



SUPPLEMENTAL CROP INSURANCE COVERAGE

MPOWERD™ - OVERVIEW

MPowerD provides coverage to pay a loss payment when the harvest margin is less than the MPowerD trigger, adjusted for any Margin Protection (MP) indemnity that may be due. It allows the producer to elect one or more pricing intervals (full or half months), similar to Price-Flex®, in combination with the current market price and margin projected price for their commodity.

This product provides flexible coverage by practice, allowing the ability to insure irrigated and non-irrigated crops using separate coverage, MPowerD trigger, harvest margin, and loss payment for each insurable practice.

Requirements

- All planted acres in a county insured under an MPCI plan of insurance will be insured under this policy, except acres that are not insurable based on the eVantage Premium Estimation Tool.
- All insurable acres of the planted crop in the county (specified by practice) in which you have a share will be included in this policy.
- A new application is required every year. The application will not be accepted if 1) the producer owes premium for any crop insurance policy in a previous crop year, or 2) it is hand written.

Coverage will apply to no more than 110% of the greater of:

1. The number of acres you intend to plant (as indicated on your policy), without considering share; or,
2. The greatest number of acres planted under any MPCI policy in your county for the crop in any one of the most recent four calendar years, without considering share. These acres must not be disallowed by the premium quotation tool.

Note: *If you are planting in a county where you have no history, you may insure no more than 110% of the intended acres you declared at the time you applied for this policy. You may be required to provide evidence to support your estimate.*

Exclusions

You must:

- have MPCI coverage in effect for the crop year at an additional coverage level.
- file a timely acreage report.
- file a notice of damage or loss under the terms of the MPCI coverage. If you fail to do so, no loss will be paid under the policy, as we will be unable to calculate a loss, if any.
- provide requested documentation at claim time, including but not limited to claims made on the acreage and a copy of the production report, that allow us to determine if any loss payment is due. Failure to do so will be deemed a breach of contract and no loss will be paid. You will still be obligated to pay premium.

COVERAGE LEVELS

70% - 95%
(in 5% increments)

PRICE MOVEMENT LIMITS

Corn - \$1.00
Soybeans - \$2.00
(increments of 25 cents)

CROPS

Corn and Soybeans
(Select states and counties)

KEY DATES

Sales Closing: September 30, 2017
for 2018 Crop Year

Acreage Reporting: July 15, 2018
for the 2018 Crop Year

Billing: October 1, 2018 for the
2018 Crop Year

Loss Payment (if applicable): 30
days after the date the final county
yields are published by the RMA

By the Numbers

Margin Protection with Harvest Price Option

PRICES	
Margin Protection Projected Price	\$ 4.00
Margin Protection Harvest Price	\$ 4.10

COVERAGE ELECTIONS	
Protection Factor	1.20
Margin Protection Coverage Factor	95%

YIELDS AND INPUTS	
County Expected Yield	175
Actual County Yield	150
Expected Input Costs	\$ 400
Actual Input Costs	\$ 400

CALCULATIONS	
Margin Protection Expected Revenue	\$ 718
Margin Protection Liability	\$ 818
Expected Margin	\$ 318
Trigger Margin	\$ 282
Harvest Revenue	\$ 615
Harvest Margin	\$ 215
ESTIMATED FINAL LOSS PAYMENT	
Margin Protection Estimated Loss	\$ 80

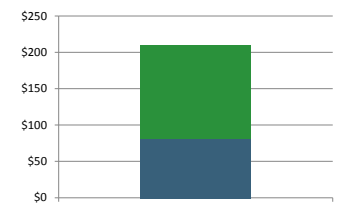
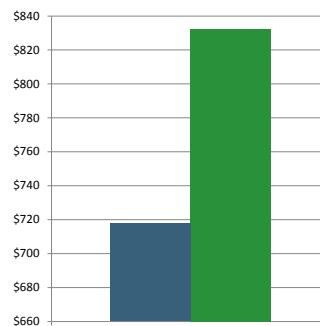
MPowerD

PRICES	
Interval Price	\$ 4.50
Market Price	\$ 4.75
Price Movement Limit	\$ 1.00
MPowerD Capped Price	\$ 4.75

COVERAGE ELECTIONS	
Liability Adjustment Factor	1.00

INTERVALS	FINAL AVERAGE PRICE	PURCHASED INTERVALS
MARKET PRICE	\$4.75	
APR 16 - 30, 2017	\$4.00	X
MAY 1 - 31, 2017	\$4.05	X
MAY 1 - 15, 2017	\$4.04	
MAY 16 - 31, 2017	\$4.05	
JUNE 1 - 30, 2018	\$4.50	X
MAX INTERVAL PRICE	\$4.75	

CALCULATIONS	
MPowerD Expected Revenue: <i>County Expected Yield x Highest Alt. Market Price</i>	\$ 831
Liability: <i>Price Movement Limit x Expected County Yield x Protection Factor x Number of Insured Acres x Share x Liability Adjustment Factor</i>	\$ 210
Expected Margin	\$ 431
Trigger Margin: <i>MPowerD Expected Revenue - Expected Costs - MPowerD Deductible*</i>	\$ 390
Harvest Margin	\$ 215
MPowerD Preliminary Loss Payment	\$ 210
ESTIMATED FINAL LOSS PAYMENT	
Margin Protection Estimated Loss	\$ 130



■ Margin Protection Expected Revenue
■ MPowerD Expected Revenue

■ MPowerD Est. Loss
■ Margin Protection Est. Loss

* MPowerD Deductible = Expected Revenue x (1.0 - Coverage Level)

To generate MPowerD premium estimates, utilize the Agent eVantage quoting tool.

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The information contained in this brochure is for general information only and shall not modify the terms of any insurance policy. An underlying MPCl policy at an additional coverage level must be purchased for this supplemental product; however, that policy does not have to be purchased from Hudson.



Hudson Crop

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