



> Olive and Nut Crop Policy Wording

› Thankyou

For choosing to insure Your viticulture crop with Rural Affinity

What We would like You to do

1. Please take the time to read Your policy wording and Schedule, making sure that all details are correct.
2. Keep Your policy wording and Schedule in a safe place so that You can refer to them easily.
3. If You have any questions about Your insurance cover, You should contact Your insurance adviser.
4. When contacting Rural Affinity, please quote the policy number which is printed on Your Schedule.

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› Important information

Who is Rural Affinity?

Rural Affinity Insurance Agency Pty Ltd ABN 72 119 838 854 AFS Licence No. 302182 is an underwriting agent. In transacting this insurance, Rural Affinity is acting as an agent for Great Lakes Reinsurance (UK) SE.

Who is the Insurer?

This insurance is underwritten by Great Lakes Reinsurance (UK) SE trading as “Great Lakes Australia”.

Great Lakes Australia is a branch of Great Lakes Reinsurance (UK) SE (ARBN 127 740 532, ABN 18 964 580 576, AFS Licence No. 318603), which is a limited liability company incorporated in England and Wales and a wholly owned subsidiary of Münchener Rückversicherungs Gesellschaft AG (Munich Re). The Munich Re Group is one of the largest insurance groups in the world.

Great Lakes Reinsurance (UK) SE has strong financial security characteristics. However, please note that ratings can vary from time to time. You can check Great Lakes Reinsurance (UK) SE’s current rating at the following website: Standard & Poors: www.standardandpoors.com

Great Lakes Australia can be contacted as follows:

143 Macquarie Street, Sydney, NSW, 2000
PO Box H35 Australia Square, Sydney, NSW, 1215
(02) 9272 2050 | reception@gla.com.au | www.gla.com.au

Great Lakes Australia is a party to the General Insurance Code of Practice. You can access the Code at www.codeofpractice.com.au

Change of company form

On or about 1 July 2015, the Insurer of the product, Great Lakes Reinsurance (UK) SE, will change its legal form in the United Kingdom from Great Lakes Reinsurance (UK) SE to Great Lakes Reinsurance (UK) SE. However, its Australian operations will remain the same. Great Lakes Reinsurance (UK) SE will continue to trade under ‘Great Lakes Australia’. The change will not impact Our obligations or Your rights under Your policy.

After the change, all references to Great Lakes Reinsurance (UK) SE in Your policy wording that You have been given will be a reference to Great Lakes Reinsurance (UK) SE trading as Great Lakes Australia.

Your Duty of Disclosure

This policy is subject to the *Insurance Contracts Act 1984* (Act). Under that Act You have a Duty of Disclosure.

Before You take out insurance with Us, You have a duty to tell Us of everything that You know, or could reasonably be expected to know, may affect Our decision to insure You and on what terms. If You are not sure whether something is relevant You should inform Us anyway.

You have the same duty to inform Us of those matters before You renew, extend, vary, or reinstate Your contract of insurance. The duty applies until the policy is entered into, or where relevant, renewed, extended, varied or reinstated (Relevant Time).

If anything changes between the time the answers are provided to Us or disclosures are made and the Relevant Time, You need to tell Us.

Your duty however does not require disclosure of matters that:

- reduce the risk;
- are common knowledge;
- We know or, in the ordinary course of Our business, ought to know, or
- We have indicated We do not want to know.

If You do not comply with Your duty of disclosure, We may be entitled to:

- reduce Our liability;
- are common knowledge;
- We know or, in the ordinary course of Our business, ought to know, or
- We have indicated We do not want to know.

If You do not comply with Your duty of disclosure, We may be entitled to:

- reduce Our liability for any claims;
- cancel the contract;
- refuse to pay the claim, or
- avoid the contract from its beginning, if Your nondisclosure was fraudulent.

› Important information (continued)

Privacy Statement

We and Rural Affinity are committed to the safe and careful use of Your personal information in the manner required by the *Privacy Act 1988* (Cth), the Australian Privacy Principles and the terms of this policy. In this privacy section, “We”, “Us” and “Our” means the insurer and Rural Affinity as applicable.

