

00-19
34

COMMENT

secretary

From: Vic Kerr [vickerr@accessus.net]
Sent: Saturday, June 17, 2000 10:34 AM
To: secretary@cftc.gov
Subject: CBOT Price Limit Proposal

I am a corn, soybean, and wheat producer from western Illinois. I currently use the CBOT along with crop insurance to manage my income and production risks associated with the production of these commodities.

I am opposed to the CBOT new plan to expand their price limits on these commodities that I produce. Increasing the limits increase my margin risks and require me to increase my money requirements to properly hedge my commodities. The current price limits help limit the wide price swings and allow the market to adjust to changing crop conditions smoothly instead of wildly. The proposed new limits will cause me increased financial risk.

I also think that the proposed new limits will increase the financial risk of the buyers of my commodities. In turn, they will pass on their increased costs associated with their increase risks. This will result in lower commodity bids to me, the producer.

The CBOT should leave the price limits where they currently are.

Thank-you,

Victor Kerr

RECEIVED
C.F.T.C.
00 JUN 19 PM 10 47
OFFICE OF THE SECRETARY

RECEIVED
C.F.T.C.
00 JUN 19 PM 1 49
RECEIVED C.F.T.C.
RECORDS SECTION