



HII

HEALTH
INDEX
INSURANCE



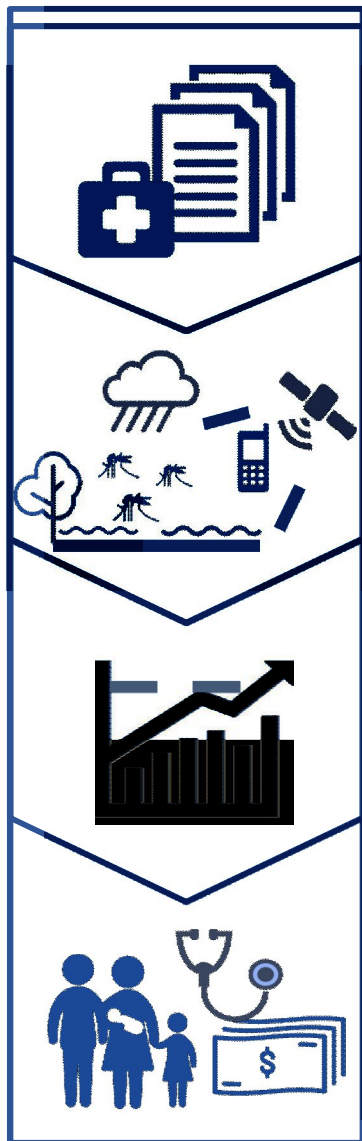
Expanding index insurance to the health sector

HII endeavors to contribute to the private sector being more efficient in its role in partnering with the public sector to achieve Universal Health Coverage.

Gilles Galludec
November 08, 2017



A game changing solution?



- Index insurance proven effective but focuses on agricultural
- Agricultural risk is important, but health risk affects everyone.
- Epidemics are a serious threat. WBG PEF response.
- Health Index Insurance for households and businesses doesn't exist yet.
- Provides quick financial resources that can finance the cost of health.
- HII helps stabilize the income for people and businesses during epidemics and
- support the activities for risk and return.

PANDEMIC EMERGENCY FINANCING FACILITY (PEF)



Response to Ebola outbreak in 2014-15.

Fast-disbursing financial mechanism in case of epidemic outbreaks.

Insurance and cash windows.

Covers 6 viruses. Provide liquidity to IDA countries.

Parametric criteria: outbreak size (# cases or # deaths), growth (growing over a defined time period) and spread (# countries affected)..

