

Canada-Alberta
AgrilInsurance Products

**ORGANIC CROPS
INSURING AGREEMENT**

For 2023 Annual Crops

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ORGANIC CROPS INSURING AGREEMENT

AFSC will indemnify the Insured against damage caused by Designated Perils to crops with the end use organic pursuant to this Insuring Agreement. This Insuring Agreement incorporates by reference, and is subject to, the Terms and Conditions and Benefits. The definitions in the Terms and Conditions will apply unless the same term is otherwise defined in this Insuring Agreement.

Crops insured under this Insuring Agreement shall also be insured under the following applicable Insuring Agreements:

- a) Cereal and Oilseed Crops Insuring Agreement
- b) Pulse Crops Insuring Agreement

If there is a conflict between this Insuring Agreement and the Cereal and Oilseed Crops Insuring Agreement or the Pulse Crops Insuring Agreement, this Insuring Agreement shall prevail.

ARTICLE 1. DEFINITIONS

“Insurable Crop” means Barley, Canola, Field Peas Green/Other, Field Peas Yellow, Flax, Hemp Grain, Oats, Fall Rye, Spring Rye, Spring Triticale, Winter Triticale, Canada Northern Hard Red Wheat, Canada Prairie Spring Wheat, Canada Western Special Purpose Wheat, Durum Wheat, Extra Strong Wheat, Hard Red Spring Wheat, Hard Red Winter Wheat, or Soft White Spring Wheat for milling.



ARTICLE 2. SPECIFICATIONS

2.01 Coverage

Organic Coverage is available for Insureds who have land that is certified organic by the Canadian Food Inspection Agency for the current Crop Year. This provides a higher price option for organic Insurable Crops.

2.02 Pricing

- a. **Spring Insurance Price:** In the spring, AFSC forecasts expected organic crop prices for the coming Crop Year. Dollar Coverage is determined by adjusting the Spring Insurance Price for commercial crops by set conversion factors on a crop by crop basis.

ARTICLE 3. CONDITIONS

3.01 Membership Requirement

The Insured must be certified organic by a Canadian Food Inspection Agency approved certifying agency in the year insured. When organic certification will be obtained in the same Crop Year, a Letter of Transmittal or suitable precertification documents must be provided to AFSC by April 30.

3.02 Commercial Acreage Insured

If a crop is insured under this Insuring agreement, all acreage of the crop must be insured with the same end use of organic. Other crop types can be insured with a different end use (e.g. commercial, pedigreed) in the respective Insuring Agreement when insurance is available.

3.03 Acceptance of Organic Status

The Insured must make available to AFSC the organic certification and documents as required by AFSC. In the event that certification will be completed in the same Crop Year, clients are eligible for organic coverage at the start of the Crop Year if they provide a Letter of Transmittal or suitable precertification documents to AFSC by April 30, and full organic certification status is obtained and provided to AFSC in the fall of the same Crop Year.

3.04 Loss of Organic Status

If the Insured loses Organic certification or if the Insured does not obtain Organic certification, Coverage and Premium remains unchanged and in place as organic, and in the event of a loss, Uninsured Causes of Loss would be applied.

3.05 Restrictions

The Variable Price Benefit is not available under this Insuring Agreement.

ARTICLE 4. REPORTING DEADLINES

If a reporting deadline date falls on a weekend, the deadline will be extended to the next Business Day.

| Last Date to complete the task | Task | Additional information |
|---|---|---|
| April 30 | <ul style="list-style-type: none">• File Organic Certification; or• File Letter of Transmittal | <ul style="list-style-type: none">• The Insured is required to provide their current year's organic certification;• If certification has not been provided by the certifying body for the current year, the Insured is required to provide the prior year's organic certification, or• If certification will be completed in the same crop year, the Insured is required to provide a Letter of Transmittal |
| In the fall, no later than November 15 | File Organic Certification | Insured's who provided a Letter of Transmittal are required to provide full organic certification in the fall. |

ARTICLE 5. CLAIMS

5.01 Uninsured Causes of Loss

- a. The Insured is expected to use industry-recommended organic best management practices to prevent or manage weeds, pests and diseases. When the Insured fails to comply with the rules of this Insuring Agreement:
 - i. When production is above Coverage, Uninsured Causes of Loss may be applied;
 - ii. In the case of a loss, Uninsured Causes of Loss will be applied.
- b. If the Insured loses organic certification, or in the case with transitional acres, organic certification is not obtained, Coverage and Premium remain in place as organic, and in the case of a loss, Uninsured Causes of Loss will be applied.

ARTICLE 6. PRODUCTION

6.01 Production Assessment

- a. When organic acres are in a Production Loss, the Insured will be asked to provide their current year's organic certificate and field diagrams.