Forward :-

Forward contract is an aggrement b/w two parties to buy or sell on a pre-determined future date at a 'agreed-upon' price.

price and date are fixed in advance

Example - In month of August, a rice mill agrees to buy 2.35 tonnes of rice from a farmer (x) in the following february at a price 38000 INR/tonne

This is a forward contract.

If the price goes up in Feb to 40000 then ______ will gain and if the price goes down to 36000 INR then ______ will loose.

→ Thales' strategy

Greek philospher Thales used to read stars and predict rainfall / harvesting