The 2015 El Niño-induced drought in Ethiopia has caused food insecurity among 10.2 million people. Recognising a strong need for the development of an index-based insurance product that would protect smallholder farmers from income shocks arising from severe and catastrophic weather risks, the Project Partners have formed a consortium to further develop and scale a vegetation index crop insurance (VICI) product. This includes the lessons-learned from earlier piloting, and aims to enhance access to insurance through rolling out of a national agent network leveraging cooperatives and MFIs, bringing in gains in both productivity and profitability.
PROJECT SET UP

EXPECTED IMPACTS

- Enhanced resilience of smallholder farmers against climate shocks (particularly drought).

PROJECT PARTNERS

DEMAND
- Agricultural Transformation Agency (ATA) / Government Entity / ET

SUPPLY
- Kifiya Financial Technology PLC / Fintech-InsurTech / ET
- Oromia Insurance Company SC / Insurance Company / ET

EXPECTED BENEFICIARIES ¹
- 485,000 by 2025
- 100% poor and vulnerable

IMPLEMENTATION PERIOD
- APR 2022
- MAY 2024

GRANT AMOUNT
- EUR 2,053,044

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