Grower Returns Stock Swaps

When would you use a Grower Return?

You, the Grower, use a Grower Return if you request outload of Grain against your Accounting Stock interest. Common reasons to request a Grower Return include growers withdrawing their own grain to feed livestock or growers selling 'Ex Store' or 'Delivered' to an end user.

What is a Grower Return Stock Swap?

A Grower Return Stock Swap (GRSS) is required when the grain that you request is not available to be out turned in the time frame requested at the receival site. A Grower Return Stock Swap (GRSS) includes a freight differential between receival site and execution site, based on the end destination of the Grain.

Why would I be offered a GRSS?

A GRSS will be discussed with you, the Grower, and GrainCorp when the grain that you requested is not available to be out turned at the receival site in your nominated time frame.

How will I be notified of a GRSS?

You, as the Grower, will be notified verbally if a GRSS is required on a Grower Return within 3 business days of GrainCorp receiving the Grower Return Request. If a GRSS is agreed between you and GrainCorp, you will receive a confirmation email that outlines the details discussed and the rate of the GRSS**.**

What if I do not agree with the GRSS being proposed?

When discussing the GRSS with GrainCorp, you, the Grower, have the opportunity of discussing other available options, which may include holding off on the Grower return until your Accounting Stock becomes available at theoriginal receival site or considering an alternative swap site to outload your Grain.

How is a GRSS calculated?

A GRSS is calculated using the Grower Returns Swap Calculator which calculates the difference in distance multiplied by the freight differential. The freight differential is calculated using an average of available market rates for freight services. A GRSS payment will either be payable by the Grower or received by the Grower depending on the difference in distance between the site where your Accounting Stock is held, and the proposed out-turn site.

For example, assume a Grower requests a Grower Return of 42mt of Accounting Stock at Murtoa, which is 31km from the end destination in Horsham and GrainCorp proposes a GRSS from Warracknabeal which is 58km from the end destination in Horsham.

The GRSS would be calculated using the difference in distance of 27km. This difference in distance is put into the Grower Returns Swap Calculator which multiplies the difference in distance by the freight differential to arrive at a the total GRSS amount payable or receivable by the Grower. In this example the swap site is further from the end destination than the original site, so GrainCorp pays the GRSS amount to the Grower.

If accounting stock is swapped closer to the end destination, the Grower pays the GRSS amount.

What other terms apply?

All applicable terms and conditions detailed in the Grower Warehousing Agreement apply, including relevant fees and charges (for example, storage and handling fees) which will be invoiced after outload and when this order has expired.

Where can I find further information?
You can contact GrainCorp Grower Services on 1800 809 482 or by emailing growers@graincorp.com.au