

Corteva: Tight agricultural markets could help chemical suppliers

DIGITAL ENGAGEMENT TEAM

02 NOVEMBER 2022

TRADING MATTERS SERIES: STOCK HIGHLIGHT

Features a single stock and zooms in on its performance in the market

KEY METRICS	
Current Price	67.11
Latest Dividend	0.15
Dividend Ex-Date	10/11/2022
Indicated Dividend Yield	0.89%
14 Day RSI	68.52
Analysts 12M Target Price	69.91

REFINITIV STOCKREPORTS+ AVERAGE SCORE

9/10
As of 02 Nov 2022

Refer to page 3 for indicator components

Corteva Inc (CTVA US) Price Chart



Any red lines drawn on the price charts are trendlines, which are visual representations of support & resistance levels. They are drawn by connecting a series of prices together to help indicate the data's best fit or the presence of any trend over a time frame, and are for illustration purposes only.

As of 01 Nov 2022 closing

KEY MARKET EVENTS

- 08 Nov**
China CPI Releases (Oct)
- 10 Nov**
US CPI Releases (Oct)
- 14 Nov**
China Industrial Production (Oct)
- 16 Nov**
US Industrial Production (Oct)
- 24 Nov**
US Thanksgiving Holiday

S&P 500 Index Price Chart



As of 01 Nov 2022 closing

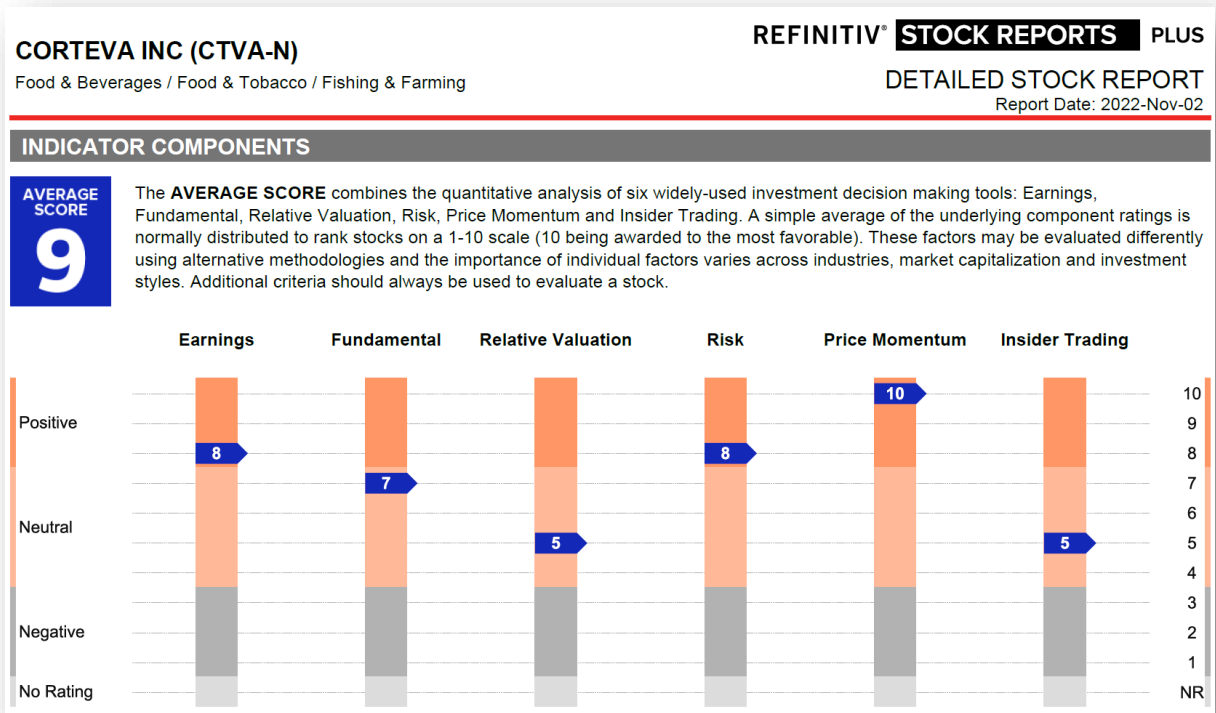
Headline News & Information

- Corteva Inc provides agricultural products. The company offers seeds and crop protection products, as well as software solutions and digital services. Corteva serves customers worldwide (Bloomberg)
- Tighter-for-longer agricultural markets could help chemical suppliers (31 Oct 2022, Dow Jones)
