

CARD Pioneer Microinsurance Non-Life Experience

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Philippines No. 3
Globally at Greatest Risk
to Disasters



The 15 Most Exposed Countries		
Rank	Country	World Risk Index (%)
1	Vanuatu	63.66
2	Tonga	55.27
3	PHILIPPINES	52.46
4	Japan	45.91
5	Costa Rica	42.61
6	Brunei Darussalam	41.10
7	Mauritius	37.35
8	Guatemala	36.30
9	El Salvador	32.60
10	Bangladesh	31.70
11	Chile	30.95
12	Netherlands	30.57
13	Solomon Islands	29.98
14	Fiji	27.71
15	Cambodia	27.65

Exposure refers to entities (population, built-up area, infrastructure component, environmental areas) being exposed to the effects of one or more natural hazards (earthquake, cyclones, droughts, floods and sea level rise). It counts the number of people exposed to earthquakes, storms, floods, droughts, and sea level rise.

The 15 Countries with the Highest Risk		
Rank	Country	World Risk Index (%)
1	Vanuatu	36.31
2	Tonga	28.62
3	PHILIPPINES	27.98
4	Guatemala	20.75
5	Bangladesh	20.22
6	Solomon Islands	18.15
7	Costa Rica	17.38
8	Cambodia	17.17
9	Timor-Leste	17.13
10	El Salvador	16.89
11	Brunei Darussalam	15.92
12	Papua New Guinea	15.81
13	Mauritius	15.39
14	Nicaragua	15.36
15	Fiji	13.69

Risk is understood as the interaction between a hazard (earthquake, flood, cyclone, drought, rising sea level) and the vulnerability of societies. In this context, vulnerability refers to social, physical, economic, and environment-related factors that make people or systems susceptible to the impacts of natural hazards and adverse consequences of climate change.

Source: World Risk Index 2012



Sagip Plan Benefits

Personal Accident	USD 3,000
Burial Benefit	USD 300
Calamity Aid	
-Fire	USD 600
-Typhoon/Flood	USD 100
-Earthquake	USD 20

Annual Premium:

Individual , USD 34; Family, USD 40

Binhi Benefits

Perils due to Low Pressure Area, Monsoon, and Flood due to Typhoon	Maximum of USD 200 (depending on the amount of loan)
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Premium: USD 2-20

Claims Settled Caused by Major Typhoons in the last Six (6) Years

9,098,591

Total Claims Settled (USD)

134,655

Total Claims Count

2013



2014



2015



2016



2017



2018



Typhoon Claims Settled (USD)

(Sagip)

3,026,097

3,347,931

867,940

553,694

122,340

931,995

(Crop)

Count

29,435

55,357

14,351

9,155

2,038

24,318

Key Challenges

- **Lack of historical and still insufficient current weather data**
- **Pricing**
- **Funding mechanisms for adaptation efforts are not established**
- **Limited access to new technologies and technological support**
- **Expansion / scalability**
- **Government regulation**

Climate risk insurance is a practical and political solution

It's no one-size-fits-all solution

A good climate risk insurance is transparent and inclusive...

Learning