



United States
Department of
Agriculture

Farm and Foreign
Agricultural
Services

Risk
Management
Agency

Beacon Facility –
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February 16, 2011

INFORMATIONAL MEMORANDUM: PM-11-008

TO: All Approved Insurance Providers
All Risk Management Agency Field Offices
All Other Interested Parties

FROM: Tim B. Witt /s/Rodger M. Matthews Sr., for
Deputy Administrator

SUBJECT: 2011 Crop Year (CY) **Common Crop Insurance Policy (COMBO)**
Projected Prices and Volatility Factors and **Group Risk Income Protection (GRIP)** Expected Prices and Volatility Factors
Announcement.

Common Crop Insurance Policy (COMBO)

The 2011 CY **projected prices** shown below are approved for the following plans of insurance: Yield Protection; Revenue Protection; and Revenue Protection with Harvest Price Exclusion. The 2011 CY **volatility factors** shown below are approved for the following plans of insurance: Revenue Protection; and Revenue Protection with Harvest Price Exclusion. The projected prices and volatility factors pertain to counties with a February 28, 2011, sales closing date, and are applicable for the crops and practices as indicated in the following table.

Crop/Practice	Exchange	Contract	Projected Price	Volatility Factor
Corn <i>Alabama, Florida, Georgia, Louisiana & South Carolina</i>	CBOT	September Corn	\$6.32/bushel	0.27
Corn/Organic Practice <i>Alabama, Florida, Georgia, Louisiana & South Carolina</i>	CBOT	September Corn	\$11.30/bushel	0.27
Corn <i>Arkansas & Mississippi</i>	CBOT	December Corn	\$5.93/bushel	0.25
Corn/Organic Practice <i>Arkansas & Mississippi</i>	CBOT	December Corn	\$10.60/bushel	0.25

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The Risk Management Agency Administers
And Oversees All Programs Authorized Under
The Federal Crop Insurance Corporation

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2011 CY Common Crop Insurance Policy (COMBO) Projected Prices and Volatility Factors and Group Risk Income Protection (GRIP) Expected Prices and Volatility Factors Announcement.

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Common Crop Insurance Policy (COMBO)

Crop/Practice	Exchange	Contract	Projected Price	Volatility Factor
Corn <i>North Carolina</i>	CBOT	December Corn	\$5.93/bushel	0.26
Corn/Organic Practice <i>North Carolina</i>	CBOT	December Corn	\$10.60/bushel	0.26
Corn <i>Arizona & California</i>	CBOT	December Corn	\$5.93/bushel	0.28
Corn/Organic Practice <i>Arizona & California</i>	CBOT	December Corn	\$10.60/bushel	0.28
Cotton <i>(See below for Organic Practice)</i> <i>All States</i>	ICE	December Cotton	\$1.15/pound	0.40
Grain Sorghum <i>Alabama, Florida, Georgia & South Carolina</i>	CBOT	December Corn	\$5.79/bushel	0.24
Grain Sorghum <i>Arkansas, Louisiana & Mississippi</i>	CBOT	December Corn	\$5.79/bushel	0.26
Grain Sorghum <i>Arizona, California & North Carolina</i>	CBOT	December Corn	\$5.79/bushel	0.28
Rice <i>Louisiana</i>	CBOT	September Rice	\$0.159/pound	0.21
Rice <i>Arkansas, Mississippi & Texas</i>	CBOT	November Rice	\$0.161/pound	0.22
Rice <i>California, Missouri, Oklahoma & Tennessee</i>	CBOT	November Rice	\$0.161/pound	0.23
Soybeans <i>Arkansas, Louisiana, Mississippi & Texas</i>	CBOT	November Soybeans	\$13.53/bushel	0.22
Soybeans/Organic Practice <i>Arkansas, Louisiana, Mississippi & Texas</i>	CBOT	November Soybeans	\$24.27/bushel	0.22

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2011 CY **Common Crop Insurance Policy (COMBO)** Projected Prices and Volatility Factors and **Group Risk Income Protection (GRIP)** Expected Prices and Volatility Factors Announcement.

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Common Crop Insurance Policy (COMBO)

Crop/Practice	Exchange	Contract	Projected Price	Volatility Factor
Soybeans <i>Alabama, Florida, Georgia, North Carolina & South Carolina</i>	CBOT	January (2012) Soybeans	\$13.55/bushel	0.24
Soybeans/Organic Practice <i>Alabama, Florida, Georgia, North Carolina & South Carolina</i>	CBOT	January (2012) Soybeans	\$24.31/bushel	0.24

The 2011 CY **Cotton/Organic Practice projected price** and **volatility factor** are established at \$1.42 per pound and 0.00, respectively, for all counties with a February 28, 2011, sales closing date.

Group Risk Income Protection (GRIP)

The following 2011 CY expected price and volatility factor have been approved for GRIP cotton in counties with a February 28 or March 15 cancellation date.

<u>Crop</u>	<u>Expected Price</u>	<u>Volatility Factor</u>
Cotton	\$1.15/pound	0.43

DISPOSAL DATE

December 31, 2011