

COVERAGE E — SCHEDULED FARM PERSONAL PROPERTY
COVERAGE F — FARM BARN, BUILDINGS AND STRUCTURES

DEFINITIONS

1. **Grain** (No. 1 on the schedule) means threshed seeds, threshed beans, silage, ground feed, and manufactured and compounded stock foods in buildings, structures, sacks, wagons or trucks. This does not include grain under government loan.
2. **Hay in Barns** (No. 3 on the schedule) means hay, straw and fodder only while in buildings or structures.
3. **Hay in Stacks** (No. 4 on the schedule) means hay, straw and fodder in stacks, windrows and bales while in the open. Hay, straw and fodder in one area is considered one stack if separated by a clear space of 100 feet or more from any other hay, straw or fodder in the open.
4. **Machinery, Vehicles and Equipment** (No. 5 on the schedule) means machinery, vehicles, tools, supplies and equipment used in the operation of the farm. This does not include:
 - a. property which is specifically insured;
 - b. brooders, fences, windmills and windchargers and their towers;
 - c. **motor vehicles** (other than wagons and trailers designed for farming purposes and used principally on the **insured premises**), camper bodies, watercraft, aircraft, their equipment, tires and parts;
 - d. threshing machines, tractors, combines, corn pickers, hay balers, harvesters, peanut diggers, potato diggers and pickers, cotton pickers, crop driers and sawmill equipment;
 - e. manufactured gas, liquified petroleum gas, gasoline and their containers;
 - f. bulk milk tanks, bulk feed tanks, barn cleaners, pasteurizers, boilers or any permanent fixtures attached to or within a building; and
5. **Borrowed Rented or Leased Farm Machinery, Vehicles and Equipment** (No. 6 on the schedule) means farm machinery, vehicles and equipment, which are used in the farming operation and in which **you** have no interest as owner or lienholder, but which are in **your** care, custody or control. This does not include **motor vehicles** other than wagons and trailers designed for farming purposes and used principally on farm premises, camper bodies, watercraft, aircraft, their equipment, tires and parts, dealers' demonstration machinery, vehicles and equipment. This shall be excess insurance over any other valid and collectible insurance available to the owner of such borrowed farm machinery, vehicles or equipment.
6. **Poultry** means chickens, ducks, geese and turkeys.
7. **Poultry** (No. 16 on the schedule) means poultry in unheated buildings or in the open.
8. **Poultry in Heated Buildings** (No. 17 on the schedule) means poultry in the described heated building or elsewhere on the premises, but not in any other heated building.
9. **Livestock** means cattle, sheep, swine, goats, horses, mules, donkeys and hybrids thereof.
10. **Farm Barns, Buildings and Structures** means farm buildings as scheduled. This includes attached sheds and fixtures. This excludes farm dwellings or silos, whether or not attached to a structure.
11. **Tenant's Improvements and Betterments** means permanent fixtures, alterations, decorations and additions, made or acquired at **your** expense, which are part of the described farm barn or farm structure.

The definition of **insured premises** is modified when used in connection with this form.
12. **Insured Premises** also means:
 - a. the farm premises described on the Declarations;
- g. portable buildings and portable structures.

- b. other land **you** use for farming; and
- c. new farm premises acquired or leased during the policy period.

PROPERTY COVERED

Coverage E — Scheduled Farm Personal Property — We cover the classes or items of farm personal property for which a limit of liability is stated in the schedule and only while on the **insured premises**. This coverage is subject to all policy **terms** unless amended by this form.

Coverage F — Farm Barns, Buildings and Structures — We cover the items of farm real property located on the **insured premises** and for which a limit of liability is stated in the schedule. This coverage is subject to all policy **terms** unless amended by this form.

INCIDENTAL COVERAGES

This form provides the following Incidental Coverages. These incidental coverages are subject to all the **terms** of Coverages E or F. These incidental coverages do not increase the limit of liability stated for Coverages E or F.

