

SUMMARY OF CHANGES FOR THE GROUP RISK INCOME PROTECTION PLAN OF INSURANCE, (06-GRIP-Corn), (06-GRIP-Cotton), (06-GRIP-Soybean), and (06-GRIP-Wheat).

The following is a brief description of significant changes to the Group Risk Income Protection Plan of Insurance (GRIP), Corn Crop Provisions, Cotton Crop Provisions, Soybean Crop Provisions, and Wheat Crop Provisions, effective for the 2006 crop year. Please refer to the Corn Crop Provisions, Cotton Crop Provisions, Soybean Crop Provisions, and Wheat Crop Provisions, for more complete information.

Corn Crop Provisions (06-GRIP-Corn)

Section 1 – Definitions

- Revise the expected and harvest price discovery dates to be consistent with the Crop Revenue Coverage (CRC) Commodity Exchange Endorsement (CEE).

Cotton Crop Provisions (06-GRIP-Cotton)

- Add new crop provisions for the 2006 crop year.

Soybean Crop Provisions (06-GRIP-Soybeans)

Section 1 – Definitions

- Revise the expected and harvest price discovery dates to be consistent with the Crop Revenue Coverage (CRC) Commodity Exchange Endorsement (CEE).

Wheat Crop Provisions (06-GRIP-Wheat)

- Add new crop provisions for the 2006 crop year.
- Add a new GRIP Wheat Mandatory Actuarial Document Endorsement, Commodity Exchange Endorsement, that lists the appropriate price discovery periods, Board of Trade for the state, and the type of wheat insured.



UNITED STATES DEPARTMENT OF AGRICULTURE
Federal Crop Insurance Corporation
GROUP RISK INCOME PROTECTION
CORN CROP PROVISIONS

1. Definitions.

Expected price -

For GRIP corn counties with a cancellation date:

- (a) Prior to March 15, the December 15 of the pre-harvest year to January 14 of the harvest year's average daily settlement price for the harvest year's CBOT September corn futures contract rounded to the nearest whole cent. The Base Price will be released as an actuarial document addendum by January 24 of the harvest year.
- (b) Of March 15, the February harvest year's average daily settlement price for the harvest year's CBOT December corn futures contract rounded to the nearest whole cent. The Base Price will be released as an actuarial document addendum by March 10 of the harvest year.

Harvest - Combining or picking corn for grain, or severing the stalk from the land and chopping the stalk and ear for the purpose of livestock feed.

Harvest price -

For GRIP corn counties with a cancellation date:

- (a) Prior to March 15, the August harvest year's average daily settlement price for the harvest year's CBOT September corn futures contract rounded to the nearest whole cent. The Harvest Price cannot be less than the Base Price minus one dollar and fifty cents (\$1.50), or greater than the Base Price plus one dollar and fifty cents (\$1.50). The Harvest Price will be released as an actuarial document addendum by September 10 of the harvest year.
- (b) Of March 15, the October harvest year's average daily settlement price for the harvest year's CBOT December corn futures contract rounded to the nearest whole cent. The Harvest Price cannot be less than the Base Price minus one dollar and fifty cents (\$1.50), or greater than the Base Price plus one dollar and fifty cents (\$1.50). The Harvest Price will be released as an actuarial document addendum by November 10 of the harvest year.

NASS yield - The yield calculated by dividing the National Agricultural Statistics Service (NASS) estimate of the corn for grain production in the county, by the NASS estimate of the acres of corn for grain in the county, as specified in the actuarial documents. The actuarial documents will specify whether harvested or planted acreage is used to calculate the yield that is used to establish the expected county yield and calculate revenues.

Planted acreage - Land in which the corn seed has been placed by a machine appropriate for the insured crop and planting method, at the correct depth, into a seedbed that has been properly prepared for the planting method and production practice. Broadcast and subsequent incorporation of the corn seed is not

allowed.

2. Crop Insured.

- (a) The insured crop will be all field corn:
 - (1) Grown on insurable acreage in the county or counties listed in the accepted application;
 - (2) Properly planted and reported by the acreage reporting date;
 - (3) Planted with the intent to be harvested as grain, silage, or green chop; and
 - (4) Not planted into an established grass or legume or interplanted with another crop.
- (b) Hybrid seed corn, popcorn, and sweet corn, and other specialty corn may only be insured if a written agreement exists between you and us in accordance with section 9 of the Basic Provisions.

3. Payment.

- (a) A payment will be made only if the county revenue for the insured crop is less than your trigger revenue.
- (b) County revenues will be determined prior to April 16 following the crop year.
- (c) We will issue any payment to you prior to May 16 immediately following our determination of the county revenue.
- (d) The payment is equal to the payment calculation factor multiplied by your policy protection for each insured crop practice and type specified in the actuarial documents.
- (e) The payment will not be recalculated even though the NASS yield may be subsequently revised.

4. Program Dates.

STATE AND COUNTY	CANCELLATION AND TERMINATION DATES	CONTRACT CHANGE DATE
Val Verde, Edwards, Kerr, Kendall, Bexar, Wilson, Karnes, Goliad, Victoria, and Jackson Counties, Texas, and all Texas counties lying south thereof.	January 15	November 30
El Paso, Hudspeth, Culberson, Reeves, Loving, Winkler, Ector, Upton, Reagan, Sterling, Coke, Tom Green, Concho, McCulloch, San Saba, Mills, Hamilton, Bosque, Johnson, Tarrant, Wise, and Cooke Counties, Texas, and all Texas Counties lying south and east thereof to and including Terrell, Crockett, Sutton, Kimble, Gillespie, Blanco, Comal, Guadalupe, Gonzales, De Witt, Lavaca, Colorado, Wharton, and Matagorda Counties, Texas.	February 15	November 30
Alabama; Arizona; Arkansas; California; Florida; Georgia; Louisiana; Mississippi; Nevada; North Carolina; South Carolina.	February 28	November 30
All other Texas counties and all other states.	March 15	November 30