

Federal crop insurance program



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The program has increased and coverage is available in virtually every county where there is significant corn and soybean production.

Significant losses have been paid out, through mid-Oct., to a number of counties in both the Missouri River and Mississippi River basins.

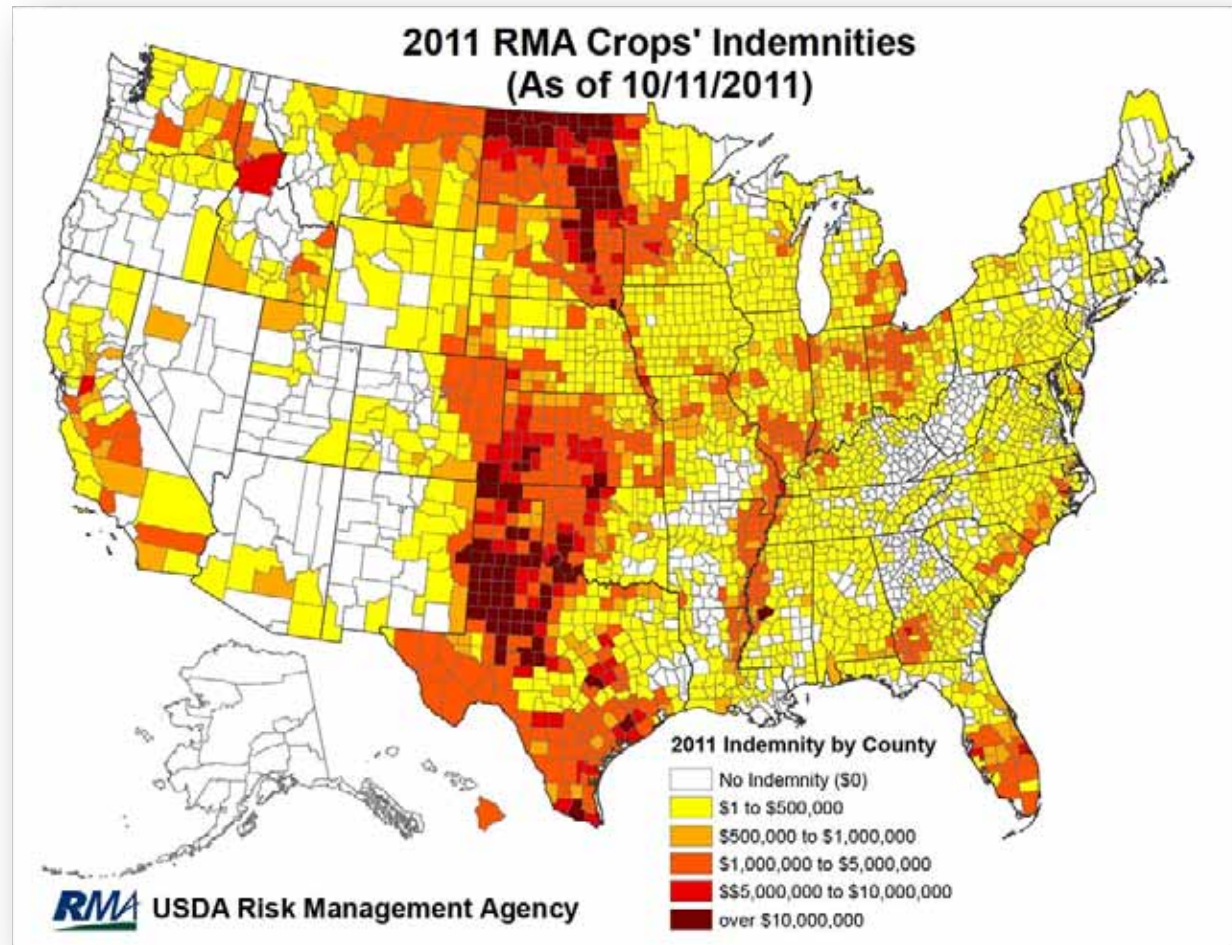


Crop Insurance Programs

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Crop Insurance Programs



The Federal crop insurance program covers losses due to natural causes of loss, which is in law and the crop insurance policies that are a contract between the farmer and insurance company.

These include earthquakes, fire, flooding, drought, excessive heat, and wind, among others.



Federal Crop Insurance Statute



Scope of U.S. Crop Insurance Program

Insurance for 128 crops, range of coverage levels

- Coverage -- 438 combinations of crops and plan types available
Yield, Revenue, Area/individual farm, Whole farm, Asset (e.g., fruit trees, nursery)

Program Structure

- Standard Reinsurance Agreement with Private Insurance Companies and Agents – Updated in 2005 and 2011

Source: Risk Management Agency - USDA



National Business Summary As of 10-24-2011



Crop Year	2010	2011*
Value of Insured Crops	\$78 Billion	\$112 Billion
Acres Insured	256 Million Acres	254 Million Acres
Total Premium	\$7.6 Billion	\$11.4 Billion
Claims Paid So Far for 2010	\$4.2 Billion	\$4.6 Billion
Loss Ratio	.55	.39

Source: Risk Management Agency –USDA

**These are real time estimates.*

Thank you

Questions?



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