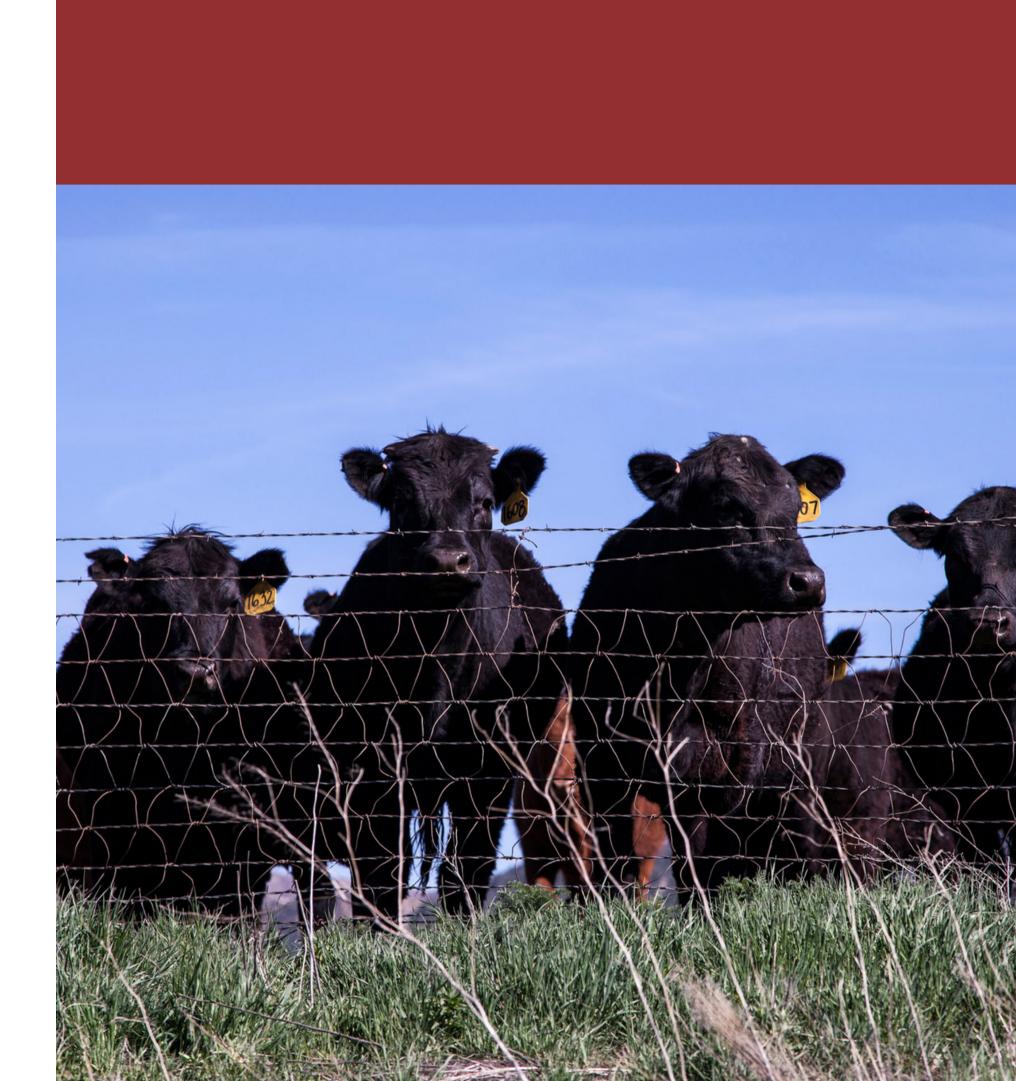


BRIAN YOUNGBLOOD Specialty Risk Insurance LRP & Crop Insurance Agent







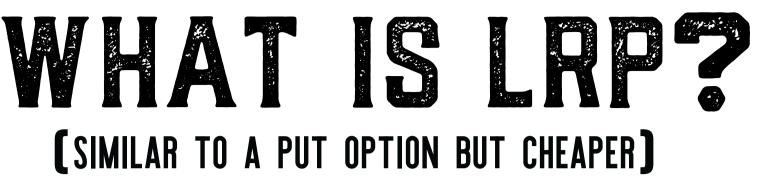




- WHAT IS LRP
- WHAT ARE THE BENEFITS OF LRP
- How does LRP work for Feeder vs. Fed cattle
- WHAT IS THE CME INDEX
- CURRENT SUBSIDY LEVELS
- HOW LRP WORKS IN REAL LIFE







