Current Marketing Opportunity

Example Sheet

(This example assumes an average yield of 140 bushels. One half (70) were forward contracted, the other half to be sold at harvest. Actual harvest yield is 180 bushels, leaving 110 bushels sold at cash price.)

	Cash Price	Forward Contract
Today's Cash Price	1.80	2.70
+ LDP	.15	.15
= Total Cash Price	1.95	2.85
Yield per acre	110	70
Dollars per acre	\$214.50	199.50
+ Direct Payment	16	16
+ Other Payments		
= Total income / acre	\$230.50 + = \$446.00	\$215.50
Less cost / acre	\$300.00	
= Profit per acre	\$146.00	
x Number of acres	500	
= Total net profit per crop	\$73,000.00	