1. **Grain in the Open.** Grain in stacks, shocks, swaths or piles while in the open on the **insured premises** is covered only for loss by fire.
2. **Away from Premises**
 - a. **Grain, Hay in Barns, Hay in Stacks, or Other Scheduled Farm Personal Property** — You may apply up to 10% of the limit of liability covering each of these items while within 100 miles of the **insured premises**. This does not cover **grain, hay in barns or hay in stacks** while:
 - 1) being stored or processed in manufacturing plants, public elevators, warehouses, seed houses or drying plants;
 - 2) in transit by common carrier; or
 - 3) in public sales barns and yards.
 - b. **Machinery, Vehicles and Equipment** — Coverage under this class is extended to cover **machinery, vehicles and equipment** while it is temporarily off, but within 100 miles of, the **insured premises**.

c. **Specifically Insured Machinery** — Specifically insured machinery is covered while it is temporarily off, but within 100 miles of, the **insured premises**.

d. **Livestock/Poultry** are covered while temporarily removed from the **insured premises**. No coverage applies while in transit by a common carrier, in public stockyards, sales barns or yards, or in a packing plant or slaughter house.

3. **Materials and Supplies** — The limit of liability that applies to a building or other structure includes all materials and supplies intended to be used in the construction, alteration or repair of such building or structure. These items must be on or adjacent to the **insured premises**.

4. **Subsequently Acquired Machinery** — The following insurance shall be excess over any other valid and collectible insurance available to the **insured**.

a. **Machinery, Vehicles and Equipment** — We cover newly acquired **machinery, vehicles and equipment** which are not replacement items. **Our** limit of liability is no more than \$15,000 on all such items. This coverage applies for 30 days from the date of acquisition or until the expiration date of the policy, if it occurs first.

Within 30 days of acquisition the **insured** must report the acquisition to **us**. The **insured** must give **us** a full description of the new machinery and pay the additional premium required.

b. **Specifically Insured Machinery** — We cover items acquired as replacements of specifically insured machinery.

Our limit of liability is the smaller of the limit of liability specified for the replaced item plus \$15,000, or the actual cash value. The additional \$15,000 limit applies for 30 days from the date

of acquisition or until the expiration date of this policy, if it occurs first.

Within 30 days of acquisition, the **insured** must report the acquisition to **us**. The **insured** must give **us** a full description of the new machinery and pay the additional premium required. If this is not done, the limit of liability for the replaced item applies.

5. Emergency Removal

- a. **We** pay for loss to covered property while removed from the **insured premises** for preservation from damage from perils insured against. Such property is covered against loss from perils insured against for 30 days. This coverage does not extend past the expiration date of the policy.
- b. **We** pay up to \$100 towing charge to move a covered mobile home endangered by a peril insured against.

6. **Debris Removal** — **We** pay for the removal of debris of covered property following an insured loss.

PROPERTY NOT COVERED

This form does not cover loss to:

1. Property covered under Coverages A, B or C or the Incidental Coverages pertaining to those coverages.
2. Outdoor antennas, their lead-in wiring, accessories, masts, towers, private power and light poles unless specifically insured.
3. Trees, plants, shrubs, lawns and growing crops.
4. Devices, accessories, or antennas designed for reproducing, receiving, transmitting, recording or playing back data, sound or picture while in or on a **motorized vehicle**, farm equipment or watercraft unless such device, accessory or antenna is permanently installed by the manufacturer (dealer) in the **motorized vehicle**, farm equipment or watercraft.
5. Film, tape, wire, record or other media for use with any device designed for reproducing, receiving, transmitting, recording or playing back of data, sound or picture while in a **motorized vehicle**, farm equipment or watercraft.

6. The contents of a rice warehouse, rice drying house, cotton gin building belonging to a cotton gin plant or located on gin premises, or machinery, vehicles or implements that are part of these operations.

FARM PERILS SECTION

This policy insures against direct physical loss to property covered under Coverage E — Scheduled Farm Personal Property and Coverage F — Farm Barns, Buildings and Structures caused by the following perils.

