

Microinsurance

**Microfinance India Summit
November 2008**

Muhammad Junaid

**United Nations Capital Development Fund
United Nations Development Programme**



What Microinsurance is (and what it is not!)

**Microinsurance
is...**

“...the protection of **low-income people** against specific perils in exchange for regular premium payments proportionate to the likelihood and cost of the risk involved”

• ~ *Draft Donor Guidelines, CGAP Working Group (2003)*

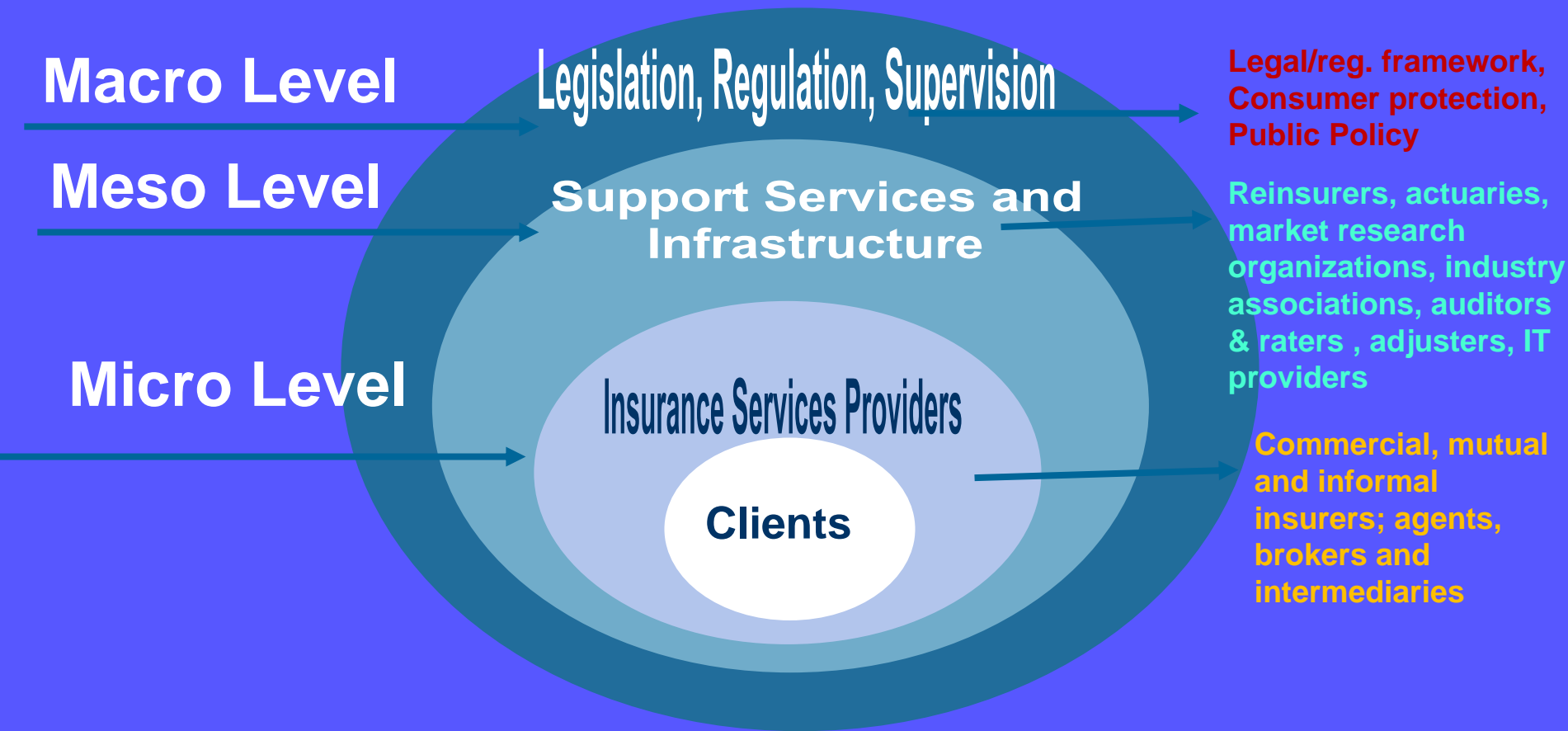
**Microinsurance
is not**

...

