



Forms of Price Supports

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CCC gives farmers **nine-month loans** equal to their production times  
the support price.

The CCCC accepts the grain as collateral for the loan.

- If, during the term of the loan, the market price **rises** above the support price, farmers **repay** the loans with interest and sell the grain in the market.

- If the market price remains at or below the loan rate, farmers forfeit the grain to the CCC, keep the money, and have no further obligation.



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# Loans to Farmers

