

Forecasted insurance risk that affects to the company's financial statement

Maintaining and managing the capital fund securely and efficiently is a key requirement of the Company. The Company has taken into account all factors affecting Total Capital Available (TCA) and Total Capital Required (TCR) to covers insurance risk, market risk, credit risk and concentration risk and surrender risk. And integrates these factors into business planning and core business activities; including product design and development, premium rates, underwriting, claims management, reinsurance and investment, to ensure that the Company is financially secure and has sufficient capital for its risk appetite.

The Company sets risk management measures as part of insurance process, which are:

1. Setting up the Product Design and Development Committee to consider key factors that may affect the financial status of the Company. When products are launched monitoring, the underwriting results form an essential part in the improvement and development of these and other products.
2. Enhancing Underwriting Guideline for seeking high standards of technical knowledge and reliable statistical data. Training underwriting personnel to comply with the guidelines in the manual.
3. Actuarial certification of reserves ensures that the financial condition of the company is sound, and it can meet all its contractual obligations.
4. Purchasing Excess of Loss retrocession that limits the maximum loss the Company might suffer.