1. Definitions.

**Harvest** - Removal of the seed cotton from the stalk.

**NASS yield** - The yield calculated by dividing the NASS estimate of upland cotton production in the county, by the NASS estimate of the acres of upland cotton in the county, as specified in the actuarial documents. The actuarial documents will specify whether harvested or planted acreage is used to calculate the yield used to establish the expected county yield and calculate indemnities.

**Planted acreage** - Land in which the cotton seed has been placed by a machine appropriate for the insured crop and planting method, at the correct depth, into a seedbed that has been properly prepared for the planting method and production practice. Broadcast and subsequent mechanical incorporation of the cotton seed is not allowed.

2. Crop Insured.

The insured crop will be all upland cotton:

(a) Grown on insurable acreage in the county or counties listed in the accepted application;
(b) Properly planted and reported by the acreage reporting date;
(c) Planted with the intent to be harvested; and
(d) That is not (unless allowed by the Special Provisions or by written agreement):
   (1) Colored cotton lint;
   (2) Planted into an established grass or legume;
   (3) Interplanted with another spring planted crop;
   (4) Grown on acreage in which a hay crop was harvested in the same calendar year unless the acreage is irrigated; or
   (5) Grown on acreage on which a small grain crop reached the heading stage in the same calendar year unless the acreage is irrigated or adequate measures are taken to terminate the small grain crop prior to heading and less than 50 percent of the small grain plants reach the heading stage.

3. Payment.

(a) A payment will be made only if the payment yield for the insured crop year is less than your trigger yield.
(b) Payment yields will be determined prior to July 16 following the crop year.
(c) We will issue any payment to you prior to the August 16 immediately following our determination of the payment yield.
(d) The payment is equal to the payment calculation factor multiplied by your policy protection for each insured crop practice and type specified in the actuarial documents.
(e) The payment will not be recalculated even though the NASS yield may be subsequently revised.

<table>
<thead>
<tr>
<th>STATE AND COUNTY</th>
<th>CANCELLATION AND TERMINATION DATES</th>
<th>CONTRACT CHANGE DATE</th>
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</thead>
<tbody>
<tr>
<td>Val Verde, Edwards, Kerr, Kendall, Bexar, Wilson, Kames, Goliad, Victoria, and Jackson Counties, Texas, and all Texas counties lying south thereof.</td>
<td>January 15</td>
<td>November 30</td>
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<tr>
<td>Alabama; Arizona; Arkansas; California; Florida; Georgia; Louisiana; Mississippi; Nevada; North Carolina; South Carolina; El Paso, Hudspeth, Culberson, Reeves, Loving, Winkler, Ector, Upton, Reagan, Sterling, Coke, Tom Green, Concho, McCulloch, San Saba, Mills, Hamilton, Bosque, Johnson, Tarrant, Wise, and Cooke Counties, Texas, and all Texas counties lying south and east thereof to and including Terrell, Crockett, Sutton, Kimble, Gillespie, Blanco, Comal, Guadalupe, Gonzales, De Witt, Lavaca, Colorado, Wharton, and Matagorda Counties, Texas.</td>
<td>February 28</td>
<td>November 30</td>
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<tr>
<td>All other Texas counties and all other States.</td>
<td>March 15</td>
<td>November 30</td>
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