

Collar Contracts



Set a pricing range to minimize uncertainty while confidently maximizing price potential



Benefits

- Bunge structures are traded off-exchange and embedded in grain delivery cash contracts
- Tailored range for low or no-cost floor pricing and upside on deferred volume
- Offers a duration to modify active positions as markets change before final pricing versus traditional contracts



Risks

- The return can be no higher than the cap and no less than the floor



Risk Profile

- Appropriate in high volatility or bear markets
- Practical range for upside potential while factoring downside price target minimum
- Cost-effective method to minimize uncertainty while maximizing opportunity

CUSTOMIZATION

Range	Structured uniquely using features not available in CBOT commodity exchanges
Behavior	Choose between pricing on daily accumulating volume or total volume pricing set to a final pricing date
Adjustments	Capabilities to exit offers or roll for more time to stay engaged in the market before pricing

Contact your local Bunge representative for live quotes, additional flexibility options, and other alternative contract offerings to accommodate your marketing needs.

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Collar Contracts

The Collar contract sets floor price protection while offering favorable upside potential in sideways markets during times of greater market uncertainty. Marketing decisions are eased by accumulating volume within a set range of profitability at no-cost, or a set cost for higher price protection and upside on deferred volume. The simplicity and flexibility to stay engaged hands-off makes this a commonly preferred addition to diversified marketing portfolios.

Collar Contract

Behavior applies across all CBOT commodities



Pricing Scenario

One of the following will take place on expiration:

- Price volume at minimum price if futures settle equal to or below minimum price
- OR -
- Price volume where the market settles if futures settle above minimum price and below max price
- OR -
- Price volume at max price if futures settle above or equal to max price

* Minimum Requirement: 2,000 bushels

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