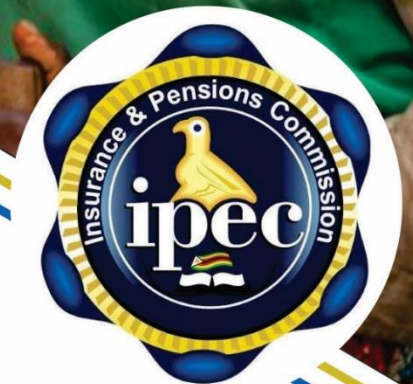




Digital Finance
Practitioners
Zimbabwe

THE STATE OF **FINANCIAL INCLUSION** IN ZIMBABWE

Lloyd Gumbo
Public Relations Manager
5 May2021



OUTLINE



Global and National Context to FI

Key Statistics

FI Baselines for Insurance

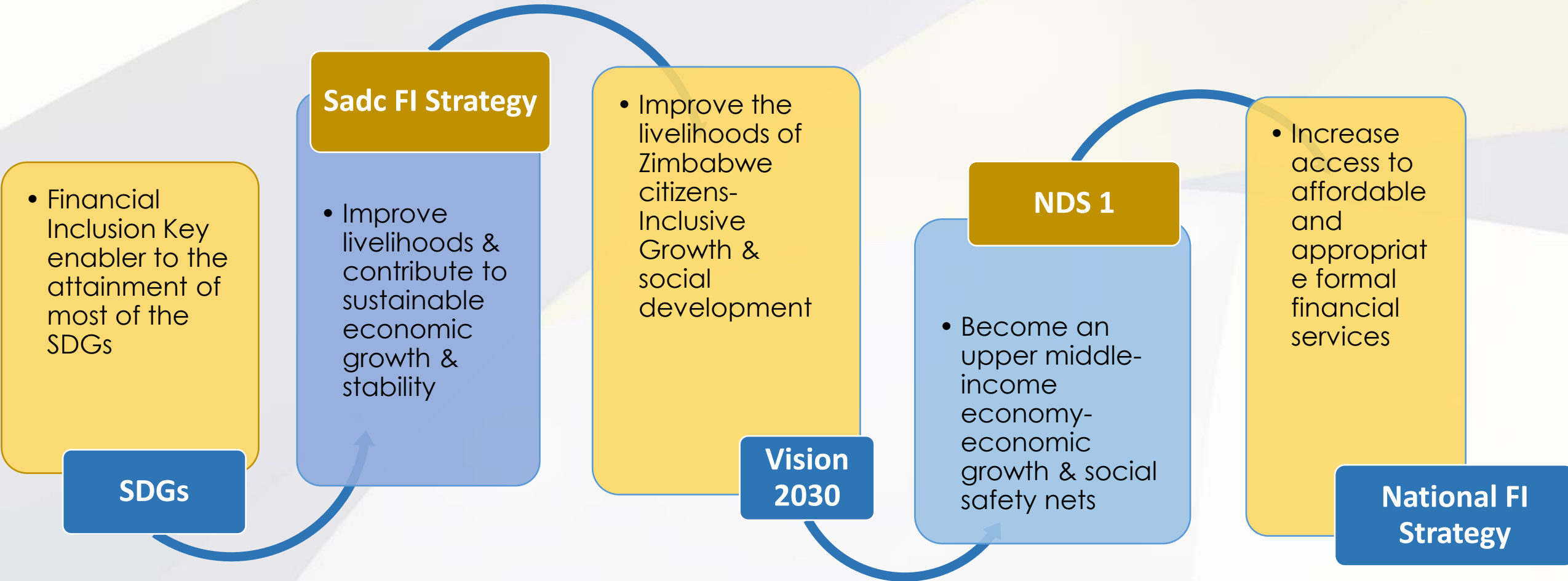
FI Baseline for Pensions

IPEC FI Initiatives

Microinsurance Update

FI Focus Areas

GLOBAL & NATIONAL CONTEXT TO FI



KEY STATISTICS



Total Population
14.2 million



Working Age Population
(15yrs & Above)
8 million



Economically Active Population
3.5 million (Employed 2.9m)

Active &
deferred
pensioners
700 000

- Formal 930 000
- Informal 980 000
- Household 991 000

FI BASELINE FOR INSURANCE



FINSCOPE SURVEY 2014

- Insured 30%-Funeral cover 82% & Medical aid 30%)

Barriers

- 68% too expensive
- 30% don't need it
- 10% don't know how it works

IPEC SURVEY 2019

- 71% Awareness-
- 34% Uptake-76% Funeral and 20% Motor vehicle insurance

Barriers

- 59% can't afford
- 10% they don't compensate
- 8% loss of value from currency reforms

