

# Flat contract

**What It is:** A contract for a set price on a set amount of bushels.

**How it works:** Pick a delivery month. Take the futures price +/- the basis = cash price for that month of delivery.

**Advantages:**

No further Risk

Money immediately available after delivery

**Disadvantages:**

Cannot take advantage of futures board rallies

Cannot take advantage of basis appreciation

Ex:

Delivery in Nov 17'

Futures = \$3.91

Basis = -.20

Cash= \$3.71

**CORN**

USDA has adjusted the calculations of LDP data.

[Click here for more information.](#)

Delivery	Cash Price	Futures Month	Futures Price	Futures Change	Basis
Feb 17	3.49 ¢	@C7H	363'6	-0'2	-0.15
Mar 17	3.49 ¢	@C7H	363'6	-0'2	-0.15
Apr 17	3.56 ¢	@C7K	371'2	0'4	-0.15
May 17	3.56 ¢	@C7K	371'2	0'4	-0.15
June 17	3.58 ¢	@C7N	378'4	0'2	-0.20
July 17	3.58 ¢	@C7N	378'4	0'2	-0.20
Aug 17	3.63 ¢	@C7U	384'6	0'2	-0.22
Sep 17	3.60 ¢	@C7U	384'6	0'2	-0.25
Oct 17	3.61 ¢	@C7Z	391'2	0'2	-0.30
Nov 17	3.71 ¢	@C7Z	391'2	0'2	-0.20
Dec 17	3.71 ¢	@C7Z	391'2	0'2	-0.20
Jan 18	3.75 ¢	@C8H	399'6	0'2	-0.25

Price as of 02/27/17 07:32AM CST.