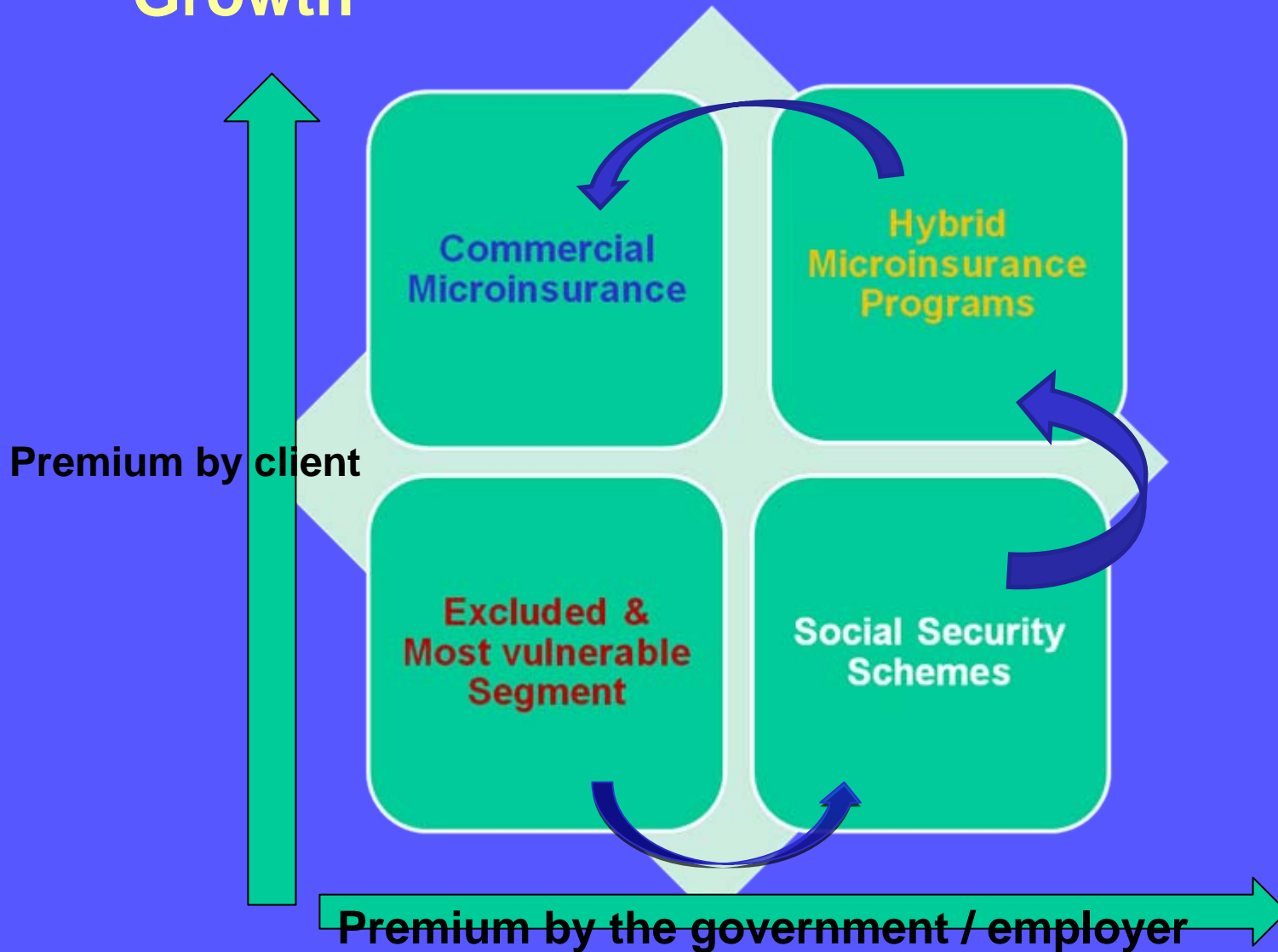
“... a specific product or product line. It is also not limited to a specific provider type. Microinsurance is the provision of cover to a specific market segment, i.e. **low-income persons.**”

