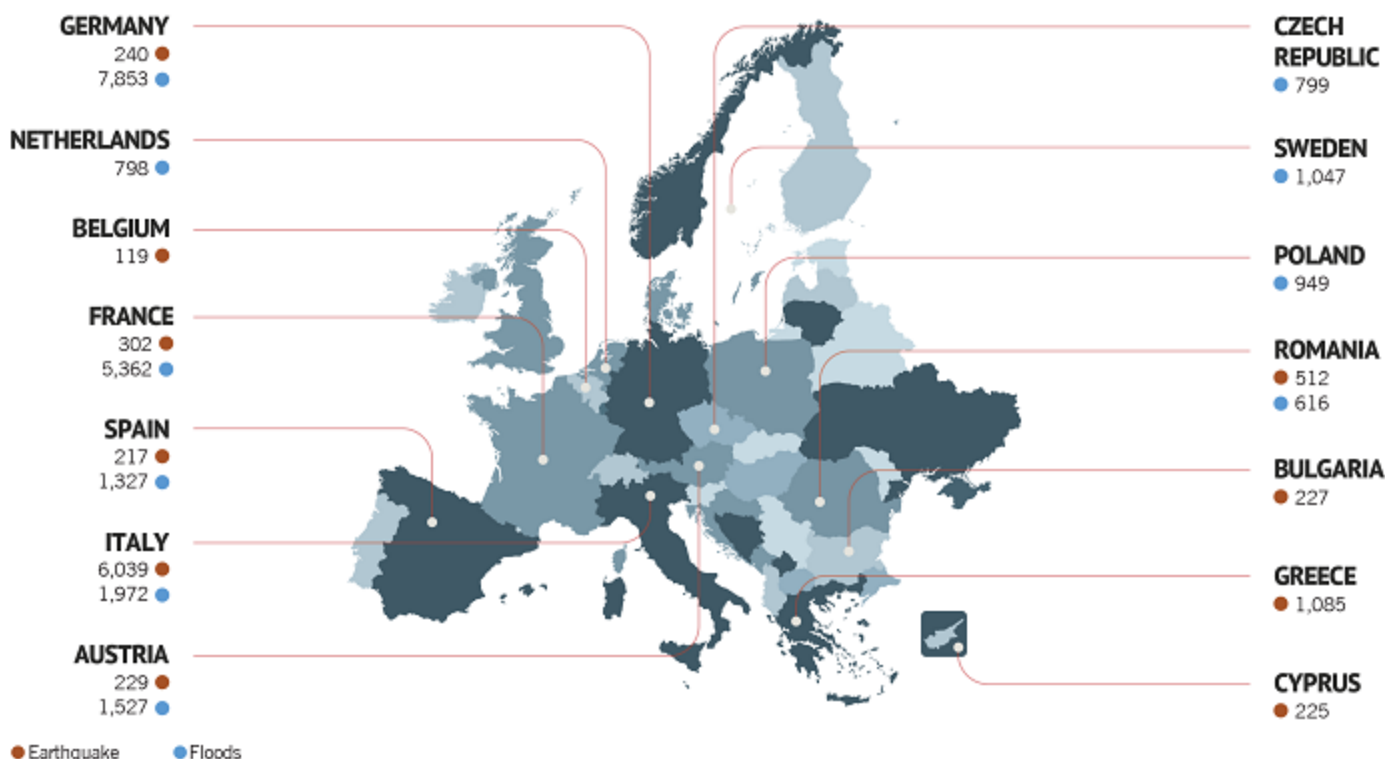


## FUTURE RISK IS SET TO INCREASE

Countries with highest estimated average annual loss (AAL) in EUR Million



## LIMITED FINANCIAL INSTRUMENTS WILL INTENSIFY THE MACRO-FISCAL IMPACTS OF DISASTERS; INCREASING THE FUNDING GAP

Each year, there is a **10%** chance that Europe will experience earthquake and flood severe enough to exhaust reserves

A major disaster can result in liabilities up to **17% of GDP** in some countries

Only **40%** of EU Countries have enough funding to respond to relatively frequent disasters

Residential losses account for half of total disaster losses, but only **30%** of countries have over **50%** of households covered with catastrophe insurance

Pre-arranged disaster risk financing instruments help minimize costs and maximize benefits

## OPPORTUNITIES TO BUILD FINANCIAL RESILIENCE