1. **Fire or Lightning** — This does not cover loss resulting from any electrical injury or disturbance to electrical appliances, devices, fixtures or wiring caused by electrical currents artificially generated, unless fire ensues and then only for the loss caused by such fire.
2. **Explosion** — This does not cover loss caused by:
 - a. explosion of steam boilers, steam pipes, steam turbines or steam engines, if owned by, leased by or operated under the control of the **insured**;
 - b. shock waves caused by aircraft, known as "sonic boom";
 - c. electric arcing;
 - d. rupture or bursting of rotating or moving parts of machinery caused by centrifugal force or mechanical breakdown;
 - e. water hammer;
 - f. rupture or bursting of water pipes;
 - g. rupture, bursting or operation of pressure relief devices; or
 - h. rupture or bursting due to swelling of the contents of any building or structure, caused by water.

Optional Perils — Extended Coverage — The following perils 3 through 10 are subject to an additional premium charge and apply only if a premium for Extended Coverage is shown on the Declarations.

3. **Windstorm or Hail** — This does not cover loss:
- a. caused directly or indirectly by frost, cold weather, ice (other than hail), snow or sleet, all whether wind-driven or not;
 - b. to the interior of a building, or to the property inside, caused by dust, rain, sand, sleet, snow or water, all whether wind-driven or not. Loss caused by dust, rain, sand, sleet, snow or water is covered if these elements enter through an opening in roof or walls resulting from damage caused by the direct force of wind or hail;
 - c. to **livestock** or **poultry** caused by
 - 1) running into streams or ditches or against fences or other objects;
 - 2) smothering;
 - 3) fright; or
 - 4) freezing in blizzards or snowstorms;
 - d. to hay, straw and fodder while outside of buildings;
 - e. to farm produce in stacks, shocks, or swaths;
 - f. to the following property
 - 1) awnings including their supports;
 - 2) fences;
 - 3) seawalls, property line walls, retaining walls and similar walls;
 - 4) greenhouses, hothouses, slat houses, trellises, pergolas, cabanas and outdoor equipment used for servicing the premises;
 - 5) wharves, docks, piers, boathouses, bulkheads or other structures located over or partially over water and the property therein or thereon; or
 - 6) watercraft, including their trailers, furnishings, equipment and outboard motors while such property is outside a fully enclosed building.
4. **Riot or Civil Commotion.**
5. **Aircraft** — This means only direct loss from actual physical contact of an aircraft or objects falling from an aircraft with covered property.
6. **Vehicles** — This means direct loss from actual physical contact of a vehicle with covered property. This does not cover loss:
- a. caused by vehicles owned or operated by an **insured** or occupant of the **insured premises**; or
 - b. of fences, driveways, or walks.
7. **Smoke** — This means only direct loss from smoke due to sudden, unusual and faulty operations of any heating or cooking unit on the **insured premises**. This does not cover loss caused by smoke from fireplaces, agricultural smudging operations, or industrial operations.
8. **Electrocution of Livestock** — This covers loss by electrocution of **livestock** covered under this policy.
9. **Collision** — This means direct loss to covered farm personal property or vehicles caused by:
- a. collision of a vehicle with another object; or
 - b. upset or overturn of a vehicle.
10. **Theft of Livestock and Specifically Insured Machinery** — This means any act of stealing or attempt to steal. This does not cover loss:
- a. committed by an **insured**;
 - b. disclosed on taking inventory;
 - c. by conversion or embezzlement;
 - d. by escape or mysterious disappearance; or
 - e. from premises which are vacant for more than 30 consecutive days immediately before the loss.
- Optional Peril — Vandalism** — This peril (No. 11) is subject to an additional premium charge and applies only if a premium for Vandalism is shown on the Declarations.

11. **Vandalism** — This does not cover loss if the **insured premises** are vacant for 30 consecutive days immediately before the loss.

