B in 2016

LATEST FIGURES

Through the first three quarters of 2016 Saskatchewan farm cash receipts totaled just under \$10.0B (\$9.998B to be exact). This amount is down slightly from the first three quarters of 2015 when provincial farm cash receipts reached a record \$10.1B, but is up from \$9.4B during Q1-Q3 2014.

THE DETAILS

The majority of Saskatchewan's farm cash receipts is generated from crop production (>80% in 2016), while livestock products typically contribute between 10-20%. The primary cash crop in Saskatchewan is canola, generating over \$3.5B in 2016, while wheat (excluding durum) is number two at \$1.3B in 2016. Other important products in order of 2016 Saskatchewan cash receipt values are: lentils, durum, cattle, dry peas, and hogs.

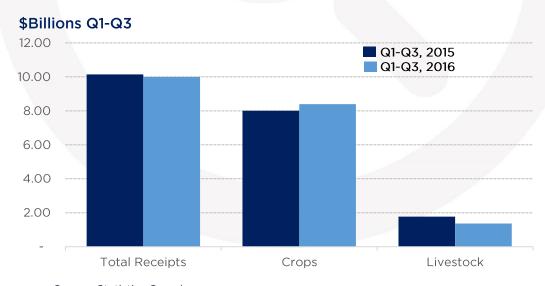
THE LOCAL LINK

Being a hub for the surrounding region, a significant amount of agriculture processing, machinery manufacturing and other value-add activities occurs in the Saskatoon Region. When farmers earn higher revenues this typically means more processing, equipment purchases and in general more business for local agriculture companies.

IN PERSPECTIVE

Except for the very small decline thus far into 2016, Saskatchewan farm cash receipts have grown steadily since 2010. This steady growth provides a welcome offset to the more declining revenues in the mining and oil and gas sectors. Looking ahead, as the population continues to grow and emerging markets continue to develop there's no reason to anticipate any change in this long-term upward trajectory in farm cash receipts.

SASKATCHEWAN FARM CASH RECEIPTS



Source: Statistics Canada

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