Risk from insurance that can be expected and has significant clue may have an impact on the financial status of the company, reinsurance management, financial connection of the fund and risk from insurance and cluster of insurance.

Insurance risk arises from fluctuations of frequencies and severity of damage, which is deviated from the hypothesis used in setting the premium rates, calculation of reserves, and underwriting. However, the company has insurance risk management guideline that covers the said management process with the objective for the company to achieve the specified business target.

Due to the company has insured its individual customers as high as 90% of the total portfolio, so it carries a risk of clustering individual customers at the low level. There is a cluster in the area, which the company has designated the risk retention level in the size that is consistent with the risk, capital and liquidity of the company. Moreover, the company has preceded the stress testing based on the business plan as designated in each year. It is to set the risk level that is acceptable and reinsurance by approval from the board of directors.

The company has various reinsurance contracts, annually got approval from the board of directors, to help transfer losses and/ or catastrophe loss events. Reinsurers in all contracts have no less than A- financial strength ratings with the gross written premium at the world's high rankings.

The quantitative information has the following details:

Unit: Million Baht

Item	Amount
Insurance recoverable from reinsurers	1,282
Amounts due from reinsurers	-
Amounts deposit from reinsurers	-