



SCS Newsletter

February 24, 2016

QUICK SNAPSHOT

The last couple of weeks in the grain market were interesting: we've seen decent moves in implied vols across the term structure (particularly in the last few days - with a large move up, then a drop back down), while grain prices moved within a fairly narrow range.

Producers maintained a neutral bias as a whole when it came to hedging with structured grain products in the last week—some choosing bullish structures, some bearish ones.

Master Originator Plus and Enhancer Plus Plans were among the popular structures traded each time the market hit the top of the range its been trading in. When the market was near its range lows, variations of the Master Floor and Range Plans were looked at.

IN THE SPOTLIGHT

It's that time of the year again: Producers are trickling back from their winter getaways and are beginning to think about marketing options available to them for their upcoming crop. Now is a great time to refresh your origination team on all the SCS tools you can offer them!

One size doesn't fit all. That's why SCS offers a wide variety of products that cater to all market views:

- Bearish** Assurance Plus, Originator Plus
- Neutral** Enhancer Plus, Range Plus
- Bullish** Floor, Release

These are just a few tools among an entire suite of products that SCS offers. For more information on how to better equip your team with SCS structures, contact your Broker or the SCS Desk.

WHAT'S HOT

CORN

...with CZ16 at \$3.90... CH17 at \$3.98 ...CZ17 at \$3.96

Master Producer Originator Plus Plan (CZ16) - fixed price/dbl up at 4.07375, trigger at 3.48 that resets remaining bushels to 3.90, no cost

Master Producer Range ExtPlus Plan (CZ16) - floor at 3.90, cap at 4.20, dbl up in CZ17 at 4.20, all expires Nov 16, costs 5.5 cents

Master Producer Floor ExtPlus Plan (CZ16) - floor at 3.90, double up in CZ17 at 4.20, all expires Nov'16, costs 14.5 cents

Master Producer Enhancer Plus Plan (CH17) - fixed price/double-up at 4.30125, k/o at 3.48, no cost



SOYBEANS

...with SF16 at \$8.90...SX17 at \$8.84

Master Producer Enhancer Plus Plan (SF17) - fixed price/double up at 9.30, k/o at 8.00, no cost

Master Producer Originator Plus Plan (SF17) - fixed price/double up at 9.16, trigger at 8.00 that resets remaining bushels to 8.90, no cost

Questions? Comments? Contact us!

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Control it.
Share it.

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