

INCREASED COVERED EXPENSES ENDORSEMENT

(This is a continuous endorsement to pilot crop provisions issued under the Pilot Cost of Production Insurance Policy)

- (a) In return for payment of the additional premium specified in the actuarial documents, this endorsement is attached to and made part of the pilot crop provisions subject to the terms and conditions described herein.
- (b) This endorsement allows you to increase the covered expenses shown on your summary of coverage by an amount reflecting the increased cost of purchasing and applying a pesticide for the applicable crop, provided that:
 - (1) You have a Pilot Cost of Production Crop Insurance Policy in force and elect to increase your allowable variable expenses for pesticide purchase and application only if provided in the actuarial documents for the crop.
 - (2) The increase in allowable variable expenses must have resulted from an unforeseen need to provide sufficient care to protect the insured crop from damage by one or more of the insured causes of loss that occurred after insurance attached for the crop year.
 - (3) You notify us prior to purchase of your intention to purchase and apply additional pesticides and we approve the increase in allowable expenses within 10 days.
 - (4) The increase in allowable variable expenses for pesticide purchase and application does not exceed 25% of the total variable expenses shown on your approved covered expense worksheet, which is used to establish your covered expenses shown on your summary of coverage. The total covered expenses cannot exceed the expected gross income.
 - (5) In the event you file a claim for indemnity, verifiable records of the increased pesticide expenses, including application expenses, are provided and are acceptable to us.
- (c) You may include this endorsement on your original application for insurance or add the endorsement for any crop year on or before the sales closing date for the crop. After the initial insurance year you may cancel this endorsement on or before the cancellation date shown on the Crop Provision(s) to which this endorsement applies.