~ *IAIS Issues Paper (2007)*

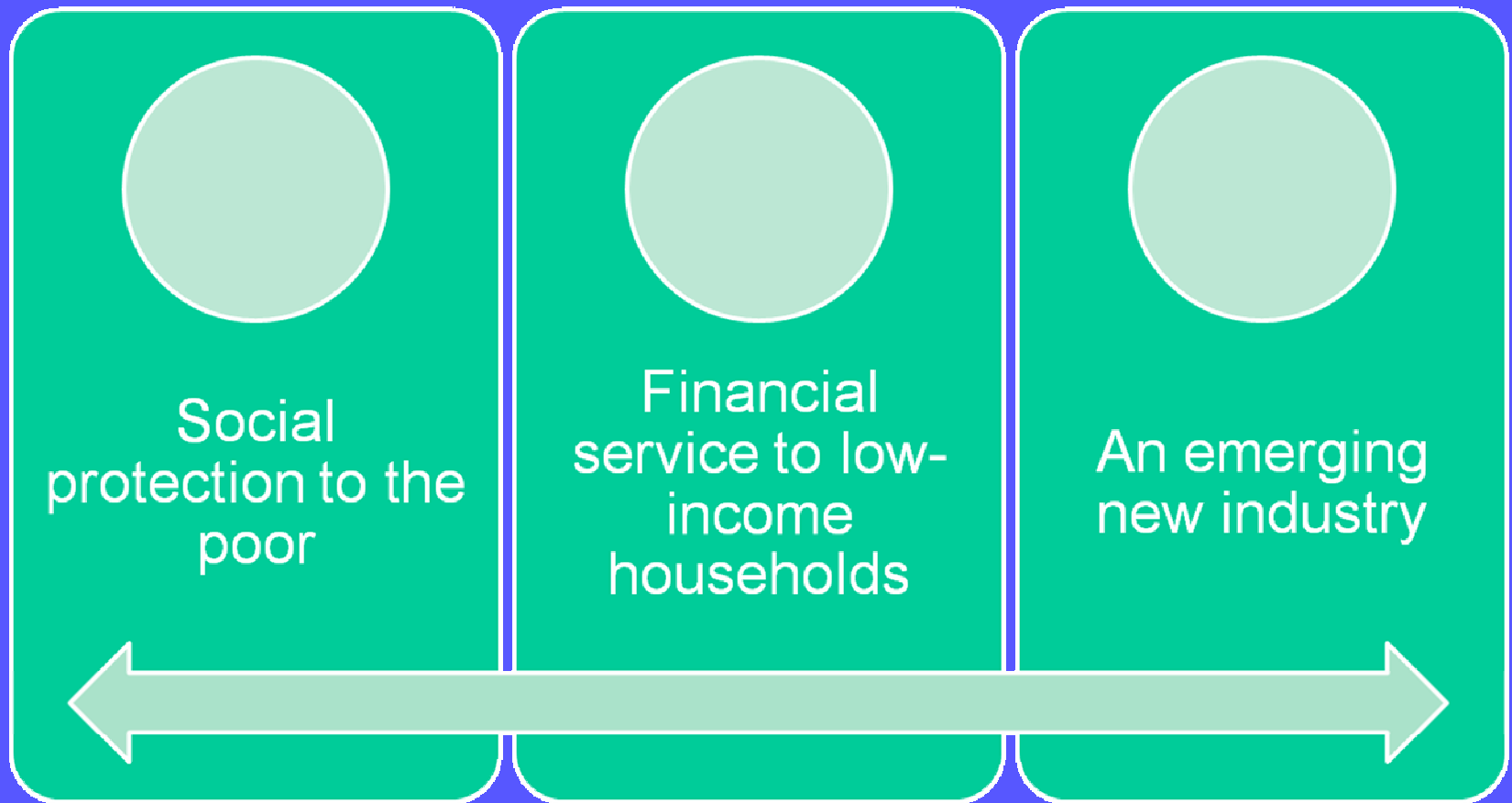
Inclusive Microinsurance Sector needs interventions at all levels



