

MIGA's Claims Experience & Processes

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Multilateral Investment
Guarantee Agency

WHAT I AM GOING TO TALK ABOUT

- Vocabulary for claims
- MIGA's claims history
- MIGA's experience with possible claims
- Provisioning
- Current "portfolio"
- Summary & Questions



Vocabulary

- What is a “Pre-Claim”
- What do we mean by “Notice”
- What is a “Claim”
- What is “Mediation”



Claims History (Part 1)

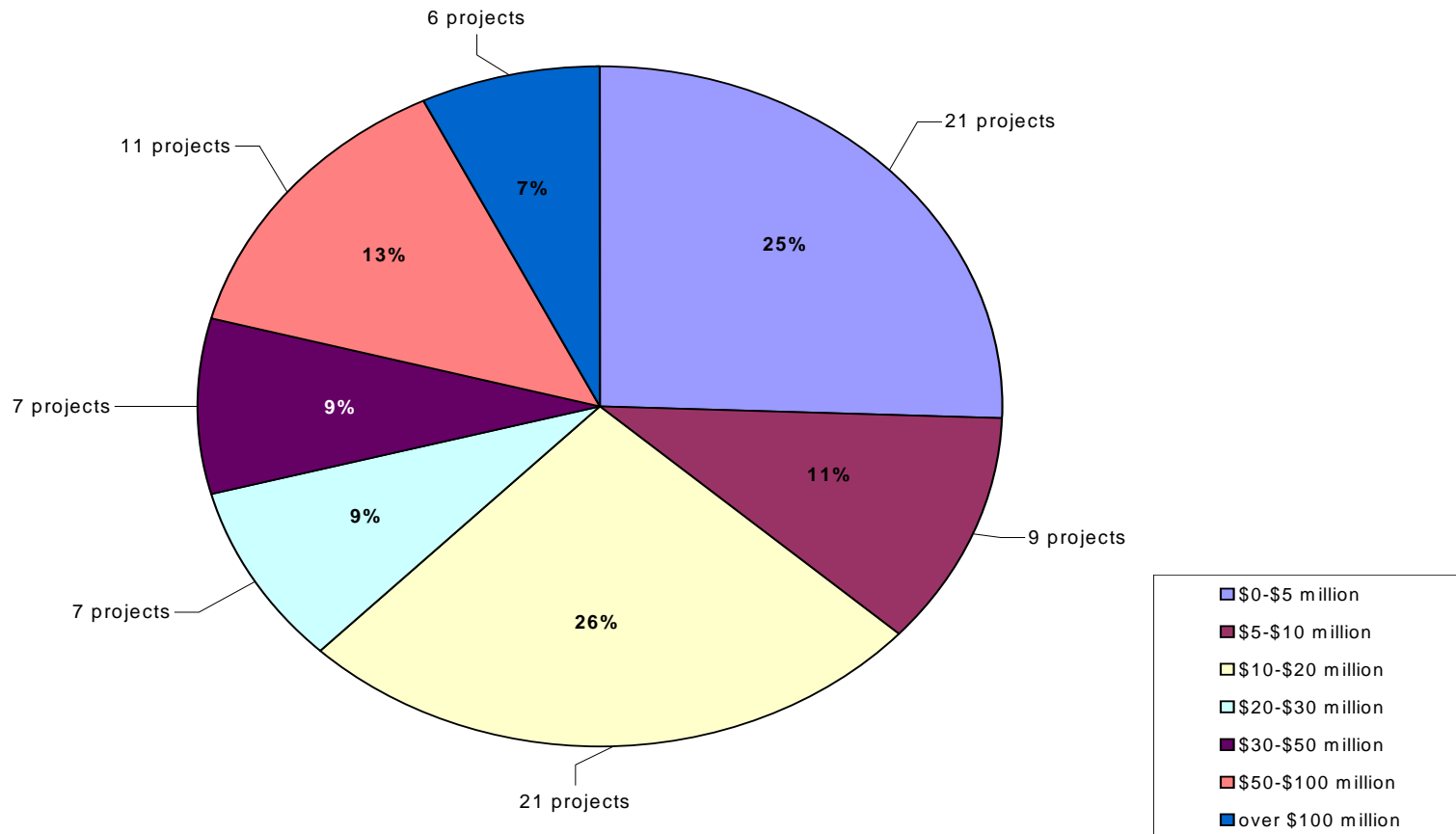
5 Claims paid

- Indonesia – Expropriation
paid 1999: \$15 Million gross (\$4.5 million net); fully recovered
- Nepal – WCD
paid 2004: \$145,000 gross (\$61,000 net); no salvage
- Argentina – Expropriation
paid 2004: \$558,000 gross (no reinsurance); salvage pending
- Kenya – WCD
paid 2009: \$491,000 gross (\$442,000 net); no salvage
- Madagascar – WCD
paid 2009: \$13,000 gross (\$11,700 net); no salvage
- Afghanistan – WCD
Pending 2011: \$600; no salvage

