

Homework 5 Part I

AAE 322

Due April 16, 2009

Select a futures contract you would like to trade. You are going to trade the contract for two weeks beginning April 16. Type a half page paper identifying the commodity, what you think prices are going to do in the next two weeks, and the rationale behind your trade strategy (buy, sell, spread, etc.). You may choose any futures strategy to trade the commodity. However, you will have to make at least three transactions over the two-week trading periods. You are not obligated to stay with your original strategy if market conditions change (for example, you may decide prices are going up, and buy the contract, and then decide later you were wrong and go short the contract).

Your half page, typed paper is due April 16.