

Changes to Policy Wording
for
The Continuous Specified Perils Production Insurance Contract
for
Forage

The following revisions to the Forage Policy Wording, version revised October 25, 2005, are in effect as of December 1, 2008:

1. The definition of “Insurable Loss” in paragraph 1.1 is changed by adding the following:
 - (e) damage by a Yield Loss Peril that triggers an indemnity for Forage Supply Loss (see paragraph 2.11)

2. The following definitions are added to paragraph 1.1:

“Forage Supply Loss” has the meaning given in paragraph 2.11;

“Forage Supply Reference Region” means the following electoral districts, as defined as of October 31, 2008 in the Electoral District Act, SBC 1999, c. 31:

Peace River North
Peace River South

“Spring Annual Planting Forage Supply Loss Option” has the meaning given in paragraph 4.6A;

3. Paragraph 1.4 is changed by adding the following:
 - (h) for Forage Supply Loss from plants growing at the start of the Crop Year, from the start of the Crop Year until the end of that Crop Year or the day when, in our opinion, the harvesting of the Crop should have been completed, whichever is earlier,

 - (i) for Forage Supply Loss from plants covered under the Spring Annual Planting Forage Supply Loss Option, from the date of seeding until the end of the Crop Year in which they were seeded or the day when, in our opinion, the harvesting of the Crop should have been completed, whichever is earlier,

4. The following is added after paragraph 2.10:

Forage Supply Loss Coverage

- 2.11 If you obtain coverage for forage supply, we must indemnify you for any reduction in yield of a Crop of Forage other than silage corn below 80% of probable yield (“Forage Supply Loss”) caused by a Yield Loss Peril (see paragraph 2.6), but only in Crop Years during which producers experience the minimum reduction specified in the indemnity formula.

The formula for calculating Forage Supply Loss indemnity is found in paragraph 8.3A.

Conditions of Forage Supply Loss Coverage

- 2.12 To be eligible for an indemnity for Forage Supply Loss of a Crop of Forage, you must ensure that all of the following conditions are met:

- (a) The Crop must be grown in one or more of the following electoral districts, as defined as of October 31, 2008 in the Electoral District Act, SBC 1999, c. 31:

41 Peace River North
42 Peace River South
9 Cariboo North
10 Cariboo South
49 Prince George – Omineca
48 Prince George North
4 Bulkley Valley – Stikine
47 Prince George - Mount Robson

- (b) You must obtain Yield Loss coverage for the Crop at a minimum of the maximum deductible and minimum Insurable Value we specify.
- (c) You must intend to feed at least 50% of the Crop to livestock.

5. Paragraph 4.3 is changed by adding “, Forage Supply Loss coverage,” after Yield Loss coverage.

6. The following is added after paragraph 4.6

Spring Annual Planting Forage Supply Loss Option

4.6A If you are eligible for, and ask for, Yield Loss coverage of all of the annual Forage other than silage corn you seed in a Crop Year, you may, only at the same time, also ask for Forage Supply coverage for that Forage (“Spring Annual Planting Forage Supply Loss Option”).

7. The expression “4.6 and 4.7”, wherever it occurs, is changed to “4.6, 4.6A, and 4.7”

8. The expression “4.6 or 4.7”, wherever it occurs, is changed to “4.6, 4.6A, or 4.7”

9. The following is added to the end of paragraph 4.18:

If you request Forage Supply Loss coverage for a Crop, you must request that coverage for the entire Crop you grow on land you own or lease as of the start of the Crop Year.

If you do not request coverage for the entire crop or if you request less insurance than may be required by paragraph 4.6A, production from the uninsured land will be included in Total Yield of that Crop for Forage Supply Loss adjusting purposes, even though we do not increase your probably yield.

10. The second sentence of paragraph 7.6 is changed by adding “, Forage Supply Loss,” after Yield Loss.

11. The following is added after paragraph 8.3:

Forage Supply Loss Indemnity

- 8.3A An indemnity for Forage Supply Loss is calculated according to the following formula:

(80% of probable yield – Assessments – Total Yield)

X Insurable Value

but an indemnity is only payable if, for a given Crop Year

the sum of the Total Yields of Forage, excluding silage corn, produced by all producers growing Forage in the Forage Supply Reference Region who are insured under the Forage production insurance program

is less than 60% of

the sum of the probable yields of Forage, excluding silage corn, of all producers growing Forage in the Forage Supply Reference Region who are insured under the Forage production insurance program

12. Paragraph 13.2(b)(ii) is replaced by the following:

- (ii) for an appeal concerning Yield Loss, Forage Supply Loss, or both, one percent of the Production Guarantee for Yield Loss purposes times the Insurable Value for Yield Loss purposes, or

Dated October 31, 2008