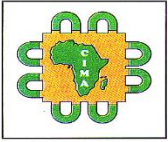


# CIMA Experience in dealing with Climate and disaster risks

*Luc NOUBISSI,  
Senior Insurance Specialist  
Acting Chair of the IAIS Financial Inclusion Working Group*

*17th Consultative Forum on Inclusive Insurance:  
Climate and disaster risk: building resilience, bridging the protection gap in Asia*

*November 4, 2019  
Dhaka, Bangladesh*



## Plan

Introduction

Index Insurance

Recent Developments

Lessons Learnt

Perspectives

*I. CIMA's Journey through Index Insurance*

*II. Recent developments*

*III. Lessons learnt*

*IV. Perspectives*



## *CIMA Region...*

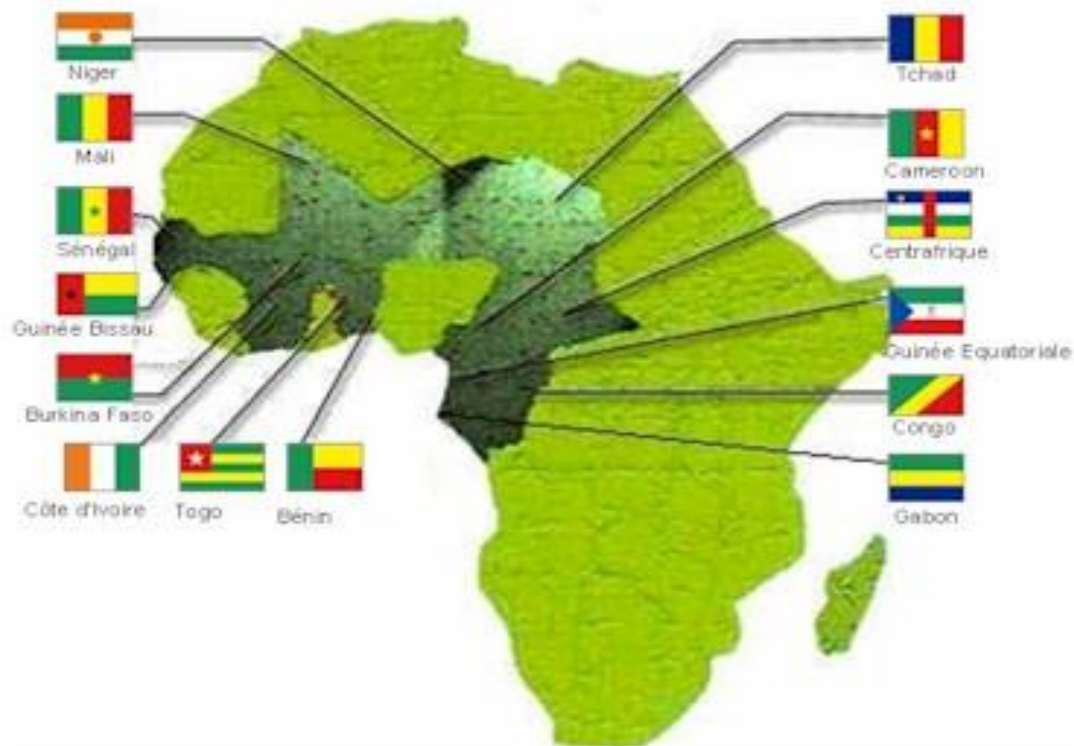
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- *Unique regulatory body for 14 countries in West and Central Africa*
- *Currency = Franc CFA ( 1 euro = 655 F CFA)*



