

Issuing an advance using CAIS coverage

Individual (not affected by the *Related Producers' Provision*)

Forms required

Pre-harvest *advance Application* form - CAIS
Additional Priority Agreement form(s) - if required

Instructions for completing the *Advance Application*

The applicant must read the terms and conditions outlined on the advance application. Advise that by signing the application, the applicant is agreeing to these terms and conditions.

Complete the applicant and delivery point information section of the form.

- Name, address, date of birth, phone and fax number.
- Applicant's CAIS Personal Identification Number (PIN)
- Your station fax number to receive faxes of documents for correction and authorization where approval is required.

2007-08 Production Period Application For Advance Payment (Pre-harvest) - CAIS				123456	
This production period runs from April 1/07 to September 30/08 (Advances may be issued until July 31/07)					
NOTE TO THE ELEVATOR MANAGER: Do not issue a cash ticket(s) to a corporation, partnership (includes joint producers and be pre-approval of the Declaration and Guarantee or Guarantee for Colonies from the CWB.					
Applicant Information - ALL requested information must be provided (PLEASE PRINT)				This form must be completed in ink.	
Applicant's Last Name <i>Lockhart</i>	First Name <i>Jane</i>	Middle Name <i>E</i>	Applicant's CWB Identification Number <i>0054320179</i>	Day <i>18</i>	Month <i>08</i>
Applicant's Address <i>Box 233</i>			Permit Number	Company/Delivery Point Code <i>01123456789</i>	Year <i>07</i>
<i>Otterburne MB</i>			CAIS Personal Identification No. (PIN) <i>123456789</i>	Station Name <i>Newhere, MB</i>	
<i>ROA 1G0</i>		Date of birth (DD/MM/YY) <i>26/03/75</i>	Reference Number	Station Telephone No. <i>(555) 324-5130</i>	
Applicant's Telephone No. <i>(555) 338-4260</i>	Applicant's Fax No. <i>(555) 338-4261</i>		Declaration and Guarantee/Guarantee No.	Station Fax No. <i>(555) 324-5131</i>	

For the section regarding related producers, the applicant is not affected by the *Related Producers' Provision* and should check the box "No". The applicant does not require a *Related Producers' Declaration* form.

ALL APPLICANTS MUST COMPLETE THIS SECTION

Complete the following questions by answering "Yes" or "No". Answer "Yes" if either statement (or both) is true. If you answer "Yes", you are affected by the Related Producers' Provision. Yes No

- Have you applied for or received an advance under any other farming operations for the 2007-08 production period as an individual or a corporation, partnership (business enterprise) or cooperative?
- Do you share the reporting of income or losses from this or any other farming operation with anyone else for the purposes of the *Income Tax Act (Canada)*?

Part 1

1. Calculated amount

1. Enter the applicant's Anticipated Seeded Acres, by class of grain, in column i.
2. Record the applicant's Estimated Yield, by class of grain, in column ii. Yields exceeding 1.000 tonne per acre for wheat and durum and 1.250 tonnes per acre for barley must be sent to CWB for pre-approval before any monies are issued.
3. Calculate the Eligible Tonnes for each class of grain. Multiply column ii by column i and enter the amount in column iii.
4. Multiply the Rate Per Tonne in column iv by column iii and enter the result for each class of grain in column v, Calculated amount.
5. Add all amounts in column v and enter the total in 1(k).
6. The Total Calculated amount in Box A is the result of subtracting (l), the applicant's previous 2007-08 wheat, durum and barley pre-harvest advances applied for or received under this identification number using CAIS coverage from (k).

