

2017 COTTON BALE CONTRACT OPTIONS

4-13-17

OLAM

Pricing Terms: On-Call, Seller's call at 250 points off December 2017 ICE Futures, FOB Cars. Warehouse weights will be used to determine the value of each bale. Seller plans to deliver cotton to XXXXXXXXXXXX warehouse. If Seller decides to warehouse it elsewhere it will notify Buyer. Any change in established tariff at time of delivery is for seller's account.

Base Grade: 31-3-36 (color-leaf-staple), 3.5-4.9 micronaire, 26.0 GPT min, 80.0 uniformity, no remarks...

GOVERNMENT LOAN DIFFERENCES SHALL APPLY ON ALL OTHER QUALITIES, deductions pertaining to staple, micronaire, color & leaf, uniformity, strength, extraneous matter or remarks, as well as premiums will apply according to the 2017-2018 crop year CCC Loan rate chart. Bales with micronaire below 3.5 and above 4.9 will receive an additional 200 pt. discount in addition to the 2017-2018 CCC Loan rate discount

ECOM

PCCA

Pricing Terms: cents / lb. fixed price. 300 off December 2017.

Premiums and Discounts: CCC loan Premiums and discounts corresponding to the 2017 crop year shall apply.

Base Quality: 31-3-36 (color-leaf-staple)

ALLENBERG

Pricing Terms: Buyer agrees to pay the following prices on deliverable cotton for _____ crop year, FOB CAR terms: _____ price per pound or 190 off December 2017 ICE futures (if 'ON CALL') for 31-3-36, Micronaire 3.5-4.9, 26 GPT and higher, 80 and higher uniformity, with no extraneous matter or discounts. 2017-18 CCC Government loan discounts to apply on shorter staples, lower grades, higher & lower micronaire, lower G.P.T., lower uniformity and extraneous matter. An additional 200 point discount will apply for bales classed with higher or lower micronaire than 3.5-4.9, or any extraneous matter, not to exceed 200 points. Below Grade Bales deliverable at Buyer's option at mutually agreed price..

ALL AVAILABLE CONTRACTS ARE FOR IRRIGATED COTTON ONLY. THERE ARE NO POOL OR DRYLAND CONTRACTS AVAILABLE WITH ANY OF THE ABOVE-REFERENCED MERCHANTS AT THIS TIME.

WE KNOW HOW HARD YOU WORK TO MAKE YOUR COTTON CROPS A SUCCESS, AND WE AT AG PRODUCERS CO-OP WANT YOU TO KNOW WE WILL WORK JUST AS HARD TO PROVIDE YOU WITH THE INFORMATION AND SUPPORT YOU NEED TO HELP YOU FIND THE MARKETING OPTIONS THAT ARE RIGHT FOR YOU.

**FOR FURTHER DETAILS, PLEASE CONTACT
DENNIS FLOWERS (806) 285-2638 OR SAM HANSARD (806) 392-4112**

***ESTIMATED NUMBER OF BALES ANTICIPATED FOR DELIVERY ON ACRE CONTRACTS WILL BE DETERMINED USING APH OBTAINED FROM PRODUCERS' CROP INSURER ON CONTRACTED IRRIGATED AND/OR DRYLAND ACRES. IF ACRES ARE LOST DUE TO "ACT OF GOD" INCIDENT OR PREVENTED PLANTING, PROOF OF LOSS IS REQUIRED TO CANCEL CONTRACTUAL AGREEMENT.**

****ALL CONTRACTED BALES MUST BE DELIVERED REGARDLESS OF CROP LOSS OR PREVENTED PLANTING ON THE PART OF THE PRODUCER.**