## *CIMA Region and Climate Risks*

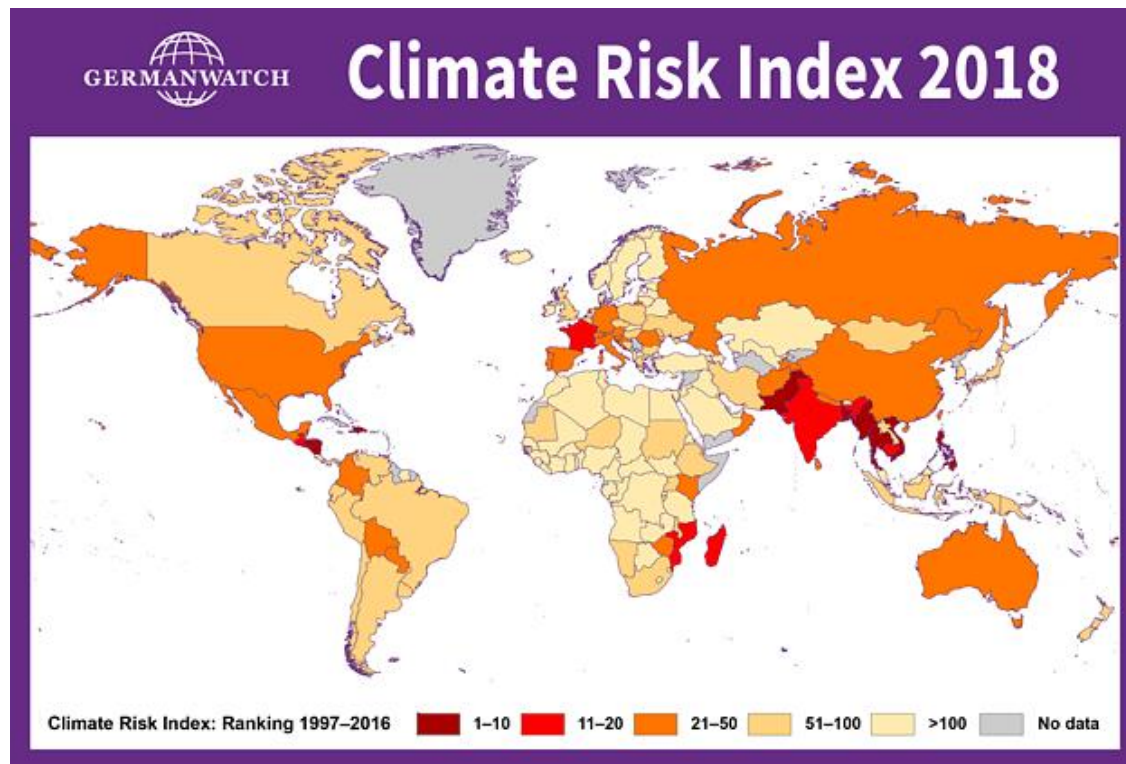
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- *CIMA Region has a moderate Climate Risk Index, but is deeply vulnerable*
- *Some countries identified as more exposed to drought(famine, poverty)*
  - *Need to secure agriculture which represents the backbone of the economies*
  - *Index Insurance to protect low-income (vulnerable) people*



## Index Insurance...

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- Some pilote projects supported by gouvernements and sponsored by GIIF (CNAAS in Senegal, AMAB in Benin...)
- African Risk Capacity (ARC) to cover climate at the country level (macro, reinsurance for micro)

### Question

*How to build a sustainable model that can survive without gouvernement subsidies ?*



## *Other aspects of Climate Risks (Change)*

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- **Natural catastrophes and extreme weather events**
  - *80% of natural disasters fro 2005-2015 were linked to climate*
- **Sea level rise**
  - Arctic sea ice declined by 13.1% per decade
- **Fire burns a tract of Amazon jungle**
  - a tragedy continues to unfold across the Amazon with huge consequence on the world ecosystem

All these look like a fiction, a beautiful literature, far from our realities, until...



## *Last week disaster in Cameroon*

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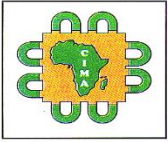
Lessons Learnt

Perspectives



<https://www.youtube.com/watch?v=cyB51K3hqt4>

<https://www.youtube.com/watch?v=yMmXMqWCLWY>



## *Perspective: Define a New Climate Strategy*

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The proposed strategy will be submitted by the end of the year, and will include:

- ✓ Consumer education
- ✓ An approach to disclosure on Financial risks from Climate change
- ✓ Scenario analysis and stress testing on climate-related risks
- ✓ A “green strategy” to increase climate sensitivity within the Organisation



**THANK YOU!**