- A SINGLE PERIL INSURANCE PROGRAM THAT **PROTECTS YOU FROM UNEXPECTED PRICE DECLINES IN THE LIVESTOCK MARKET COVERAGE PRICE, THE PRODUCER MAY RECEIVE AN INDEMNITY FOR THE** DIFFERENCE IS NOT THE CASH PRICE RECEIVED NOR A
- CREATES A "FLOOR" FOR PRICE • IF THE ENDING VALUE IS BELOW THE • Crucial: Ending value of LRP contract

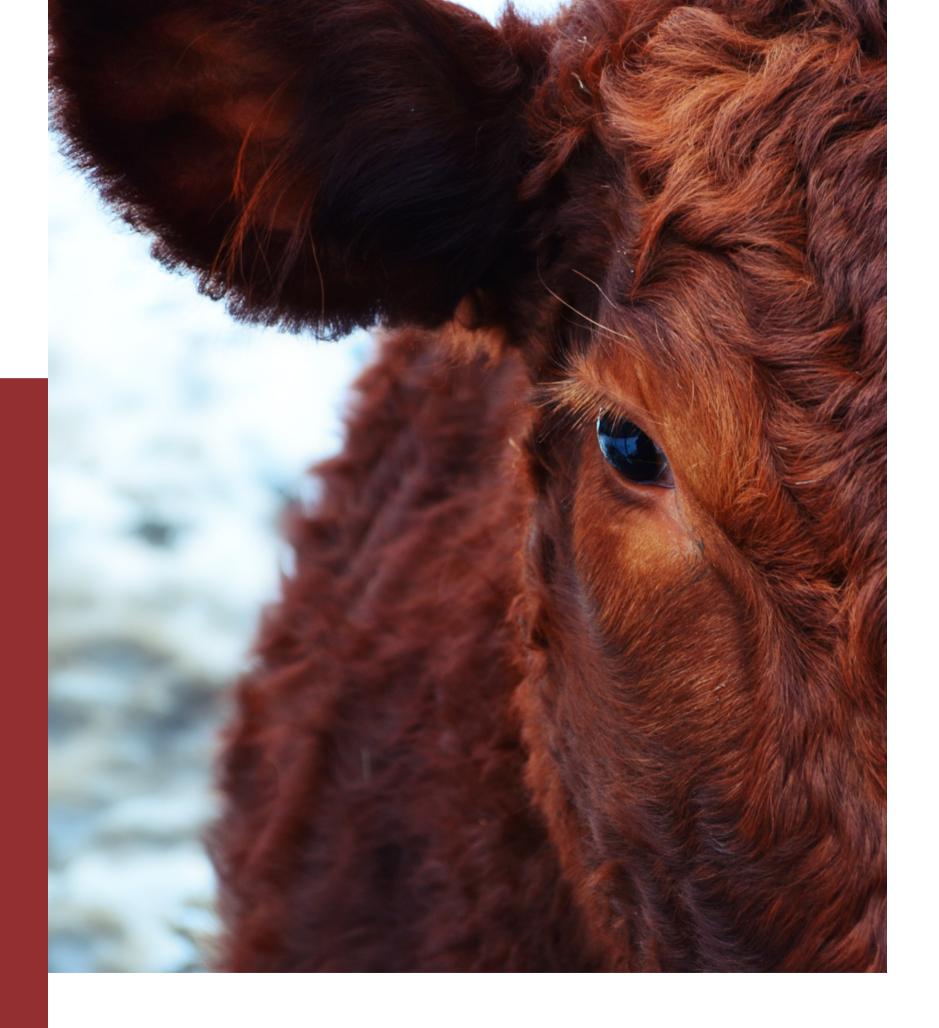
- **CLOSING FUTURES PRICE**





- NO BIDS, SPREADS, OR BROKERAGE COSTS REQUIRED
- LIMITED BASIS RISK COVERAGE THE AGGREGATE CASH PRICE USED BETTER REFLECTS **ACTUAL PRICE RECEIVED**
- ANY NUMBER OF HEAD CAN BE COVERED (UP TO LIMITS)
- NUMEROUS ENDORSEMENT PERIOD OPTIONS
- WIDER RANGE OF TARGET WEIGHTS THAN CME
- MAY BE VIEWED MORE FAVORABLY BY LENDERS THAN HEDGING OR SPECULATING
- FITS THE NEEDS OF SMALLER AND LARGER PRODUCERS









