

Special Provisions of Insurance
2016 and Succeeding Crop Years

Year: 2016
Date: 7/23/2015

Commodity: Grapes (0053)
Plan: APH (90)

State: California (06)
County: Lake (033)

Program Dates for Insurable Types and Practices

Sales Closing Date
1/31/2016

Earliest Planting Date

Final Planting Date

Acreage Reporting Date
5/15/2016

Premium Billing Date
8/15/2016

| TP | Type | Practice |
|--------|---------------------------------|--------------------------------|
| T/P 01 | Cabernet Sauvignon 016 | Irrigated 002 |
| T/P 02 | Gewurztraminer 039 | Irrigated 002 |
| T/P 03 | Cabernet Franc 015 | Irrigated 002 |
| T/P 04 | Semillon 083 | Irrigated 002 |
| T/P 05 | Malbec 101 | Irrigated 002 |
| T/P 06 | Chardonnay 023 | Irrigated 002 |
| T/P 07 | Merlot 051 | Irrigated 002 |
| T/P 08 | Muscat Blanc/M Canelli 055 | Irrigated 002 |
| T/P 09 | Petite Sirah 064 | Irrigated 002 |
| T/P 10 | Sauvignon Blanc/Fume Blanc 081 | Irrigated 002 |
| T/P 11 | White/Johannisberg Riesling 093 | Irrigated 002 |
| T/P 12 | Zinfandel 094 | Irrigated 002 |
| T/P 13 | Other Varieties 095 | Irrigated 002 |
| T/P 14 | Petit Verdot 100 | Irrigated 002 |
| T/P 15 | Syrah/French Syrah-Shiraz 196 | Irrigated 002 |
| T/P 16 | Cabernet Sauvignon 016 | Organic(Certified) Irr. 702 *4 |
| T/P 17 | Gewurztraminer 039 | Organic(Certified) Irr. 702 *4 |
| T/P 18 | Cabernet Franc 015 | Organic(Certified) Irr. 702 *4 |
| T/P 19 | Semillon 083 | Organic(Certified) Irr. 702 *4 |
| T/P 20 | Malbec 101 | Organic(Certified) Irr. 702 *4 |

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|--------|---------------------------------|-----------------------------------|
| T/P 21 | Chardonnay 023 | Organic(Certified) Irr. 702 *4 |
| T/P 22 | Merlot 051 | Organic(Certified) Irr. 702 *4 |
| T/P 23 | Muscat Blanc/M Canelli 055 | Organic(Certified) Irr. 702 *4 |
| T/P 24 | Petite Sirah 064 | Organic(Certified) Irr. 702 *4 |
| T/P 25 | Sauvignon Blanc/Fume Blanc 081 | Organic(Certified) Irr. 702 *4 |
| T/P 26 | White/Johannisberg Riesling 093 | Organic(Certified) Irr. 702 *4 |
| T/P 27 | Zinfandel 094 | Organic(Certified) Irr. 702 *4 |
| T/P 28 | Other Varieties 095 | Organic(Certified) Irr. 702 *4 |
| T/P 29 | Petit Verdot 100 | Organic(Certified) Irr. 702 *4 |
| T/P 30 | Syrah/French Syrah-Shiraz 196 | Organic(Certified) Irr. 702 *4 |
| T/P 31 | Cabernet Sauvignon 016 | Organic(Transitional) Irr. 712 *4 |
| T/P 32 | Gewurztraminer 039 | Organic(Transitional) Irr. 712 *4 |
| T/P 33 | Cabernet Franc 015 | Organic(Transitional) Irr. 712 *4 |
| T/P 34 | Semillon 083 | Organic(Transitional) Irr. 712 *4 |
| T/P 35 | Malbec 101 | Organic(Transitional) Irr. 712 *4 |
| T/P 36 | Chardonnay 023 | Organic(Transitional) Irr. 712 *4 |
| T/P 37 | Merlot 051 | Organic(Transitional) Irr. 712 *4 |
| T/P 38 | Muscat Blanc/M Canelli 055 | Organic(Transitional) Irr. 712 *4 |
| T/P 39 | Petite Sirah 064 | Organic(Transitional) Irr. 712 *4 |
| T/P 40 | Sauvignon Blanc/Fume Blanc 081 | Organic(Transitional) Irr. 712 *4 |
| T/P 41 | White/Johannisberg Riesling 093 | Organic(Transitional) Irr. 712 *4 |
| T/P 42 | Zinfandel 094 | Organic(Transitional) Irr. 712 *4 |
| T/P 43 | Other Varieties 095 | Organic(Transitional) Irr. 712 *4 |

