

Minimum Average

Establish a minimum price

VITERRA



Participate in potential market rallies while protecting against declines.

What is it?

Minimum Average Price gives you the ability to establish a forward book on new crop production, while also setting floors at or above your breakeven, as well as allow for upside potential.

How it works

This contract allows you to establish a minimum price and participate in any potential market rally during the pricing period. Every day an equal number of bushels are priced. At no point in the averaging period will a daily hedge be below the Minimum Price.

- For each day during the pricing period that the futures settlement price is less than or equal to the minimum futures price, then the allocated bushels for that day will be priced at the minimum futures price.
- For each day the futures settlement price is greater than the minimum futures price, the allocated bushels for that day will be priced at that day's futures settlement price.

At any point during the pricing period, you can choose to price the remaining bushel balance at the current market price. At the end of the pricing period, the contract's final value is a simple average of all daily pricing results less the services charge, plus the local basis.

What are the advantages?

- Participate in potential market rallies
- Downside risk protection

What should you know?

- This contract is offered for corn, soybeans, and wheat.
- Costs associated with this contract are determined by market levels and duration of the pricing window.
- No fee to price out early.
- Basis must be established separately.

While the contract described herein provides a marketing option available through Viterro, no contract or marketing program can remove all risk from your grain marketing decisions. Historical results are not a guarantee of future returns, and Viterro does not represent the historical information provided is without omissions or errors, although it strive to avoid them. You should use this information only as you believe will best assist you with your grain marketing needs.