

# Assignment 5 - Agricultural Risk Coverage & Crop Insurance

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- Using the data for Clinton County Ohio:
  1. Estimate the value Agricultural Risk Coverage (ARC) using simulation. Hint: You can draw prices and yield using the correlated normal (`xdraw j- xmean + chol(var)% * % rnorm(2)`).
  2. What is the fair price of 85 % revenue protection given a corn price of \$ 3.45 /bu.