Risk Intelligence (“RI”) ——

make climate-related risks visible, quantifiable, manageable, and foreseeable

Dr. Shen WANG, Dr. Lan XUE, Dr. Jun MA

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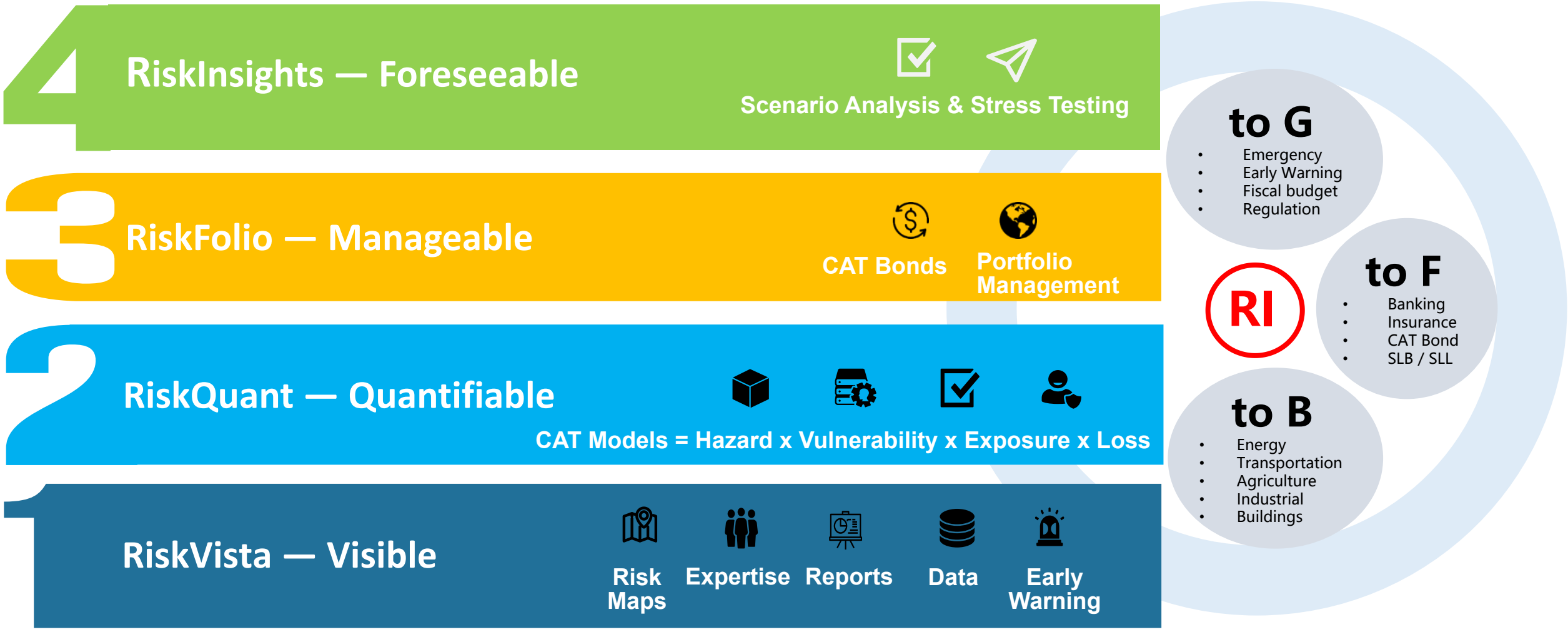
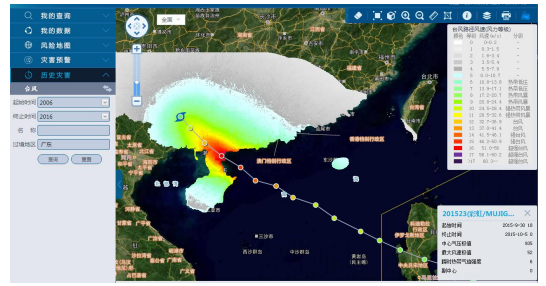
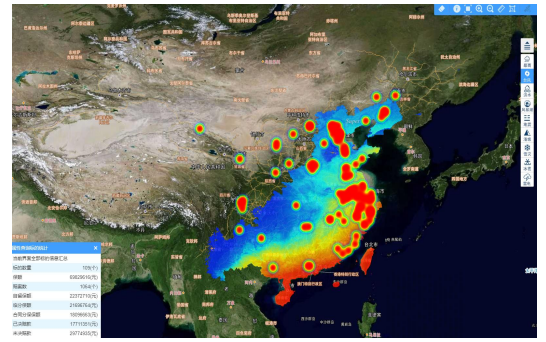
An Overview of the Risk Intelligence (RI) Framework——to undertake climate adaptation from perspectives of insurance and reinsurance



