

Broadacre Crop Insurance – 2022/23

How do CRU's policies work in the event of a claim:

- **Calculate the Field Sum Insured:**
Area (ha) x Insured Yield (t/ha) x Insured Value (\$/t)
- **Calculate the Assessed Percentage Loss:**
(Potential Yield – Harvested Yield) ÷ Potential Yield
- **Calculate the Net loss Percentage:**
Assessed loss percentage – Field Excess Percentage
- **Calculate the Net Field Loss (claim amount):**
Field Sum Insured x Net Loss Percentage

What is the Insured Yield?

The **Insured Yield** is a function of the Provisional Yield, the Potential Yield, the date of loss & the Policy type.

What is the Provisional Yield ?

The **Provisional Yield** (t/ha) is the expected yield nominated when the policy inception or was revised as shown on the policy schedule.

What is the Potential Yield?

The **Potential Yield** is the yield the crop would have achieved had the insured peril(s) not affected it.

What do CRU's policies cover?

The policies provide cover for loss of Potential Yield as a direct result of one of the insured perils. **The insured perils are:**

- Fire
- Hail,
- Chemical Overspray & Straying Livestock (limited to \$50,000 per Property and \$100,000 per policy each).

Additional Features

CRU's policies include a **Reducing Excess** (when the loss % exceeds 20%), replant subsidy, additional expenses & the following **Additional Benefits**. (Subject to limits per item, per Property & per Policy)

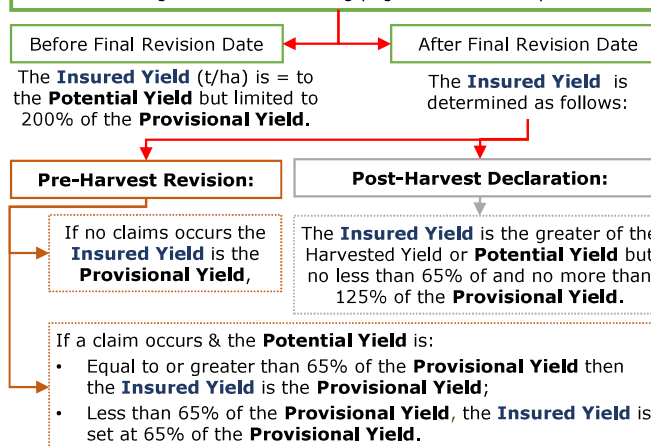
- Cover for Grain/Fodder in storage & transit.
- Loss of Stubble
- Fire mitigation expenses & fire fighting costs

Please select the Provisional Yield carefully as it limits the Insured Yield and ultimately the Field Sum Insured.

- Subject to CRU's agreement, the Insured Value, Provisional Yield & Field area can be changed up until the Final Revision Date.
- We may not accept decreases if there has not been a corresponding decline in market values for Grain/Fodder or agronomic conditions.

The difference between CRU's two policy types:

See the diagrams in the following pages for further explanation



Claim Example:

The table shows a claim where Potential Yield = Provisional Yield

	Field 1	Field 2
Potential Yield	2.0 t/ha	2.5 t/ha
Field Sum Insured	\$50,000 (100 ha x 2 t/ha x \$250 t)	\$75,000 (120 ha x 2.5 t/ha x \$250 t)
Harvested Yield	1.6 t/ha	1.75 t/ha
Assessed % Loss of Potential Yield	20%	30%
Field Excess %	5%	5%
Reducing Excess application	(no reduction)	5% reduced to 0.0%
Net Loss Percentage	15% (20% - 5%)	30% (30% - 0%)
Net Field Loss amount	\$7,500	\$22,500
Sum of Net Field Loss amounts	(\$50,000 x 15%) = \$7,500 + (\$75,000 x 30.0%) = \$22,500	
Less Property Excess	\$30,000	
Claim amount	(\$7,500 + \$22,500) - \$30,000 = \$29,500	

Please note:

This document summarises some aspects of CRU's policies. Please refer to the policy wording for full terms & conditions.

All cropped Fields managed by the same Insured within 2 kms of each other are considered part of the same Property.

- The **latitude and longitude** of the cropped fields is a major rating factor on the policy. Please ensure the provided details are correct.
- If it was not required at the time of quoting, a **Property Map** (Standard or Detailed) must be provided no later than 72 hrs after lodging a claim.
- We **strongly recommend** a Property Map be provided at the start of a policy to ensure the correct Property location and Sown Area.
- **Sown Area:** To avoid underinsurance **all areas** planted on the Property that are intended for harvest must be insured.
- **Planting Dates:** **Winter crops** are to be planted prior to 25th Jul 2022 & **Summer crops** are to be planted prior to 25th Dec 2022.

Notify a loss within 48 hrs of its occurrence or discovery

- Losses can be notified to the broker/agent or to CRU directly at:
www.cruw.com.au or Telephone: (02) 7966 0000, or Email: claims@cruw.com.au
- Insureds are required to demonstrate and provide proof of the timing, existence and extent of any loss and provide CRU and the Loss Adjuster with all necessary assistance at the time of the claim.
- **This includes but is not limited to:**
 - Updating the Property Map to show areas where loss has occurred,
 - Accompanying the Loss Adjuster to each damaged Field, and
 - Timely and accurate provision of yield data.

Declaring Harvested Yields & Property Surveys

- If You select the **Post-Harvest Declaration Policy** or there has been a claim under the **Pre-Harvest Revision Policy**, it will be necessary to complete a Harvest Declaration Form.
- We may elect to conduct a pre-harvest inspection of the Crops to review their general condition and harvest expectations.

Any questions?

If you have any questions speak to your broker/agent or visit our website for more info: www.cruw.com.au

Broker/Agency Name	Person	Phone
Priag Marketing Pty Ltd	Jessie, Laurie or Adam	02 67924924 Commodities@priag.com.au