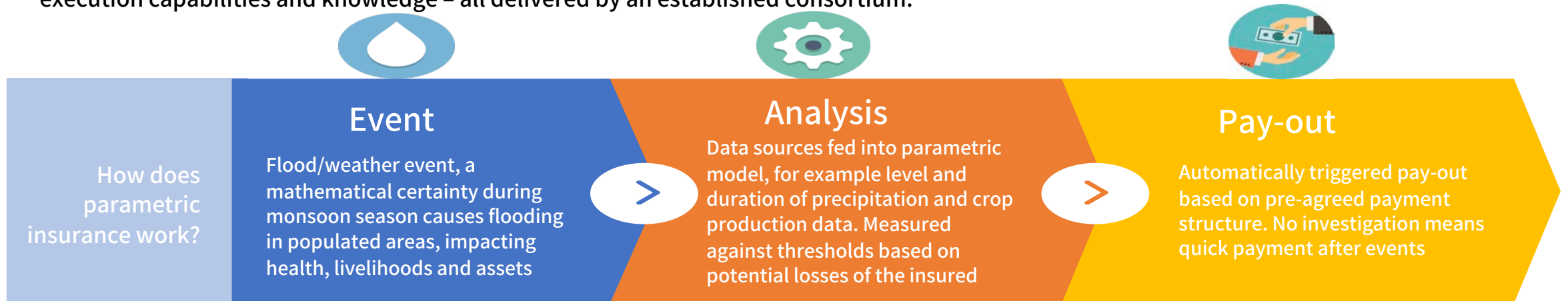


Risk Financing Solutions: “Parametric Flood Insurance for climate vulnerable agriculture in Nepal”:

Project Solution: Parametric flood insurance - local customization, innovative delivery

“When it floods, it pays”: Parametric flood insurance for smallholder farmers delivered via mobile device by local cooperatives is the lowest-cost, simplest method to serve large numbers of households increasingly vulnerable to climate change

The solution combines new product technologies (parametric), last-mile delivery technologies (mobile/digital) and proven on-the-ground execution capabilities and knowledge – all delivered by an established consortium.



Why use a parametric approach over traditional indemnity products?

- Reduces complexity, such as claim investigation, removing verification costs and increasing affordability
- Increases customer confidence: simple to understand for partners and end beneficiaries
- Tiered thresholds depending on severity of flood
- Efficient and speedy payout increases effectiveness of the insurance
- Substantial impact potential with quick deployment and scalability