 - Russia's suspension of an agreement that allowed the export of agricultural products from Ukrainian ports could tighten global supply further and drive-up prices, potentially helping suppliers of agricultural chemicals amid a favorable demand environment
 - Analysts polled by FactSet expect sales at Bayer's crop-science division, Corteva and FMC to rise by an average of 13% for the third quarter and 11% for the fourth, followed by further increases in 2023
 - Corteva Chief Executive Chuck Magro last month said he expected market fundamentals to remain attractive for a while, given tight stocks and price levels supporting healthy farmer margins
- World food supplies at risk as Russia withdraws from Black Sea deal (31 Oct 2022, Reuters)
 - Russia suspended participation in the United Nations grain deal for an indefinite term, after what it said was a major Ukrainian drone attack on its Black Sea fleet in Crimea
 - Although global agricultural commodity prices have come off record highs in recent months of 2022, local retail food prices remain high and now face further upside

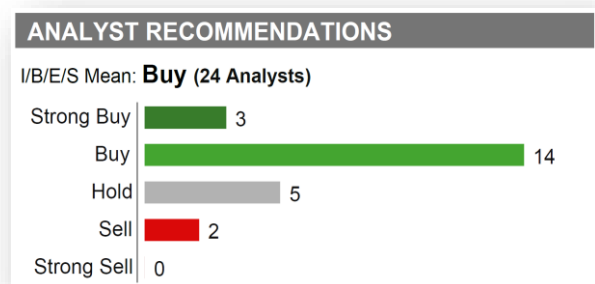
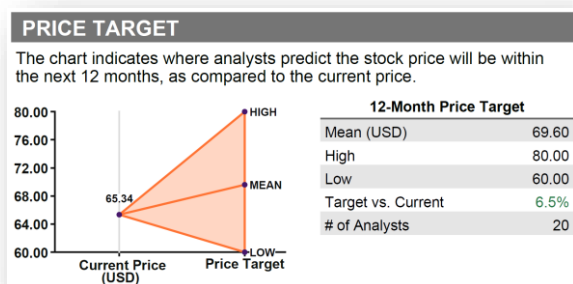
TRADING FLOWS	RESISTANCE LEVELS	SUPPORT LEVELS
<ul style="list-style-type: none"> • Shares rose 3.3% in the past 5 days and are up 17% in the past 30 days 	<ul style="list-style-type: none"> • 69.91 (Analysts' Consensus 12M Target Price) 	<ul style="list-style-type: none"> • 61.56 (50 Day MA) • 59.00 (Oct 2022) • 57.00 (Sep 2022)

Fundamental Viewpoint

An Extract from STOCKREPORTS+



Analyst Price Target and Recommendations



Source: REFINITIV STOCKREPORTS+, extracted 02 Nov 2022

US Peer Analysis (STOCKREPORTS+)

