



PROJECT BRIEF PHILIPPINES



The Philippines is one of the most vulnerable countries in the world to climate risk disasters with common floods, droughts, typhoons, landslides, earthquakes and volcano eruptions. Out of the 41 million employed Filipinos, around 26% are involved in the agricultural sector. The Project Partners have already worked together to launch an initial excess rain product in July 2021. The product protects nine savings and credit cooperatives and one multi-purpose cooperative of the CLIMBS network that are from the Visayas and 3 Mindanao regions. This product insures their loan portfolios. The weather index-based product provides a coverage against excessive rainfall for 15 provinces in the Philippines. The Project Partners propose to scale up the excess rain and wind/ storm insurance product from currently covering 3,600 farmers to 36,000 farmers, and to develop and launch a drought product to cover farmers (indirectly). This shall be achieved by offering the products to network members in up to 60 provinces.



Target group
Cooperatives with farmer-members cultivating in particular rice, maize, coffee, cacao



Target region
Up to 60 provinces in the Philippines



Insured asset
Loan portfolio of cooperatives, agricultural production



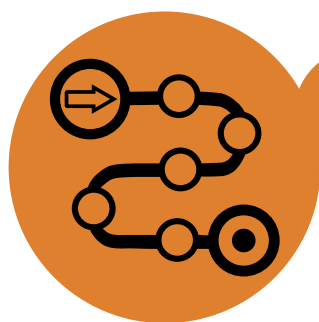
Insured peril / hazard
Excess rainfall in combination with wind and drought



Insurance type
Meso-level approach
Scale up of existing product and development of new product



Own contribution
50% of total ISF project costs

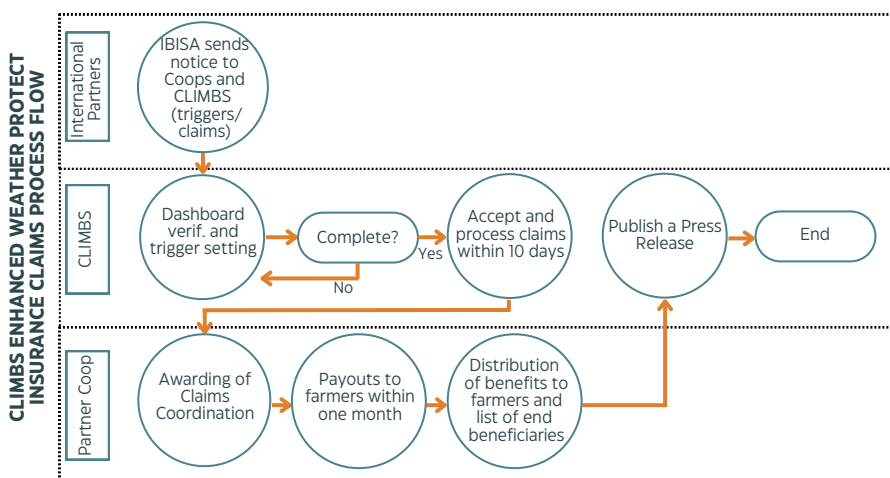
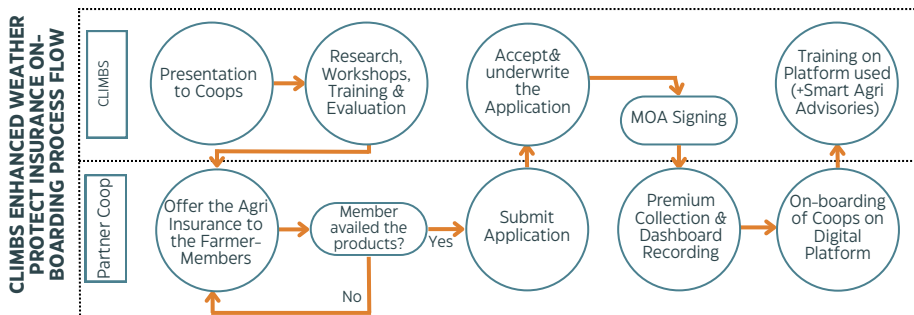


PRODUCT DEVELOPMENT ACTIVITIES SUPPORTED

- Insurance product design and refinement of existing structures.
- Sales and marketing activities.
- Risk assessment.
- Collection and analysis of historical Earth Observation data and risk modelling.
- Development and pricing of a new index for drought and pricing new provinces for rain index.
- Development and provision of reinsurance protection.
- Processing of underwriting the product through IBISA platform.
- Project Implementation.
- Impact Evaluation.
- Further development of the product to create a climate smart holistic solution for farmers.
- Scale to more regions in the provinces nationwide, new risk models.



PROJECT SET UP



EXPECTED IMPACTS

- To increase lending activity of participating cooperatives by insuring their portfolio.
- To provide smart climate agro services to farmers / cooperative members to enable a sustainable livelihood thus increasing the climate resilience of farmers.



PROJECT PARTNERS

DEMAND

- The demand-side consists of nine credit and savings cooperatives and one multi-purpose cooperative, all with an established agricultural loan portfolio throughout Philippines.

SUPPLY

- CLIMBS Life and Gen. Insurance Cooperative / Mutual Cooperative Insurance Company / PH
- IBISA / InsurTech Private Company / LU
- The International Center for Tropical Agriculture (CIAT) / Public Research Company / CO

EXPECTED BENEFICIARIES¹



360,000 by 2025
100% poor and vulnerable

IMPLEMENTATION PERIOD



GRANT AMOUNT

EUR 713,850