



## Price Daily Contract



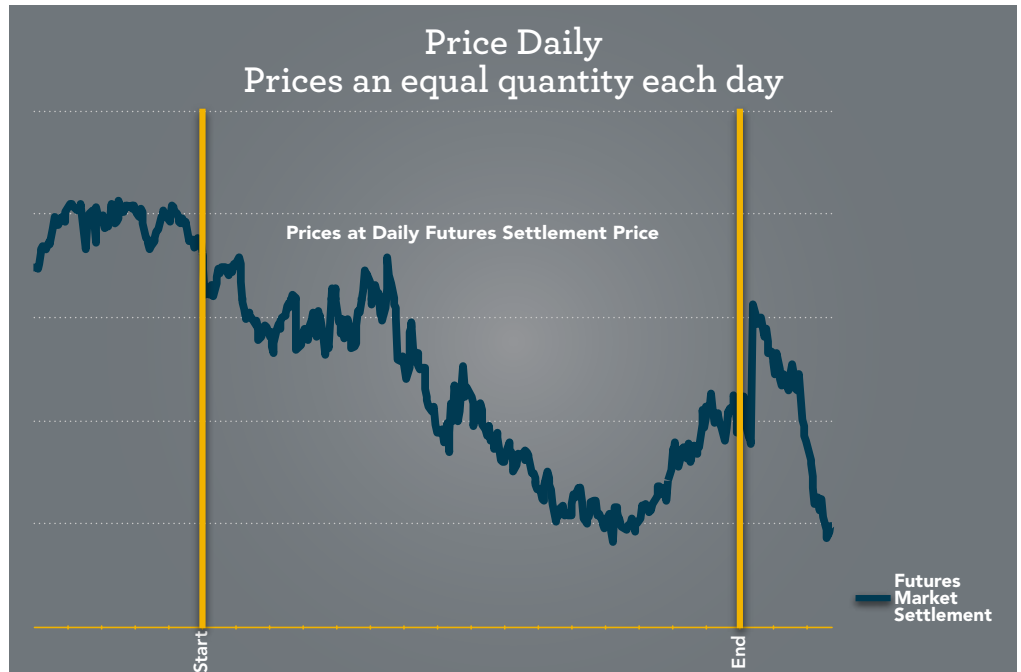
Harness the volatility of grain markets by choosing price and time parameters that can help achieve your targets for pricing and delivery preferences.

## Background

Grain prices fluctuate significantly on a day-to-day basis. Our Price Daily Contract helps you manage volatility by pricing equal amounts of grain over a customized time period.

## Contract Options

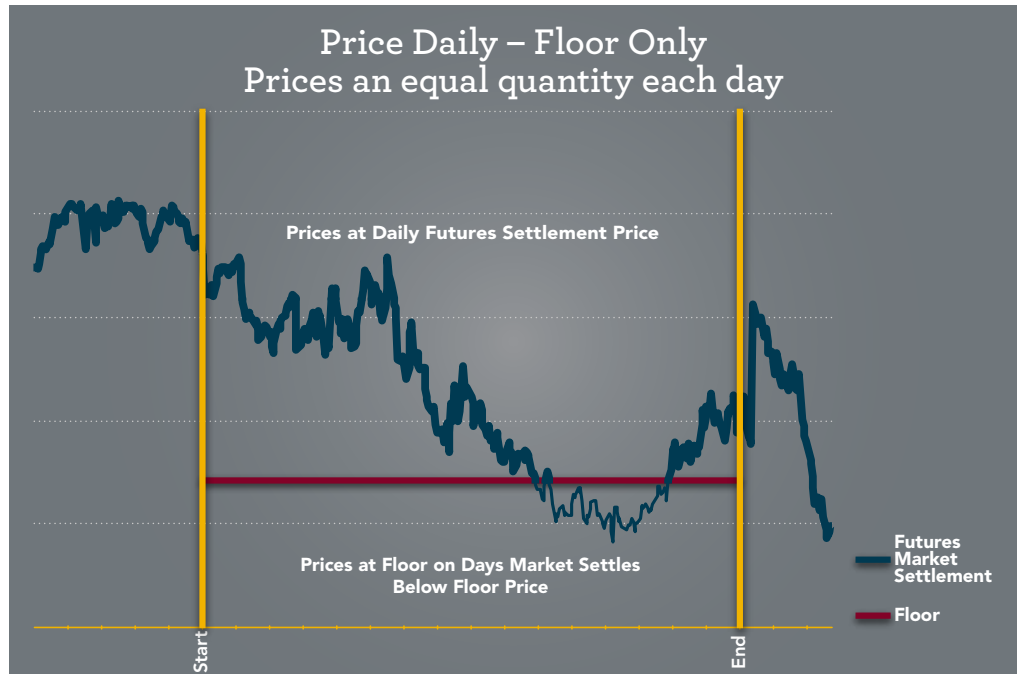
Build your own customized pricing plan by considering what pieces are right for you. It starts by using the closing futures reference price for an equal number of bushels for each pricing day within a time period selected by you. The sum of those prices is divided by the total number of pricing days to determine the final futures reference price.



$$\text{Daily Pricing Quantity} = \frac{\text{Bushels Contracted}}{\text{Days to Price}}$$

Contract Options  
(cont.)

You can add a floor price for the contract to protect your downside risk. Any daily settlement futures price below the floor will be priced at the floor level for that day, preventing against price declines while providing you market upside opportunities above the floor level.



You can also choose to have both a floor and ceiling to help manage costs in a range bound market. This provides downside protection, but limits your upside opportunity at a lower cost than having a floor alone.



### Here's How It Works

- 1) You choose the number of bushels you want to price, the time period in which pricing for a specific commodity will occur and a delivery period.
- 2) You decide if you would like to add a floor or ceiling price component to the daily pricing activity.
- 3) When the pricing period concludes, the final futures reference price will be established on your contract.
- 4) Prior to grain delivery, you set the basis.
- 5) You deliver your contracted grain and receive the final cash price, which is the Final Futures Reference Price+/- Basis-Service Fee.

### The Benefits

- > It helps you manage market volatility.
- > It provides discipline to execute a plan.
- > It can be customized based on your risk threshold and price targets.
- > It helps diversify your marketing.
- > It automatically executes for you, minimizing stress and worry.

### Performance

Price Daily Contracts perform according to the formula put in place, pricing an equal portion of grain each day during the pricing period while recognizing floor and ceiling restrictions, if any.