

# PROSPERITY

Agency of The Republic of Kazakhstan  
for The Regulation and Development of  
The Financial Market

## Introduction of Catastrophic Risk Insurance in Kazakhstan

Year 2025



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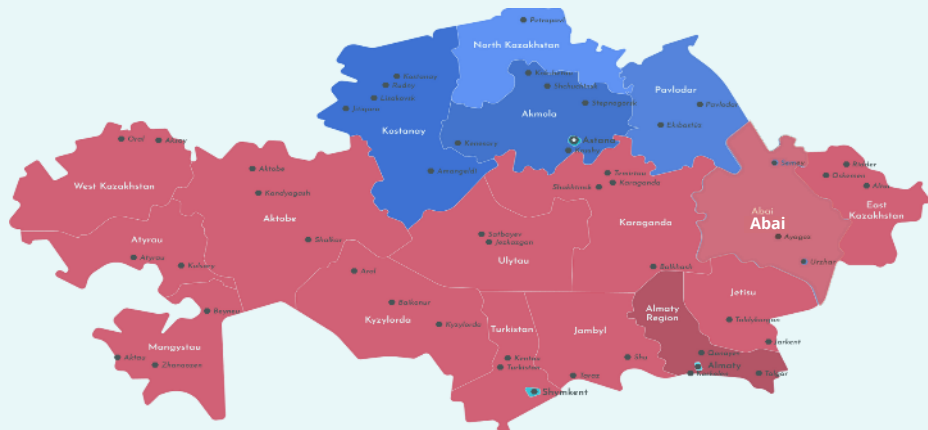
**Academy**

**Disaster Risk Financing  
& Insurance Program**



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# Disaster Risk in Kazakhstan



● High Risk Area

● Low-risk area



Kazakhstan is prone to a number of natural disasters: earthquakes, floods, forest fires.



**There are 13** regions and **2** cities of republican significance in the high-risk zone



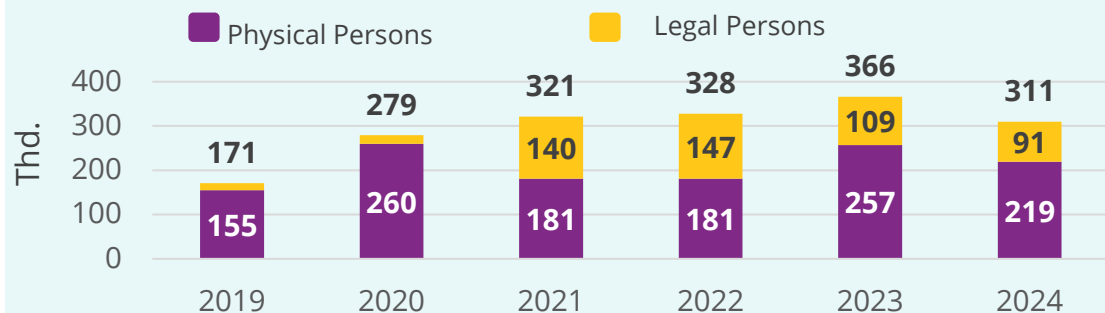
Creation of an effective model for financing catastrophic risks is one of the priorities of the Government of the Republic of Kazakhstan.



An interdepartmental working group has been working in this area **since 2024**.

# Current Situation with Voluntary Property Insurance

## Number of concluded property contracts



Region	Number of reported cases	Amount of payment (millions)	Expected disbursements (millions)
Aktobe region	37	165,6	10,6
RMS	31	59,3	0
Atyrau region	49	214,7	14,6
WKR	17	111,9	0
Kostanay region	15	7,7	5,6
Akmola region	6	3,4	8,6
Other Areas	11	147,0	93,5
<b>Total for 2024</b>	<b>166</b>	<b>709,6</b>	<b>132,9</b>



Today, **13** insurance organizations carry out **activities on voluntary property insurance**



Property insurance often covers the occurrence of **catastrophic risks**, including **floods**



The number of concluded insurance contracts in **2024** amounted to **311 thousand** contracts, an increase over the past 5 years - **81.9%**



Of the existing property insurance contracts, **88%** were concluded by individuals, **12%** by legal entities

