

## **STATE-SUPPORTED REVENUE INSURANCE TARIFFS AND INSTRUCTIONS**

### **1. Purpose and Scope**

(1) The present tariffs and instructions are implemented in the State Supported Revenue Insurance to be performed pursuant to the Agricultural Insurance Law No. 5363.

### **2. Sum Insured**

(1) The sum insured is generated by multiplying the anticipated yield, anticipated price of the crop and the cultivated area registered in the Farmer Registration System (FRS) specified in the policy.

(2) The straw constituent is optionally insured for the products in Table.1, thus the insured sum of the straw constituent is determined by applying the ratios demonstrated in the table.

**Sum Insured Ratios Regarding Crop Straw Constituent (Table.1)**

Crop	Rate to be Applied to the Insured Sum of the Main Crop
Wheat	30 %

(3) Anticipated Price is determined by the Board of Directors of the Agricultural Insurance Pool based on the value in TL/Kg found as the result of the updating the average of the unit price of the crop, which has been announced in July and August of the previous planting season for bread and durum wheat varieties according to the wheat purchase rate scales of the General Directorate of Turkish Grain Board (TMO), by Konya Commodity Exchange Market, taking into account the economic data.

### **3. Amount of Premium**

(1) The policy premium is calculated by applying the tariff prices in Appendix 1 to the sum insured of the wheat crop and optionally insured straw constituent.

(2) The premium amount of the policy cannot be less than 30 TL.

### **4. Calculation of Indemnity**

(1) The difference between the actual revenue of the parcel and the protected revenue value of the parcel is taken as basis in the calculation of the indemnity. In case the actual revenue value of the parcel for the relevant year remains below the protected revenue of the parcel, the insured grower shall be entitled to receive indemnity. In case the actual revenue value of the parcel is equal to or above the protected revenue value of the parcel, no indemnity payment shall be made for the relevant parcel. For growers who take the stem component of the wheat product under coverage, the indemnity amount for the component of stem is adjusted by multiplying the ratio included in Table.1.

(2) In case of entitlement to indemnity, the minimum indemnity amount to be paid is 30 TL per policy.

## **5. Planting Expense regarding Damages occurred in early stage**

(1) In case of damage to the insured crop in an early development stage; in case a decision made by Agricultural Insurance Pool adjuster upon planting the crop, the insured is paid up to 30% of the insured sum of the parcel in consideration of the planting expenses incurred by the insured on the existing crop until the date of damage.

## **6. First and Last Acceptance Dates for Insurance**

(1) The first and last acceptance dates for insurance are announced by the Agricultural Insurance Pool. Agricultural Insurance Pool is authorized on the issue of altering respective dates.

## **7. Refund Principles Regarding Policy Cancellation**

(1) No premium shall be collected for insurance cancellations to be made within 7 days from the policy issuance date. In case the 7-day period is exceeded, premium is collected over the working days for optional cancellations until the policy acceptance date.

(2) No premium refund shall be made for policy cancellation claims performed after the insurance deadline.

(3) In respect of policy cancellations made due to force majeure (such as death of the insured, sale of the land), premium refund is made on a daily basis.

(4) Based on the second paragraph of Article C.2 and sub-article (c) of the second paragraph of Article C.4 of the General Conditions, the ratios demonstrated in the following Table.2 are implemented for the premium refund to be made over the short term.

**Table of Short Term Premium Collection Ratio (Table.2)**

<b>(%) of Policy Period</b>	<b>Collection Ratio over Total Premium (%)</b>
Up to 1.91	0
Between 1.92 and 4.10	10
Between 4.11 and 8.22	20
Between 8.23 and 16.6	30
Between 16.7 and 25	40
Between 25.1 and 33.3	50
Between 33.4 and 41.6	60
Between 41.7 and 50	70
Between 50.1 and 58.3	80
Between 58.4 and 66.6	90
If more than 66.6	100

## 8. Discounts

- (1) Provided that the entire premium amount is paid in advance, a 5% discount is applied over the policy premium.
- (2) Provided that the age of the insured is 40 and under, a 5% “Young Farmer Discount” is applied over the policy premium.
- (3) Provided that who takes out the insurance is female, a 10% “Woman Farmer Discount” is applied over the policy premium.
- (4) In case the insured grower, who is the relative of martyrs and veterans, presents the relative of martyr/veteran certificate, a 5% "Martyr/Veteran Relative Discount" is applied over the policy premium.
- (5) Provided that the grower who has taken out insurance is disabled, at a ratio of 40% or more, a 5% "Disabled Farmer Discount" is applied over the policy premium.
- (6) The total discount amount cannot exceed 50% of the policy premium.

## 9. Effectiveness

- (1) The herein Tariffs and Instructions take effect on the date of 01/11/2022.

### 1: Tariff Prices for Wheat Product

PROVINCE	DISTRICT	IRRIGATED –NON-IRRIGATED LAND PRODUCTION
KONYA	ALL DISTRICTS	5,50%

### SUPPLEMENT 2: Wheat Product Bread and Durum Types

Product Name	Product Type*
Wheat	Anatolian Durum Wheat (Durum)
	Anatolian White Hard Wheat (Bread)
	Anatolian Red Hard Wheat (Bread)
	Other Wheats

\* Trading wheat types in Konya Commodity Exchange according to the wheat purchase rate scales of the General Directorate of Turkish Grain Board (TMO).

(\*) TARSIM is not liable for the proper and complete translation of the text. In case of any translation mistake; general and technical conditions written in the original policy language is in force