1. RiskVista——to make climate-related risks visible





Early Warning System | **RiskVista Main Platform** | **Risk Inspection and Assessment**

GIS

Data Aggregation Tools

Risk Maps

Risk Identification

Early Warning System

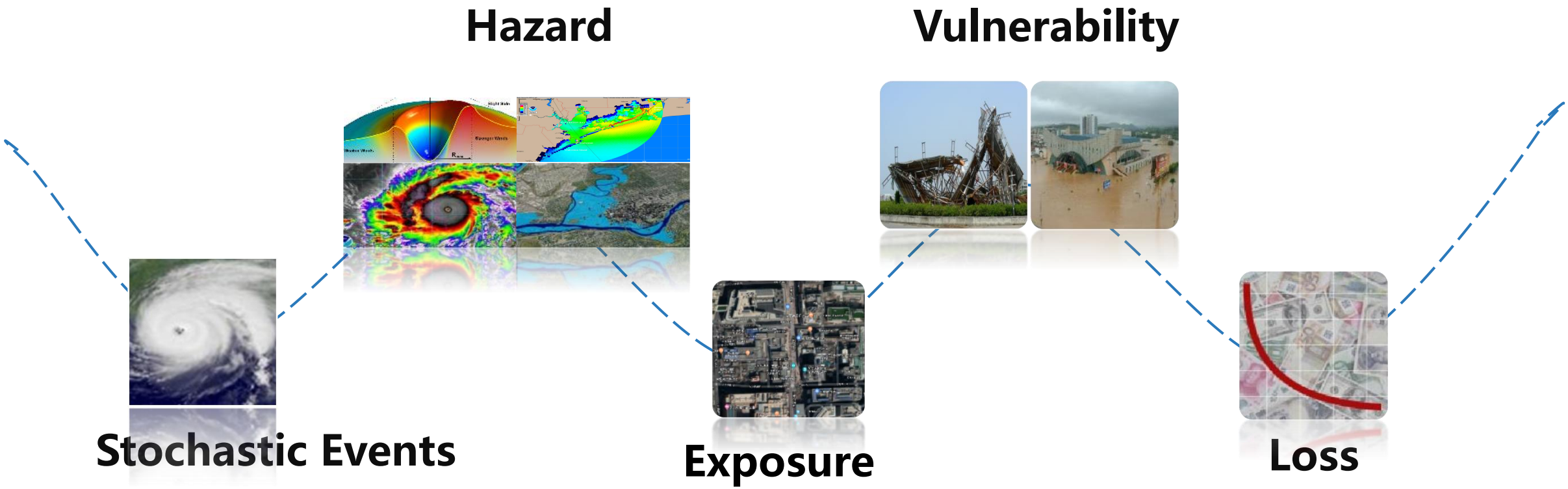
Real-time meteorology

Expert Pool

Remote Risk Assessment

2. RiskQuant——to make climate-related risks quantifiable (1/2)

Climate-related Risks = Hazard x Exposure x Vulnerability x Loss



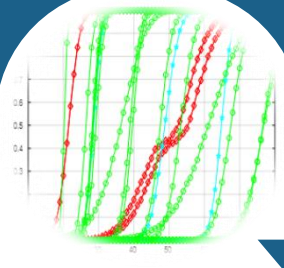
2. RiskQuant——to make climate-related risks quantifiable (2/2)

