



## > Cotton Policies

### 2016/2017 Season

With the 2016/2017 cotton season now underway, it's important to ensure that you have the right cover in place.

#### **Rural Affinity policy wordings are straight forward, providing certainty in the event of a loss.**

Standard policy terms and conditions include:

- Full cover from emergence;
- Clearly defined replant obligations;
- Automatic cover for additional water used as a result of hail damage, up to one megalitre per damaged or replanted hectare. We will pay the cost of withdrawing and applying the water plus \$100 per megalitre (You also have the option to increase this value);
- Automatic cover for replanting of refuge crops if required as a result of hail damage (\$250 per replanted hectare);
- No requirement to terminate crop in the event We declare an area a total loss and We pay Your claim. It is important to note thought that no insurance cover will remain in place if you grow your crop through.

#### **Rural Affinity's policy range and optional benefits are designed with the exposures of cotton growers in mind.**

- **Loss of Potential Yield (Agreed Cost Savings)**
- **Loss of Potential Yield (Variable Cost Savings)**
- **Loss of Potential Yield and Quality**
- **Raingrown Cotton Crop Policy**
- **Rainfall downgrade policy.**

#### **Quality Downgrade (Hail)**

Option to cover the difference in quality caused by hail.

The calculation is based on classing results and tables contained in the wording, providing clarity about what to expect in the event of a claim.

This cover is automatically provided under our Loss of Potential Yield and Quality wording and is available as an option under our Loss of Potential Yield (Variable Cost Savings) and Loss of Potential Yield (Variable Cost Savings).

This option is not available in all regions.

#### **Harvested Crops**

Where this option is selected, cover is provided for harvested crops destroyed by fire or whilst in transit up until they cross the weighbridge at the cotton gin or receival point.

This cover is available as an option under all policies.

#### **Market Value**

Allowing greater accuracy in determining the Insured Value without the need for constant monitoring by linking the Insured Value to the futures market.

With our Market Value Option Your cotton will be valued based on market conditions in the first 5 trading days of June 2017. This allows you to determine a more accurate insured value than can be estimated shortly after planting, when most cotton hail insurance policies are taken out.

This Optional Benefit is available under all policies except Raingrown.

#### **Variable Yield**

Where this option is selected, You are covered for the full Potential Yield of Your Crop up to 25% higher than the Insured Yield shown on Your policy schedule.

#### **Rainfall downgrade policy**

This policy provides cover for Quality loss to growing crops caused by rainfall in the period between boll opening and harvest.

Quality loss is determined for each bale produced and the classing results (colour and leaf) provided by the buyers of Your Crop form the basis of this calculation.

For more information please contact us on **(02) 9496 9300** or [underwriting@ruralaffinity.com.au](mailto:underwriting@ruralaffinity.com.au). You can also visit us as [www.ruralaffinity.com.au](http://www.ruralaffinity.com.au)