



# Homework #4: Reading and Calculating Nearby Basis

- ❑ Read “A Guide to Price-Risk Management in Grain Marketing for NC, SC, & GA” by Piggott, Shumaker, and Curtis pg. 25-53.

[https://ag-econ.ncsu.edu/wp-content/uploads/2017/09/basis\\_piggott\\_shumaker\\_curtis.pdf](https://ag-econ.ncsu.edu/wp-content/uploads/2017/09/basis_piggott_shumaker_curtis.pdf)

OR

<https://are415.wordpress.ncsu.edu/assignments/>

- ❑ Based on your assigned **correspondent commodity** identify the “nearby contract” settlement for one-day this week (1/29, 1/30 or 1/31). Also identify three locations with current cash bids for the same day at any location you chose. Calculate the basis for each offer. If you cannot find three locations with cash bids please explain why there are no cash bids. **Due 1/1/2018 at beginning of class.**