



InsuResilience

Solutions Fund

PROJECT BRIEF

NORTH MACEDONIA



The Project Partners aim to increase the climate resilience of farmers and poor families in rural areas in North Macedonia by developing an efficient and well-designed sovereign post disaster compensation programme. The national agriculture insurance macro scheme (mandatory agriculture insurance pooling system) will enable the Ministry of Agriculture, Forestry and Water Economy (MAFWE) to secure reliable funding for post-disaster support to farmers in order to compensate financial losses due to extreme weather events. The price signal of insurance will be used to raise awareness to adapt agricultural cultivation to climate change patterns.



Target group
Farmers, farm holdings



Target region
Countrywide



Insured asset
Yield, agricultural revenue



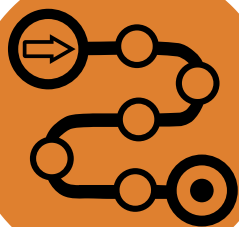
Insured peril / hazard
Extreme weather events including drought, frost, windstorm, excess rainfall, high temperatures, flood



Insurance type
Macro-scheme (sovereign)
Development of sovereign insurance programme



Own contribution
51% of total ISF project costs

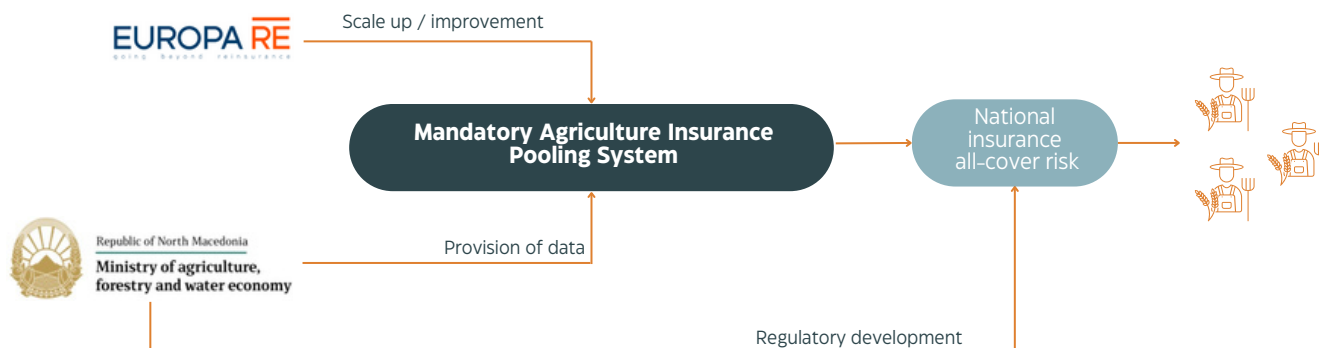


PRODUCT DEVELOPMENT ACTIVITIES SUPPORTED

- Development of a Mandatory Agriculture Insurance Pooling System built on existing, satellite and other weather data enhanced with data from MAFWE.
 - Risk modelling and data collection: set up of pricing, terms and conditions as well as loss assessment methodologies for all relevant systematic or covariate risks for an “all-risk” loss of yield policy.
 - Regulatory development.
 - Design of IT infrastructure.
 - Development of a sovereign agriculture programme.
 - Training and capacity building.



PROJECT SET UP



EXPECTED IMPACTS

- Increased resilience of affected farm households and vulnerable populations to natural disasters and severe weather events due to timely support and financial protection.
- Employment creation and poverty alleviation (securing of minimum livelihoods).
- Improved management of weather risk in agriculture will cause a drop in migration into urban areas, and thus reduce degradation in rural areas.



PROJECT PARTNERS


DEMAND

- Ministry of Agriculture, Forestry and Water Economy of the Republic of North Macedonia (MAFWE) / Government Body / MK

SUPPLY

- Europa Re Ltd / Reinsurance Company / CH

EXPECTED BENEFICIARIES ¹

 **813,000 by 2025**
100% poor and vulnerable

IMPLEMENTATION PERIOD



GRANT AMOUNT

EUR 313,000