An Ag. Retail Perspective

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Influencing Precision

- More about influencing data utilization
 - Machine will collect the data, but how will the grower use it?
- Great advances in "retrofits" to older equipment



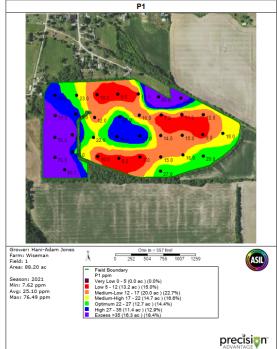


Increased Precision = Increased 4R Adoption

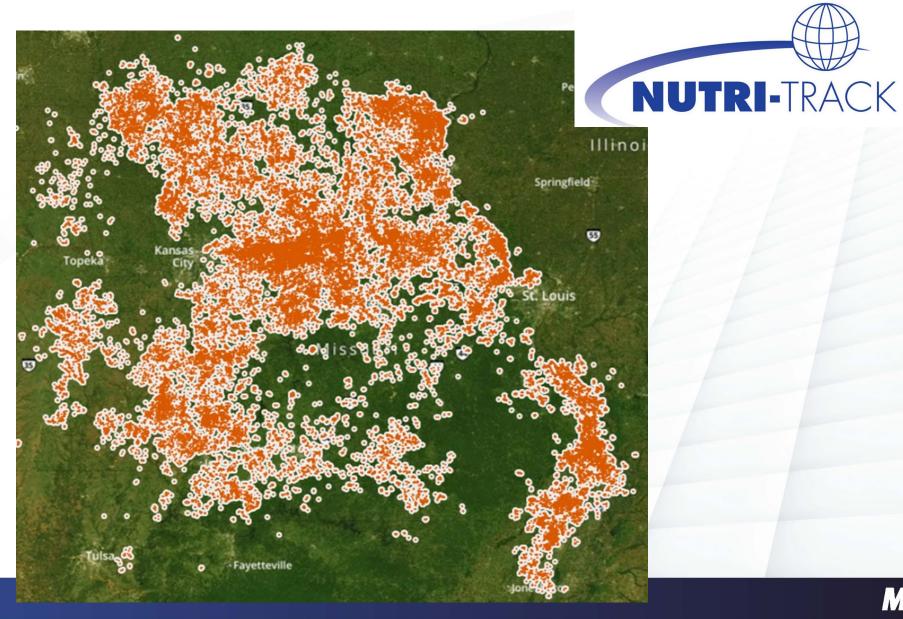
- There is no substitute for soil testing!
 - Soil tests are good for all involved
 - Retailer, Grower, Wholesaler, Landowner, Landscape

• Higher yields, good hybrids

- Lots of low soil test levels
- Lots of variability





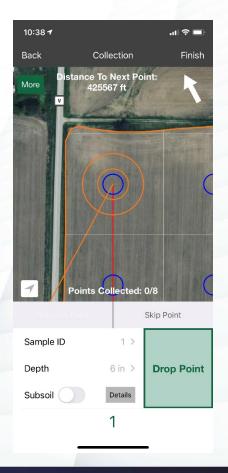




Data Integration- Ease of Use

- App-Web Integration
 - Grower Side/ Grower Interaction
 - Soil Sampling
 - Scouting
 - Planting Recs.





Undo All

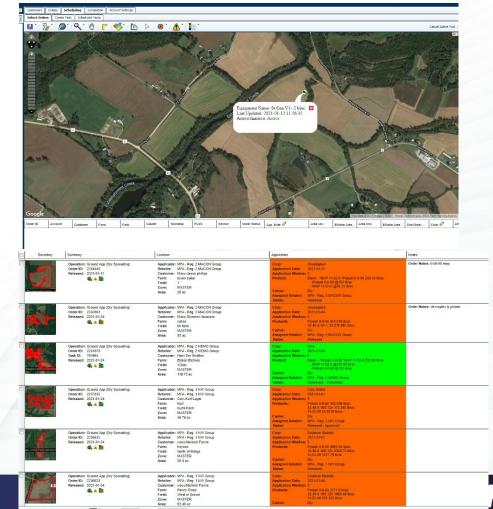
Undo



Communication-Data Flow

• Realtime application alerts-summaries





4R- Precision

- High initial equipment costs
 - Data integration, etc. costs dollars
 - Absorb?, pass to the grower how?
- Retail communicates policy to the grower
 - Labeled buffers, cutoff dates, etc.



