

INSURANCE

Novel Crop Insurance

Purpose

- Novel Crop Insurance provides coverage on crops not currently covered by the AgrilInsurance program due to the relatively small number of acres grown and/or lack of data or information available.

Eligibility

- Novel Crop Insurance is available to all producers that have an AgrilInsurance contract.
- Landlords are not eligible.
- Coverage is restricted to annual, biennial and perennial crops grown for the production of grain or seed. Coverage is available in the year of harvest only.
- Producers must grow and insure at least one typical annual or forage seed crop in order to calculate coverage for the Novel Crop.
- Novel Crop acres cannot exceed 30 per cent of the producer's other insured annual and forage seed crop acres grown in that year.

Example:

| <u>AgrilInsurance crop</u> | <u>Acres</u> |
|----------------------------|--------------|
| Soybeans | 200 |
| Red Spring Wheat | 150 |
| <u>Canola</u> | <u>200</u> |
| Total: | 550 |

Maximum acres eligible for Novel Crop Insurance:
550 acres x 30% = **165 acres**

- Intercrop mixtures are eligible for coverage as a Novel Crop.
- Minimum of 3 acres per Novel Crop is required.
- Seeding deadline for all Novel Crops is June 20.
- Novel Crops are eligible for a reseed benefit of 25% of the crop's per acre dollar coverage if the crop fails to establish by June 20.

Cost

- The premium is cost shared 40 per cent by the producer, 36 per cent by the Government of Canada and 24 per cent by the Province of Manitoba.

The producer premium cost for Novel Crop Insurance is:

\$2.94 / acre at the \$150 / acre coverage level

\$3.92 / acre at the \$200 / acre coverage level

\$4.90 / acre at the \$250 / acre coverage level

Coverage

Producers may select from three different coverage levels: \$150, \$200, or \$250 per acre.

Example:

165 acres x \$250 = **\$41,250**

Note: Crops insured by Novel Crop Insurance are not eligible for any Stage 1 benefit.

Claims

- A claim on Novel Crop acres is based on the loss experienced by the producer on other typical crops

Example:

| <u>Crop</u> | <u>Indemnity</u> | <u>Total Coverage</u> |
|---------------|------------------|-----------------------|
| Soybeans | \$0 | \$50,000 |
| RSW | \$5,000 | \$30,000 |
| <u>Canola</u> | <u>\$10,000</u> | <u>\$75,000</u> |
| Total: | \$15,000 | \$155,000 |

Loss percentage = 15,000 / 155,000 = **9.7%**

Claim on 165 acres with \$250 / acre coverage:

165 acres x \$250 x 9.7% = **\$4,001.25**

Hail Insurance

- Many Novel Crops are eligible for Hail Insurance:

- Adzuki Beans
- Alsike Clover (Seed)
- Camelina
- Carinata
- Chickpeas
- Grasses (Seed)
- Leguminous Forage (Seed)
- Lima Beans
- Lupins (Seed)
- Millet (Foxtail Seed)
- Mung Beans
- Niger Seed
- Perennial Helianthus Species
- Red Clover (Seed)
- Safflower
- Sainfoin (Seed)
- Spelt
- Spring Rye
- Sweet Clover (Seed)
- Timothy Seed (Common)
- White Dutch Clover (Seed)
- Winter Triticale
- Intercrop Mixtures

• If a producer wants coverage under the Hail Insurance program, he must complete a Hail Insurance application and select a dollar coverage level.

• Contact your local MASC Insurance office to inquire about Hail Insurance on Novel Crops not listed above.

Other Program Details

March 31 - Last day to apply for or make changes to an MASC AgrilInsurance contract (including the selection of Novel Crop Insurance).

June 30 - Last day to file a Seeded Acreage Report.

November 30 - Last day to file a Harvested Production Report.

For more information, contact your local MASC insurance agent or visit masc.mb.ca

Note: This information sheet contains general information only and does not form part of the AgrilInsurance Contract between an insured and MASC. In all cases, the AgrilInsurance Contract shall prevail.

