

SCS Newsletter

December 8, 2015

QUICK SNAPSHOT

As grain prices made a steady move up in the last week, producers took advantage of bullish structures for their old crop, and more neutral ones (with some upside open) for new crop.

For both corn and soybeans, Floor Plans with additional quantities were popular among those who wished to open up upside for their old crop, while new crop was hedged using tools that sold volatility to collect premium in the form of a higher fixed price or wider range. In this case, Enhancer, Fence, and Range Plus Plans were all Producer favorites.

IN THE SPOTLIGHT

Did you know that SCS recently added a number of new contracts (both short and long dated) to the Pricing Tool?

These are available for both the main contract field as well as the Extended Additional quantity field to give you more flexibility when customizing your structures.

SCS is always aiming to align its technology with your marketing needs. As we see growing demand for particular functionality in our online tools, we will do our best to incorporate it.

For additional information on the Pricing Tool update, contact your Broker or the SCS Desk.

WHAT'S HOT

CORN

...with CN16 at \$3.85.. CZ16 at \$4.00

Floor Plus Plan (CN16) - floor at 3.85, double up at 4.30, costs 14.5 cents

Floor ExtPlus Plan (CN16) - floor at 3.85 (exp June'16), double up in CZ16 (exp Nov'16) at 4.40, costs 7 cents

Enhancer Plus Plan (CZ16) - fixed price/double-up at 4.3125, k/o at 3.48, no cost

Range Plus Plan (CZ16) - floor at 4.00, cap/double-up at 4.33625, no cost

Fence Plus Plan (CZ16) - floor at 4.00, cap/double-up at 4.56375, stop protect at 3.50, no cost

SOYBEANS

...with SN16 at \$9.00... SX16 at \$9.15

Floor Plus Plan (SN16) - floor at 9.00, double up in SX16 at 9.40, costs 18.5 cents

Enhancer Plus Plan (SX16) - fixed price/double up at 9.56, double up at 8.00, no cost

Range Plus Plan (SX16) - floor at 9.15, cap/double-up at 9.59, no cost

Fence Plus Plan (SX16) - floor at 9.15, cap/double up at 9.87, stop protect at 8.00, no cost

WHEAT

...with WN16 at \$4.96

Fence Plus Plan (WN16) - floor at 4.96, cap/double up at 5.51, stop protect at 4.40, no cost

Questions? Comments? Contact us!
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