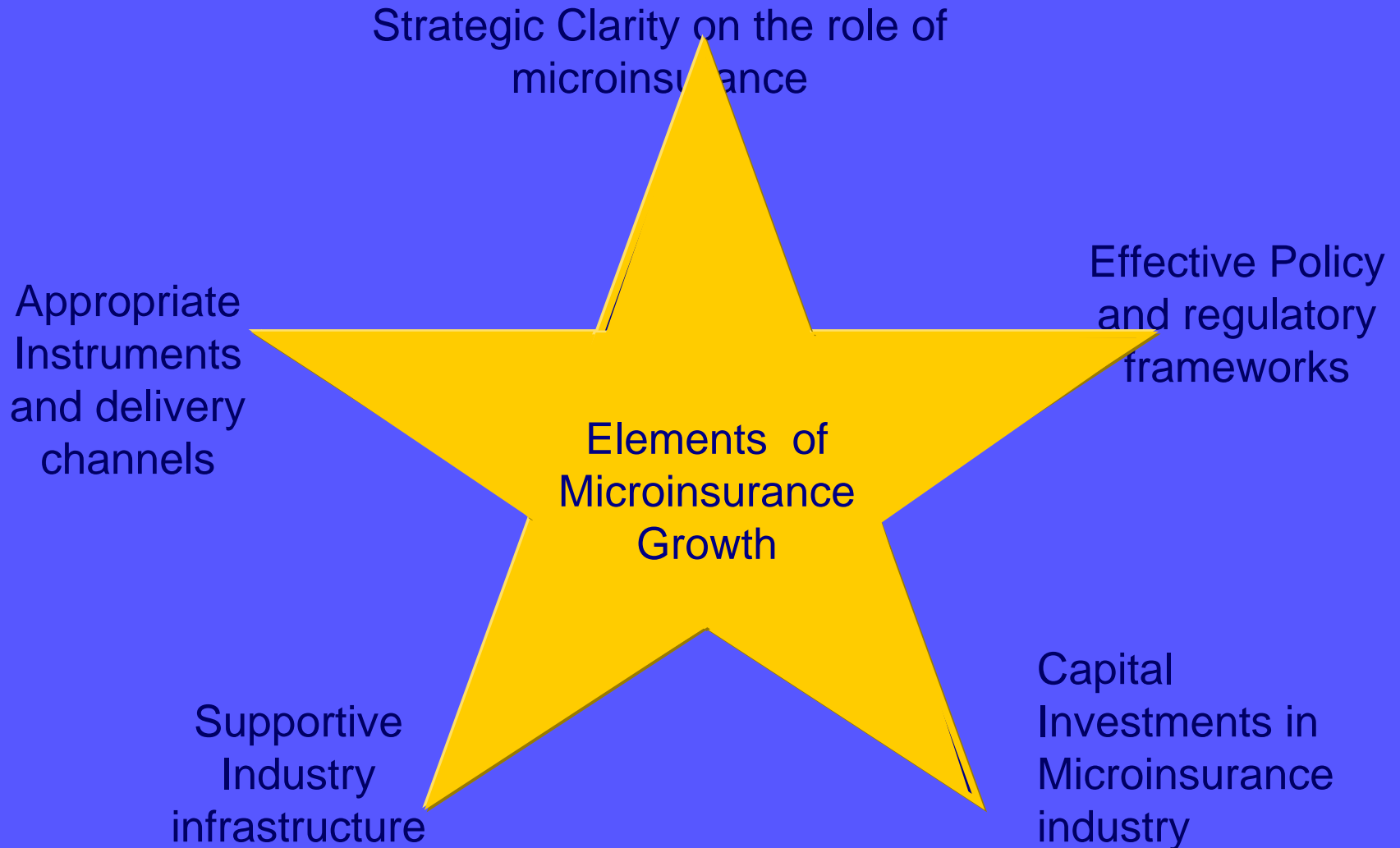
Microfinance Industry Needs Evolutionary Growth



