



SIUXLAND ETHANOL LLC

GRAIN POLICIES EFFECTIVE APRIL 1ST, 2017

CONTRACTS

SPOT CONTRACT

- No forward contract has been agreed upon with Siouxland Ethanol.
- Corn priced at current market price at time of delivery.
- All corn delivered without an existing Cash, Basis, or DP contract(s) will be spotted at time of delivery unless prior arrangements have been made.

CASH CONTRACT

- Cash price has been established prior to delivery.
- Delivery period has been established prior to delivery.

BASIS CONTRACTS (BASIS ONLY OR NO FUTURES PRICE ESTABLISHED)

- Basis contracts must be priced during CME trading hours 7:00pm- 7:45am and 8:30 am-1:15 pm Sunday through Friday.
- Must be priced (futures price set) by last trading day of month prior to basis shipment. (ex: December 2017 basis contracts must be priced by 11/30/17)
- No rolling of basis contracts between shipment periods or futures contracts.
- Siouxland Ethanol has the right to price basis contracts at the closing price on the last trading day of the month prior to shipment if the producer has not instructed Siouxland Ethanol to price prior to the market close. (ex: December 2017 basis contracts will be priced at the closing price of December 2017 futures on 11/30/17 if the producer has not already priced the basis contract)

HEDGE TO ARRIVE (HTA OR FUTURES ONLY)

- Must contract 5,000 bu contract increments.
- 5 cent/bushel fee subtracted from futures price at time of contract.
- Basis must be set prior to shipment and/or before the last trading day of the month prior to your contract. (ex: Basis must be set on December 2017 HTA's by 11/30/17 for December shipment)
- No rolling of HTA contracts (ex: if you want to ship January/February/March of 2018 you must have a March 2018 HTA contract)
- Siouxland Ethanol has the right to set basis at Spot Basis price for Spot Shipment Month if the producer has not instructed Siouxland Ethanol to set basis prior to close of business on the last trading day prior month of HTA contract. (ex: basis will be set at spot price for December 2017 shipment if producer has not set basis on December 2017 HTA prior to close of business 11/30/17)

DEFERED PRICE (DP OR PRICE LATER)

- Title of grain passes to Siouxland Ethanol at time of delivery. Market Price gain or loss is for the account of the seller.
- DP Contracts must be priced during CME trading hours 7:00pm- 7:45am and 8:30 am-1:15 pm Sunday through Friday.
- An Unload Charge and subsequent Monthly Service Charge may be charged by Siouxland Ethanol at its discretion. All Charges will be disclosed and agreed upon at time of contract.
- The final pricing date will be disclosed and agreed upon at time of contract.

CORN DISCOUNTS

(LOAD BY LOAD BASIS)

Moisture

- 2% Shrink Per Point above 15.0% moisture
- Shrink figured for each 0.5% Moisture
- (Ex: 15.01-15.5 moisture=1% shrink)

Damage

- 1 cent for each 0.5% over 5.0% up to 10.0%
- Over 10.0% subject to Rejection

Heat Damage

- 1 cent for each 0.1% over 0.2%
- 2 cents for each 0.1% over 1.0%
- Over 3% subject to rejection

Broken Corn and Foreign Material

- 1 cent for each 0.5% over 3% to 7%
- 2 cents for each 0.5% 7.01% to 10%
- Over 10% Subject to Rejection

Test Weight

- 1 cent for each 0.5 lb under 54 down to 50lbs
- 2 cents for each 0.5 lb under 49.99 lbs
- Under 45 lbs Subject to Rejection

Musty and/or Sour

- 10 cents per bushel or Subject to Rejection

Insect Bored or Damaged

- 10 cents per bushel
- Live bugs present Subject to Rejection

Other

Rodent or Bird Contamination, Stones, Glass or other Commercially Undesirable Foreign Material Subject to Rejection