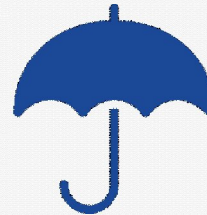
Benefits



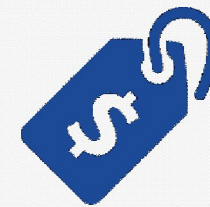
Health care
financing



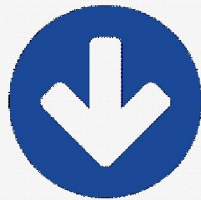
Financially
viable



Risk
transfer



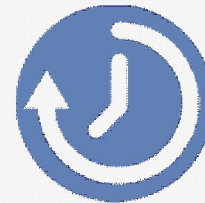
Put a price tag
on risk



Reduce
adverse selection
& moral hazard



Transparency
enhances trust



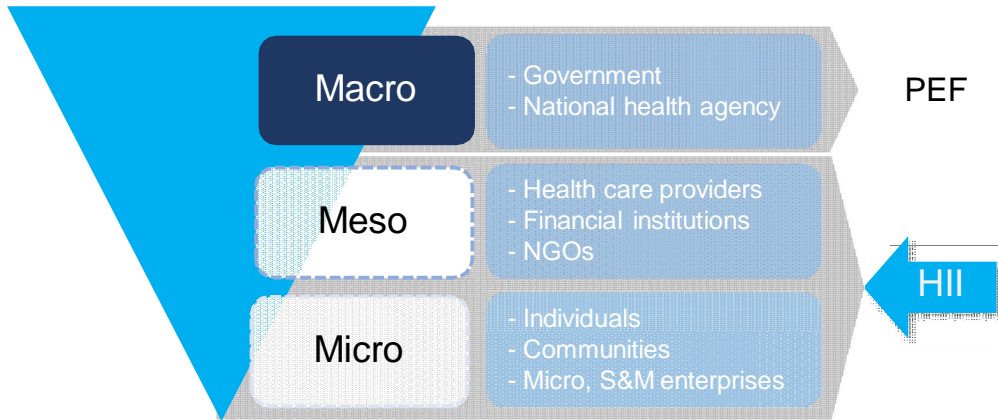
Timeliness of
payout



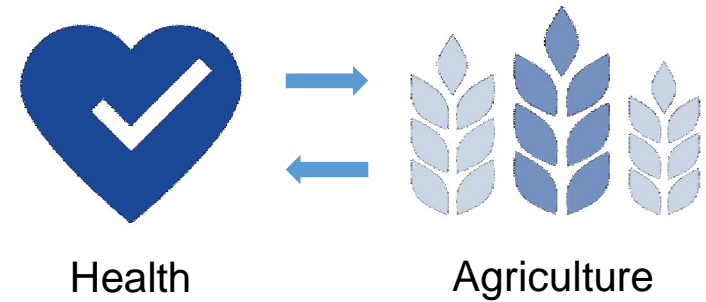
Assurance of
payout

Opportunities

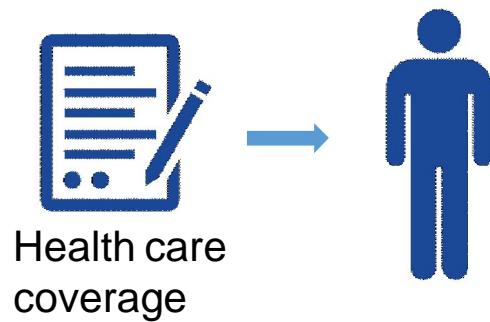
Fill the financing gap



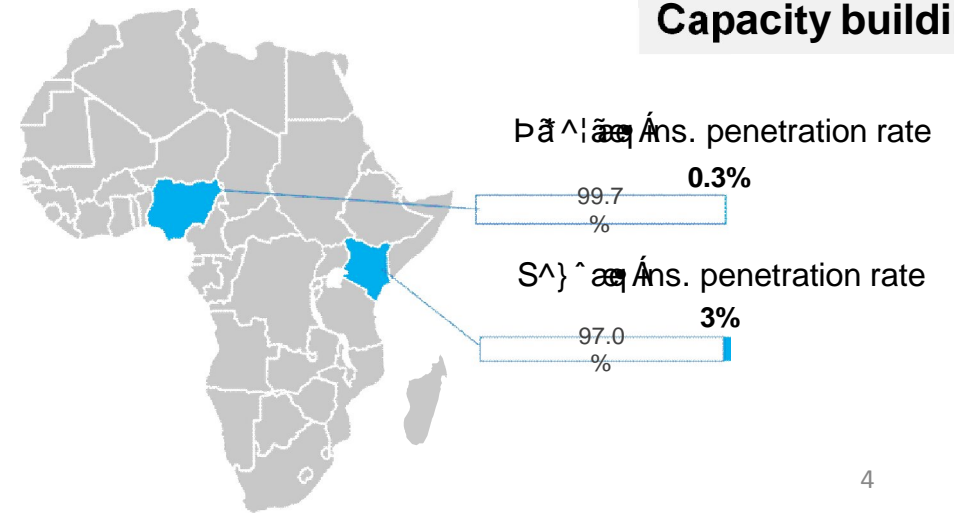
Enhance risk management



Meet the demand



Capacity building



Challenges & Next steps

Challenges

- Understand target customers;
- Coverage;
- Proxy design;
- Data availability, quality and privacy;
- Basis risk;
- Technology selection;
- Cost;
- Delivery model;
- Education and promotion.

Next Steps

- Knowledge agenda
 - Key thought leadership event
 - Technical and multidisciplinary research
 - Knowledge events with stakeholders
- Operational agenda
 - Partner with local insurance and technology companies
 - Value-added service
 - Pilot program

Thank You



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