

FARM MACHINERY

(The information required below may be shown on the "declarations".)

The following property is covered while it is on or away from the "insured premises".

BLANKET COVERAGE

"We" cover "your" mobile farm machinery and equipment, including accessories, tools, and spare parts. The tools and spare parts must be designed for use in operating and maintaining the farm machinery and equipment.

"We" do not cover:

1. cotton pickers;
2. harvester combines; or
3. property covered under Scheduled Coverage.

Limit

The most "we" pay in the event of a loss is: \$ _____

SCHEDULED COVERAGE

1. "We" cover the described items for which a "limit" is shown. Each item that is covered must be described below or on a schedule that is a part of this policy. A "limit" must be shown for each item. This is the most that "we" pay for a loss to that item.

Described Items	Serial Number	Limit
a.		\$ _____
b.		\$ _____
c.		\$ _____
d.		\$ _____
e.		\$ _____
f.		\$ _____
g.		\$ _____

2. "We" cover "your" unlisted mobile farm machinery and equipment including tools, accessories, and spare parts if a "limit" is shown. The most that "we" pay for a loss to all unlisted mobile farm machinery and equipment, tools, accessories, and spare parts is:

\$ _____

The most that "we" pay for each unlisted item is: \$ 2,500

DEDUCTIBLE

The following deductible amount will apply to each loss after all other adjustments have been made:

\$ _____

COINSURANCE

"You" must maintain a minimum coverage amount. This amount is 80% of the full actual cash value of all covered property. If the "limit" at the time of loss is less than the minimum coverage amount, "we" pay only a part of a loss. "Our" part of the loss is determined by dividing the "limit" by the minimum coverage amount.

This percentage is applied to the adjusted loss to determine the amount that "we" pay.

Under Scheduled Coverage, this clause applies to each described item.

EXTENSIONS OF COVERAGE

The Extensions of Coverage apply only to items covered under Scheduled Coverage.

"We" cover items acquired during the policy period as follows:

1. **Replacement Items** -- "We" cover mobile farm machinery and equipment "you" acquire during the policy period to replace specific items that are covered under Scheduled Coverage. "You" must provide us with a complete description of each replacement item and pay any additional premium within 30 days of acquisition. Any premium due will be charged from the date "you" acquire the property.

The most "we" will pay under this coverage is the smaller of the following:

- a. the "limit" shown for the specific item replaced plus an additional amount up to \$50,000 per occurrence; or

- b. the actual cash value of the item.

This coverage applies for 30 days after "you" acquire a replacement item or until "you" report it to "us", whichever occurs first. This coverage does not extend past the end of the policy period.

If "you" do not report a replacement item to "us" within the 30-day period and pay the additional premium, the most that "we" will pay is the "limit" shown for the item replaced.

2. **Newly Acquired Items** -- "We" cover mobile farm machinery and equipment that "you" acquire during the policy period which are not replacement items. "You" must provide us with a complete description of each new item and pay the additional premium within 30 days of acquisition. The premium will be charged from the date "you" acquire the property.

"We" cover these items for their actual cash value. The most "we" pay for all newly acquired items is 25% of the total "limit" shown for all items covered under Scheduled Coverage.

This coverage applies for 30 days after "you" acquire a new item or until "you" report it to "us", whichever occurs first. This coverage does not extend past the end of the policy period.

"We" do not cover:

- a. "non-farm vehicles";
- b. brooders, fences, windmills and windchargers and their towers; manufactured gas, liquified petroleum gas, gasoline, or their containers; or
- c. bulk milk tanks, bulk feed tanks, barn cleaners, pasteurizers, boilers, or any permanent fixtures attached to or within a building.

PROPERTY EXCLUDED

"We" do not cover:

1. "non-farm vehicles";
2. aircraft;
3. watercraft;
4. recreational vehicles; and
5. tires or tubes mounted on covered vehicles.
"We" do cover this property if:

- a. the loss is caused by fire, windstorm, theft, or vandalism; or
 - b. the loss is caused by a covered peril which also damages the vehicle.
-

PERILS COVERED

"We" cover direct physical loss to covered property unless the loss is caused by a peril that is excluded. The loss must be due to an external cause.

PERILS EXCLUDED

"We" do not pay for a loss if one or more of the following excluded perils apply to the loss, regardless of other causes or events that contribute to or aggravate the loss whether such causes or events act before, at the same time as, or after the excluded peril.

1. "We" do not pay for a loss caused by or that results from:
 - a. a dishonest or illegal act, alone or in collusion with another, by:

- 1) an "insured";
- 2) others who have an interest in the property;
- 3) others to whom an "insured" entrusts the property; or
- 4) the employees or agents of 1), 2), or 3), whether or not they are at work.

"We" do pay for loss caused by dishonest acts by carriers or other bailees for hire.

- b. a process to repair, adjust, service, or maintain the covered property. If a fire or explosion results, "we" do pay for loss caused by the fire or explosion.
- c. electrical currents, other than those caused by lightning that damage an electrical apparatus or its wiring. This exclusion applies only to the property in which the current is generated or through which it passes. If a fire or explosion results, "we" do pay for loss caused by the fire or explosion.
- d. contact between a tractor and an implement while:
 - 1) the implement is being hitched to or unhitched from the tractor; or
 - 2) the implement is being towed by the tractor.
- e. war. This means:
 - 1) declared war, undeclared war, civil war, insurrection, rebellion, or revolution;
 - 2) a warlike act by a military force or military personnel;
 - 3) the destruction, seizure, or use of the property for a military purpose; or
 - 4) the discharge of a nuclear weapon even if it is accidental.

f. civil authority. This means:

- 1) seizure or destruction under quarantine or customs regulations;
- 2) risks of contraband or illegal transportation or trade; or
- 3) confiscation or destruction by order of a government or public authority. "We" do pay for loss which results from acts of a civil authority to prevent the spread of fire.

g. nuclear hazard. This means nuclear reaction, nuclear radiation, or radioactive contamination whether controlled or uncontrolled. "We" do not pay for a loss that results from these perils even if it is caused by, contributed to, or aggravated by a peril covered by this policy. A loss caused by these perils will not be considered to be a loss caused by fire, explosion, or smoke. If fire is covered by this policy, "we" do pay for loss caused by a fire that results from the nuclear hazard.

2. "We" do not pay for loss that results from and which is confined to the following perils:

- a. normal wear and tear of covered property;
- b. gradual deterioration of covered property;
- c. hidden or latent defect in covered property;
- d. a quality, fault, or weakness in covered property that causes it to damage or destroy itself;
- e. faulty workmanship or materials;
- f. dampness or dryness of atmosphere;
- g. corrosion or rust; or
- h. mechanical breakdown or failure of covered property. This includes rupture or bursting by centrifugal force.

All other "terms" of the policy apply.

FO-560 Ed 1.0

Copyright MCMXCIV

American Association of Insurance Services