PART I Based on Anticipated Seeded Acres and CAIS coverage					
1. Calculated Amount (indicate amounts in whole dollars)					
Grain	i Applicant's Anticipated Seeded Acres	ii Estimated Yield (Tonnes per acre) * see below	iii Eligible Tonnes (Column ii multiplied by Column i) in whole tonnes	iv Rate Per Tonne	v Calculated Amount (Column iii multiplied by Column iv)
a) WHEAT CWRS	5 0 0 0	9 5 0	4 7 5	\$80	\$ 3 8 0 0 0
b) CWHWS		1 0 0 0		\$80	\$
c) CPSR		1 0 0 0		\$80	\$
d) CPSW		1 0 0 0		\$80	\$
e) CWES		1 0 0 0		\$80	\$
f) CWRW		1 0 0 0		\$80	\$
g) CWSWS		1 0 0 0		\$80	\$
h) Non Reg Variety		1 0 0 0		\$80	\$
i) DURUM	1 0 0 0	7 5 0	7 5 0	\$86	\$ 6 4 5 0 0
j) BARLEY	2 0 0 0	1 1 2 5	2 2 5 0	\$50	\$1 1 2 5 0 0
*For wheat and durum, cannot exceed 1.000 tonne per acre, and for barley, cannot exceed 1.25 tonnes per acre, without CWB approval.					215 000
k) Add a) through j) of column v					
l) Applicant's previous 2007-08 wheat, durum and barley advances applied for or received under this identification number using CAIS coverage					
m) Subtract l) from k) and enter the result in Box A					215 000 A

Note: For the purposes of this form, CWRW may be shown as anticipated seeded acres. If the applicant has CWRW and another grain, issue 100 per cent of the CWRW and 60 per cent of the other grain(s) as a first payment.

7. Enter the applicant's CAIS Reference Margin from the Options Notice in 1(n)(i). The CAIS 2006 Options Notice can be used to confirm program coverage. Applicants who do not have a copy of their 2006 Options Notice can contact CAIS administration toll-free at 1-866-367-8506 (MB, SK, BC), and 1-877-744-7900 (AB).
8. Enter the government's portion of the producer's selected coverage (minimum= 56%, medium=66.5% and maximum=70%) in 1(n)(ii).
9. Multiply 1(n)(i) by 1(n)(ii) to determine Total CAIS security and enter the result in 1(n)(iii).
10. Enter CAIS security used for previous 2007-08 wheat, durum and barley advances in 1(n)(iv) and for other agricultural products in 1(n)(v).
11. Subtract 1(n)(iv) and 1(n)(v) from 1(n)(iii) and enter the amount in Box B.

n) i CAIS Reference Margin	ii Gov. portion of producer's selected coverage (minimum 56%, medium 66.5% or maximum 70%)	iii Total CAIS Security (Column i x column ii)	iv CAIS security used for previous 2007-08 wheat, durum and barley advances	v CAIS security used for other agricultural products	CAIS security remaining (subtract column iv and v from column iii and enter in Box B)
\$ 80000	66.5%	\$ 53200	\$ 0	\$ 0	\$ 53,200 B

2. Maximum advance

To calculate the maximum pre-harvest advance for which the applicant is eligible, subtract from 2(a):

12. 2(b) – the total of all previous pre-harvest advances for wheat, durum and barley for which the applicant has applied or received under all farming operations;
13. 2(c) – the amount applied for or received from all other organizations under all farming operations for all other agricultural products;
14. 2(d) – the unpaid principal balance of all 2006-07 wheat, durum and barley advances under all farming operations; and
15. 2(e) – the unpaid principal balance of all 2006-07 advances received from all other organizations under all farming operations on all other crops; and
16. enter this amount in Box C, Maximum Cash Advance.

2. Maximum Advance	
Individual applicants affected by the <i>Related Producers Provision</i> must complete a <i>Related Producers' Declaration</i> now. Companies must complete this section before completing the <i>Related Producers' Declaration(s)</i> .	
a) Maximum advance payment	\$400,000
b) Applicant's total previous 2007-08 wheat, durum and barley advances applied for or received under all farming operations	
c) Applicant's total previous 2007-08 advances applied for or received from all other organizations under all farming operations on all other agricultural products (crops and livestock)	
d) Applicant's unpaid balance of all 2006-07 wheat, durum and barley advances under all farming operations	
e) Applicant's unpaid balance of all 2006-07 advances received from all other organizations under all farming operations on all other crops	
f) From a), subtract b) + c) + d) + e) and enter the total in Box C	400,000 C
	Maximum Cash Advance

3. Advance payment

17. Record the amount the applicant is requesting in Box D. Ensure that this amount does not exceed the lesser of Boxes A, B or C.
18. Determine the amount you can issue as a first payment. That amount cannot exceed 60 per cent of Box D.

Example: \$100,000 Total Advance (Box D)
 $\$100,000 \times .6 = \$60,000$ (first payment)

If 60 per cent exceeds \$100,000, issue a cash ticket for \$100,000 and send the application to the CWB for approval of the remaining balance.