We and Rural Affinity collect Your personal information in order to assess Your application for insurance and, if Your application is accepted, to administer and manage Your insurance policy and respond to any claim that You make. To do this, Your personal information may need to be disclosed to reinsurers and service providers and related entities who carry out activities on Our and Rural Affinity’s behalf, such as assessors and facilitators, some of whom may be located in overseas countries. Our and Rural Affinity’s contractual arrangements generally include an obligation for these reinsurers, service providers and related entities to comply with Australian privacy laws.

By providing Us and Rural Affinity with Your personal information, You consent to the disclosure of Your personal information to reinsurers, service providers and related entities in overseas countries to enable Us and Rural Affinity to assess Your application, to administer and manage Your insurance policy and to respond to any claim that You make. If You consent to the disclosure of Your personal information to overseas recipients, and the overseas recipient handles Your personal information in a way other than in accordance with the Australian privacy laws, We and Rural Affinity may not be responsible for the handling of Your personal information by the overseas recipient.

If You choose not to provide Your personal information and/or choose not to consent and/or withdraw Your consent to the disclosure of Your personal information to overseas entities at any stage, We and/or Rural Affinity may not be able to assess Your application or administer and manage Your insurance policy and respond to any claim that You make.

Our and Rural Affinity’s privacy policies explain how You may access personal information that each of us holds, how to seek correction of Your personal information, how to make a complaint about the handling of Your personal information and how complaints are handled. If You require more information, You can access the Great Lakes Australia Privacy Policy and Privacy Statement at www.munichre.com/io/gla/en/privacy_statement.aspx and Rural Affinity’s Privacy Policy and Privacy Statement at rurallaffinity.com.au/privacy_statement

Dispute resolution

We view seriously any complaint made about Our products or services and will deal with it promptly and fairly.

If You have a complaint please first try to resolve it by speaking to the relevant member of Our staff.

If the matter is still not resolved, please then contact Our Internal Disputes Resolution Officer on (02) 9496 9300. We will acknowledge receipt of Your complaint within 3 working days.

If the complaint relates to the insurance cover We will work with Great Lakes Australia to resolve the complaint. We will, provided We have sufficient information, complete the review within 15 working days. Where We are unable to do so, We will agree a new timeframe for responding to You. In any case, We will provide You with an update every 10 working days.

If You are a natural person or a small business, and You are not satisfied with the final decision, You may wish to contact the Financial Ombudsman Service Australia (“FOS”). The FOS is a free independent external disputes resolution service provided to customers to review and resolve complaints where We have been unable to satisfy Your concerns.

For further details you can visit their website www.fos.org.au or contact them:

GPO Box 3, Melbourne, VIC, 3001
1800 367 287 | info@fos.org.au

Cost of Insurance

When We calculate Your insurance premiums, We take into account the following factors:

1. the insured events which are covered;
2. the Crop(s) grown;
3. the location of the Crop(s);
4. the Excess which applies; and
5. the Sum Insured.

› Important information (continued)

Words with special meaning

In this policy wording and Your Schedule there are words which have a special meaning. These words appear with a capital first letter. The meaning of these words is shown in the Definitions section on page 12 of this policy wording.

Jurisdiction

Should any dispute arise in relation to Your policy, it will be dealt with in the Australian state or territory where You purchased the policy, and in accordance with the laws of that Australian state or territory.

› Our agreement

When You have paid (or agreed to pay) the premium to Us, We will give You the cover described in this policy.

The policy consists of:

1. Your proposal;
2. this policy wording;
3. the Schedule.

From time to time and where permitted by law, We may change parts of the Policy. We will issue You with an Endorsement or other document to update the relevant information except in limited cases. Any updates which are not materially adverse to You from the view of a reasonable person deciding whether to buy this insurance, may be found on the Rural Affinity's website at ruralaffinity.com.au. You can obtain a paper copy of updated information without charge by calling Rural Affinity or Your intermediary.

› Who is covered?

The person or organisation named in the Schedule is covered under this policy. In the policy wording and Schedule, they are referred to as "You" or "Your".

To protect anyone else with rights over Your Crop(s) (such as a finance provider) You should have them named on Your Schedule.