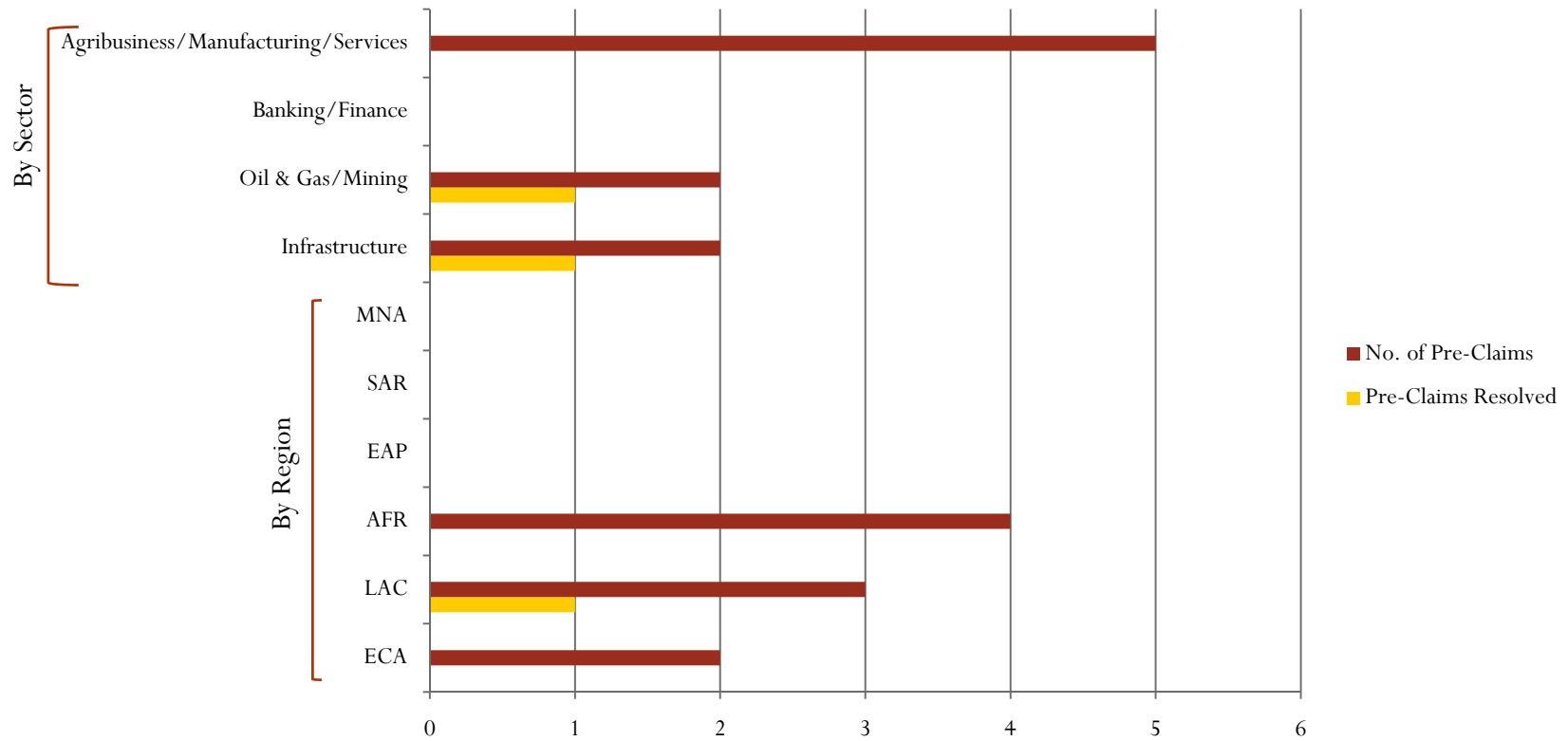


Pre-claims History

Pre-Claims by Dollar Amount



FY 2009

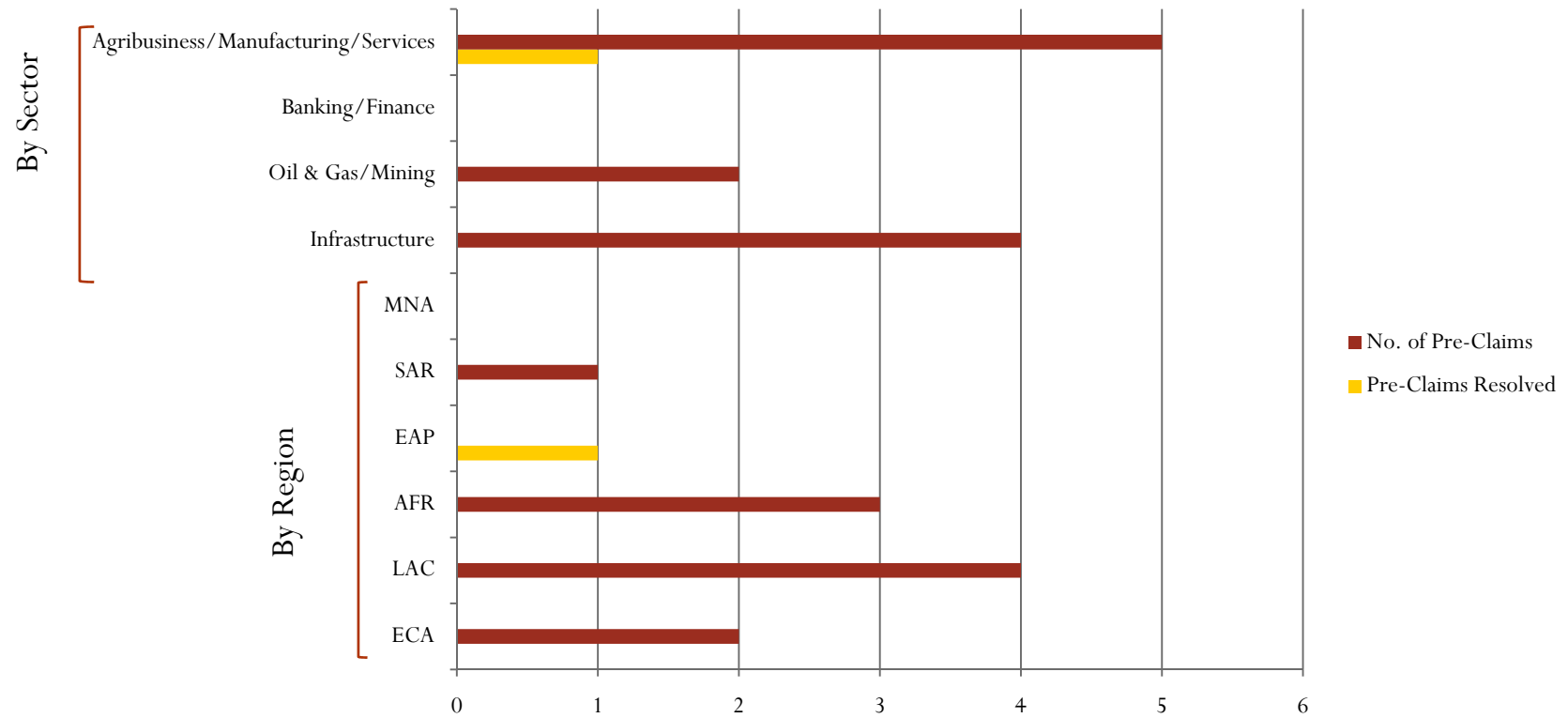


Total No. of Pre-Claims: 9

