

Apple Juice Concentrate Futures and Options

For more information, visit:
www.mgex.com/ajc

MGEX is pleased to add Apple Juice Concentrate (AJC) to its futures and options offerings.

With over 130 years in the derivatives industry, MGEX is a regulated marketplace and clearing house providing transparent price discovery and risk mitigation products, as well as clearing and regulatory oversight services.

Why an Apple Juice Concentrate futures contract?

- Manages price risk
- Safeguards against adverse cash price movements
- Offers price correlation to the current cash market
- Reduces counterparty risk

AJC Futures and Options Offer

- **AJC processor** - ability to protect inventory value and manage price risk prior to the eventual cash market sale through typical cash market activity
- **AJC buyer (end user)** - better protect profit margins by strategically setting a price, via substituting futures, in advance of the cash product needs
- **Speculator** - ground floor arbitrage opportunity

Price Transparency

MGEX worked with the United States Department of Agriculture (USDA) Market News Branch to bring public transparent cash price reporting to the industry. The USDA's weekly publication, National Apple Processing Report, contains AJC cash price reporting along with other valuable information vital to the producers, processors, brokers and suppliers in the apple juice industry.

Trading Platform

- Traded electronically on the CME Globex® platform
- Convenient, worldwide access

Settlement

- Physical Delivery
- Negotiable Warehouse Receipt

Specifications

Futures	Options
Contract Unit 1,800 gallons	Underlying Asset One AJC futures contract
Contract Listings Jan, Mar, May, Jul, Sep, Nov	Contract Listings Regular Months: Jan, Mar, May, Jul, Sep, Nov Serial Months: Feb, Apr, Jun, Aug, Oct, Dec
Daily Price Limit \$1.00 per gallon expandable to \$1.50	Daily Price Limit \$1.00 per gallon expandable to \$1.50
Minimum Price Fluctuation \$.0025 per gallon or \$4.50 per contract	Minimum Price Fluctuation \$.0025 per gallon or \$4.50 per contract
Speculative Position Limits Spot month: 100 contracts Single month: 1,000 contracts All months: 1,000 contracts	Speculative Position Limits Single month: 1,000 futures equivalent contracts All months: 1,000 futures equivalent contracts
First Notice Day The last business day of the month preceding the delivery month	
First Delivery Day The first business day of the delivery month	
Last Trading Day The business day preceding the fifteenth calendar day of that contract month	Last Trading Day The last Friday which is preceded by at least two business days, the last business day of the month preceding the option month. If such Friday is not an Exchange business day, then trading shall terminate on the preceding business day.
Last Notice Day The business day preceding the last delivery day	
Last Delivery Day The seventh business day following the last trading day	
	Automatic Exercise Based upon the settlement price for AJC futures on the last day of trading for AJC options, the Exchange shall automatically exercise all in-the-money options unless notice to cancel automatic exercise is given to MGEX.