# How to Price a Contract

Here are the steps on price a contract:

- Go to the Contract Management -> Contract.
   Create a Basis contract.

Details A	dditional Infe	Documentation	(0) Audit	Log (1) Co	omments (0)	History							
Template	PO-Co	ffee	Contract	Date:	09/07/2016		NCO/Ship Term		~	Contract No:	2536		
Type:	Purcha	ise	Entity Cor	ntract:		(	Country:		~	Salesperson	Jeff		$\sim$
Entity	A&A	~	Provision	al:		1	Position	Shipmen	it v	Contract Text			~
Contact:		~	Load B	ased			Pricing Type:	Basis		Grades			~
Category:			Load:	# of	Loads:	1	Terms	Net 30 d	ays from da 🗸	Weights	Net Shippe	ed weights,	~
Commodity Quantity:	Coffee 1.000,	000 69 kg bag	Qty/Loa	ıd:						Signed:	Printe	d:	
+ Insert	× Remove	Q, Open	opy Slice	Load Sched	ule Quality	Capture	Transfer 🔠 La	yout Q	Filter Records	(F3)			
Sequence	Status	Location	Item	Start Date	End Date	Contract	ed UOM	Balance	Available	Pricing Type	Applied	Cash Price	e P
1	Open			03/02/20	03/04/20	1.000	69 kg bag	1.000	1.000	Basis		0	6

3. Go to Contract Management and open Price contract screen.

Ţ	Contract Management
	Contracts
	Contract Status
	Reassign
	Price Contracts

4. The created contract will be available for pricing.

Ор	en Refresh Exp										
Pr	ice Contract Prici	ng Detail									
88	Layout Q Filte	er Records (F3)	87 record(	5)							
	Purchase/Sell	Customer/Vendor	Commodity	Location	Contract	Sequence	Futures Month	Basis	Quantity	UOM	No Of Lots
	Purchase	A&A	Coffee	California	2536	1	Dec 16	2,0000	1.000,0000	69 kg bag	5,C

Contract									Pricing Statu			
Purchase/Sale:	Durchasa				Commodity	Colleg			Total Lots:			
ustomer	A 8 A				Contract	2626			Lots Fixed:			
aguence	2525 4				Location	2030			Lots Hedred			
rice UOM:	2030 - 1 69 kg bag			V	Sequence Otv:	1000			Lots Unfixed:			
Telele e												
Pricing Detail	nar cost   spr	eaurAroitra	iRe						Futures			
Fixation Date:	09/08/2016				Futures Price:			d	Hedge:			
Order:	Confirmed	Confirmed Y		UOM:	69 kg bag		~	Hedge Price:				
Qty:	1.000.0000 UOM: 69 kg bag			Basis:			2,0000	Currency:	USC	UOM:	ound	
Lots:			-	6,00	Cash Price:		2,0000		Hedge Month			
Futures Market:	NYC ICE				Notes:				Broker:			
Futures Month:	Dec(Z) 16								Broker Accourt	e		
Lines M.B.	Caller											
✓ Date	Lots	Oty	Futures Price	uo	IS (F3)	Price in 69 kg bag	Hedge Price	Basis	Sor	ad/Arb	Cash Price	Final Price

<sup>5.</sup> Select the contract and click on Open. The following price contract screen will display.

#### 6. The Details will be defaulted from Contract and fields are not editable.

D C CONTO				
Contract				Pricing Status
Purchase/Sale:	Purchase	Commodity	Coffee	Total Lots: 5,00
Customer	A&A	Contract:	2536	Lots Fixed:
Sequence:	2536 - 1	Location:	California	Lots Hedged:
Price UOM:	69 kg bag 🗸	Sequence Qty:	1000	Lots Unfixed:

## 7. The highlighted fields of the Pricing Tab- pricing detail will be populated automatically from the contract.

Pricing Addition	nal Cost Spr	ead/Arbitra	ige								
Pricing Detail				_				Futures			
Fixation Date:	09/08/2016			Futures Price	:			Hedge:			
Order:	Confirmed			VOM:	69 kg bag		~	Hedge Pr	rice:		
Qty:	1.000,0	000 UOM	69 kg bag	Basis:		2,0	0000	Currency	usc Usc	UOM: Po	und
Lots:			5,	00 Cash Price:				Hedge M	lonth:		
Futures Market:	NYC ICE			Notes:				Broker:			
Futures Month:	Dec(Z) 16							Broker A	ccount:		
							_				
+ Insert X Re	move Split:	- BB La	yout Q Filter Re	cords (F3)							
✓ Date	Lots	Qty	Futures Price	UOM	Price in	Hedge Price	Basis		Spread/Arb	Cash Price	Final Price
~											

## 8. To price a contract, provide Future Price value and it will calculate the cash price. Click on Insert button to add the pricing.