Total No. of Pre-Claims Resolved: 2



FY 2008

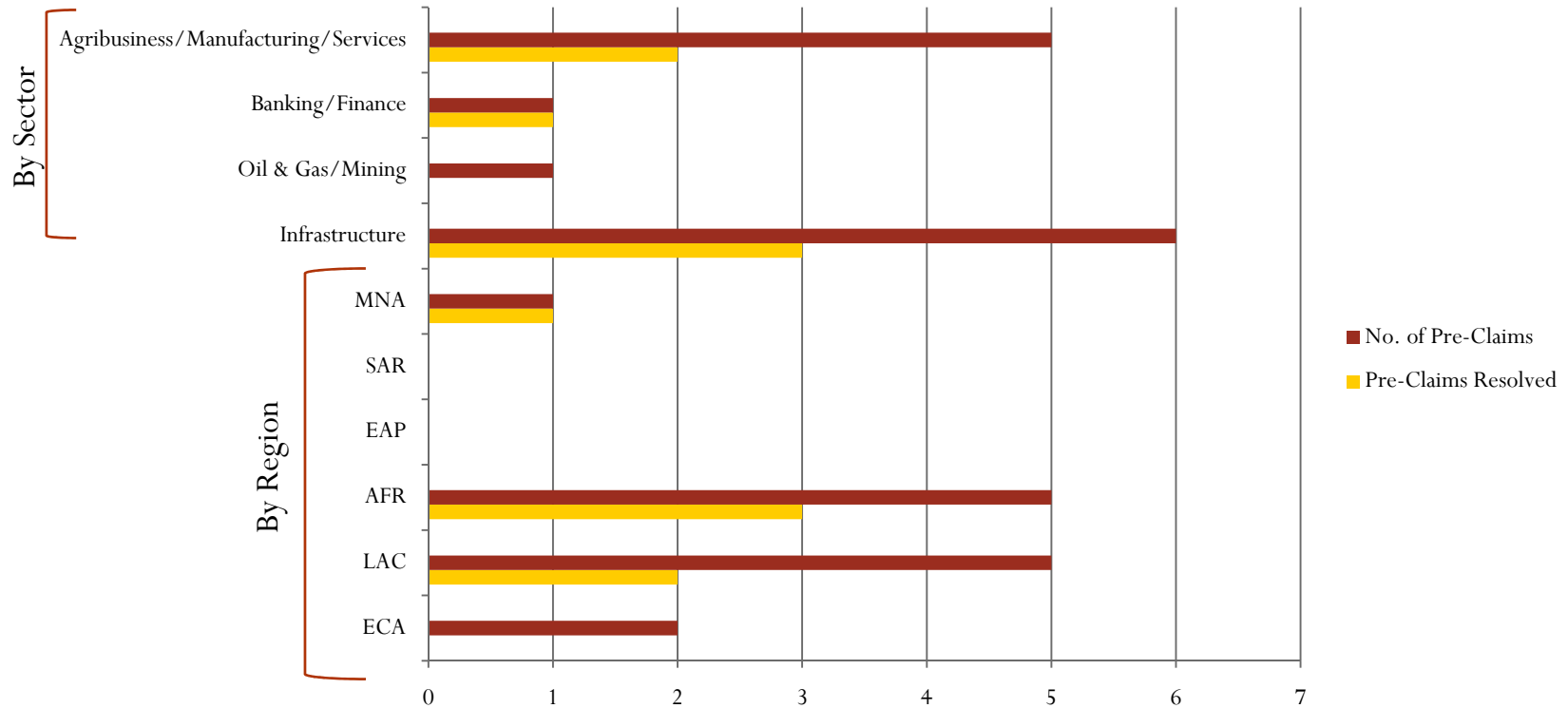


Total No. of Pre-Claims: 10

Total No. of Pre-Claims Resolved: 2



FY 2007

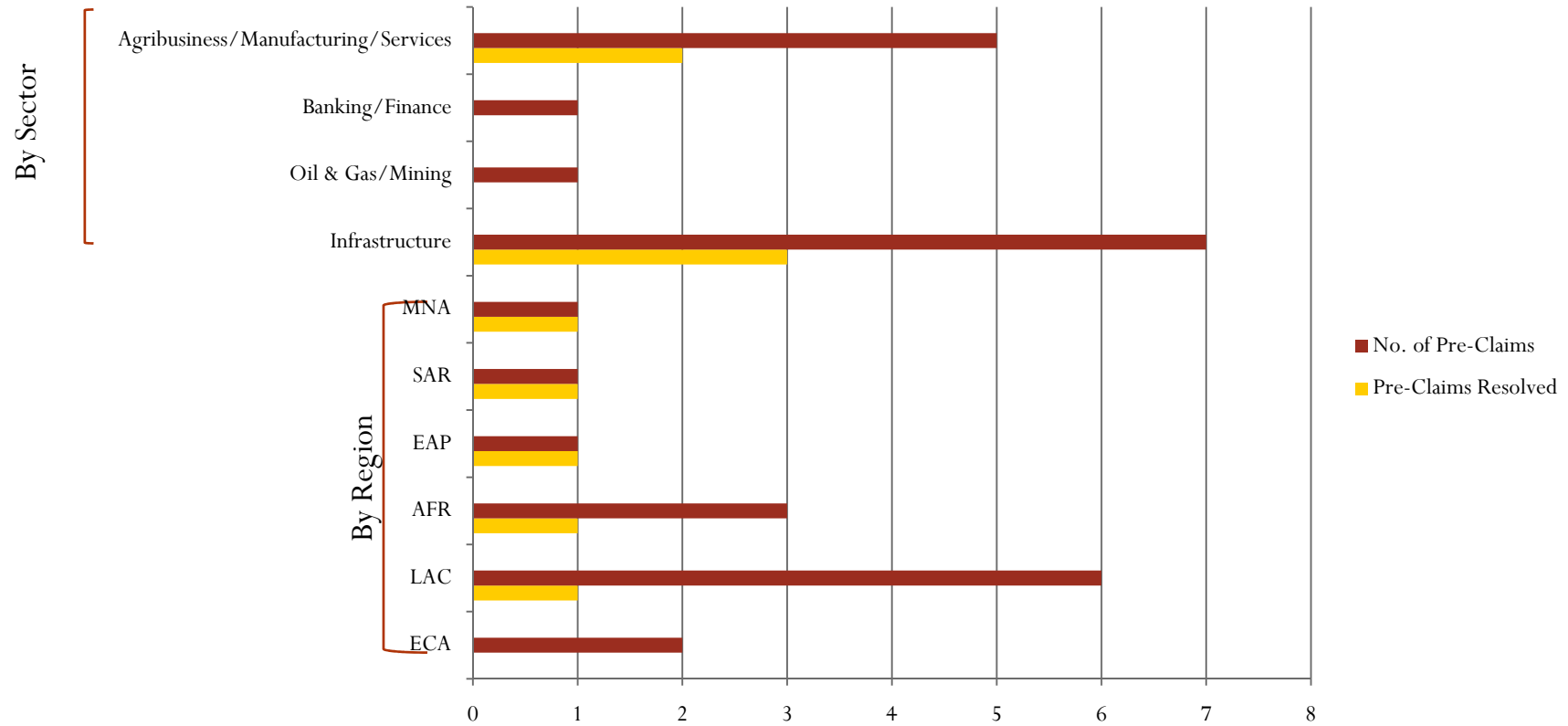


