



Master Producer
LIBERTY
Plan

The Master Liberty Plan (Proposal)

DETAILS

- ⇒ 4 cent fee to enter into program, comes with the initial hedge at no cost
- ⇒ Customer can free his bushels (and later re-establish his hedge) as often as he wants at market price
- ⇒ 2 cent fee every time hedge is re-established (releasing hedge is done at no cost)
- ⇒ At the very end, if position is unhedged, the hedge is re-established (at a 2 cent cost)
- ⇒ Final price for bushels is the Hedged price at expiry +/- any gains/losses accrued over life +/- fees accrued

DEFERRED MODE

The Master Liberty Program can be implemented in Deferred mode. In Deferred mode, bushels are (or have already been) delivered in one contract whose base price is set, with the price modified by any gains/losses accrued over the time of the Chosen Program in a different contract.

MECHANICS

- ⇒ Every instance of a customer entering a program will be given a Trade ID
- ⇒ Elevator communicates customer request to SCS Desk via normal channels (depending on popularity, SCS will add functionality to the trading tool to add Trade ID, and Hedge/Remove info)
- ⇒ Confirmation email will be sent once order is placed/executed
- ⇒ Up-to-date reports will be generated daily detailing current hedge price (with history of hedge/removal per Trade ID)

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