



UNITED STATES DEPARTMENT OF AGRICULTURE
Federal Crop Insurance Corporation
LIVESTOCK GROSS MARGIN FOR SWINE
COMMODITY EXCHANGE ENDORSEMENT

In return for your payment of premium, this Livestock Gross Margin for Swine, Commodity Exchange Endorsement will be attached to and made part of the Livestock Gross Margin (LGM) for Swine Insurance Policy, [Basic Provisions](#) subject to the terms and conditions described [therein in your policy](#).

This endorsement contains an explanation of the manner in which the data from CME Group are used to set expected and actual prices for Livestock Gross Margin (LGM) for Swine.

Pricing Months

[For farrow-to-finish operations, corn and soybean meal pricing month is the third month preceding the insurance month. For example, if target marketings are declared for March 2027, then corn and soybean meal pricing month will be December 2026.](#)

[For finishing feeder and SEW operations, corn and soybean meal pricing month is the second month preceding the insurance month. For example, if target marketings are declared for March 2027, then corn and soybean meal pricing month will be January 2027.](#)

Expected Prices

Expected prices are calculated as described below.

(a) Lean Hog

- (i) For insurance months February, April, May, June, July, August, October and December:
 - Preliminary CME lean hog futures daily settlement prices for the contract month that is equal to the insurance month, observed on the effective date.
- (ii) For insurance month of January:
 - Preliminary CME lean hog futures daily settlement prices for the contract month of February, observed on the effective date.
- (iii) For insurance month of March:
 - Preliminary CME lean hog futures daily settlement prices for the contract month of April, observed on the effective date.
- (iv) For insurance month of September:
 - Preliminary CME lean hog futures daily settlement prices for the contract month of October, observed on the effective date.
- (v) For insurance month of November:
 - Preliminary CME lean hog futures daily settlement prices for the contract month of December, observed on the effective date.

(b) Corn

- (i) For [insurance pricing](#) months March, May, July, September, and December:
 - Preliminary CME corn futures daily settlement prices for the contract month that is equal to the [insurance pricing](#) month, observed on the effective date.
- (ii) For [insurance pricing](#) months of January and February:
 - Preliminary CME corn futures daily settlement prices for the contract month of March, observed on the effective date.
- (iii) For [insurance pricing](#) month of April:
 - Preliminary CME corn futures daily settlement prices for the contract month of May, observed on the effective date.
- (iv) For [insurance pricing](#) month of June:
 - Preliminary CME corn futures daily settlement prices for the contract month of July, observed on the effective date.
- (v) For [insurance pricing](#) month of August:
 - Preliminary CME corn futures daily settlement prices for the contract month of September, observed on the effective date.

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- (vi) For insurancepricing months of October and November:
- Preliminary CME corn futures daily settlement prices for the contract month of December, observed on the effective date.
- (c) Soybean Meal
- (i) For insurancepricing months January, March, May, July, August, September, October, and December:
- Preliminary CME soybean meal futures daily settlement prices for the contract month that is equal to the insurancepricing month, observed on the effective date.
- (ii) For insurancepricing month of February:
- Preliminary CME soybean meal futures daily settlement prices for the contract month of March, observed on the effective date.
- (iii) For insurancepricing month of April:
- Preliminary CME soybean meal futures daily settlement prices for the contract month of May, observed on the effective date.
- (iv) For insurancepricing month of June:
- Preliminary CME soybean meal futures daily settlement prices for the contract month of July, observed on the effective date.
- (v) For insurancepricing month of November:
- Preliminary CME soybean meal futures daily settlement prices for the contract month of December, observed on the effective date.

Actual Prices

Actual prices are calculated as described below.

