



#### **SNAPSHOTS ON DISASTER RISK FINANCE**

## FONDEN Program

## **DEVELOPMENT CHALLENGE**



Mexico is highly exposed to earthquake and hurricane risks



Cost of recovery and reconstruction can be high and funds are needed quickly after a catastrophic event



Need for accountable and predictable post disaster funding for reconstruction



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### **DRF SOLUTION**



Rules based, disciplined institutional framework



A sovereign fund to finance reconstruction of public infrastructure



Annual budget allocation, anchors DRF strategy



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