No interest in this policy can be transferred or assigned without written agreement by Us.

› Period of Cover

If You did not have automatic temporary cover or Your automatic temporary cover expired prior to the Acceptance Date, cover begins at the later of 48 hours after 9am on the Acceptance Date for all insured events.

If You were offered automatic temporary cover by Us and the Acceptance Date is within the period of the automatic temporary cover, no waiting period applies.

Cover ends at 4pm on the Expiry Date shown on Your Schedule.

› The Cover

This policy covers growing Crops against loss of Potential Yield caused by an insured event which occurs during the period of cover.

The insured events are:

1. fire; and/or
2. impact by hail.

Your Schedule shows which insured events are covered, and any sub-limits which may apply.

Claims will be settled according to the basis of settlement and subject to the terms, exclusions and conditions of this policy. The maximum amount We will pay for any claim under this policy is the Sum Insured shown on the Schedule, unless otherwise stated in the policy wording.

> Additional benefits

If Your Schedule states that cover is for “impact by hail”, the following additional benefits apply. These covers are provided in addition to the Sum Insured.

Transit

This additional benefit covers accidental loss or destruction to harvested Crops during transit from Your grove or orchard to a processing or storage facility.

We will not cover loss or destruction to harvested Crops when carried:

1. in an overloaded or unroadworthy vehicle; or
2. in an uncovered or inadequately constructed vehicle or bin.

We will not cover loss due to theft or unexplained shortage.

Claims will be settled according to the basis of settlement. The most We will pay during any one period of cover is \$25,000. An Excess of \$1,000 applies to each and every claim.

Harvested Crops

This additional benefit covers loss of fruit from harvested Crops caused by:

1. fire or lightning;
2. explosion;
3. earthquake;
4. wind or water, not including flood. Flood is the escape of water from a natural or modified watercourse, lake or dam resulting in the flow of water onto land which is normally dry;
5. impact by any animal or land vehicle;
6. impact by aircraft, other aerial device or article dropped from them, not including chemical substances.

We will not cover loss of harvested Crop unless it is stored in a soundly constructed, fully enclosed building. The most We will pay for all claims under this additional benefit during any one period of cover is \$25,000. An Excess of \$1,000 applies to each and every claim.

Claim mitigation expenses

This additional benefit covers the reasonable expenses required to minimise or reduce the size of any claim under Your policy. These expenses must be approved by the loss adjustor and incurred in accordance with their instructions. The most We will pay under this additional benefit during any one period of cover is 10% of the Sum Insured per damaged block.

No Excess applies to this additional benefit.

> Optional benefits

The following optional benefits only apply where:

1. We have approved Your proposal for the optional benefit;
2. You have agreed to pay any additional premium;
3. Your Schedule states that the optional benefit applies.

These covers are provided in addition to the Sum Insured.

Ancillary property

Where cover is provided for “ancillary property”, We will cover the cost to repair or replace posts, irrigation pipes, above ground filters and housings and trellis if they are damaged by an insured event. The insured events are:

1. fire;
2. impact by hail;
3. wind;
4. impact by road vehicle;
5. impact by an aircraft or anything dropped from an aircraft, other than chemicals.

The most We will pay for this optional benefit is the ancillary property sum insured per hectare shown on the Schedule for each affected hectare. An Excess of \$500 applies to each and every claim.

Future loss of profits

Where cover is provided for “future loss of profits”, We will pay a claim if Your trees are Destroyed as a direct result of an insured event listed on Your Schedule.

The amount We will pay is the future loss of profits sum insured per hectare shown on Your Schedule for each affected hectare.

No Excess applies to this optional benefit.

Increased costs

Where cover is provided for “increased costs” We will pay Your replanting costs or the additional costs following an insured event. The insured events are shown on Your Schedule.

Part A – Replanting

Where Your trees are Destroyed as a direct result of an insured event, We will pay for the cost to replant those trees.

Part B – Additional costs

Where Your trees are damaged by an insured event but remain commercially viable, We will pay for any reasonable additional costs which You incur in returning the trees to their original condition. For example, this may include additional pruning or the application of fungicide, pesticide or fertiliser. These costs must be approved by the loss adjuster and must be in addition to Your normal operating costs.

