

RISK MANAGEMENT

Risk is inevitable especially in the Insurance Industry. Thus, the identification and proper management of risk within the Company is an important priority of the Board and its Management.

The Board has the ultimate responsibility for ensuring that the Company's risk management systems are adequate, effectively designed, in placed and are operating effectively. The Company has Risk Management Team composed of individuals from different fields and departments to ensure that risk management and internal controls are set and consistently followed across different risks (e.g. insurance risk, financial risk, etc) with which the Company is exposed.

The Company has also an Internal Audit, with oversight from the Audit Committee, who ensures that effective and efficient controls are implemented and operating effectively. External Auditors are also hired by the Company who help ensure that financial and regulatory risks are properly addressed.

The Board believes that through its Risk Management Team, Audit Committee, Internal and External Auditors, there is an adequate oversight on the Company's risk management and internal controls.