StateLine Cooperative

NEW CROP AVERAGING CONTRACT

Contract Overview

"Base hits over home runs." Designed to market new crop bushels during the time of year when prices are historically strong. The producer contracts part (up to 25%) of his/her expected new crop production. During the designated period, StateLine Coop will price a portion of the bushels every marketing day, at the closing futures price. At the end of the pricing period, the producer will have a Hedge to Arrive Contract which he/she will set the basis on prior to settlement.

Contract Specifics

Corn

- December 2023 Futures
- Pricing Period: April 3, 2023 -August 18, 2023
- 5000 bu increments
- Fee: \$0.04/bu

Soybeans

- November 2023 Futures
- Pricing Period: April 3, 2023 -August 18, 2023
- 2500 bu increments
- Fee: \$0.04/bu

Early Price-Out Available: Additional \$0.02/bu Fee

Customized Pricing Periods Available

Potential Advantages

- Diversifying your marketing plan
- No margin calls, double-ups or knock-outs
- No daily debating of marketing decisions
- Contract can be rolled forward to pick up market carry
- Fee is taken off the settlement

Potential Disadvantages

- Not designed to hit the "highs"
- Price could be lower than market price at delivery
- Still need to set basis prior to settlement

Sign Up Deadline: March 31, 2023