

MCII and GIZ Workshop

*„Developing a Strategic Concept for the
Implementation of Climate Risk Insurance in an
Integrated Climate Risk Management Approach“*

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GLZ in the field of Insurance

Set up and objective:

- federally-owned corporation, organised as private-sector entity
- commissioned by public and private-sector bodies inside and outside Germany
- promotes complex reforms / processes of change
- Competence Centre FSD is part of Division: Sustainable Economic Development

Objective: to sustainably improve living conditions / prospects for people in developing / transition countries.

Insurance Sector is an integral part of Financial Sector Development:

• **Topics:**

- Agricultural & Climate Risk
- Microinsurance & Market Development
- Regulation & Supervision

• **Main Partners:**

- Access to Insurance Initiative (a2ii)
- Munich Climate Insurance Initiative (MCII)
- (Re)Insurance companies, regulators & supervisors, technology entities
- Making Finance Work for Africa



FSD Products/Main Topics – Recent structure

002 - Microfinance (PM: F. Henrich)

Regulation/
Supervision

Associations and
Training Center

Savings
Mobilisation and
Products

Financial Literacy/
Responsible
Finance

Islamic Banking

038 - Rural, SME and Agricultural Finance (PM: A. Riemann)

Access to
Finance in Rural
Areas

Agricultural
Finance & Value
Chains

SME Finance

Banking beyond
Branches/New
Technologies

190 - Financial Sector Stability & Development (PM: T. Foerch)

Financial Sector
Regulation &
Supervision

Financial Market
Infrastructure

Monetary Policy

Capital Markets
Development

093 – (Micro)Insurance, (PM 4140: J. Voss; PM 4310 J. Hennig)

Insurance
Regulation and
Supervision

Product
Development

Supporting
Infrastructure

Consumer
Protection

Weather &
Agricultural
Insurance

Green Finance (new Product)

Policy Advice

Green (self-)
Regulation and
Supervision

Capacity Building
for institutional
Development

Financing
Instruments
Energy (EE)



GIZ Insurance Topics, Teams and main Partners

Unit ACRI

Agricultural and Climate Risk
Insurance

Research

Project
Support

Advisory
Services

Acquisition

Main GIZ Partners:

AllianzRE
Munich Climate Insurance
Initiative (MCII)
MunichRE CC Disaster Risk
Management
MunichRE Team Agro

(Micro)Insurance Market Development

Knowledge
Mgmtm

Dialog
Platform

Market
development

Networking

Main GIZ Partners:

Microinsurance Network
AllianzSE
FIDES
German Insurance
Association – GDV

Access to Insurance Initiative (Sector Project Insurance)

Tool deve-
lopment

Knowledge
sharing

IAIS imple-
ment. partner

Main GIZ Partners:

IAIS
Munich RE Foundation
BaFin Germany
Microinsurance Network
A2II partner organizations

GIZ Agricultural & Climate Risk Projects

Sector Projects (global)

Financial Systems Approaches to Insurance - Access to Insurance Initiative (A2ii)

Development of Integrated Systems of Social Protection

Asia Regional Projects

- 1| Regulatory Framework Promotion of Pro-poor Insurance Markets in Asia
- 2| Remote sensing-based Information and Insurance for Crops in Emerging economies (RIICE)

Uganda
Market Analysis and Drafting of Microinsurance and Micro Health Insurance Regulations

India
1| Strategic Alliance with Allianz SE
2| Rural Insurance Project (under preparation)

China
Insurance Instruments for Adaptation to Climate Change

Nigeria
Market Analysis and Regulatory Reform and Market Development Project

Peru
Insurance for micro agricultural credits for adaptation to climate change

Ghana
1| Innovative insurance products for adaptation to climate change
2| Promoting Microinsurance in Ghana

Kenya
Risk management strategies for adaptation to climate change in agriculture

Philippines
Strategic Alliance with Munich Re: CLIMBS Weather Protect

Namibia
FIDES Namibia Microinsurance Initiative (PPP)

- (Micro)Insurance general
- Agricultural insurance
- PPP/ Strategic alliances





GIZ Dedication to Climate Risk Management

- Various climate risk insurance projects globally
- Agricultural & Climate Risk Insurance Unit (ACRI) within GIZ to serve as knowledge and advisory hub (-> collection of key elements / success factors for implementing sustainable agricultural insurance schemes)
- Cooperation with MCII (financed by BMU) to facilitate climate insurance solutions in integrated risk management approaches:
 - **Expectations:**
 - Facilitate strategic dialogue with international climate risk experts
 - Share complementary expertise
 - Support in implementing the concept into GIZ climate risk projects





Expectations and Questions for this Workshop

- Collect approaches, first lessons learned and good practices from experts – that integrate the climate change and insurance/FSD perspective
 - Build the basis for developing a strategic concept
 - Clarify the role of insurance in an integrated climate risk management approach
 - Link the technical assistance provided by climate experts / think tanks to policy makers with the advice related to the implementation of insurance mechanisms for reducing climate risk


- Facilitate dialogue among experts and policy-makers to share knowledge and contribute jointly to a strategic concept that builds the basis for a blueprint (in the context of the upcoming policy making milestones in the international climate change debate 2015)



Thank you!

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Selected FSD Activities – Currently 47 programmes worldwide

Global Alliance for Financial Inclusion 

- Global alliance of over 85 countries to strengthen financial access
- Exchange platform for south- south dialogue

Tunisia Promotion of the Microfinance Sector

- Establishing a supervisory authority

India Microfinance and rural finance

- NABARD Linkage Banking, the world's largest microfinance program
- reform of the credit cooperative structure

China Central bank advisory Services

- Capital market development
- Transforming Chinas post bank into a modern intermediary

Vietnam Central bank advisory

- Monetary policy
- Risk Management
- Forecasting

Global Access to Insurance Initiative 

facilitating dialogue and good practice with regulators and other stakeholders

Algeria Microinsurance for Young Entrepreneurs

- Income maintenance via microinsurance

Africa Making Finance Work for Africa 

- Promoting **inclusive financial systems**
- **Central interface** to brings together banks, governments, donors and MFIs

- Financial Sector Stability
- Microfinance
- Agricultural Finance/SME
- Insurance