



PROJECT BRIEF UGANDA



Smallholder farmers in Uganda are highly exposed to natural, climatic, and biological shocks, which cause crop loss or damage particularly at the time of harvest. Multi-Peril Crop Insurance (MPCI) for large commercial farmers is found to be unaffordable for smallholder farmers, especially compared to index-based insurance products. To promote the development of a sustainable agricultural insurance market for all, in 2016 the Government of Uganda launched the Uganda Agricultural Insurance Scheme (UAIS) offering a range of crop, livestock, poultry and aquaculture insurance via the Agriculture Insurance Consortium (AIC). In the proposed strategy, all insurance policies can be provided either directly to the farmers by distribution partners (bundled with loans, inputs, advice), or indirectly through distribution partners, or as meso-level insurance.



Target group
Smallholder farmers



Target region
Countrywide



Insured asset
Agricultural production, financial losses



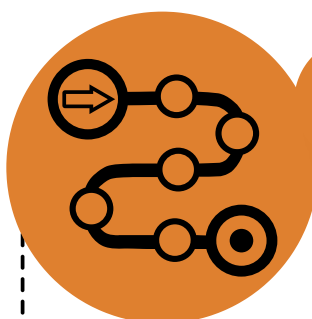
Insured peril / hazard
Drought, excessive rainfall



Insurance type
Micro- and meso-scheme
Scale up of existing and development of new index-based insurance solutions



Own contribution
50% of total ISF project costs

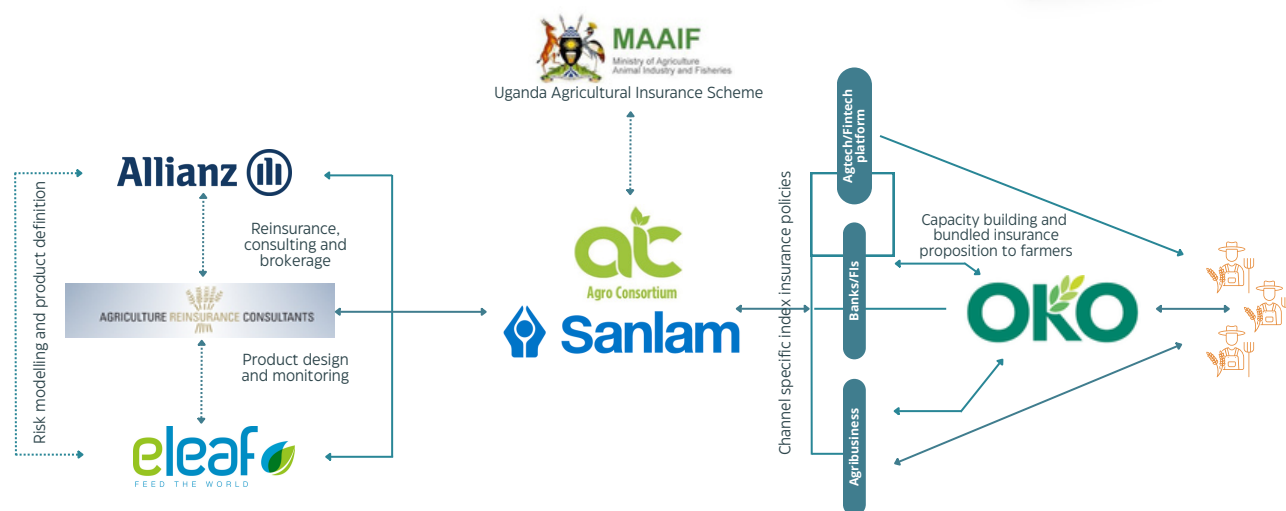


PRODUCT DEVELOPMENT ACTIVITIES SUPPORTED

- Development of additional crop-specific index-based insurance solutions for agricultural production (sorghum, barley, etc.) and new perils, and scale up of existing index-based products (maize, beans, coffee, potatoes) to small scale farmers in new regions.
 - Outreach to farmers through key distribution partners and directly via a mobile platform.
 - Designing more crop-specific insurance products and including additional perils.
 - Designing different bundling arrangements with different distributors.
 - Improvement and development of IT infrastructure at the supply side to be able to scale.
 - Development of an onboarding application for key distributors.



PROJECT SET UP



EXPECTED IMPACTS

- Increased number of policyholders.
- Increased resilience of Ugandan farmers against weather and climate-related shocks.



PROJECT PARTNERS


DEMAND

- OKO Finance / Sales and Insurance Platform Provider / IL
- Sanlam Uganda / Representative of Agro Consortium AIC / UG
- Several Local Farmers' Federations / Organisations and Brewery / UG

SUPPLY

- eLeaf / InsurTech / NL
- Agricultural Reinsurance Consultants (ARC) / Agriculture Insurance Consultants and Reinsurance Broker / CH

EXPECTED BENEFICIARIES ¹

 **1,410,000 by 2025**
>75% poor and vulnerable

IMPLEMENTATION PERIOD



GRANT AMOUNT

EUR 982,575

[1] Based on submission documents requiring use of IGP M&E Methodology.