



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.



Target group

Households, individuals



Target region

Nagaland



Insured asset

Property, agricultural production, critical infrastructure, emergency relief measures



Insured peril / hazard

Excess rainfall, earthquake



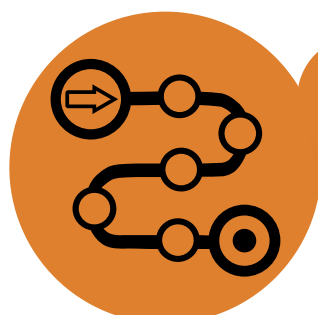
Insurance type

Macro-scheme
Development of a sub-sovereign insurance programme



Own contribution

50% of total ISF project costs

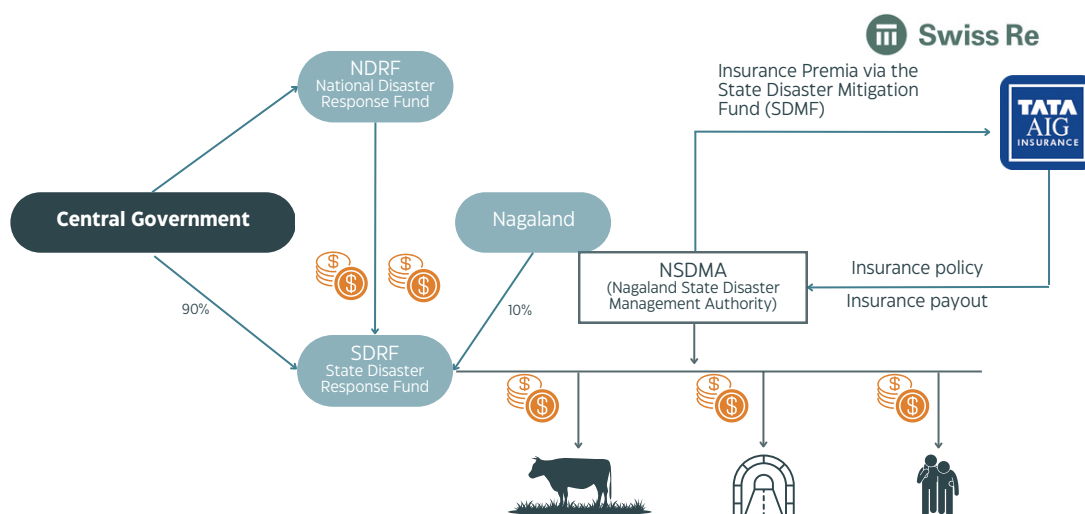


PRODUCT DEVELOPMENT ACTIVITIES SUPPORTED

- 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.



PROJECT SET UP



EXPECTED IMPACTS

- 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.




PROJECT PARTNERS

DEMAND
SUPPLY

• Nagaland State Disaster Management Authority (NSDMA) / Sub-sovereign Government Body / IN

• Tata AIG General Insurance Company Ltd / Insurance Company / IN
• Swiss Reinsurance Company Ltd / Reinsurance Company / IN
• Faber Consulting AG / Consultancy Firm / CH

EXPECTED BENEFICIARIES ¹

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

IMPLEMENTATION PERIOD

 **MAR 2021**  **APR 2023**

GRANT AMOUNT

EUR 960,425