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PROJECT BRIEF
NIGERIA

Lagos, the main driver of economic growth in Nigeria, is susceptible to several types of flooding: 1) Pluvial flooding from local extreme rainfall, 2) fluvial flooding from rivers overflow, and 3) coastal flooding from storm surges. To support Lagos State Government in strengthening their flood risk management, the Project Partners propose to quantify the flood risk across the State and design a parametric flood insurance cover to rapidly release funding covering emergency disaster relief or rapid reconstruction of critical assets/ infrastructure. The latter is to be decided by the Government.

PRODUCT CHARACTERISTICS

Target group
Vulnerable population, SMEs

Target region
Urban areas of Lagos State (excluding Victoria Island Ikoyi)

Insured asset
Emergency relief measures, reconstruction of public assets

Insured peril / hazard
Flood

Insurance type
Macro-scheme
Development of new insurance product(s)

Own contribution
51.1% of total ISF project costs

PRODUCT DEVELOPMENT ACTIVITIES SUPPORTED

- Development of hazard, exposure and vulnerability database.
- Index development and product design (to complement ARC's riverine product on national-level).
- Prepare solution for market tender.
- Define payout mechanism including alignment of contingency plan.
- Assess alignment of solution with existing regulation.

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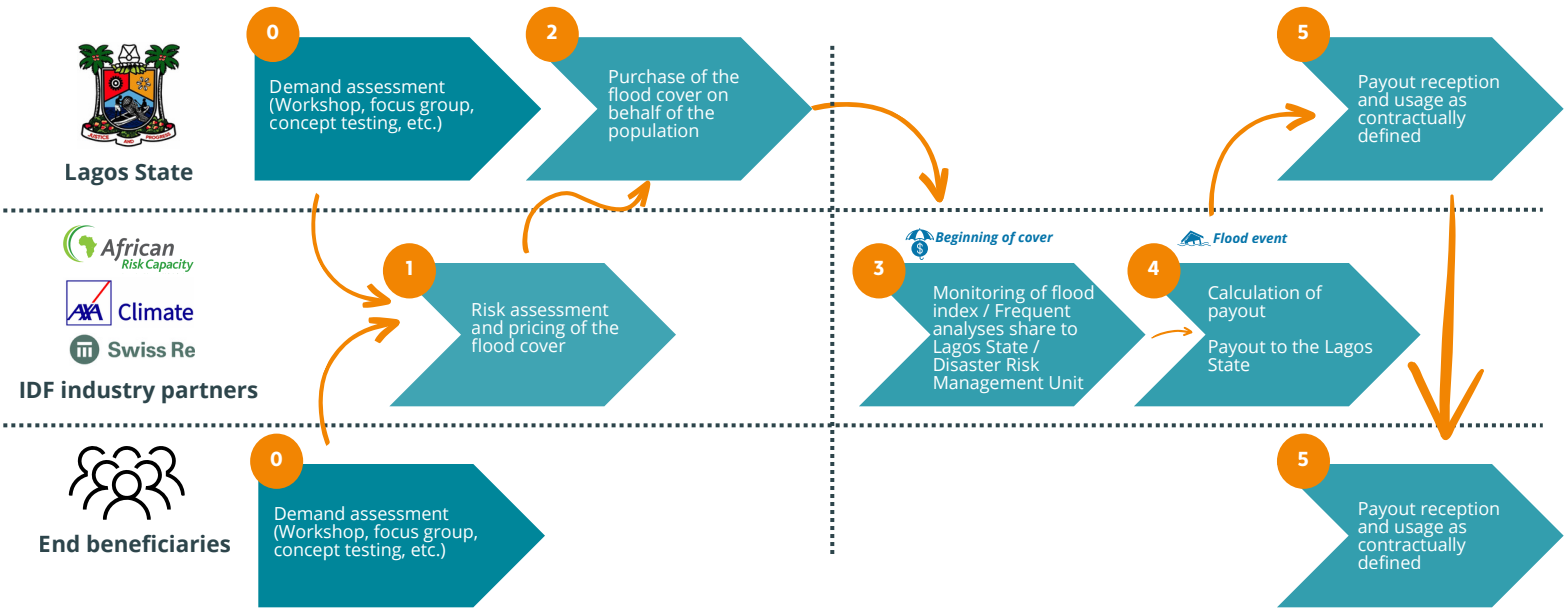
PROJECT SET UP

Stakeholders



EXPECTED IMPACTS

- Increase the resilience of vulnerable population in Lagos State.
- Provide emergency disaster relief or rapid repair/ reconstruction of critical infrastructure.

PROJECT PARTNERS

DEMAND

- Lagos State, Office of the Governor / Sub-Sovereign Government / NG
- Lagos State, Ministry of Finance / Sub-Sovereign Government / NG
- Lagos State Emergency Management Agency (LASEMA) / Government Entity / NG

SUPPLY

IDF Members
- AXA Climate / Reinsurance Company / FR
- Swiss Reinsurance Company Ltd / Reinsurance Company / CH
- African Risk Capacity Ltd / Insurance Company / BM

Other partners
- AXA Mansard / Insurance Company / NG
- JBA Risk Management / Data provider / UK
- ICEYE / Service Provider / FI

EXPECTED BENEFICIARIES[1]

8,700,000 by 2025
86% poor and vulnerable

IMPLEMENTATION PERIOD

OCT 2022 — NOV 2024

GRANT AMOUNT

EUR 782,895

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