Land Tenure

•We can foster/maintain great grower relationships

Struggle on leased cropland

- Getting the initial investment of the soil test
- •Getting any fertility builds applied
- Conservation practices the same
 - No guarantee of tenure, investments paying off



MFA Conservation Positions

Conservation Specialist (2018)Conservation Grazing Specialist (2019)





TSPs

- Currently employ 20 certified USDA-Technical Service Providers
 - CAP 104/102- Nutrient ManagementCovid-19 delayed IPM Certifications
- Aligns well with Nutri-Track
- Hopeful for future opportunities to continue



An Ag Retail View on Carbon

- Positive for getting revenue to growers
 - Ensure that's where the dollars end up
 - •Need a marketplace push to Cover crops-No till
- Farmer-owned Ag Retail not vertically integrated enough to have our own programs



An Ag Retail View on Carbon

- Continue with data to prove practices
 - Edge of field practices (+ Carbon)
- Find a way to compensate early adopters
- We're always looking to pass good programs to growers
 - A way for us to help verify, advocate, guide growers?
 - CCAs, TSPs

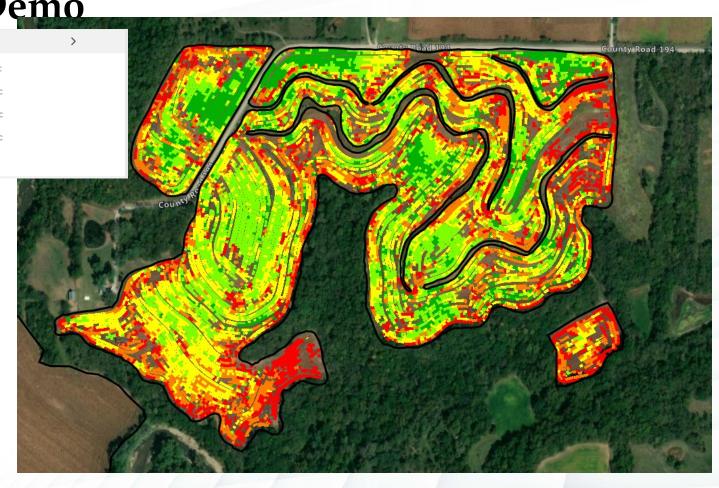


Profit Demo

<	Dry Yield		
15.14 - 91.18	10.81 ac		
91.20 - 153.97	15.28 ac		
153.99 - 197.78	19.96 ac		
197.81 - 250.69	16.87 ac		
250.77 - 350.00	6.93 ac		

Planted June 7

Avg. 166







2019 Crop	Corn-Grain 77.7 acres						
2019 Planted/Harvested Area					2019 Crop Income		
	2019 Crop Expenses			Income	Explanation	¢/acro	Grain Price @ time of sale
Expense	Explanation	\$/acre		Grain Sales	Income from grain sales	\$/acre	Grain Frice @ time of sale
Land	Cash Rent, Land Payment, Liability Insurance, Property Taxes			Gov't Payments	FSA Payments, MFP, ARC/PLC		
Crop Insurance	Cost for Crop Insurance secured, RP, CAT, etc.				, , , , , , , , , , , , , , , , , , , ,		1
					Program payments; FY 19 NRCS EQIP,		
				Field Specific Program Payments	SWCD Cost share, MDC Cost Share, etc		
Tillage Cost	Include all tillage passes, from fall 2018 through planting			Crop Insurance Payouts			_
Agronomy Services	Cost of soil sampling, running recs, crop consulting services			Other Income Total Income Crop Year 2019	Cover crop forage, bales, etc.		-
Dry Broadcast Fertilizer	Cost of P/K based fertilizer. MAP, DAP, MESZ			Total Income Crop Year 2019		Ş -	
N Fertilizer	Cost of N based fertilizer. Anhydrous, Urea, Super U, UAN, etc.						
	Cost of all crop protection products, including						
Crop Protection	herbicides/fungicides/insecticides						
Application	Cost of application, spraying, spreading, gas application						
Cash Crop Seed	Seed cost including treatment						
Planting	Planting pass cost						
Starter Fertilizer/Extra Insecticide/ Biologicals	Cost of all products applied with planter other than seed						
Harvest	Harvest cost						
Grain Hauling	Grain- Trucking cost						
Grain Storage	Storage costs for 2019 crop						
Cover Crop Seed- Fall 2018	Seed cost cover crop fall 2018, if used						
Cover Crop Application- Fall 2018	Cover application cost Fall 2018- if used						
	Direct costs for practices such as tile, terracing(leverage over life of						
Capital Improvement Costs	improvement)						
	• •						