FI BASELINE FOR PENSIONS



Awareness against Uptake

- **67% Aware of Pensions**
- **18% Have a pension plan**

Barriers to formal pension planning

- 36% unemployed
- 20% can't afford
- 15% not permanently employed

SCOPE FOR FINANCIAL INCLUSION



These findings indicate that there is scope to enhance Financial Inclusion in the insurance and pension sector



IPEC INITIATIVES



Developed
Microinsurance
Framework

Approving
Microinsurance
products

Approving appropriate
Distribution channels
(aggregators,
bancassurance, SSD
platforms)

Financial Literacy
Programmes

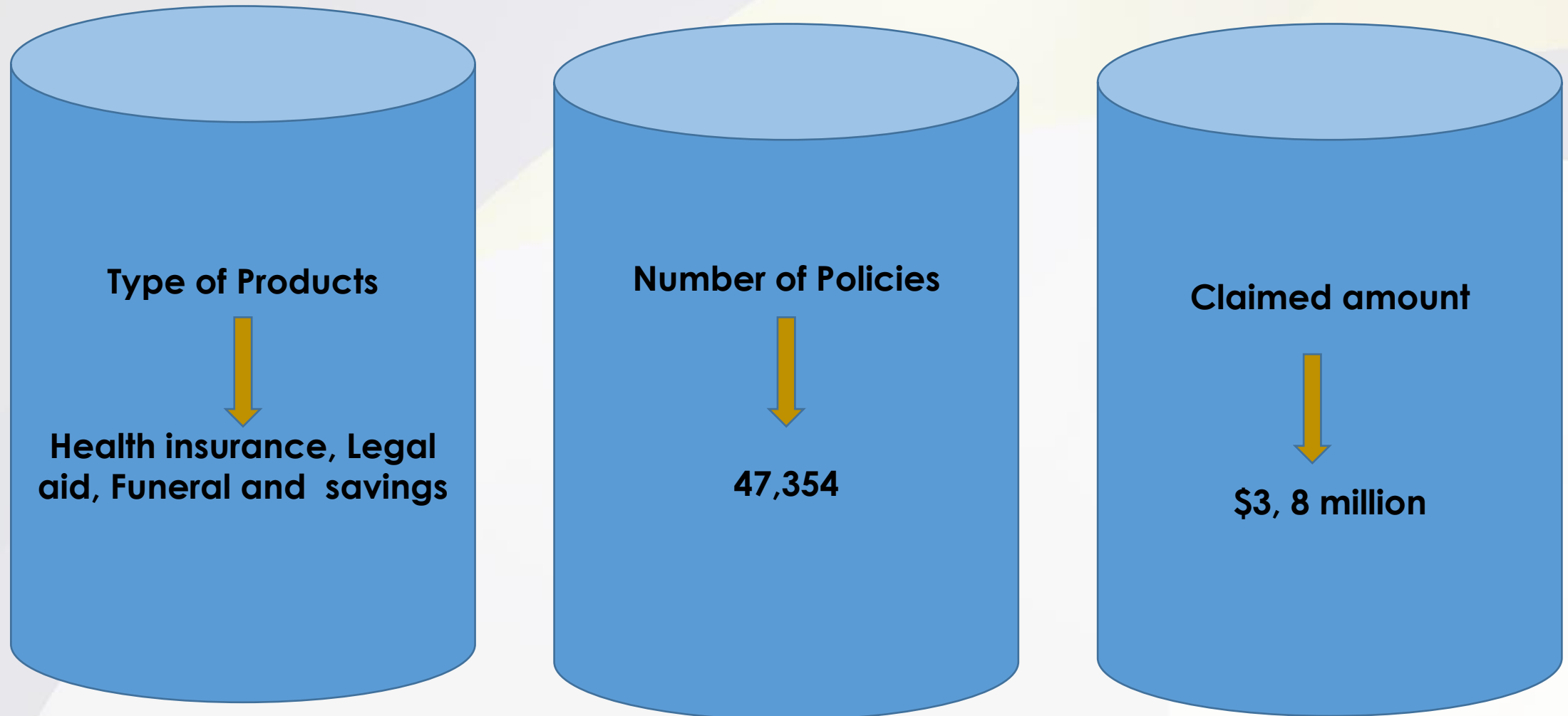
Developing
Micropensions
Framework

Developing Weather
Index-Based
Insurance Framework

MICROINSURANCE UPDATE



Dedicated Microinsurers



MICROINSURANCE UPDATE



Life & Funeral Assurance

Conventional insurers have also been offering microinsurance products-Life assurers and funeral assurers.

1.4 million policyholders

FINANCIAL INCLUSION FOCUS AREAS



Review:

- The Sadc FI Strategy
- National FI Strategy

Develop the
Micropensions Framework



Approve microinsurers &
microinsurance products



Develop a Weather
Index-Based Insurance
Framework





THANK YOU!

