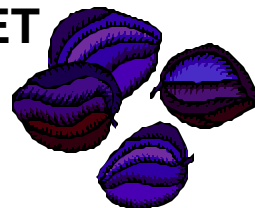


2004 CROP INSURANCE FACT SHEET



PRUNES California



THIS FACT SHEET POINTS OUT CERTAIN FEATURES OF CROP INSURANCE AND IS NOT INTENDED TO BE COMPREHENSIVE. THE INFORMATION BELOW NEITHER MODIFIES NOR REPLACES THE TERMS AND CONDITIONS OF THE BASIC POLICY, THE CROP PROVISIONS, OR THE COUNTY ACTUARIAL DOCUMENTS. CONTACT A CROP INSURANCE AGENT FOR FURTHER DETAILS.

INSURED CROP

The crop insured will be all prunes in the county for which a premium rate is provided by the actuarial documents:

- In which you have a share
- That are grown for the production of natural condition prunes
- That are grown in an orchard that, if inspected, is considered acceptable by us
- That are grown on trees that have reached at least the seventh growing season after being set out.

COUNTIES

Butte	Colusa	Fresno	Glenn	Madera	Merced	Santa Clara
Solano	Sonoma	Sutter	Tehama	Tulare	Yolo	Yuba

CAUSES OF LOSS

Adverse Weather Conditions (including hail, frost, freeze, wind, drought, and excess precipitation)

Failure of Irrigation Supply, if caused by insured peril

Insects and Disease*

Earthquake

Wildlife

Fire

Volcanic Eruption

*But not damage due to insufficient or improper application of pest or disease control measures.

IMPORTANT DATES

Sales Closing Date:
January 31

Acreage Report Due:
March 1

COVERAGE & PREMIUM

Individual amounts of insurance are based on a grower's production history. Each grower's approved-average yield is calculated from 4-10 years of production records provided to an insurance agent. Producers can select a level of coverage ranging from 50 to 75 percent of their approved average yield and 50 to 100 percent of a price announced by USDA, or Catastrophic (CAT) coverage based on 50 percent of their approved yield and 55 percent of the price.

Price Election

Price used to calculate your premium and indemnity: **\$ 590 per ton**

INSURANCE PERIOD

Insurance attaches for each crop year on March 1. The calendar date for the end of the insurance period for each crop year is October 1.

COST OF CROP INSURANCE

The Agricultural Risk Protection Act of 2000 raised the subsidies for federal crop insurance premiums substantially. For CAT coverage, growers pay an application fee of \$100 with 100 percent of the premiums being subsidized. Higher coverage levels are subsidized at lower rates; USDA pays at least 50 percent of the premium. For more detailed information about the amounts of coverage and premiums, please contact a crop insurance agent or your local county FSA office for an agent listing.

LOSS EXAMPLE - PRUNES

(Based on average yield of 2 ton/acre, 65% coverage level, non-irrigated, and one basic unit, 100% share.)

2.0	Ton per acre average yield (APH)
<u>x .65</u>	Coverage level
1.3	Ton per acre guarantee
<u>- 0.5</u>	Ton per acre actually produced
0.8	Ton per acre loss
<u>x \$590</u>	Price election
\$ 472	Gross indemnity per acre

For more information, visit the Risk Management Agency web site at www.rma.usda.gov

USDA is an equal opportunity provider and employer.