HOW MUCH WE PAY FOR LOSS OR CLAIM

"How Much We Pay For Loss or Claim" in the General Policy Provisions is deleted and replaced by the following.

1. Losses are settled on the basis of actual cash value including deduction for depreciation, however caused.

2. Our Limit of Liability

- a. For loss to farm property **we** pay the lesser of the following amounts;

- 1) the applicable limit of liability;
- 2) the amount of **your** interest in the property;
- 3) the cost of repairing or replacing the property with materials of equivalent kind and quality to the extent practicable;
- 4) the amount computed after applying the deductible or other limitation applicable to the loss;
- 5) the amount computed by the application of any pro rata clause;
- 6) any special limit applying to the property; or
- 7) the actual cash value of the property at the time of loss.

- b. **Pro Rata Distribution Clause — Coverage E** — When **we** cover two or more farm locations, **our** limit of liability for items 1, 3, 4, 5 and 16 shown on the schedule shall be calculated separately for each of these items.

Our limit of liability is the proportion of the amount of insurance for the item that the value of the property covered under the item at each farm location bears to the total value of the property covered under the item at all locations.

The value of **machinery, vehicles and equipment** acquired, not as replacement items, within the previous 30 days shall be excluded from this calculation.

c. Special Limits of Liability

- 1) **Machinery, Vehicles and Equipment** — **We** pay no more than \$1000 for one item of machinery or equipment.
 - 2) **Poultry** — **We** pay no more than the cash market value on the farm at the time of loss. Coverage on turkeys shall not exceed 10% of the limit of liability for **poultry**.
 - 3) **Livestock** — **We** pay no more than the smallest of the following per head of **livestock**:
 - a) 120% of the amount obtained by dividing the total insurance on each class of **livestock** by the number of head in the class owned by the **insured** at the time of loss. For the purpose of this clause, each horse, mule or head of cattle under one year of age at the time of loss shall be counted as one-half head, unless otherwise provided.
 - b) the actual cash value of the animal destroyed or damaged.
 - c) \$2,000.
 - 4) **Portable Buildings and Structures** — **We** pay no more than the proportion of the limit of liability for portable buildings or structures as the value of each is to the aggregate value of all such portable buildings or structures owned by the **insured** at the time of loss.
- d. **Insurance Under More Than One Policy** — If there is other valid and collectible insurance which applies to a loss or claim, or would have applied in the absence of this policy, **our** limit of liability is the smaller of:
 - 1) the limit of liability as computed in paragraphs a. or b. above; or
 - 2) the proportion of the loss that the insurance under this policy for the item or class bears to the total insurance covering the loss.
 - e. **Tenant's Improvements and Betterments** — If **your** improvements and betterments are damaged or destroyed during the term of the policy by a covered peril **we** will pay as follows:
 - 1) If **you** repair the damage at **your** expense within 12 months, **we** pay the actual cash value of the damaged improvements and betterments up to the limit of liability.

- 2) if **you** do not repair the damage within 12 months, **we** pay the proportion of the loss that the unexpired portion of the lease or agreement bears to the period of time from the original installation of the improvements and betterments to the expiration of the lease or agreement. In the absence of a written or oral lease or rental agreement, **we** consider the expiration date of the policy as the end of the lease or agreement.
- 3) If the damage to improvements or betterments is repaired by others for **your** benefit, **we** do not owe **you** for any repairs which have been made.

3. Deductibles

- a. The deductible applies to all coverages provided by this form. The deductible does not apply to Emergency Removal and Fire Department Service Charges.

The deductible applies to all perils insured against unless otherwise stated on the Declarations or endorsement.

- b. **We** pay only that part of the loss over the deductible stated on the Declarations or endorsement. The deductible applies per occurrence, and separately to each covered location.
4. **Restoration of Limit of Liability** — Any loss **we** pay under this policy does not reduce the limit of liability.

SUSPENSION OF COVERAGE

We do not pay for loss caused by fire to the contents usual and incidental to tobacco barns, while tobacco is being cured or dried by open fire, and for five days thereafter.