The most We will pay for this optional benefit is the increased costs sum insured per hectare shown on Your Schedule for each affected hectare. The Excess for this optional benefit is shown on the Schedule.

› Basis of settlement

Growing Crops – block Excess

Where Your Schedule states that Your Excess applies per block, claims will be settled as follows:

Step 1: The Gross Loss Percentage is determined for each block.

Step 2: The Excess is deducted from the Gross Loss Percentage to calculate the net loss percentage for each block.

Step 3: The net loss percentage is multiplied by the Sum Insured per block to give a claim payment for each block.

Step 4: The total claim payment is then calculated by adding together the claim payments for each block.

Claims Example 1 – Applying a block Excess

BLOCK NO	SUM INSURED	GROSS LOSS %	% EXCESS	NET LOSS %	CLAIM PAYMENT
1	\$50,000	20%	10%	10% (20% - 10%)	\$5,000
2	\$25,000	40%	10%	30% (40% - 10%)	\$7,500
3	\$30,000	0%	10%	0%	\$0
TOTAL	\$105,000				\$12,500

The claim payment is \$12,500 (i.e \$5,000 + \$7,500)

Growing Crops – grove or orchard Excess

Where Your Schedule states that Your Excess applies per grove or orchard, claims will be settled as follows:

Step 1: The loss adjuster determines the Gross Loss Percentage for each block.

Step 2: The gross loss value is determined for each block by multiplying the gross loss percentage by the Sum Insured per block.

Step 3: The total gross loss value is calculated by adding the individual gross loss values from each block.

Step 4: The vineyard Excess is a percentage of the Sum Insured per grove or orchard and this is deducted from the total gross loss value to determine the final claim payment. The Sum Insured per grove or orchard is the sum of all the individual block Sum Insureds.

Claims Example 2 – Applying grove or orchard Excess

BLOCK NO	SUM INSURED	GROSS LOSS %	GROSS LOSS VALUE
1	\$50,000	20%	\$10,000
2	\$25,000	40%	\$10,000
3	\$30,000	0%	\$0
TOTAL	\$105,000		\$20,000

The grove or orchard Excess is \$10,500 (i.e 10% of \$105,000)

The claim payment is \$9,500 (i.e \$20,000 - \$10,500)

Harvested Crops in transit

The amount of any claim will be calculated by multiplying the quantity of fruit lost or destroyed in tonnes, by the Insured Value less the Excess. An Excess of \$1,000 will apply to each and every claim.

Timing of claim payment

We will not pay for any claim until:

1. the loss adjuster has been able to determine the extent of loss;
2. all premium has been paid.

> Exclusions

This policy does not cover any claim arising directly or indirectly from:

1. war or warlike activities;
2. anything nuclear or radioactive;
3. insured events that occurred before the contract was entered into;
4. a deliberate act carried out by You or by any person acting with Your permission, except when it is to avoid or reduce damage that would otherwise happen;
5. lawful seizure, confiscation or requisition by an order of any Government, Public or Local Authority. However, We will pay for damage that occurs as a result of the order if it prevents or attempts to prevent a loss that would be covered under this policy; or
6. any act of Terrorism.

We will not pay for:

1. loss of quality of fruit, or rejection or downgrading of fruit by a buyer;
2. consequential loss of any kind;
3. disease, birds, termites, vermin, insects or larvae;
4. sunburn;
5. loss due to contamination;
6. loss due to smoke;
7. loss caused by water or moisture;
8. loss of production in subsequent seasons.

We will not pay for any loss which occurs prior to the Crop reaching budburst.

> Claims conditions

In the event of a claim

As soon as You become aware of any loss that may result in a claim under this policy:

You must:

1. contact Us as soon as possible (within 48 hours), telling Us the time that the loss occurred and the details of the Crop(s) involved;
2. complete Our claim notification form and give it to Us promptly;
3. take all reasonable steps to reduce the loss and avoid any further loss, damage or destruction;
4. give Us and Our representatives free access to assess any claim;
5. try to get the details of any other person or property involved and details of any witness;
6. report to the police if You suspect arson or malicious damage. You must do this as soon as possible;
7. tell Us the identity of anyone who has an interest in the Crop;
8. tell Us about any other insurance which covers the Crop.