Pricing Additional Cost Spread/Arbitrage

Pricing Detail								Futures				
Fixation Date:	09/08/2016			Futures Price	:		120	Hedge:				
Order:	Confirmed			VUOM:	69 kg bag		~	Hedge Pr	rice:			
Qty:	1.000,0	000 UON	1: 69 kg bag	Basis:		2,0	0000	Currency	c [	USC	UOM: Po	und
Lots:			5,	00 Cash Price:		122,0	0000	Hedge M	onth:			
Futures Market:	NYC ICE			Notes:				Broker:				
Futures Month:	Dec(Z) 16							Broker A	ccount:			
+ Insert × Re	emove Split:	BB La	yout Q Filter Rec	ords (F3)								
✓ Date	Lots	Qty	Futures Price	UOM	Price in	Hedge Price	Basis		Spread/	Arb	Cash Price	Final Price
~												

- 9. To hedge a contract, select the Hedge check box from Future grid. Hedge Price will be automatically populated from Contract Future price. It is editable and other price can be provided for hedging.
- 10. Hedge month will be populated by default contract future month. It is editable and can be changed.
- 11. Select Broker and broker account. Click on Insert button to add the pricing.

Pricing Detail								Futures			
Fixation Date:	09/08/2	016			Futures Price:		120,0000	Hedge:	$\checkmark$		
Order:	Confirm	ed			✓ UOM:	69 kg bag	~	Hedge Price:			120,
Qty:	1.00	0,0000	UOM: 69 kg	bag	Basis:		2,0000	Currency:	USC	UOM: Pour	nd
Lots:				5,	00 Cash Price:		122,0000	Hedge Month:	Dec(Z) 16		
Futures Market:	NYC ICE				Notes:			Broker:	Jefferies Ba	che Limited	
Futures Month:	Dec(Z) 1	6						Broker Account	1234RT		
+ Update 🗙	Remove	Split:	BB Layout	Q. Filter	Records (F3)						
Date	Lots	Qty	Futures Price		UOM	Price in	Hedge Price	Basis	Spread/Arb	Cash Price	Final Price
✓ 09/08/2 !	5.00	1000	120.0000		69 kg bag	120,0000		2.0000		122,0000	122.0000

12. It will automatically calculated and display on the Summary Screen.

### 13. Click on Save to price a contract.

Contract						Pricing Statu	s			
Purchase/Sale:	Purchase		Commodity	Coffee		Total Lots:		5		
Customer	A&A		Contract:	2536		Lots Fixed:			5,0	
Sequence:	2536 - 1		Location:	California		Lots Hedged:			0,0	
Price UOM:	69 kg bag		<ul> <li>Sequence Qty:</li> </ul>	1000		Lots Unfixed:			0,0	
Pricing Additio	inal Cost Spread	1/Arbitrage								
Pricing Detail						Futures				
Fixation Date:	09/08/2016		E Futures Price:			Hedge:				
Order:	r: Confirmed		V UOM:	69 kg bag	~	Hedge Price:				
Qty:	0,0000	UOM: 69 kg bag	Basis:		2,0000	Currency:	USC	UOM: Pou	ind	
Lots:			Cash Price:			Hedge Month				
Futures Market	NYC ICE		Notes:			Broker:				
Futures Month:	Dec(Z) 16					Broker Accourt	nt:			
+ Insert X F	lemove Split:	R Layout Q Filter	Records (E3)							
Date	Lots Qty	Futures Price	UOM	Price in	Hedge Price	Basis	Spread/Arb	Cash Price	Final Price	
09/08/2	5,00 1000	120,0000	69 kg bag	120,0000		2,0000		122,0000	122,0000	
~										

14. To remove the Pricing information, Select the future price and click on remove button.

	Pricing	Additional Cost	Spread/Arbitrage	
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Pricing Detail						Futures			
Fixation Date:	09/08/2016		Futures Price:		120,0000	Hedge:	~		
Order:	Confirmed		VOM:	69 kg bag	~	Hedge Price:			120,
Qty:	1.000,0000 UOM: 69 kg	g bag	Basis:		2,0000	Currency:	USC	UOM: Poun	d
Lots:		5,0	0 Cash Price:		122,0000	Hedge Month:	Dec(Z) 16		
Futures Market:	NYC ICE		Notes:			Broker:	Jefferies Bac	he Limited	
Futures Month:	Dec(Z) 16					Broker Account:	1234RT		
_	_								
+ Update 🗙	Remove Split: 🗌 🗄 Layout	Q. Filter I	Records (F3)						
Date L	ots Qty Futures Price		UOM	Price in	Hedge Price	Basis	Spread/Arb	Cash Price	Final Price
✓ 09/08/ 5,	00 100 120,0000		69 kg bag	120,0000	120,0000	2,0000		122,0000	122,0000