19. Subtract the amount issued in the first payment, Box E from the amount requested, Box D, and enter the remainder in Box F. Submit the white CWB first copy of the application with the first payment advance cash ticket to the CWB through your head office. Retain the yellow (manager's) copy and the blue CWB second copy in case the applicant requests a second payment after seeding is complete.

Example:

\$60,000	(first payment amount)
- 79.50	Grain company fee (includes GST)
\$59,920.50	paid to applicant

Second payment

- If the applicant declares that the anticipated seeded acres are the same as actual seeded acres, the second payment can be issued as shown in Box F. It is not necessary to submit the blue CWB second copy to the CWB after issuing the second payment.

3. The Advance Payment	
a) Total advance applied for must equal first and second payment (Cannot exceed Box A, B or C or, if applicable, Box 10 of the <i>Participants' Calculation Worksheet</i>)	53,200 D
b) First payment paid by elevator manager at date of application (Cannot exceed 60% of Box D)	31,920 E
<small>Do not issue the cash ticket if CWB approval is required for a company requiring a Declaration and Guarantee or a Colony requiring a Guarantee.</small>	
c) Second payment to be paid by elevator manager after the producer has confirmed that actual seeded acres are equivalent to the anticipated seeded acres shown in column 1.i. (Subtract Box E from Box D)	21,280 F
<small>If the First Payment requested (Box E) exceeds \$100,000, CWB approval is required before issuing the amount in excess of \$100,000. The \$100,000 limitation includes any previous advance payments issued to the applicant through the permit book. If the actual seeded acres DO NOT match the anticipated seeded acres, complete PART 2 of this form before issuing the second payment.</small>	

If the actual seeded acres do not match anticipated seeded acres, the applicant must complete Part 2 of the advance application before the second payment can be issued.

Part 2

4. Calculated amount

Complete this part of the application if:

- the applicant is only applying for an advance payment on actual seeded acres. (Part 1 of the application form does not have to be completed).

OR

- actual seeded acres Do Not match anticipated seeded acres (from Part 1). (Recalculation on actual seeded acres for second payment)

- Enter the applicant's Actual Seeded Acres, by class of grain, in column i.
- Record the applicant's Estimated Yield, by class of grain, in column ii. Yields exceeding 1.000 tonne per acre for wheat and durum and 1.250 tonnes per acre for barley must be sent to CWB for pre-approval before any monies are issued.
- Calculate the Eligible Tonnes for each class of grain. Multiply column ii by column i and enter the amount in column iii.
- Multiply the Rate Per Tonne in column iv by column iii and enter the result for each class of grain in column v, Calculated amount.
- Maximum advance Payment (k) is the sum of all Calculated amounts in column v.
- The Total Calculated amount in Box G is the result of subtracting (l) the applicant's previous 2007-08 wheat, durum and barley pre-harvest advances applied for or received under the ID number shown on the pre-harvest advance application from (k). (Do not include any monies issued through Part 1 of this application.)

4. Calculated Amount (indicate amounts in whole dollars)					
Grain	i Applicant's Seeded Acres	ii Estimated Yield (Tonnes per acre) * see below	iii Eligible Tonnes (Column i multiplied by Column ii) in whole tonnes	iv Rate Per Tonne	v Calculated Amount (Column iii multiplied by Column iv)
a) WHEAT CWRS	4 0 0 0	1 . 0 9 5 0	3 8 0 0	\$80	\$ 3 0 4 0 0
b) CWHWS		1 . 0 0 0 0		\$80	\$
c) CPSR		1 . 0 0 0 0		\$80	\$
d) CPSW		1 . 0 0 0 0		\$80	\$
e) CWES		1 . 0 0 0 0		\$80	\$
f) CWRW		1 . 0 0 0 0		\$80	\$
g) CWSWS		1 . 0 0 0 0		\$80	\$
h) Non Reg Variety		1 . 0 0 0 0		\$80	\$
i) DURUM	1 5 0 0	1 . 0 7 5 0	1 1 2 5	\$86	\$ 9 6 7 5 0
j) BARLEY	2 0 0 0	1 . 1 2 5	2 2 5 0	\$50	\$ 1 1 2 5 0 0
*For wheat and durum, cannot exceed 1.000 tonne per acre, and for barley, cannot exceed 1.25 tonnes per acre, without CWB approval.					
k) Add a) through j) of column v Maximum Advance Payment					2 3 9 , 6 5 0
l) Applicant's previous 2007-08 wheat, durum and barley advances applied for or received under this identification number using CAIS coverage (do not include any monies issued through PART I of this Application)					
m) Subtract l) from k) and enter the result in Box G Total Calculated Amount					2 3 9 , 6 5 0 G