You must not do or say anything which may disadvantage Our ability to make a recovery against any other person.

In the event of a claim, Rural Affinity can be contacted on 02 9496 9300.

After Your claim is made

After We have paid a claim under this policy, We have the right to take over any legal right of recovery which You have. If We do this, it will be for Our benefit and at Our expense. You must not do anything that prevents Us from doing this and You must give Us any information or assistance We require.

If anybody compensates You for loss, damage or destruction to Crop after We have paid a claim for the Crop, You must reimburse Us for that payment. You must do this as soon as the compensation is made.

> General conditions

If You do not follow these conditions, We may reduce the size of a claim or charge an additional premium to reflect the extent to which Our interests have been prejudiced.

Adjustment of Sum Insured

In the event of a claim, if the Potential Yield is found to be less than 75% of the Insured Yield in a block, We will recalculate the Sum Insured using the Potential Yield. If the average final yield of a Crop is less than 75% of the Insured Yield and there has been no claim made, We will recalculate the Sum Insured. In such circumstances You must notify Us and We will provide You with a declaration to complete.

If the Sum Insured is recalculated in accordance with this condition We will recalculate Your premium and provide You with a return premium.

Care and protection

Reasonable care must be taken to ensure the protection and preservation of the Crop(s) at all times. All Crop(s) must be harvested as soon as possible and without undue delay.

If harvest is delayed for an unreasonable period of time, the Crop will be considered abandoned and no claim will be payable.

Cancelling the policy

By You

You may cancel the policy by writing to Us. You will still be required to pay the premium if You cancel the policy.

By Us

We have a right to cancel this policy under certain circumstances. If We cancel Your policy, We will inform You in writing and refund all premium You have paid (or agreed to pay) Us for the time remaining on the policy.

Underinsurance

In the event of a claim, the area of an affected Crop used to calculate the Sum Insured will be the lesser of the area shown on the Schedule or the actual area of the Crop grown.

Unless specified in Your Schedule, if the total actual area of Crop grown or sharefarmed by You at a location is found to be greater than the area insured, all claims will be reduced in accordance with the proportion the insured area represents of the total actual area.

> Definitions

Acceptance Date

Means the Acceptance Date listed on the Schedule.

Crop(s)

Means the fruit listed by variety and block as described on the Schedule.

Destroyed

Means trees which are no longer commercially viable.

Excess

Means the percentage of the Sum Insured per block or per grove or orchard that You must bear in the event of a loss. If You have started to harvest the Crop(s) the Excess is applied to the combined Sum insured of both the harvested and unharvested portions of the Crop.

Expiry Date

Means the Expiry Date listed on the Schedule.

Gross Loss Percentage

Means the percentage loss of Potential Yield determined by the loss adjuster.

Insured Yield

Means the average yield in tonnes per hectare nominated by You and agreed by Us, as shown on Your Schedule.

Insured Value

Means the value per tonne nominated by You and agreed by Us, as shown on Your Schedule.

Potential Yield

Means the average yield in tonnes per hectare You would have expected to harvest from the Crop if the insured event has not occurred.

The Potential Yield will take into account all relevant factors affecting the growth of the Crop including factors which take place subsequent to the insured event.

Schedule

Means the document that contains details of the policy which are specific to You. If the policy is changed, We will give You an updated Schedule.

Sum Insured

Means the amount calculated as follows:

Sum Insured = Insured Yield (t/ha) x Insured Value (\$/t) x area (ha)

Terrorism

Means an act, including but not limited to the use of force, violence or the threat thereof, of any person or group(s) of people, whether acting alone or on behalf of or in connection with any organisation(s) or government(s), which from its nature or context is done for, or in connection with political, religious, ideological, ethnic or similar purposes including the intention to influence any government and/or to put the public, or any section of the public in fear.

We/Us/Our

Means Rural Affinity acting under a binder as an agent of Great Lakes Australia.

You/Your

Means the person or organisation named in the Schedule as the insured.



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