



> Crop Essentials Policy

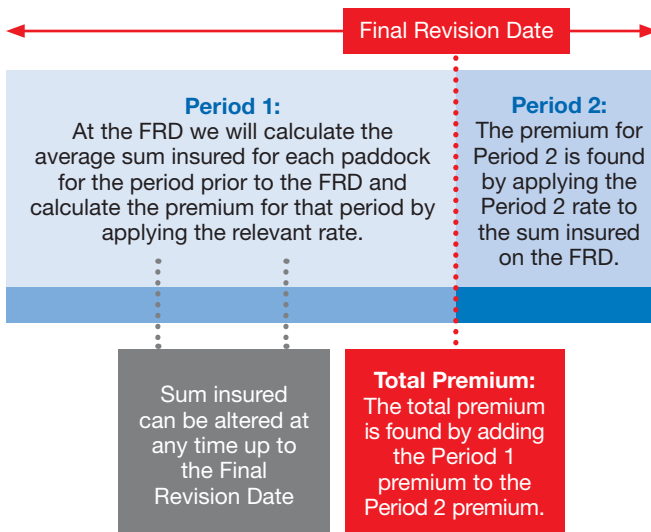
Designed with summer crop in mind, Rural Affinity has developed a new policy which provides broad coverage at a lower premium rate. The policy includes all the features provided under our traditional policies just with a different methodology of determining the sum insured and premium.

The difference with Rural Affinity's Crop Essentials policy lies in the calculation of the sum insured and the premium.

The Sum Insured has been simplified so that you only need to specify the 'Value per hectare' as opposed to the 'Insured Yield' and 'Insured Value' required under our standard crop policies. The 'Value per hectare' can be revised at any time up to the Final Revision Date (FRD).

Two premium rates will apply, Period 1 and Period 2:

1. Period 1 rate applies prior to the FRD;
2. Period 2 rate applies to the sum insured on the FRD.



A premium calculation example is shown below:

Premium Calculation Example

Assumptions

Acceptance Date	15 October
Final Revision Date	15 January
Area	50 hectares

Period 1 – 15 October to 15 January (92 days)

Period 1 Rate	1.80%	
Sum insured 15 October to 1 December (47 days)	\$30,000.00	50 ha x \$600 per ha
Sum insured 1 December to 15 January (45 days)	\$37,500.00	50 ha x \$750 per ha
Average sum insured	\$33,668.48	[(47 days / 92 days) x \$30,000.00] + [(45 days / 92 days) x \$37,500.00]

Period 1 Premium **\$606.03** **1.80% x \$33,668.48**

Period 2 – after Final Revision Date

Rate	0.20%	
Sum insured	\$45,000.00	50 ha x \$900 per ha
Period 2 Premium	\$90.00	0.20% x \$45,000.00

Total Premium **\$696.03** **\$606.03 + \$90.00**

Crop Failure

If your crop fails and you notify us prior to 15 January we will delete the crop(s) from your policy and you will not have to pay premium for those crop(s). Crops are required to be a total failure and have been terminated either by being sprayed or ploughed out.

For more information you can contact us on **(02) 9496 9309** or underwriting@ruralaffinity.com.au. Alternatively, you can visit us at www.ruralaffinity.com.au.