

# Second National Conference on Disaster Risk Reduction (NCDRR)

Ensuring Resilience: Disaster Risk Transfer/Financing



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# The Federation of Nepalese Chambers of Commerce and Industry (FNCCI)

- FNCCI is the nationally and internationally recognized umbrella organization of business in Nepal. Organized as a representative body of business organizations in the country
- Basically, it represents the interests of the private sector and is involved in promotion of socio economic development of Nepal through private sector led economic growth.



# Membership Structure of FNCCI

- FNCCI is Registered as a national representative chamber in pursuant of section 3 of the National Directives Act 1961 (Rastriya Nirdeshan Ain 2018)

**The FNCCI Membership, at present, is comprised of:**

- **121 District / Municipality Level Chambers** in 77 Districts of Nepal
- **123 Commodity / Sectorial Associations**
- **1762 Associate Members**
- **20 Bi-national Chambers**

**In total, Direct members, 2026, where as indirect members are above 400 thousand**



# Membership Coverage of FNCCI





# Strategic Direction of FNCCI

## **Vision:**

- "Leading the Nation's Economic Progress"

## **Mission:**

- "Facilitating Nepalese Businesses Become Globally Competitive"



# The FNCCI Objectives :

- Promote the economic and social development of Nepal while protecting and defending the rights and interests of the business members of the entire country.
- Make effective and significant contribution to the development of open market economy while recognizing the changes taking place in the global arena.
- Act as a supreme representative body of the trade and industry of the country while supporting the national goals of self reliant and independent national economy.
- Foster cooperation with related national and foreign organizations



# Role of FNCCI – in Disaster Risk Reduction

- FNCCI usually involved in the DRR response measures
- It has been distributing food, water, basic medicine, temporary shelter
- It does not have separate fund for DRR, but it collect the cash and non-cash items from member enterprises
- Almost every year it contribute cash and in-kind support either to GoN DRR fund or directly distribute to victims for life saving.
- It also mobilize its district chapter association for the relief work.



# FNCCI- Long term contribution in DRR

- It works collectively on Climate change mitigation as it is a reason of Disaster
- It implementing the “Energy Efficiency” measure in business, which ultimately reduce CO2 emission by less consuming coal, fossil fuel.
- It started Green enterprises concept- less use of water, energy and minimal wastage
- It has promoted “ Avoid using single use Plastic” especially from hotels and Industry.
- Wastage re-cycle enterprise promotion.
- FNCCI members producing/or supplying materials/tools for relief work such as rope, tent, sacks, etc.



# **DISASTER RISK REDUCTION**

## **Private sector Understanding**

## **DRR for :**

- Minimizing the impact of Disaster in society and economy
- Understanding, assessing, and managing risks associated with hazards.

## **Key component of DRR**

- Risk Assessment and Mapping
- Preparedness and Response
- Mitigation and Prevention

# Role of the Private Sector in DRR in Nepal

## Insurance Companies:

- Offering disaster insurance coverage.
- Assessing risks and providing risk management solutions.

## Financial Institutions:

- Providing loans and financial products for resilience projects.
- Developing innovative financing mechanisms

## Infrastructure Development:

- Building resilient infrastructure.
- Incorporating disaster risk reduction measures.

# Benefits of Private Sector Engagement in DRR in Nepal

## Financial Resilience:

- Private sector involvement provides financial protection.
- Enables faster recovery and reconstruction.

## Expertise and Innovation:

- Private sector brings risk assessment and management expertise.
- Promotes innovative solutions.

## Collaborative Approach:

- Public-private partnerships enhance coordination and resource mobilization.
- Strengthened disaster preparedness and response

# Issues and Challenges

- Disaster preparedness usually **overlooked** by all stakeholders
- Very few data, information and study available on **Disaster.**
- The development partners activities on Disaster do some eye opening, but GoN and private sector giving less priority.
- Proactive role of Insurance companies, financial institutions, and infrastructure development is minimal on disaster resilience.
- Collaboration and Coordination between public and private sectors is always challenging.
- Possible source of Resources for DRR such as CSR Fund but policy is not clear

# Industry Problems :

- Self management - high risk bearing,
- Premium rate for Disaster related Insurance such as Earthquake, Fire
- Spreading Industrial area



Thank You