



## **The Arthur Companies**

### **Price Later Grain Policies**

- Grain delivered not on contract will be placed on a price later contract (if available).
- There is a 15-day grace period for all deliveries of uncontracted grain. If not priced in that period storage charges start from day of unload.
- Price later grain must be priced basis nearby, it cannot be priced against deferred delivery bids.
- Premiums/discounts set on day of basis pricing, not on delivery.

### **Basis Contracts**

- Basis contracts are set for specific delivery periods, against corresponding futures months.
- DP grain placed on a basis contract must be set against nearby basis bids.
- Basis contracts must have the futures price set prior to First Notice Day (FND) of the corresponding futures month, or the basis will be rolled to the next futures month by that day.
  - First Notice Day for grain futures falls the week before the corresponding futures month. For example, July 2018 corn futures FND is June 29<sup>th</sup>.
  - Basis contracts that are rolled are adjusted according to the spread between the current basis contract month, and the month being rolled into. For example; if December corn futures were trading at \$3.50 and March at \$3.62, and you had -70 December corn basis and rolled it to the March futures, your basis contract would roll to -82 March.
- Basis contracts can have up to 70% of current contract value advanced. ACI reserves the right to advance less than 70%, per market conditions.

### **Futures Fixed Contracts**

- Futures only contracts allow you to set a futures price at time of contracting, and set the basis later.
- Basis must be set prior to the delivery of the grain, unless prior arrangements have been made.
- Any futures fixed fees will be assessed on the day of contract.

-Subject to change anytime

Effective 10/16/17