

**Sauk County Marketing Club  
Minutes of the April 11, 2006 Meeting**

Meeting was called to order at 11:10.

Attendance: Kevin Knuth, Harley Wiese, Mel Zech, Ed Green, Doug Marshall, Larry Wilkinson, Ric Accola, Mike Goetsch, Paul Dietmann

**Milk Marketing Plan.** Milk price is heading lower. The April put we purchased on March 14 for .33 is now worth .37. Consensus was to hold the position as it isn't worth the commission to close it. June position established on March 14: Purchased an \$11 put for .33; it is now worth .49. Sold a \$12 call for .13; it is now worth .07. June futures are at \$10.82 today. August position established on March 14: Bought a \$12 put for .53; it is now worth .74. Sold an \$11 put for .18; it is now worth .26. Sold a \$13 call for .26; it is now worth .11. August futures are at \$11.60 today. Some feeling that the market could continue to head down for another month; consider closing out at May meeting.

**Corn Marketing Plan:** Discussed current December futures price, \$2.72. Feeling was that we must be near the year's top of the market. Want to capture some of that price, perhaps by buying a Dec put or a bear-put spread. Motion by Harley, seconded by Vern to take a REAL POSITION by buying a December \$2.50 put for 13-1/2 cents. Motion carried. Consensus was to liquidate position at a 20-cent profit. Closed out the paper bull-call spread position we took on Nov 8, 2005. Much discussion about ethanol and the long-term impact it will have on corn production and prices.

Soybean Marketing Plan: No discussion or action on the soybean marketing plan.

Meeting adjourned until May 9.

Respectfully submitted,

Paul Dietmann, Secretary