

CropProphet Simple Trading Strategy for Corn and Soybeans

If the USDA Yield Estimate > CropProphet Yield Estimate = Short futures prices

If the USDA Yield Estimate < CropProphet Yield Estimate = Go long futures prices

$$\frac{CP - USDA}{USDA} * 100 > 1\%; \text{ Go Short}$$

$$\frac{CP - USDA}{USDA} * 100 < -1\%; \text{ Go Long}$$

This slide focuses on actionable strategies based on the comparison between USDA and CropProphet estimates. Specifically, it outlines trading positions to take depending on whether the CropProphet estimate is higher or lower than USDA's. The implications for futures trading are significant as this information provides clear buy or sell signals. The underlying assumption is that CropProphet's predictive modeling can more accurately forecast actual yields, thus providing a competitive edge.