- (a) Lean Hog
- (i) For insurance months February, April, May, June, July, August, October, and December:
- Simple average of final CME lean hog futures daily settlement prices for the contract month that is equal to the insurance month, observed over seven trading days prior to the contract last trade date.
 - For example, for July 2025October 2026, the last trade date is July 15, 2025October 14, 2026. Actual price is the simple average of daily settlement prices for July 3rd, July 7th – 11th, October 5 – 9 and July 14th, 2025October 12 – 13, 2026.
- (ii) For insurance month of January:
- Simple average of final CME lean hog futures daily settlement prices for the contract month of February, observed over seven trading days following January 8th.
 - For example, for January 20252027, February 20252027 lean hog futures, simple average of daily settlement prices for January 9th – 10th 11 – 15 and January 13th – 17th, 202519 – 20, 2027.
- (iii) For insurance month of March:
- Simple average of final CME lean hog futures daily settlement prices for the contract month of April, observed over seven trading days following March 8th.
 - For example, for March 20252027, April 20252027 lean hog futures, simple average of daily settlement prices for March 10th – 14th 9 – 12 and March 17th – 18th, 202515 – 17, 2027.
- (iv) For insurance month of September:
- Simple average of final CME lean hog futures daily settlement prices for the contract month of October, observed over seven trading days following September 8th.
 - For example, for September 20252026, October 20252026 lean hog futures, simple average of daily settlement prices for September 9th – 12th 9 – 11 and September 15th – 17th, 202514 – 17, 2026.
- (v) For insurance month of November:
- Simple average of final CME lean hog futures daily settlement prices for the contract month of December, observed over seven trading days following November 8th.
 - For example, for November 20252026, December 20252026 lean hog futures, simple average of daily settlement prices for November 10th – 14th 9 – 13 and November 17th – 18th, 202516 – 17, 2026.
- (b) Corn
- (i) For insurancepricing months March, May, July, September, and December:
- Simple average of final CME corn futures daily settlement prices for the contract month that is equal to the insurancepricing month, observed over three trading days prior to the contract first notice date.
 - For example, for July 20252026, the first notice date is June 30, 20252026. The actual price is the simple average of daily settlement prices for June 25th, 26th 25, 26, and 27th, 202529, 2026.
- (ii) For insurancepricing month of January:
- Simple average of final CME corn futures daily settlement prices for the contract month of March, observed

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- over three trading days prior to January 4st1.
- For example, for January 20252027, March 20252027 corn futures, simple average of daily settlement prices for December 27th, 30th29, 30, and 31st, 202431, 2026.
- (iii) For insurancepricing month of February:
- Simple average of final CME corn futures daily settlement prices for the contract month of March, observed over three trading days prior to February 4st1.
 - For example, for February 20252027, March 20252027 corn futures, simple average of daily settlement prices for January 29th, 30th27, 28, and 31st, 202529, 2027.
- (iv) For insurancepricing month of April:
- Simple average of final CME corn futures daily settlement prices for the contract month of May, observed over three trading days prior to April 4st1.
 - For example, for April 20252027, May 20252027 corn futures, simple average of daily settlement prices for March 27th, 28th29, 30, and 31st, 202531, 2027.
- (v) For insurancepricing month of June:
- Simple average of final CME corn futures daily settlement prices for the contract month of July, observed over three trading days prior to June 4st1.
 - For example, for June 20252027, July 20252027 corn futures, simple average of daily settlement prices for May 28th, 29th27, 28, and 30th, 202531, 2027.
- (vi) For insurancepricing month of August:
- Simple average of final CME corn futures daily settlement prices for the contract month of September, observed over three trading days prior to August 4st1.
 - For example, for August 20252026, September 20252026 corn futures, simple average of daily settlement prices for July 29th, 30th29, 30, and 31st, 202531, 2026.
- (vii) For insurancepricing month of October:
- Simple average of final CME corn futures daily settlement prices for the contract month of December, observed over three trading days prior to October 4st1.
 - For example, for October 20252026, December 20252026 corn futures, simple average of daily settlement prices for September 26th, 29th28, 29, and 30th, 202530, 2026.
- (viii) For insurancepricing month of November:
- Simple average of final CME corn futures daily settlement prices for the contract month of December, observed over three trading days prior to November 4st1.
 - For example, for November 20252026, December 20252026 corn futures, simple average of daily settlement prices for October 29th, 30th28, 29, and 31st, 202530, 2026.
- (c) Soybean Meal
- (i) For insurancepricing months January, March, May, July, August, September, October, and December:
- Simple average of final CME soybean meal futures daily settlement prices for the contract month that is equal to the insurancepricing month, observed over three trading days prior to the contract first notice date.
 - For example, for July 20252026, the first notice date is June 30, 20252026. The actual price is the simple average of daily settlement prices for June 26th, 26th25, 26, and 27th, 202529, 2026.
- (ii) For insurancepricing month of February:
- Simple average of final CME soybean meal futures daily settlement prices for the contract month of March, observed over three trading days prior to February 4st1.
 - For example, for February 20252027, March 20252027 soybean meal futures, simple average of daily settlement prices for January 29th, 30th27, 28, and 31st, 202529, 2027.
- (iii) For insurancepricing month of April:
- Simple average of final CME soybean meal futures daily settlement prices for the contract month of May, observed over three trading days prior to April 4st1.
 - For example, for April 20252027, May 20252027 soybean meal futures, simple average of daily settlement prices for March 27th, 28th29, 30, and 31st, 202531, 2027.
- (iv) For insurancepricing month of June:
- Simple average of final CME soybean meal futures daily settlement prices for the contract month of July, observed over three trading days prior to June 4st1.
 - For example, for June 20252027, July 20252027 soybean meal futures, simple average of daily settlement prices for May 28th, 29th27, 28, and 30th, 202531, 2027.
- (v) For insurancepricing month of November:
- Simple average of final CME soybean meal futures daily settlement prices for the contract month of December, observed over three trading days prior to November 4st1.
 - For example, for November 20252026, December 20252026 soybean meal futures, simple average of daily settlement prices for October 29th, 30th28, 29, and 31st, 202530, 2026.

