







Plant the seeds of success with a Weather-Based Crop Insurance Policy!



What all does a Weather Index Policy cover?

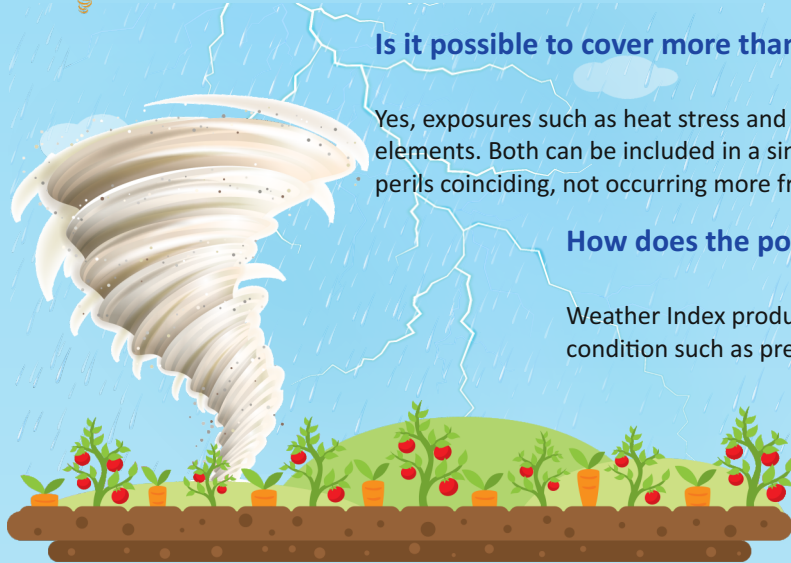
A Weather Index product can be applicable to any crop across all geographies and are available to farm businesses covering minimum required acreage. Businesses where weather protection contracts most apply include where:

-  a lack or excess of rainfall can reduce yield or destroy crops
-  frost can impact crop yields or damage fruit crops
-  Abnormal temperatures can yield production
-  excessive rainfall can disrupt grain harvest or damage fruit crops
-  strong winds can destroy plantations
-  Cyclones can destroy crops and disrupt operations.



Is it possible to cover more than one peril?

Yes, exposures such as heat stress and frost often have both temperature and precipitation elements. Both can be included in a single contract so that you only pay to transfer the risk of perils coinciding, not occurring more frequently individually.



How does the policy work?

Weather Index products are tailored to reflect abnormalities in weather condition such as precipitation – dry or wet spell, temperature – high or low; frost and humidity conditions, among others. They are typically triggered solely by movements in a weather index.

To construct a weather-index solution, the following information is needed

- The peril
- Risk location(s)
- The risk period
- Suggestive trigger points

From the above information a weather-index solution is constructed and in consultation with you, tailored to:

- minimise basis risk
- ensure adequate protection from the adverse weather peril, and meet client's budget

What happens if the weather condition is beyond the agreed threshold?

The Policy will spring into action if the weather condition is beyond the agreed threshold during the risk period. If the trigger has been met, the pay-out formula is applied and the value of the settlement is calculated.

Weather Index products have the advantage of speed of settlement due to the clear, objectively defined loss triggers and typically they are settled within a few weeks of the end of the risk period

Feel free to get in touch with us for more details:

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