

# Natural Catastrophes Insurance Cover

## Individual System Summary Updates

As of **May 25, 2026**

<b>1</b>	<b>The name of the Cover</b>	<b>Taiwan Residential Earthquake Insurance Program (TREIP)</b>
<b>2</b>	<b>Cover Purchase / Distribution Channels</b>	<ol style="list-style-type: none"> <li>1. Combined policy for residential fire and earthquake exposure in one single policy, which covers both fire and earthquake risks, etc.</li> <li>2. Direct insurance by insurance companies, and then reinsured by TREIF.</li> <li>3. The residential earthquake basic coverage is binding with the residential fire policy and the housing loan banks strictly require borrowers to tender the residential fire policy (together with earthquake basic coverage) to protect banks' mortgage. 86% of the policies are purchased through banks.</li> </ol>
<b>3</b>	<b>Coverage</b> (incl. perils, sum insured & premium etc.)	<ol style="list-style-type: none"> <li>1. Residential Earthquake coverage includes losses of insured residential buildings due to earthquake shock or fire, explosion, landslide, land subsidence, land movement, land fissure, land rupture, or tsunami, sea surge and flood caused by an earthquake or its seismic activity.</li> <li>2. Sum Insured: the maximum sum insured of NT\$1.5 million and contingent living expense of NT\$200,000 per household for total loss.</li> <li>3. The annual flat premium is set at NT\$1,350.</li> </ol>
<b>4</b>	<b>Claim Criteria / Loss Trigger</b>	<ol style="list-style-type: none"> <li>1. Once the insured residence is assessed to meet the condition of <b>total loss or constructive total loss</b>, the insurer will pay the sum insured as well as a contingent living expense NT\$200,000 to the policyholder.</li> <li>2. Red danger sign posted by the government: effective from July 15, 2025, a contingent living expense of NT\$100,000 will be paid first.</li> </ol>
<b>5</b>	<b>Current Risk Assuming and Transferring structure</b> (see following diagram)	<ol style="list-style-type: none"> <li>1. The maximum limit payable for a single earthquake under this residential earthquake insurance risk assumption is NT\$120 billion. (<b><u>See following diagram</u></b>)</li> <li>2. When total losses payable for a single earthquake event exceed the above-mentioned maximum, claim payments to each insured shall be reduced proportionately.</li> </ol>
<b>6</b>	<b>Recent Loss events</b>	<ol style="list-style-type: none"> <li>1. <u>Tainan earthquake Loss (Feb. 6, 2016)</u> On February 6, 2016, a 6.4 magnitude earthquake struck southern Taiwan, which caused extensive casualties and building collapses/damage in Tainan City. 103 households were assessed as a total loss for this earthquake. The loss amount (combined Contingent Living Expense and Building loss payment) is NT\$170 million.</li> <li>2. <u>Hualien Earthquake Loss (Feb. 6, 2018)</u> A magnitude 6.2 earthquake struck eastern Taiwan. The max. intensity scale 7 was observed in Hualien county. 73 insured households received loss payment, approximately NT\$100 million.</li> <li>3. <u>Hualien Earthquake Loss (April 3, 2024)</u> On April 3, 2024, an earthquake with a moment magnitude of 7.2 struck eastern Taiwan. 282 insured households received loss payment, approximately NT\$459.6 million.</li> </ol>

		4. <a href="#">Tainan-Chiayi Earthquake Loss (Jan. 21, 2025)</a> On January 21, 2025, an earthquake with a moment magnitude of 6.4 struck southern Taiwan. 9 insured households received loss payment, approximately NT\$14.39 million.
7	<b>Latest take-up rate</b> (Penetration rate)	● <i>As of the end of April 30, 2026, the take-up rate has reached 39.65% and policies in force have been over 3.7 million.</i>
8	<b>Current Accumulate reserves</b> (fund)	● <i>(As of the end of April 30, 2026) TREIF : NT\$ 56 billion (US\$1.8billion)</i>
9	<b>Website/ annual report Linkage</b>	<ul style="list-style-type: none"> <li>● <b>Website</b> <a href="https://www.treif.org.tw/">https://www.treif.org.tw/</a></li> <li>● <b>Annual report</b> <a href="https://www.treif.org.tw/en/xmfile?xsmsid=0L314510134315628197">https://www.treif.org.tw/en/xmfile?xsmsid=0L314510134315628197</a></li> </ul>
10	<b>Others</b>	

Note: US\$1 = NT\$31.5

### Current Risk Assuming and Transferring Structure (diagram)

Currency: NTD

