**PROJECT BRIEF**

**NAGALAND**

Nagaland - one of the smallest and most agriculture-dependent states in India – faces high levels of disaster and climate change related deaths, injuries, and loss of public and private property due to high humidity, heavy monsoon rains causing floods, and earthquakes. The norms of assistance (guidelines specifying relief payments for specific items) under the existing State Disaster Response Fund (SDRF) are not at all sufficient to compensate for actual damages, while the back-up National Disaster Response Fund (NDRF) managed by the Central Government remains chronically underfunded. Thus, the Nagaland State Disaster Management Authority (NDSMA), together with Tata AIG General Insurance Company Limited, aims to enable a top-up of the SDRF. A basic parametric excess rainfall cover was also piloted in 2020.

**PRODUCT CHARACTERISTICS**

- **Target group**: Households, individuals
- **Target region**: Nagaland
- **Insured asset**: Property, agricultural production, critical infrastructure, emergency relief measures
- **Insured peril / hazard**: Excess rainfall, earthquake
- **Insurance type**: Macro-scheme
  - Development of a sub-sovereign insurance programme
- **Own contribution**: 50% of total ISF project costs

**PRODUCT DEVELOPMENT ACTIVITIES SUPPORTED**

- Development of new risk models (hazard, vulnerability, and exposure).
- Technical product design incl. actuarial services.
- Development and implementation of a decentralised pay-out system to speed up cash disbursements and establish a transparent fully digital process.
- Temporary smart premium subsidies.
Enhance the robustness and reliability of SDRF / NDRF payments to offer emergency relief and compensate damages incurred by the population of Nagaland.

Enhance resilience by mobilising additional funds to pay a more meaningful compensation to disaster-affected victims, with efficient and transparent methods of pay-out in the distribution / compensation process.

Capacity development within the state, which can implement build-back-better principles when rebuilding infrastructure after the occurrence of a disaster.

**EXPECTED BENEFICIARIES**

2,000,000 by 2025
70% poor and vulnerable

**IMPLEMENTATION PERIOD**

MAR 2021
APR 2023

**GRANT AMOUNT**

EUR 960,425

---

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