

Instructions: Please solve for total net revenue received; assume zero time value, zero commissions, and a 40 Cent under basis.

<u>Transaction</u>	Option		Total Pymt Recvd
	BEFORE Harvest	Harvest	
<b>CBOT Futures</b>			
Futures Price	\$5.00	\$4.00	
<b>PUTS</b>			
Strike Price	\$5.00		
Premium	\$0.75		
Quantity Bought	10,000		
Quantity Sold			
Gain (Loss)/Bu			
Total Gain (Loss)			
<b>Harvest Sales</b>			
Price @ Harvest			
Quantity Delivered			
Harvest Sales			
Total Revenue			

<u>Transaction</u>	Option		Total Pymt Recvd
	BEFORE Harvest	Harvest	
<b>CBOT Futures</b>			
Futures Price	\$5.00	\$6.00	
<b>PUTS</b>			
Strike Price	\$5.00		
Premium	\$0.75		
Quantity Bought	10,000		
Quantity Sold			
Gain (Loss)/Bu			
Total Gain (Loss)			
<b>Harvest Sales</b>			
Price @ Harvest			
Quantity Delivered			
Harvest Sales			
Total Revenue			

Instructions: Please solve for total net revenue received; assume zero commissions and a 40 Cent under basis.

**Hedge**

<u>Transaction</u>	BEFORE Harvest	Harvest	Total Pymt Recvd
<b>CBOT Futures</b>			
Futures Price	\$5.00	\$4.00	
Quantity Sold	10,000		
Quantity Bought			
Gain (Loss)/Bu			
Total Gain (Loss)			
<b>Harvest Sales</b>			
Price @ Harvest			
Quantity Delivered			
Harvest Sales			
Total Revenue			

**Hedge**

<u>Transaction</u>	BEFORE Harvest	Harvest	Total Pymt Recvd
<b>CBOT Futures</b>			
Futures Price	\$5.00	\$6.00	
Quantity Sold	10,000		
Quantity Bought			
Gain (Loss)/Bu			
Total Gain (Loss)			
<b>Harvest Sales</b>			
Price @ Harvest			
Quantity Delivered			
Harvest Sales			
Total Revenue			