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Offer Availability

Available insurance months are determined by the closing month of the policy. The closing month is determined by the month of the first day of the sales period. For example, if LGM for Swine has sales periods that begin on January 7, 14, 21, and 28, the closing month of all of these sales periods is January. Table 1 presents the information on insurable months based on the closing month (in Column 1). The closing month determines the insurance period (in Column 2). Within each insurance period, the insurance months are shown in Column 3 with the relevant hog and feed pricing months are shown in Columns 4-9 (Columns 4-6 for farrow-to-finish operations, Columns 6-9 for finishing operations).

The sales period begins on the Thursday of the week when the coverage prices and rates are posted on the RMA website and ends at 8:25 AM Central Time of the following calendar day. Sales will not be available for purchase if the Thursday of the sales period is a CME market holiday or if USDA Hogs and Pigs report will be released on that day. If the expected gross margins are not available on the RMA website by 4:30 PM Central Time on the effective date, LGM for Swine will not be offered for sale for that insurance period.

Table 1. Cycles within the insurance period for LGM for Swine Insurance

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6	Column 7
Sales Closing Month	Insurance Period	Hog Price Insurance Month	<u>Farrow-to-Finish</u> Feed Pricing Month		<u>SEW/Finishing</u> Feed Pricing Month	
			Corn	Soybean Meal	Corn	Soybean Meal
January	February - July	March	December	December	January	January
		April	January	January	February	February
		May	February	February	March	March
		June	March	March	April	April
		July	April	April	May	May
February	March - August	April	January	January	February	February
		May	February	February	March	March
		June	March	March	April	April
		July	April	April	May	May
		August	May	May	June	June
March	April - September	May	February	February	March	March
		June	March	March	April	April
		July	April	April	May	May
		August	May	May	June	June
		September	June	June	July	July
April	May - October	June	March	March	April	April
		July	April	April	May	May
		August	May	May	June	June
		September	June	June	July	July
		October	July	July	August	August
May	June - November	July	April	April	May	May
		August	May	May	June	June
		September	June	June	July	July
		October	July	July	August	August
		November	August	August	September	September
June	July - December	August	May	May	June	June
		September	June	June	July	July
		October	July	July	August	August
		November	August	August	September	September
		December	September	September	October	October

Table 1. Continued

Column 1	Column 2	Column 3	Column 4	Column 5	Column 6	Column 7
Sales Closing Month	Insurance Period	Hog Price Insurance Month	<u>Farrow-to-Finish</u> Feed Pricing Month		<u>SEW/Finishing</u> Feed Pricing Month	
			Corn	Soybean Meal	Corn	Soybean Meal
July	August - January	September	June	June	July	July
		October	July	July	August	August
		November	August	August	September	September
		December	September	September	October	October
		January	October	October	November	November
August	September - February	October	July	July	August	August
		November	August	August	September	September
		December	September	September	October	October
		January	October	October	November	November
		February	November	November	December	December
September	October - March	November	August	August	September	September
		December	September	September	October	October
		January	October	October	November	November
		February	November	November	December	December
		March	December	December	January	January
October	November - April	December	September	September	October	October
		January	October	October	November	November
		February	November	November	December	December
		March	December	December	January	January
		April	January	January	February	February
November	December - May	January	October	October	November	November
		February	November	November	December	December
		March	December	December	January	January
		April	January	January	February	February
		May	February	February	March	March
December	January - June	February	November	November	December	December
		March	December	December	January	January
		April	January	January	February	February
		May	February	February	March	March
		June	March	March	April	April