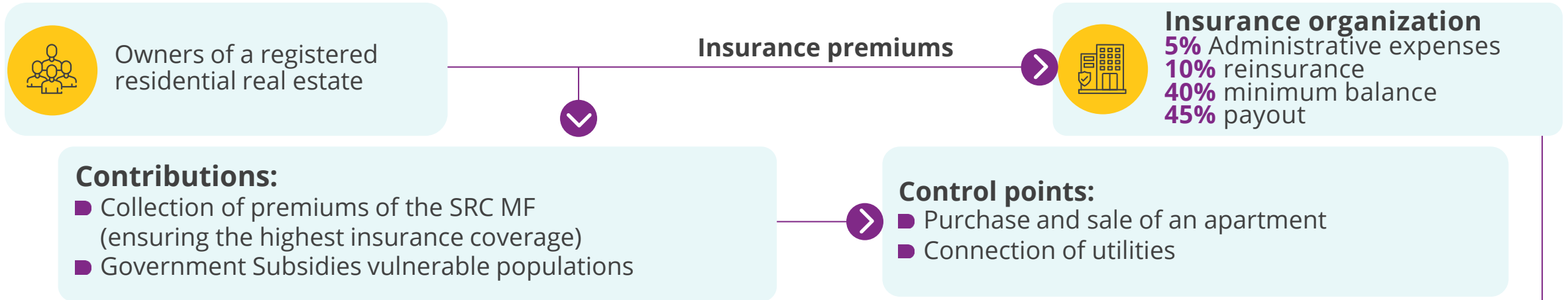


**As a result of floods** as of 01.01.2025.

- the SO received **166 applications**;
- the amount of total payments amounted to **709.6 million** tenge;
- expected payments amount to **KZT 132.9 million**

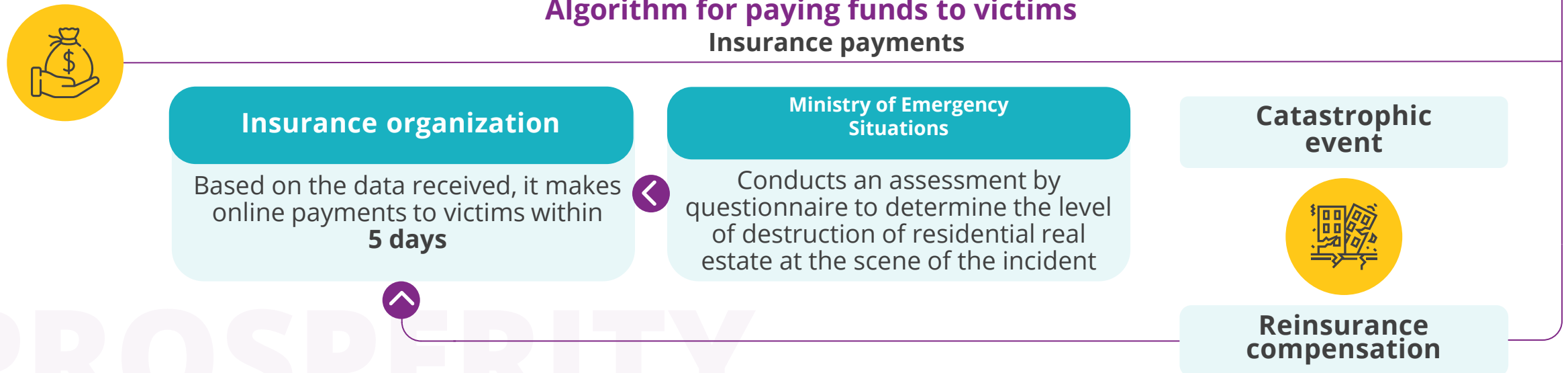
# Scheme of Work of The State Insurance Organization

## Financing mechanism of an insurance organization



## Algorithm for paying funds to victims

### Insurance payments



# Challenges of Introducing Catastrophe Insurance in Kazakhstan

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After determining the optimal model for insurance of catastrophic risks for Kazakhstan, it is planned to introduce compulsory insurance of residential real estate in hazardous areas on the basis of the creation of the Catastrophic Insurance Fund.

To this end, the working group is currently defining approaches to solving the following tasks:



Determination of **sources of financing** for an insurance organization



Development of a mechanism for collecting insurance premiums



Study of the possibility of parametric reinsurance



Residential Property **Inventory**



Development of a **disaster risk map** of Kazakhstan



Strengthening advocacy



Preparation of a draft law on compulsory housing insurance against catastrophes