Prediction of the typhoon paths based on real-time meterological data

Typhoon Event

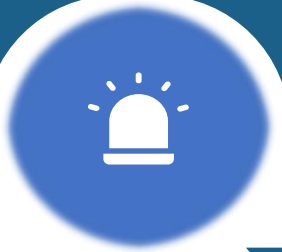
Constructing the vulnerability of underwriting assets

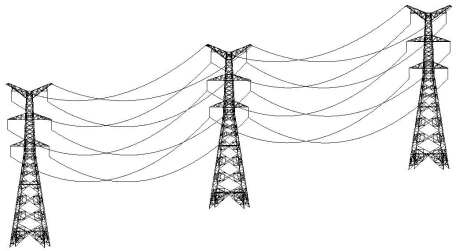
Assets Vulnerability

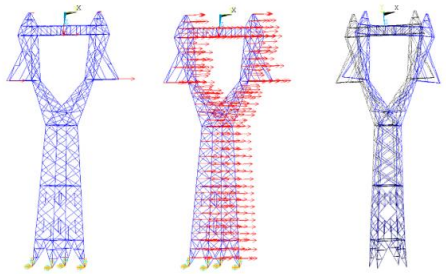


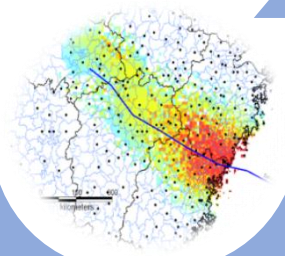
Emergency Management based on quantitative early warning

Quantitative Early Warning



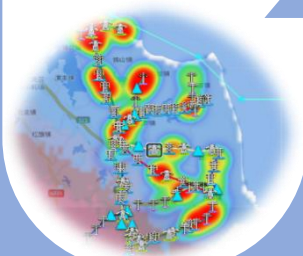






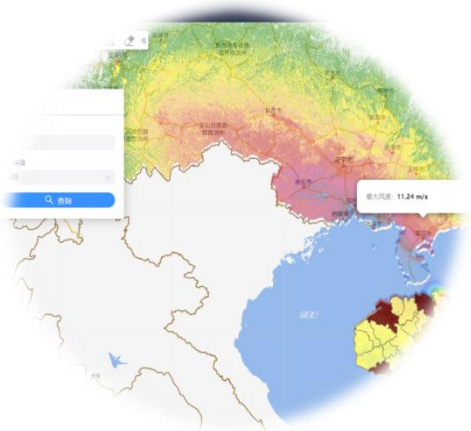
Typhoon Field Calculation

Real-time calculation of the typhoon fields



Expectation Losses

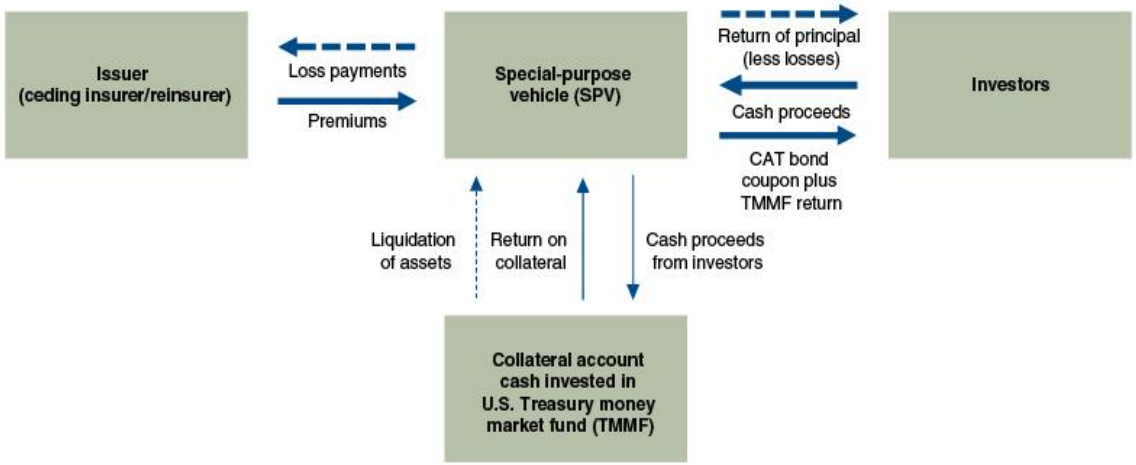
Using RiskQuant tools to compute real-time expectation losses