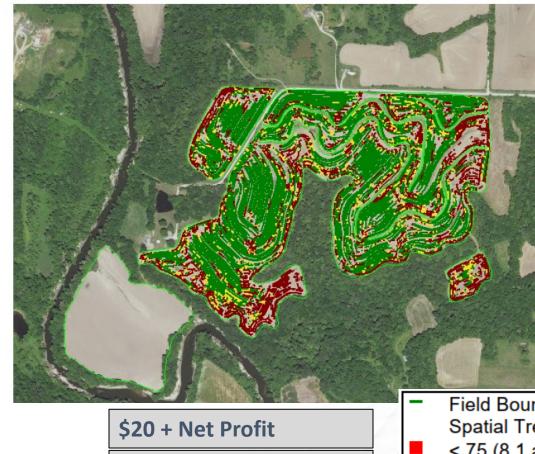
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Total Expenses Crop Year 2019

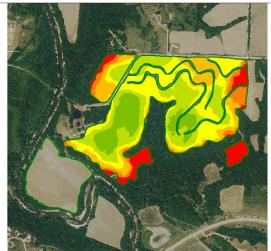


Actual Field Profit

Yield Data (Corn – 2019)





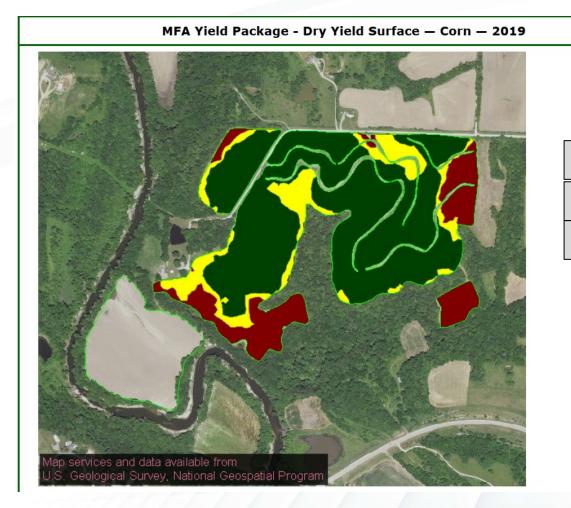


\$0-20 Net Profi

\$0- Net Profit

Field Boundary Spatial Trends Percent < 75 (8.1 ac) (7.8%) 75 - 85 (7.3 ac) (7.2%) 85 - 95 (15.6 ac) (15.2%) 95 - 105 (19.0 ac) (18.5%) 105 - 115 (19.1 ac) (18.6%) 115 - 125 (11.5 ac) (11.2%) > 125 (3.2 ac) (3.1%)

Remove the "noise"



\$20 + Net Profit

\$0-20 Net Profit

\$0- Net Profit



Turn back to \$\$ using Conservation

- •15 Acres of this field (\$0 or -0)
 •Avg. 100 bu. Corn = \$ -144.20 = -\$2163.00
- CP 33, 21- Continuous CRP
 - •90% SRR (142)= \$127.80= \$1917.00
 - Net: \$4080 for 10 years = \$40800.00
- EQIP- Wildlife Habitat Planting-Monarch • \$837.67 1 time= \$12,565.05+ \$21,630.00= \$34,195.05



Why edge of field or land conversion practices?



Voluntary Conservation

- Voluntary conservation doesn't have a PR Agent
 - It's confusing (CRP, CSP, EQIP, Local SWCD)
 - You need to know what you want
- Funding levels
 - i.e. Continuous CRP acreage available
 - Good Soil Rental Rates-Practice Payments



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