Premium Calculation Example (PECAN REVENUE)

October 9, 1997

For Catastrophic Insurance Coverage: For Additional Coverage:		No premium calculations are necessary. Complete all steps.	
FOR	EACH CROP		
1.	Producer Individual Dollar Amount times net acres.		1.
2.	Enter the amount of protection (Answer 1 times selected Coverage Level).		
			2.
3.	Enter the Base Premium Rate for the selected Coverage Level (Base Premium Rate in the cell that intersects with the Dollar Span and the Coverage Level).		3.
4.	Base Premium (Multiply answer 2	by answer 3).	4.
PRO	DUCER PREMIUM		
5.	Estimated Producer Premium (Mul the Producer Premium Percentage	tiply Answer 4 by the appropriate factor for the selected coverage level in Table T1.10).	5.