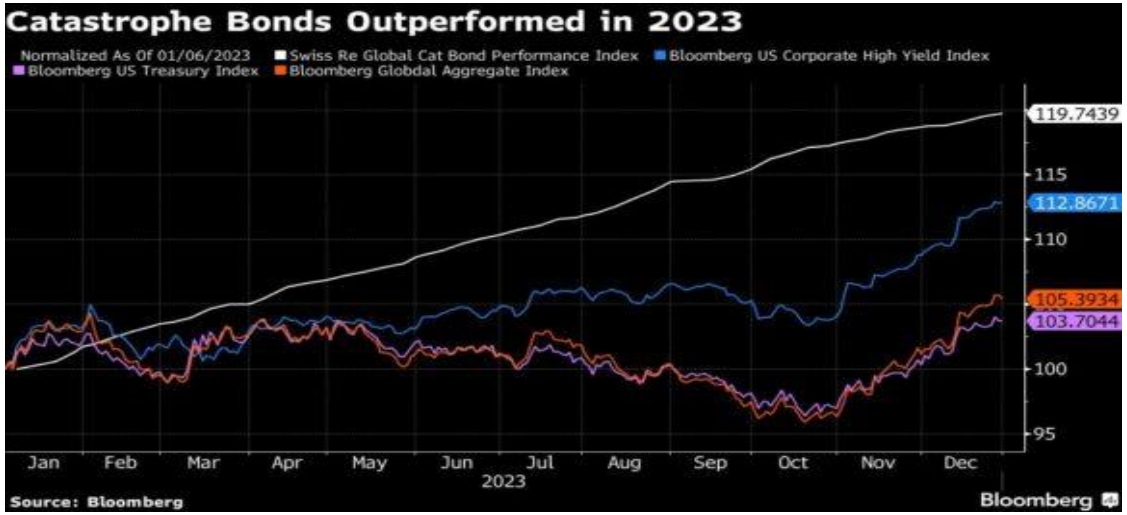


3. RiskFolio——to make climate-related risks manageable

RiskFolio——Multi-tiered risk distribution and cushion system

- Insurance
- Reinsurance
- Capital markets: catastrophe bonds
- Funds: Loss & Damage Fund; IMF Catastrophe Containment and Relief Trust
- Fiscal assistance: local, state, national fiscal recovery





4. RiskInsights——to make climate-related risks foreseeable

Climate-related Scenario Analyses and Stress Testing Framework (ISSB)							
Risks \ Scenarios		1.5° C	2° C	3° C	4° C	5° C	6° C
Typhoon	1/50 yr						
	1/100 yr						
	1/250 yr						
Tsunami	1/50 yr						
	1/100 yr						
	1/250 yr						
Flood	1/50 yr						
	1/100 yr						
	1/250 yr						
Drought	1/50 yr						
	1/100 yr						
	1/250 yr						
ExtremeHeat	1/50 yr						
	1/100 yr						
	1/250 yr						
ExtremeCold	1/50 yr						
	1/100 yr						
	1/250 yr						

Metrics

- Average Annual Losses
- Probable Maximum Losses（Gross & Net）
- Premiums
- Profits
- ……

Time Periods:

- 2030
- 2060
- 2100

This is a four-dimensional dataset. For each time period and each metric selected, there will be such a stress testing table. For example, if three time periods are selected and four metrics are applied, there will be altogether 12 tables generated.