



LIVESTOCK GROSS MARGIN

WHAT TO EXPECT IN A LOSS SITUATION

When RMA releases the Actual Gross Margins (AGM) during the first business week of applicable LGM sale months, Hudson Crop will determine if the AGM is less than the LGM guarantee and compare the target marketings vs. actual marketings submitted by the producer. If the AGM is less than the LGM guarantee, an indemnity is due.

STEP 1

Actual Gross Margins Released

- RMA will post the AGM for LGM by the end of the first full business week of the following months: February, April, June, August, October and December.

STEP 2

Was a Loss Identified? ($Actual\ Gross\ Margin < LGM\ Guarantee = Indemnity$)

- If no, a non-loss letter will be sent to the producer by Hudson.
- If yes, a loss letter and LGM Notice of Probable Loss and Marketing Report will be sent to the producer with instructions and required documentation for verification of livestock in order to verify and determine payable loss. (Gather your receipts)

STEP 3

If "Yes" in Step 2...

- The producer must provide Hudson Crop copies of sales receipts that support the actual marketings identified on the Marketing Report.

STEP 4

Complete & Submit Documentation

- Complete, sign and return the provided claim form with supporting documents (within 15 days following Notice of Loss) to Hudson's mailing address below or via email to LivestockClaims@HudsonInsGroup.com.

For assistance, please contact your agent or our livestock support team:
Livestock@HudsonInsGroup.com or (913) 378-2928.

SUPPORTING DOCUMENTS

The marketing report, showing the producer's actual marketings (for each month) of the commodity insured (milk/swine/cattle) under the LGM policy, must be accompanied by copies of sales (or packer sales) receipts that prove the actual marketings shown on the submitted marketing report.

IMPORTANT

- In the case of a payable loss, Hudson will send a Notice of Probable Loss to the producer approximately 10 days after all applicable AGM are released. The producer must then submit a marketing report within 15 days, otherwise no indemnity will be paid.
- If the total actual marketings are less than 75% of the total targeted marketings for the insurance period, indemnities will be reduced by the percentage of the total actual marketings that fell below the total targeted marketings.
- Coverage ends the earliest of the last month of the insurance period the producer has target marketings or as otherwise specified in the policy. If the end date falls on a Sat., Sun., or federal holiday, or if the report is not available for that day or any other day of the ending period, the actual ending value is based on the most recent reports prior to that date.

NON DISCRIMINATION STATEMENT: Hudson Insurance Company is an equal opportunity provider. In accordance with Federal law and U.S. Department of Agriculture (USDA) civil rights regulations and policies, the USDA, its Agencies, offices, and employees, and institutions participating in or administering USDA programs are prohibited from discriminating on the basis of race, color, national origin, religion, sex, gender identity (including gender expression), sexual orientation, disability, age, marital status, family/parental status, income derived from a public assistance program, political beliefs, or reprisal or retaliation for prior civil rights activity, in any program or activity conducted or funded by USDA (not all bases apply to all programs).

The information contained in this brochure is for general information only and shall not modify the terms of any insurance policy.



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