Total No. of Pre-Claims: 13

Total No. of Pre-Claims Resolved: 6



FY 2006

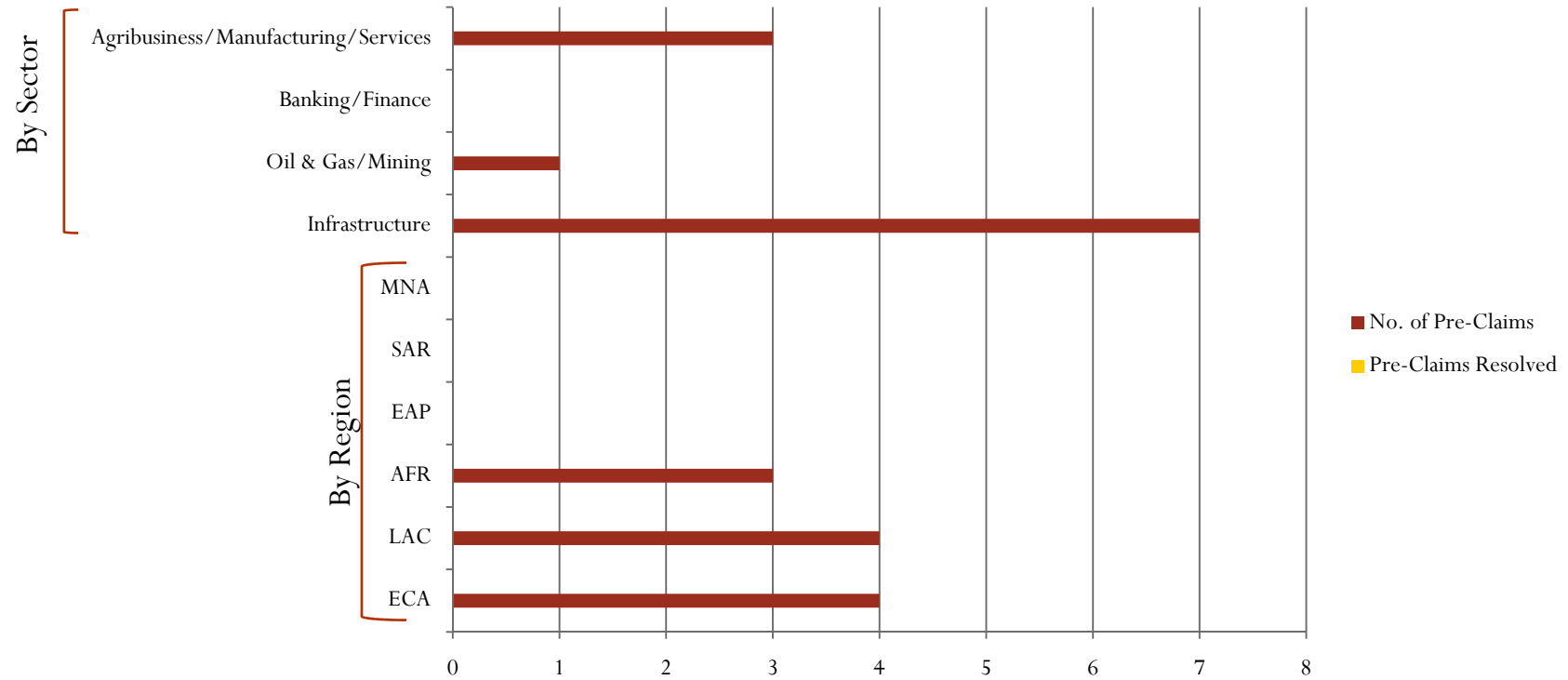


Total No. of Pre-Claims: 14

Total No. of Pre-Claims Resolved: 5



FY 2005



Total No. of Pre-Claims: 11
 Total No. of Claims Resolved: 0



Pre-Claim Responses

- Identification
- Team
- Activities
- Bank/Fund/IFC coordination



Provisioning

- Financial requirements
 - Specific v. Portfolio reserves
- MIGA Guidelines
 - Severity
 - Probability
 - Recovery



Summary & Questions



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