- AVAILABLE IN ALL 50 STATES
- FED AND FEEDER CATTLE
 - STEERS, HEIFERS, PREDOMINANTLY BRAHMAN,
 - AND PREDOMINANTLY DAIRY CATTLE
- FEEDER CATTLE 1: 0 599 LBS
- FEEDER CATTLE 2: 600-900 LBS
- FED CATTLE: 1,000 1,400 LBS
- UNBORN CALVES: < 600 LBS



LRP FOR FEEDER OR FED CATTLE

- COVERAGES PRICES RANGE FROM ROUGHLY 70-100% OF CME FUTURES PRICE
- POLICIES AVAILABLE FOR THE FOLLOWING WEEKS ○ 13, 17, 21, 26, 30, 34, 39, 43, 47, 52
- SIZE OF POLICY: 1 6,000 HEAD PER SPECIFIED COVERAGE ENDORSEMENT (SCE)
- 12,000 HEAD/YEAR MAX (JULY 1-JUNE 30)
- THE LRP FEEDER CATTLE ENDING VALUE IS BASED OFF OF THE CME INDEX
- THE LRP FED CATTLE ENDING VALUE IS BASED OFF OF WEEKLY WEIGHTED AVERAGES REPORTED BY THE AGRICULTURE MARKETING SERVICE (AMS)







- A SEVEN-DAY WEIGHTED AVERAGE FROM THE 12 FEEDER CATTLE PRODUCING STATES
- IT IS DEFINED AS THE TOTAL DOLLARS SOLD DURING THE SEVEN-DAY PERIOD DIVIDED BY THE TOTAL POUNDS OF FEEDER STEERS (700-900 LBS) SOLD DURING THE SAME SEVEN-DAY PERIOD
- EVERY POUND OF MEDIUM & LARGE #1-2 FEEDER STEERS SOLD DURING THE SEVEN-DAY PERIOD HAS THE SAME IMPACT ON THE FINAL PRICE



COVERAGE LEVEL	SU
70 - 79.99%	
80 - 84.99%	
85 - 89.99%	
90 - 94.99%	
95 - 100%	

MUST HAVE AND AD-1026 ON FILE AT THE FSA OFFICE IN ORDER TO GET SUBSIDY.



JBSIDY

55%

50%

45%

40%

35%





PRODUCER EXPECTS TO MARKET 100 HEAD OF 8 CWT STEERS AND SELECTS A COVERAGE PRICE OF \$173.68.

Total Coverage	100 HD X 8 CWT X \$173.68	\$138,944
Actual Ending Value	100 HD X 8 CWT X \$165.00	\$132,000
Cost Per Head	\$47.84 (5.98 CWT	\$4,784
Loss Payment	Assume 100% Ownership	\$2,160







