

## G3 POOL CONTRACTS

Superior, cost-effective risk management

# 2016-17 Futures Choice Early Delivery Pool

- Enjoy the delivery and grade flexibility of the Early Delivery Pool, plus book your own futures to capture the market peaks.
- Let G3 experts pool the basis between August 2016 and January 2017 as you watch the futures market.
- Sign-up before October 7, 2016. Lock in your futures anytime before January 31, 2017.
- Delivery by January 31, 2017.
- Available on a first-come, first-served basis until fully subscribed.
- An opportunity to earn \$5 per tonne of trust units in the Farmers Equity Trust.

## How does it work?

The Futures Choice Early Delivery Pool combines the advantages of pooling with the autonomy of cash pricing. G3 will pool the basis price between August 2016 and January 2017 to minimize your risk and ensure you receive a fair grade spread. While G3 is managing the basis portion of your contract, you will lock in a futures price on your wheat, canola or soybeans. 2016-17 Futures Choice Early Delivery Pool contracts will be priced off the March 2017 futures maturity.

The deadline to lock in a futures price is January 31, 2017. As long as you book the futures value before the deadline, you are free to time the pricing to suit market trends.

## Where do I find futures prices?

Contact your local G3 grain elevator for a price quote ([www.g3.ca/contact-us](http://www.g3.ca/contact-us)).

## Price lock-in

Obtain a real-time price quote by calling your G3 grain elevator.

## Can I set a futures target price?

Through G3, you can set a target price using real-time pricing for futures values. If the target price is reached during the daily pricing period, then the futures will be locked in. Futures target pricing requests must be received by your G3 grain elevator by closing in order to receive next day target pricing.



## Sign-up

Oct. 7, 2016  
(or until fully subscribed)

## Reference grades

No. 2 Canada Western Red Spring (CWRS) wheat or better  
No. 3 CWRS

No. 1 Canada Canola

No. 2 Canada Yellow Soybeans or better

G3 will only accept straight grain (no tough or damp).

## How do I get paid?

The initial payment is issued upon delivery. Once the futures price is locked in and the G3 pooled basis is known at the end of the pooling period, the contract will be fully priced and the balance will be paid.

Net payment = chosen futures +/- pooled G3 basis

G3 will issue top-up payments once the futures price is locked in and contract deliveries are reported. The pooled basis values remain unknown until all sales are completed and attributed to the pools. Therefore, a holdback rate will be used to account for basis and spread risk and to ensure G3 can pay all producers correctly. Payment will be calculated as follows:

Your futures price +/- the current pooled basis PRO - the initial payment - a holdback rate = your per tonne top-up payment rate

## How do I deliver?

G3's asset network is growing

Contact your local G3 grain elevator to work out a delivery schedule. Visit [www.g3.ca/contact-us](http://www.g3.ca/contact-us) to find the G3 facility closest to you.

The delivery period begins August 1, 2016.

## How do I sign-up?

- Contact your local G3 grain elevator ([www.g3.ca/contact-us](http://www.g3.ca/contact-us))



Building a smarter path from farmers' fields to global markets.

[g3.ca](http://g3.ca)

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