Insurance gains clout as climate change solution for the poor.

Bloomberg, June 10 (Thomson Reuters) -- Insurers are a force to be reckoned with as they begin to take on new roles in fighting climate change, according to a new report from the United Nations Foundation.

1. **Summary**
   - The report, "Insurance as a Climate Change Solution," highlights how insurers are increasingly recognizing climate change as a material risk and are taking steps to address it.
   - It outlines several case studies of insurers who are using insurance products and services to help people adapt to and mitigate the effects of climate change.

2. **Key Findings**
   - **1.1 Inclusive Insurance**: Insurers are developing new products and services to support vulnerable communities, particularly in developing countries.
   - **1.2 Risk Reduction**: Insurers are working to reduce the risk of climate-related disasters through better risk assessment and management.
   - **1.3 Adaptation**: Insurers are supporting adaptation strategies, such as building resilience to climate change, through insurance products.

3. **Case Studies**
   - **Case Study 1**: A insurer in the Caribbean is offering flood insurance for low-income communities, helping them to recover faster after disasters.
   - **Case Study 2**: An insurer in Southeast Asia is providing disaster insurance to farmers, allowing them to continue their livelihoods even after natural disasters.

4. **Challenges and Opportunities**
   - **4.1 Regulatory Environment**: Insurers face challenges in the regulatory environment, particularly in terms of pricing and risk management.
   - **4.2 Market Penetration**: There is a need to increase market penetration, especially in developing countries where insurance penetration is low.

5. **Conclusion**
   - The report concludes that insurers have a critical role to play in addressing climate change, and that more collaboration between insurers, governments, and other stakeholders is needed to fully realize the potential of insurance as a climate change solution.

From the Report: "Insurance as a Climate Change Solution" by the United Nations Foundation.