



# Livestock Risk Protection (LRP)

Tired of the guessing game in an unstable market? Ranchers and livestock producers can protect profitability from market volatility by using **Livestock Risk Protection (LRP)**, supported by the **Federal Livestock Program**. LRP protects your investment should prices drop before your livestock get to market while preserving your upside potential.

## AVAILABLE FOR:



FED CATTLE



FEEDER CATTLE



SWINE



## ADVANTAGES TO PRODUCERS



Peace of mind

Confidence that you've secured a **minimum price lock** for your marketable animals while leaving the upside price potential open



Tailored

- » **No minimum** head limits
- » **Large maximum** head limits. See increased head limits on the next page



Flexible

- » Coverage levels range from **70% to 100%** of the expected ending value of the covered animals
- » Premiums can be paid at the end of the endorsement period



Timely

- » Available year-round
- » Numerous coverage periods available
- » Producers can also sell livestock 60 days prior to the end date (previously 30 days)



Cost-effective

- » Typically costs less than other available coverage options
- » Federal subsidies are available up to **55%**
- » No brokerage fee or margin calls required

## PREMIUM SUBSIDY

35%	40%	45%	50%	55%
95-100% COVERAGE	90-94.99% COVERAGE	85-89.99% COVERAGE	80-84.99% COVERAGE	70-79.99% COVERAGE

Visit us at [ProAg.com/LRPInsurance](http://ProAg.com/LRPInsurance) for more information and to protect your operation!

# DID YOU KNOW?

While producers can lock in prices through the futures market, using the futures market requires a contract for a sizable number of animals or pounds. On the other hand, **LRP offers price protection with no minimum head limits.**

## HOW IT WORKS

Producers secure a floor market price (based on CME Group feeder cattle future prices) for a certain number of head and for a specified period. If, at the end of the period, the Risk Management Agency (RMA) determines the ending market value is below your policy's floor price, you may be eligible for an indemnity payment.

### STEP 1 Actual ending values released

3-7 business days after the end date, daily and weekly actual ending values are released by RMA.

### STEP 2 Identify loss

If a loss occurs, ProAg will send a Notice of Loss (NOL) and claim form to the producer. If no loss occurs, the producer will receive a non-loss letter.

### STEP 3 Gather supporting documentation

To receive an indemnity payment, the producer must provide supporting documentation verifying ownership of share of the livestock insured under the Specific Coverage Endorsement (SCE) with the claim form.

### STEP 4 Submit documentation

The producer completes, signs and returns the provided claim form with supporting documents (within 60 days following NOL to ProAg).

## 3 REASONS TO PARTNER WITH PROAG

1

We are proudly focused on agriculture

2

Our customer service is second to none

3

Our claims process is optimized for speed and accuracy

## RECENT POLICY CHANGES

### INCREASED HEAD LIMITS

**Fed Cattle:** 12,000 head per endorsement and 25,000 head per crop year.

**Feeder Cattle:** 12,000 head per endorsement and 25,000 head per crop year.

**Swine:** 70,000 head per endorsement and 750,000 head per crop year.

### INDEMNITY PAYMENT

Insurance companies are now required to pay eligible indemnities within 30 days (previously 60 days).

### TERMINATION DATE

The termination date has also been extended from **June 30 to August 31.**

### LOCATION REPORTING

Location reporting requirements have been relaxed to list only state and county versus precise legal location.



### Access your policy within our easy-to-use myProAg™ policyholder portal.

Direct deposit / Online bill pay / Notice of loss entry / Claim status tracker / Weather event notifications

► Sign up at [ProAg.com/myProAg](https://ProAg.com/myProAg)

Visit [ProAg.com/LRPInsurance](https://ProAg.com/LRPInsurance) or give us a call at **(800) 366-2767** to protect your operation.



### GROW WITH CONFIDENCE



The description in coverage is for informational purposes only. Actual coverage will vary based on the terms and conditions of the policy issued. The information described herein does not amend, or otherwise affect, the terms and conditions of any insurance policy issued by ProAg or any of its subsidiaries.

ProAg 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 sex, 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).

ProAg is a member of the Tokio Marine HCC group of companies. ©2022 Pro Ag. All rights reserved.