- Complete 4 (n)(i) to 4 (n)(v) and enter the result in Box H. If there has been no change to the applicant's CAIS reference margin, transpose the figures from Part 1. The CAIS 2006 Options Notice can be used to confirm program coverage. Applicants who do not have a copy of their 2006 Options Notice can contact CAIS administration toll-free at 1-866-367-8506 (MB, SK, BC), and 1-877-744-7900 (AB).

n)	i CAIS Reference Margin	ii Govt. portion of producer's selected coverage (minimum 56%, medium 66.5% or maximum 70%)	iii Total CAIS Security (Column i x column ii)	iv CAIS security used for previous 2007-08 wheat, durum and barley advances (do not include any monies issued through Part 1)	v CAIS security used for other agricultural products	CAIS security remaining (subtract column iv and v from column iii and enter in Box H)
	\$ 80,000	66.5%	\$ 53,200	\$ 0	\$ 0	53,200 H

5. Maximum advance

To calculate the maximum advance for which the applicant is eligible, subtract from 5(a):

8. 5(b) – the total of all previous advances for wheat, durum and barley the applicant has applied for or received under all farming operations;
9. 5(c) – the amount applied for or received from all other organizations under all farming operations for all other agricultural products;
10. 5(d) – the unpaid principal balance of all 2006-07 wheat, durum and barley advances under all farming operations;
11. 5(e) – the unpaid principal balance of all 2006-07 advances received from all other organizations under all farming operations on all other crops;
12. enter this amount in Box I, Maximum Cash Advance.
(Do not include any monies issued through Part 1 of this application.);

5. Maximum Advance	
Individual applicants affected by the <i>Related Producers Provision</i> must complete a <i>Related Producers' Declaration</i> now. Companies must complete this section before completing the <i>Related Producers' Declaration(s)</i> .	
a) Maximum advance payment	\$400,000
b) Applicant's total previous 2007-08 wheat, durum and barley advances applied for or received under all farming operations (Do not include any monies issued through PART 1 of this application)	
c) Applicant's total previous 2007-08 advances applied for or received from all other organizations under all farming operations on all other agricultural products (crops and livestock)	
d) Applicant's unpaid balance of all 2006-07 wheat, durum and barley advances under all farming operations	
e) Applicant's unpaid balance of all 2006-07 advances received from all other organizations under all farming operations on all other crops	
f) From a), subtract b) + c) + d) + e) and enter the total in Box I Maximum Cash Advance	400,000 I

6. Advance payment

13. Record the amount being applied for in Box J. Ensure that this amount does not exceed the lesser of Boxes G, H or I;
14. The amount of payment that may be issued is Box J minus Box K. If applicable, show the amount issued as a first payment (Box E of Part 1) in Box K and subtract Box K from the amount requested (Box J) and show the result in Box L;
15. If the applicant is applying for an advance payment on actual seeded acres and has not been issued a first payment, indicate NIL in Box K and show the amount applied for (Box J) in Box L.

6. The Advance Payment	
a) Total eligible amount of advance payment based on actual seeded Acres (Cannot exceed Box G, H or I or, if applicable, Box 10 of the <i>Participants' Calculation Worksheet</i>)	53,200 J
b) If applicable, subtract the amount paid by elevator manager prior to seeding (Box E in PART 1) Otherwise, show NIL	31,920 K
c) Amount of payment (Box J subtract Box K)	21,280 L
Do not issue the cash ticket if CWB approval is required for a company requiring a <i>Declaration and Guarantee</i> or a <i>Colony</i> requiring a <i>Guarantee</i> . If the advance payment requested (BOX J) exceeds \$100,000, CWB approval is required before issuing the amount of payment (Box L). The \$100,000 limitation includes any previous advances issued to the applicant through the permit book. Note: The \$100,000 limitation does not apply if monies issued through PART 1 of this application exceeded \$100,000 and CWB approval was obtained.	