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| TP | Type | Practice |
|--------|-------------------------------|-----------------------------------|
| T/P 44 | Petit Verdot 100 | Organic(Transitional) Irr. 712 *4 |
| T/P 45 | Syrah/French Syrah-Shiraz 196 | Organic(Transitional) Irr. 712 *4 |

Statement

General

SET OUT YEAR AND LEAF YEAR

The SET OUT YEAR for APH reporting purposes is the actual calendar year for acreage planted before July 1st. For acreage planted on or after July 1st, the SET OUT YEAR shall be the year following the calendar year in which set out actually occurred.

To determine LEAF YEAR subtract the set out year from the calendar year of insurance (or APH crop year for the yield substitution purposes), then add one year.

In lieu of the second sentence of Section 24(a) of the Basic Provisions, for the purpose of premium amounts owed to us or administrative fees owed to FCIC, interest will start to accrue on the first day of the month following the issuance of the notice by us, provided that a minimum of 30 days have passed from the premium billing date specified in the Special Provisions.

Contact your agent regarding possible premium discounts, options, and/or additional coverage that may be available.

Practice

*4 Acreage and production history from certified organic or transitional acreage will be contained in separate APH databases. Each APH database will include production and acreage from any applicable buffer zone. Any yearly average APH yields, for the most recent four crop years only, from the transitional acreage database will be used in place of Transitional Yields (T-yields) to establish the certified organic APH database. A variable T-yield will be used to complete the database, if required.

Price

In accordance with section 3(d) of the Grape Crop Provisions, the price contained in your grape contract may be used for your price election. The contract price used will be the amount per ton specified in the contract without regard to incentives or discounts. If more than one contract price exists, the established price election will be the weighted average for all adjusted contract prices. In no case will the price be greater than the Maximum Contract Price provided in the Actuarial Documents for the applicable grape type/variety. Grapes may be insured using the contract price only if: 1) a written contract is in effect between the producer and a winery or a processor for the current crop year; 2) the contract states amount that will be paid per ton and number of tons or acres contracted; 3) a copy of the contract(s) is provided to us no later than the acreage reporting date; 4) all production from insurable acreage of the variety must be grown under a grape contract; and 5) acreage is insured at a buy-up level of coverage.

In accordance with Section 15(d) of the Basic Provisions, the price used to compute your indemnity on unharvested acreage will be the price election minus the harvest costs amount as provided within the Prices Tab of these Actuarial Documents.

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Premium

In lieu of section 7(h)(2)(i) of the Basic Provisions, notwithstanding section 7(h)(2) of the Basic Provisions, if you demonstrate you began farming for the first time after June 1 but prior to the beginning of the reinsurance year (July 1), you may be eligible for premium subsidy the subsequent reinsurance year without having form AD-1026 on file with FSA on or before June 1. For example, if you demonstrate you started farming for the first time on June 15, 2015, you may be eligible for premium subsidy for the 2016 reinsurance year without form AD-1026 on file with FSA.

Effective for any policy with a sales closing date on or after July 1, 2015 but not later than June 30, 2016, in lieu of sections 2(c) and (d) of the Basic Provisions, you may not cancel your policy for the initial crop year, but after the initial crop year either you or we may cancel your policy by providing written notice to the other on or before the cancellation date shown in the Crop Provisions. However, for both new and carryover policies you may cancel your policy not later than 45 days after the cancellation date if all of the following are met:

1. You request through your agent and Approved Insurance Provider to query the FSA data regarding whether you have filed an AD-1026 with FSA and such query reveals that there is no AD-1026 on file for the identification number under which you seek, or have, insurance;
2. You believe the FSA information is in error and that a valid AD-1026 is on file;
3. You make application, or elect not to cancel an existing policy, based on this belief;
4. You request review not later than 15 days after the sales closing date, via your AIP, by RMA and FSA of your records and attempt to reconcile any discrepancy; and
5. The result of such process is that you do not have a valid AD-1026 on file.

If all of these conditions are not met, you are precluded from cancelling your policy until the next crop year and you will be responsible for all premium owed.

Insurance Availability

Insurable age of vines: Fourth growing season after being set out. Third growing season after being grafted.