PEER ANALYSIS													Currency in USD	
Average Score	Ticker	PRICE MOMENTUM				VALUATION			FUNDAMENTAL		ANALYSTS			
		Price (2022-10-31)	1-Mo Return	3-Mo Return	1-Yr Return	Market Cap	Trailing PE	Forward PE	Dividend Yield	Net Margin	LTG Forecast	I/B/E/S Mean	# of Analysts	
9	CTVA	65.34	14.3%	13.5%	51.4%	47.4B	27.5	23.0	0.92%	10.3%	16.7%	Buy	23	
8	SITE	115.87	11.3%	-16.8%	-50.7%	5.5B	19.0	22.8	--	7.5%	--	Buy	9	
9	CALM	56.51	1.7%	10.6%	56.7%	2.5B	10.0	10.3	3.1%	13.1%	--	Hold	4	
4	FDP	26.08	12.2%	-12.2%	-22.1%	1.3B	33.9	24.7	2.9%	0.8%	--	Buy	2	
7	ANDE	35.27	13.7%	-2.5%	3.6%	1.2B	9.3	14.0	2.0%	0.9%	--	Buy	4	
6	AVO	16.64	15.1%	17.3%	-12.4%	1.2B	48.9	19.5	--	2.3%	6.7%	Buy	5	
5	DOLE	8.55	17.1%	-8.8%	-41.4%	807M	12.4	9.0	3.7%	-0.2%	3.3%	Buy	7	
5	BHIL	3.39	23.7%	4.3%	-43.8%	673M	--	--	--	-43.2%	--	Buy	5	
8	VITL	13.24	10.6%	12.2%	-19.4%	525M	220.7	120.4	--	-2.1%	--	Buy	7	
3	LOCL	2.96	4.2%	-23.5%	-70.3%	280M	--	--	--	-1374%	--	Buy	5	
NR	AFRI	10.35	-8.0%	-2.4%	2.8%	274M	--	--	--	--	--	--	--	
6.4	Average	32.20	10.5%	-0.75%	-13.2%	5.6B	47.7	30.5	2.5%	-138.5%	8.9%	Buy	7.1	

PEER COMPANIES			
AFRI	Forafric Global	DOLE	Dole
ANDE	Andersons Inc	FDP	Fresh Del Monte Produce Inc
AVO	Mission Produce Inc	LOCL	Local Bounti Corp
BHIL	Benson Hill Inc	SITE	SiteOne Landscape Supply Inc
CALM	Cal-Maine Foods Inc	VITL	Vital Farms Inc

Source: REFINITIV STOCKREPORTS+, extracted 02 Nov 2022

Global Peer Analysis (Bloomberg)

Ticker	Name	Mkt Cap (USD) (Millions)	Last Px	P/E	P/E 5Yr Avg	P/B	P/B 5Yr Avg	Indicated Yield (%)
Average		5,918	527.73	25.99	29.69	3.49	2.94	1.98
CTVA US	CORTEVA INC	48,225	67.11	38.05	34.50	1.87	1.40	0.89
1377 JP	SAKATA SEED CORP	1,593	4,950.00	18.07	19.05	1.67	1.45	1.01
300087 CH	WINALL HI-TECH SEED CO LTD-A	1,431	15.38	50.26	67.29	7.60	10.48	0.43
000998 CH	YUAN LONGPING HIGH-TECH AG-A	2,739	15.12	N/A	N/A	3.64	4.52	N/A
603668 CH	FUJIAN TIANMA SCIENCE & TE-A	1,028	17.14	30.83	46.45	3.47	3.26	0.23
KWS GR	KWS SAAT SE & CO KGAA	1,986	60.80	18.61	19.81	1.61	2.05	1.32
RIN FP	VILMORIN & CIE	1,018	44.90	12.26	16.41	0.83	0.98	3.56
NUF AU	NUFARM LTD	1,427	5.85	22.76	N/A	1.18	1.05	1.37
LXU US	LSB INDUSTRIES INC	1,567	17.66	6.41	N/A	2.58	3.15	N/A
SUMICHEM IN	SUMITOMO CHEMICAL INDIA LTD	3,005	497.35	58.58	N/A	12.88	N/A	0.20
MFPC EY	MISR FERTILIZERS PRODUCTION	1,076	113.68	4.10	4.30	1.07	1.01	8.80

Source: Bloomberg, extracted 01 Nov 2022 closing

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