

CICL CONNECTIONS

The Monthly Newsletter of Corp-EFF Insurance Company Ltd



THE LATEST FROM CICL:

Parametric Insurance - 2,3

PARAMETRIC INSURANCE- YOUR HURRICANE PROTECTION SOLUTION

Story by: CICL

Parametric insurance is a type of insurance that provides coverage based on a specific event or parameter, such as a natural disaster or market fluctuation, rather than on the actual loss or damage suffered by the insured. The payout from parametric insurance is determined by a predetermined index or trigger, such as the magnitude of an earthquake or the wind speed of a hurricane. This means that claims are settled quickly and efficiently, without the need for lengthy claims adjustment or assessments.

One example of parametric insurance is the Flexible Hurricane Protection (FHP) product offered by CORPEFF Insurance. FHP is designed to provide insurance protection against tropical cyclones, ranging from tropical storms to category 5 hurricanes. Unlike traditional insurance products, FHP offers a simple and efficient claims process. Once the policy is triggered by a qualifying event, the insured will receive payment within 15 days of the triggering event, without the need to submit a claim, undergo assessment, or prove loss.



PARAMETRIC INSURANCE- YOUR HURRICANE PROTECTION SOLUTION

Protection from Tropical Cyclones to Category 5 Hurricanes

FHP helps you
restore your
livelihood quickly
after tropical
cyclones

FHP is a flexible insurance product that allows the insured to choose their level of coverage, ranging from EC\$1,300 to EC\$270,000, based on their risk appetite and ability to pay. FHP is an excellent option for individuals, farmers, fisherfolks, small-medium sized businesses, homeowners, and other micro-level risk holders who want to restore their livelihoods quickly after tropical cyclones. With FHP, you have peace of mind knowing that you are protected against the financial impact of tropical cyclones.

As we approach the 2023 Atlantic hurricane season, we wanted to share this important information with you about this innovative insurance product, FHP. Below are answers to some frequently asked questions about FHP you might find useful as you choose your coverage plans:

Q: What is the FHP product?

A: FHP is a parametric insurance product designed to provide coverage against specific measurable events rather than coverage for an underlying asset. It offers insurance protection against tropical cyclones, ranging from tropical storms to category 5 hurricanes.

Q: Who can purchase FHP?

A: FHP is an excellent option for individuals, farmers, fisherfolks, small-medium sized businesses, homeowners, and other micro-level risk holders who want to restore their livelihoods quickly after tropical cyclones.



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Pay-out within 15 days from the triggering event..

Q: How does FHP work?

A: Once your policy is triggered by a qualifying event, you will receive payment within 15 days of the triggering event, without the need to submit a claim, undergo assessment, or prove loss. You can decide on your level of coverage, ranging from EC\$1,300 to EC\$270,000, based on your risk appetite and ability to pay.

Q: How do I purchase FHP?

A: Getting started with FHP is easy. To purchase an FHP plan, simply visit our website at www.corpeffinsurance.com and navigate to the "Products" page. Choose "Hurricane Protection" and select a coverage plan that suits your needs. You can make your payment at your credit union, the CORPEFF Insurance office located at 13 Castle Street, Roseau, Dominica, or the Grenada Cooperative Leagues office on Belmont Road, St. Georges, Grenada. If you require premium financing, you can discuss this with your credit union.

Q: What does FHP cover?

A: FHP offers insurance protection against tropical cyclones, ranging from tropical storms to category 5 hurricanes. The coverage ranges from EC\$1,300 to EC\$270,000, and you can decide on your level of coverage based on your risk appetite and ability to pay.



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No assessors
before taking out a
policy, no claims
to file, and no
claims adjuster
after the event..

Q: How is FHP different from traditional insurance products?

A: FHP is a type of parametric insurance that provides coverage against specific measurable events, rather than for an underlying asset. This type of insurance offers faster claims payment and a simpler claims process compared to traditional insurance products. With FHP, there is no need for assessors before taking out a policy, no claims to file in the event of an occurrence, and no claims adjuster after the event. If a triggering event occurs, you will receive funds within 15 days. It is not necessary to sustain damages to receive a payout, and you may receive multiple payouts during the coverage period based on the occurrence of events.

Q: How is FHP priced?

A: FHP premiums are based on your chosen level of coverage. You can decide on your level of coverage based on your risk appetite and ability to pay.

Q: How long is the FHP policy period?

A: The FHP policy period is for one year, starting from June 1st, 2023, to May 31st, 2024 inclusive.

Q: What happens if there are no qualifying events during my policy period?

A: If there are no qualifying events during your policy period, your policy will expire at the end of the period, and you will need to purchase a new policy for the next period.



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Choose from 6 policy options.
pay-outs are straightforward & predetermined.

Q: What are the benefits of FHP?

A: FHP offers faster claims payment, and you have no claims to file compared to traditional insurance products. FHP Provides 6 policy options, ranging from Tropical Storm to Category 5 hurricanes. The table below provides a summary of the different policy options available. As shown in the table, payouts are straightforward and predetermined, providing buyers with a clear understanding of what they can expect to receive based on their chosen coverage option.

		Policy options					
		T	1	2	3	4	5
Triggering parameter	Tropical storm Box 1	10 %	×	×	×	×	×
	Category 1 Box 1	25 %	25 %	×	×	×	×
	Category 2 Box 1	35 %	35 %	35 %	×	×	×
	Category 3 Box 1	50 %	50 %	50 %	50 %	×	×
	Category 4 Box 1, 2	50 %	50 %	50 %	50 %	50 %	×
	Category 5 Box 1, 2	100 %	100 %	100 %	100 %	100 %	100 %

To Purchase a policy, log on to
www.corpeffinsurance.com

"We Take Away the Risk, You Are Insured"