



One For One

One For One locks in a premium futures reference price on a new grain contract with a contingent offer for a second delivery commitment at the same price.

Simplify grain marketing.
Build a price and protect
against volatility.



Price



Insure



Enhance

One For One

Use One For One when you would like to:

- Have a simple way to forward contract new tonnes at a premium.
- Establish a price above the market on one set of tonnes while committing a contingent offer for additional tonnes at the same price, quantity and futures reference month.
- Are comfortable having an unknown outcome related to the contingent offer until the pricing date.

Advantages of One For One:

- Price at a premium to the market price at time of contacting.
- Zero cost solution; alternatively can choose prices that results in a low cost.
- Downside protection on the first set of tonnes.

How One For One works.

This contract consists of two components. The first secures a delivery contract at a premium to the market price. The second is a contingent offer that may trigger at the pricing end date (expiration).

If futures settle **above** the target value on the expiration date, then a matching tonne contract will be created at the target price (adjusted for basis). If futures settle **at or below** the target price on the expiration date, then no additional contract will be created.

For example:

- An initial contract is created at \$740/mt
- A target price of \$740 is established for the contingent offer, along with a specified expiration date.

1

On expiration date, November settles above the Target Price of \$740, the second set of tonnes will be priced for delivery at \$740 (adjusted for basis).

2

On expiration date, if November settles at or below the Target Price of \$740, there is no obligation to deliver the second set of tonnes.

