



**WE PROTECT FARMS**  
*Protecting Future Generations*

## Livestock Risk Protection: *Feeder Cattle*

Livestock Risk Protection (LRP) for feeder cattle is a federally re-insured livestock price protection insurance program which protects against the decline in the Market price. An indemnity is due when the national cash price index, as reported by the Chicago Mercantile Exchange (CME), falls below the producer-selected coverage price.



Livestock Owner selects from a variety of coverage levels and insurance periods



Prices, insurance periods and rates change daily



Coverage must be purchased and approved by 8:25 am Central Time the day following the release of the LRP Offering



Protection can be purchased throughout the year



Premium is billed and paid at the end of the insurance period



Cattle ownership must be provided within 60 days after the SCE end date before an indemnity is paid



The actual price you receive for your cattle is not used in determining a loss



Premium is subsidized and dependent on the coverage level selected



No Margin Calls

Once a one-time application is submitted and approved, a producer can purchase coverage with a Specific Coverage Endorsement (SCE) for a single head (1) up to 12,000 head per SCE but no more than 25,000 head for the year (July 1 – June 30).

Coverage may be purchased on unborn calves, calves, heifers, and steers as well as for dairy and brahman-influenced animals expected to weigh up to 1,000 lbs. at the end of the SCE coverage period.



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We Protect Farms, LLC is an Equal Opportunity Provider



**256.736.2638**

# Coverage Example

Steers Weight 1 (100-599 lbs. end weight)

Effective Date	8/1/2023
Endorsement Length	21 weeks
Target Weight	5.99
Number of Head	100
Coverage Price	\$275.37
Share	100%
Insured Value	\$164,947
Premium Rate	0.038228
Total Premium	\$6,306
Subsidy (35%)	\$2,207
Producer Premium	\$4,099
Producer Cost per cwt	\$6.84
Producer Cost per head	\$40.99

Indemnity Calculation

End Date	12/26/2023
Actual Ending Value	\$242.56
Indemnity per cwt	\$32.81
Total Indemnity	\$19,653
Indemnity per Head	\$196.53
Producer Net	\$15,554
Producer Net per Head	\$155.54