INSURANCE & INVESTMENT





Insurance & Risk Finance Facility

Working with the insurance industry to scale investment in SDG-aligned projects & blending insurance and investment to pilot innovative financial instruments that drive inclusive economic growth.





Insurers are well suited to **invest in low-carbon**, **climate resilient infrastructure**. There are significant opportunities for the insurance sector to mitigate risks and incentivize resilient investment through innovative financing structures - for example insurance-linked loan packages and resilience bonds.



SDG-aligned insurance and investment opportunities in developing countries, that meet the investment standards of insurers, must be developed in collaboration with industry stakeholders.



There is also a need to advocate for **improved policies and regulatory treatment** of **infrastructure investment** by insurers at the local and international level.

Sustainable Development Goals (SDGs) directly linked to the insurance & investment workstream:













\$84.5 trillion investment in infra-

structure needed over the next 2 decades, aligned with the Paris Agreement

\$33 trillion

global assets under management by insurers

\$2 trillion

target allocation for infrastructure investment

\$726 billion

invested by insurers in infrastructure, globally

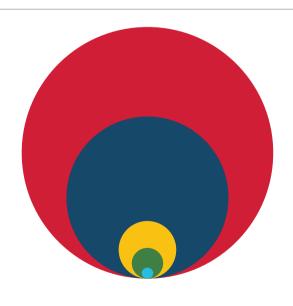
\$57 billion

invested by insurers in infrastructure in developing countries

\$1-2 trillion

opportunity gap for SDG-aligned investment in emerging markets

- Investment in infrastructure needed in the next 20 years
- Insurers' assets under management
- Insurers' target allocation for infrastructure investment
- Insurers' infrastructure portfolio
- Insurers' infrastructure portfolio in emerging countries



Services provided by the insurance & investment workstream:



Knowledge products & specialized research

Analyzing the barriers insurers face in investing in sustainable infrastructure, especially in developing countries. Demonstrating how the UN can support insurers to pivot more of their \$33 trillion AUM towards SDG-aligned investment opportunities



Financial tools

Developing innovative financial instruments that leverage insurance and contribute to building resilience



Policy advocacy & promotion of infrastructure investment by local insurers

Engaging with governments and regulators to improve the regulatory treatment of infrastructure investment by insurers