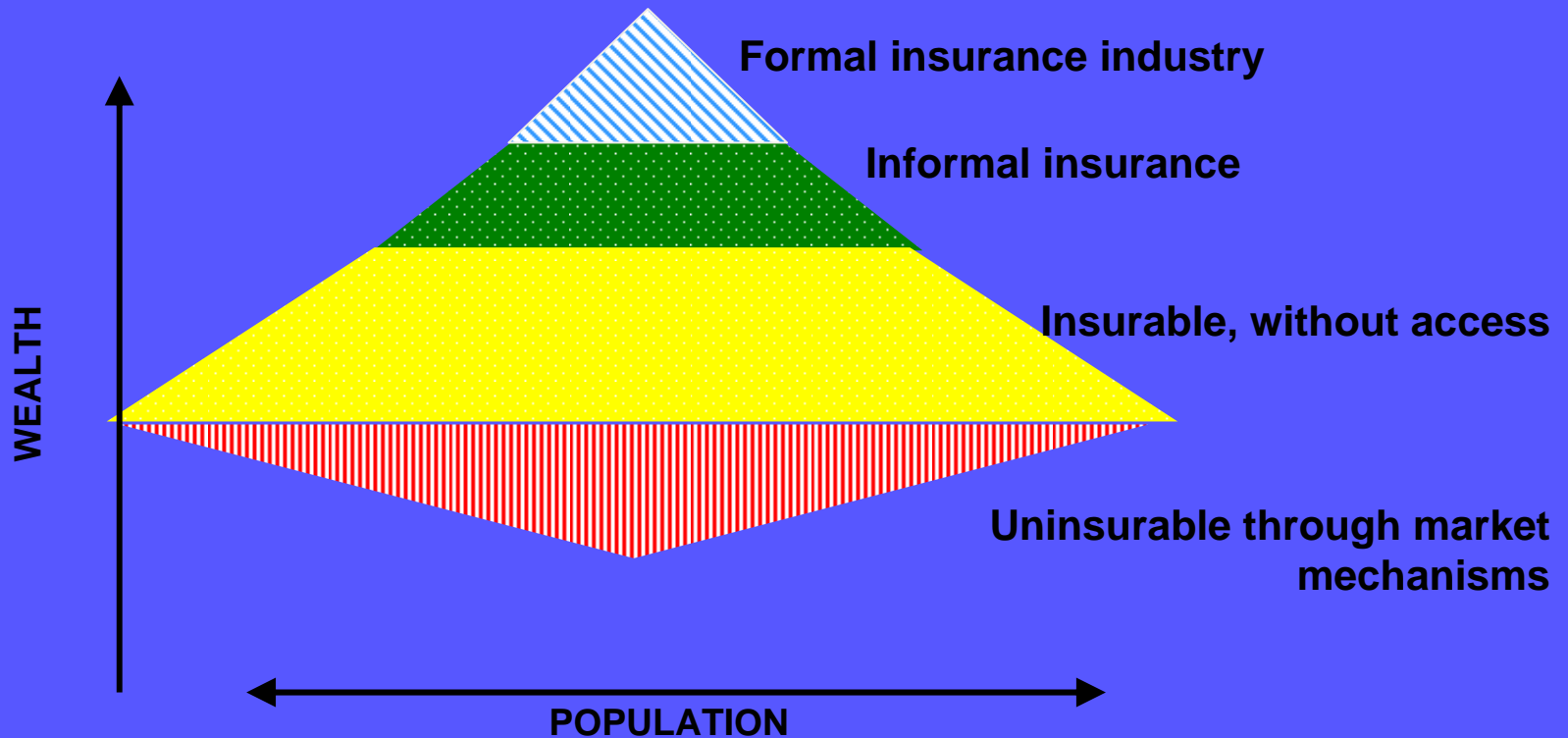
Microinsurance has Three Roles



Effective Microinsurance Programmes need five elements



Who is insured by whom?



Source: Craig Churchill
International Labour
Organisation

Thank You!

muhammad.junaid@undp.org