

INTEGRATING INSURANCE AND RISK-FINANCE INTO DEVELOPMENT



Insurance & Risk Finance Facility

Working with industry and governments to transform how countries finance risk management, climate action and development.



There is a need to **deepen and widen research** and evidence on the role of insurance and risk-financing in both delivering and underpinning development and supporting achievement of the SDGs.



Critical development instruments, such as **NDCs and NAPs**, in many cases do not feature insurance and risk-financing.



Development financing needs understanding the **increasing frequency and severity of hazards and shocks** of all types, moreover many countries lack the tools to inform decision-making process on financial resilience.



UNDP's IRRF will work with partners to help make insurance and risk-financing second nature to governments and help them **integrate the understanding, analysis, and decision-making on risk and risk-finance** in all key development and financial processes.

Sustainable Development Goals (SDGs) directly linked to insuring natural capital:



25% of country contributions at COP23 included climate risk insurance as a key mechanism for delivering on climate change action.



2.78% Insurance penetration in Africa < compared to > 7.23% global average of insurance penetration