



## VEGETATION INDEX POLICY DISCLAIMER

### YOU NEED TO UNDERSTAND THE FOLLOWING:

- The vegetation index is not a plan of insurance against individual loss. The terms and conditions of this plan are different from those of an actual production history plan of multiple peril crop insurance.
- Final payment will be made according to the applicable crop provisions. Premium will be due 30 days after the billing date specified in the actuarial documents.
- This plan of insurance is designed as a risk management tool to insure against a decline in an index for a designated area called a grid, and it is primarily intended for use by those producers whose crop production and vegetation index tends to follow the average vegetation index patterns for the grid. It is possible for you to have low crop production or low NDVI values on the acreage that you insure and still not receive a payment under this plan. This program is based upon grid indices, not individual farm yields. The only insurable cause of loss under this policy is having a final grid index less than your trigger grid index. Because the program is designed for the producers whose crop production and vegetation index tends to follow the average vegetation index patterns for the grid **AND NOT INDIVIDUAL CROP PRODUCTION**, you should review the historical indices, additional tools, and information provided on the RMA web site to determine if the program is suitable for your risk management needs.
- You should continue to maintain any and all of your production records in the event you wish to purchase an actual production history plan of multiple peril crop insurance in future years.

I understand the terms of the Common Vegetation Index Policy Basic Provisions and applicable Crop Provisions. I am aware that I cannot obtain another plan of insurance in a county, if available, on crops insured under the VI plan of insurance with the exception of AGR and AGR Lite (if available), or in accordance with the applicable Crop Provisions or Special Provisions. I am aware of the additional tools provided by RMA on their Web site related to the VI plans of insurance to assist me in determining if the VI plan of insurance is suitable for my farming operation. I have read and fully understand this Vegetation Index Disclaimer.

INSURED \_\_\_\_\_

AGENT \_\_\_\_\_

DATE \_\_\_\_\_

DATE \_\_\_\_\_