

REVENUE PROTECTION WITH THE HARVEST PRICE EXCLUSION (RPHPE) DISCLAIMER

You, the insured, must understand the following regarding the Revenue Protection with the Harvest Price Exclusion (RPHPE) plan of insurance:

- If you purchase Revenue Protection (RP), the revenue guarantee will be based on the higher of the projected price or harvest price.
- If you purchase Revenue Protection with the Harvest Price Exclusion (RPHPE), the revenue guarantee will be based on the projected price ONLY.
- The production to count is taken times the harvest price with both of these policies.

Production loss with price increase with Revenue Protection (RP):

Projected price:		\$6.00				
Harvest price:		\$7.00				
Revenue guarantee	=	APH	X	Higher of the two prices	X	70% level
\$490.00/acre	=	100 bu	X	\$7.00	X	.70
Harvest revenue	=	Production to count	X	Harvest price		
\$420.00/acre	=	60 bu/acre	X	\$7.00		
Loss payment	=	Revenue guarantee	-	Harvest revenue		
\$70.00/acre	=	\$490.00/acre	-	\$420.00/acre		

Production loss with price increase with Revenue Protection with Harvest Price Exclusion (RPHPE):

Projected price:		\$6.00				
Harvest price:		\$7.00				
Revenue guarantee	=	APH	X	Projected price	X	70% level
\$420.00/acre	=	100 bu	X	\$6.00	X	.70
Harvest revenue	=	Production to count	X	Harvest price		
\$420.00/acre	=	60 bu/acre	X	\$7.00		
Loss payment	=	Revenue guarantee	-	Harvest revenue		
\$0	=	\$420.00/acre	-	\$420.00/acre		

Note that even though you had a 10 bushel/acre loss, you receive no payment in this scenario with Revenue Protection with the Harvest Price Exclusion.

Please make sure that you understand these examples before signing this disclaimer. If there is anything about these examples you do not understand, please talk to your agent.

Insured signature: _____ Date: _____

Agent signature: _____ Date: _____