

**1998 Standard Reinsurance Agreement
(Rev. 11/16/98)**

**AMENDMENT NO. 2 TO THE
1998 STANDARD REINSURANCE AGREEMENT
(THIS AMENDMENT IS OPTIONAL)**

The Standard Reinsurance Agreement, between the Federal Crop Insurance Corporation and the undersigned Company is hereby amended for the 1999 and subsequent reinsurance years for the purpose of permitting Adjusted Gross Revenue insurance policies to be reinsured. The portions amended are, as follows:

(I) Section I. is amended as follows:

"Crop insurance contract" means an agreement (with the terms in effect as of the contract change date) to insure the insurable interest of an eligible producer in a single crop in a single county, or the farm revenue attributed to the production or sale of agricultural commodities of an eligible producer, as provided by the application, the General, or Common Crop Insurance Policy, the Adjusted Gross Revenue Insurance Policy, the Crop Endorsements, the Basic Provisions, the Crop Provisions, the Special Provisions, the Catastrophic Risk Protection Endorsement, as applicable, the Actuarial Table, and any other instrument or endorsement as approved by FCIC.

"Eligible crop insurance contract" means a crop insurance contract that is sold and serviced consistent with the Act, 7 C.F.R. chapter IV, FCIC approved regulations and procedure, at applicable rates, terms, and special conditions; having a sales closing date within the reinsurance year; to an eligible producer, covering a crop in an area approved by FCIC or covering farm revenue attributed to the production or sale of agricultural commodities, and on forms approved in writing by FCIC.

"Eligible producer" means a person who meets all the conditions specified in 7 C.F.R. Chapter IV and the crop insurance contract.

"Insurable interest" means the portion of an insured crop or farm revenue attributed to the production or sale of agricultural commodities a person has at risk in the event of an insurable loss.

"Insurance Plan" means the type of insurance coverage provided on a crop or the farm revenue attributed to the production or sale of agricultural commodities. For example, a crop may be insured under the GRP plan, a revenue insurance plan, or a guaranteed-yield plan. Differences in levels of coverage do not create different plans.

"Sales closing date" means the date established by FCIC as the last date on which a producer may apply for an eligible crop insurance contract on a crop in a specific county or farm revenue attributed to the production or sale of agricultural commodities.

(II) Section III.A.2.is amended by designating subparagraph (e) as subparagraph (f), and adding a new subparagraph (e) to read as follows:

e. For any eligible Adjusted Gross Revenue insurance contract, 24.5 percent of the net book premium attributed to such eligible crop insurance contracts.

The undersigned Company representative acknowledges that the Company's Board of Directors has authorized the Company to enter into this Amendment of the 1998 Standard Reinsurance Agreement.

APPROVED AND ACCEPTED

for

Federal Crop Insurance Corporation

The Company

Signature

Signature

Name

Name

Title

Title

Date

Date