

BOND COMPARISON PHYSICAL CAPACITY VS. ANNUAL GRAIN PURCHASES

ABC Grain Company

State license

1,514,000 bushel capacity – \$455,000 bond

Federal license

8,000,000 bushel – 1st year projected purchase volume – \$580,000 bond

USWA Bond*** – ~\$267,000

XYZ Grain Company

State – 2,387,000 bushel capacity – \$630,000 bond

Federal – 8,651,624 bushel – 3 year grain purchase average – \$615,000

USWA Bond – \$615,000

*** USWA bond – determined by capacity
No minimum amount established
\$500,000 – maximum (per state)