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Estimated revenue insurance Harvest Price for Wheat², for States with Sales Closing 9/30

Date	Daily Closing Price	Daily Closing Price	Date	Daily Closing Price	Daily Closing Price
	KCBOT July 06 Wheat	CBOT July 06 Wheat		KCBOT July 06 Wheat	CBOT July 06 Wheat
07/03/06	5.0300	3.8425	07/11/06	5.1700	3.9800
07/05/06	5.1000	3.8650	07/12/06	5.0900	3.9000
07/06/06	5.0600	3.9000	07/13/06	4.8500	3.7600
07/07/06	4.9900	3.8150	07/14/06	4.8700	3.6600
07/10/06	5.0100	3.8250			

	KC Wheat	Chicago Wheat
Avg Harvest Price	\$5.019	\$3.839
Plant Price	\$3.52	\$3.50
Price Change	\$1.50	\$0.34
% change Increase in	42.59%	9.69%
Trigger Yield ^{1, 2, 3}	0.0%	0.0%

¹ In years when prices fall, it requires a smaller yield loss to trigger revenue insurance claims but in years with higher prices it will require an insurable yield loss to trigger a claim IF one purchased the Harvest Price Option (HPO), otherwise it will require a yield loss greater than the insurable yield to trigger payments. The RA without the HPO coverage for an example wheat grower with a 50 bushel APH times 70% coverage times planting price of \$3.52 equals \$123.20 of coverage. Because of higher prices the RA-HPO coverage for an example wheat grower and based on today's higher harvest price this same wheat grower's coverage will increase to 50 bushel APH times 70% coverage times current market price of \$5.02 equals \$175.67

² An Example RA-HPO Kansas Wheat Claim. A Kansas Wheat grower with a 50 bushels APH times 70% coverage times higher of harvest price of \$5.02 or plant price of \$3.52 would have a revenue guarantee of \$175.67. If this grower produced 15 bushels, then based on today's price of \$5.02 the revenue to count would be \$75.30 and the indemnity payment would be the difference between the revenue to count and the revenue guarantee for gross indemnity payment of \$100.37 (before premium deduction).

³ An Example RA without HPO Kansas Wheat Claim. A Kansas wheat grower with a 50 bushels APH times 70% coverage times plant price of \$3.52 would have a revenue guarantee of \$123.20. If this grower produced 15 bushels, then based on today's price of \$5.02 the revenue to count would be \$75.30 and the indemnity payment would be the difference between the revenue to count and the revenue guarantee for gross indemnity payment of \$47.90 (before premium deduction).