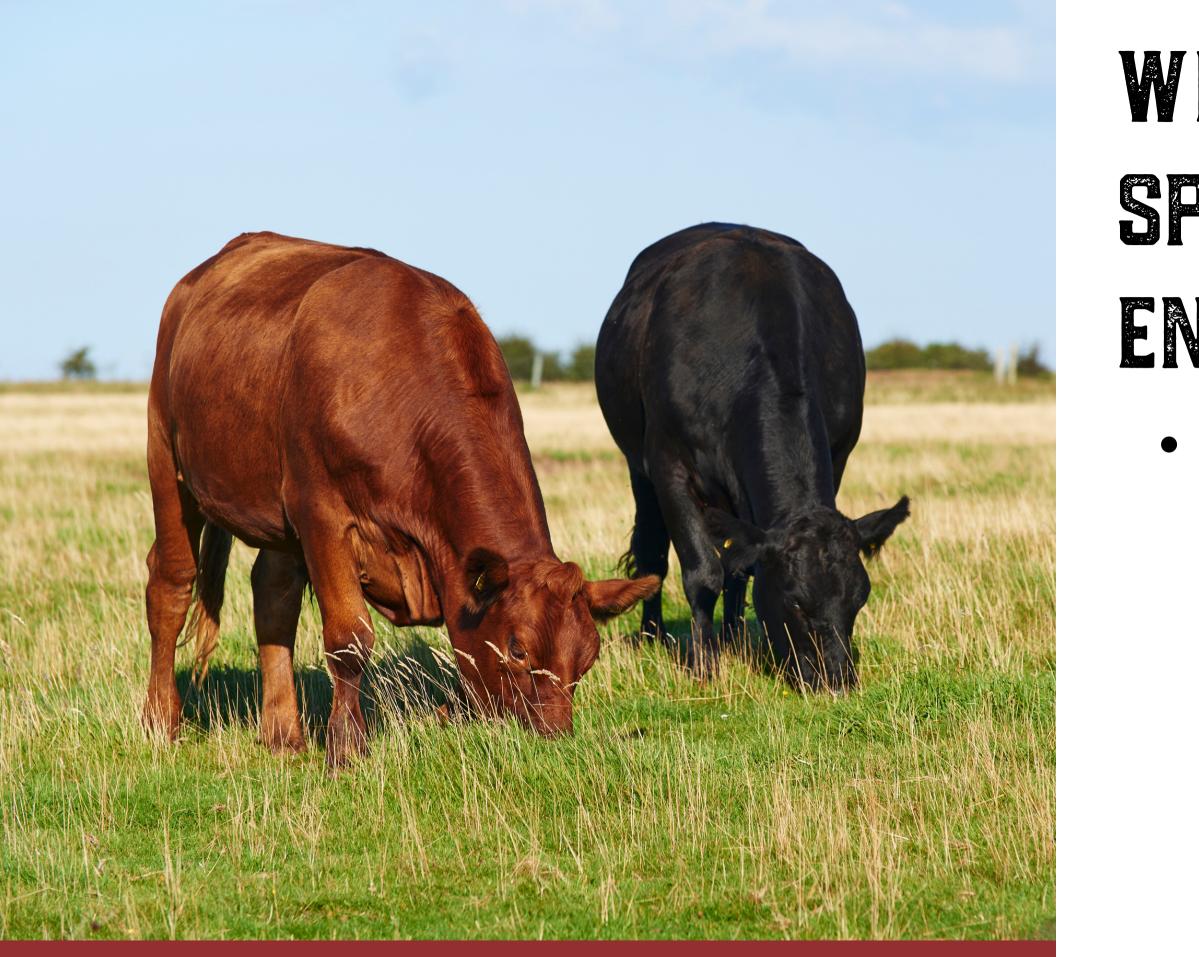
2

SUBMIT A POLICY APPLICATION WITH YOUR LRP AGENT

WATCH THE AVAILABLE PRICES AT 4PM. THESE CHANGE DAILY!

WHEN YOU LIKE WHAT YOU SEE, FILE A SCE WITH YOUR AGENT FROM 4PM-9AM. CATTLE MUST BE OWNED AT THE TIME OF ENDORSEMENT.





WHAT IS THE Specific coverage Endorsement?

• YOUR UNIQUE SCE WILL SPECIFY...

- ACTUAL COVERAGE PRICE (CHOSEN FLOOR PRICE)
- Policy period
- \odot Number and type of animals
- TARGET WEIGHT AT ENDING PERIOD (DATE ACTUAL ENDING PRICE IS CALCULATED)
- PREMIUM DUE AT THE ENDING PERIOD
 RMA SUBSIDIZES 35-55%





FOLLOW THE LINK BELOW TO SEE UPDATED LRP PRICES RELEASED EACH DAY AROUND 4PM CST.

COMPLETE RMA COVERAGE CHART



LRP COVERAGE WEBSITE: HTTPS://PUBLIC.RMA.USDA.GOV/LIVESTOCKREPORTS/MAIN.ASPX







SPECIALTY RISK DAILY PRICES WEBSITE: HTTPS://SPECIALTYRISKINSURANCEAGENCY.COM/LRP





SPECIALTYRISKINSURANCEAGENCY.COM (417) 359-5470



KEVIN CHARLESTON 417-850-5470

BRIAN YOUNGBLOOD 417-825-1203



SIGN UP FOR WEEKLY TEXT UPDATES





