

Risk Management Policy

The Company set up comprehensive Risk Management Policy to mitigate any potential impact caused by economic and political changes and global financial crisis. Policy also includes the criteria for risk prevention and detection. The Risk Management Committee therefore complied with the policy and implemented the risk prevention and mitigation measures in accordance with the risk management plan with the collaboration of concerned department as follows:

- 1. Preparation of risk management plan by each department to support the Company's master business plan and to cope with business risks for the Company's goal achievement;
- Risk management will be carried according to the plan mentioned above. Each responsible
 department has prioritized the risks by evaluating the overall risk profile and its potential impact
 to the organization. The appropriate risk mitigation criteria shall be determined in conjunction with
 each department whereas internal audit department undertaking role as risk coordinator and
 reviewer;
- 3. Risk Management countermeasures shall be implemented and regularly followed up by the Risk Management Committee comprising of each concerning management in a quarterly meeting as outlined in the risk management plan. All countermeasures shall be followed and reviewed by internal audit department to ensure that the final outcome is agreeable with the Company's proposed objectives.

Besides, the Company held risk management seminar and training for each business. The risk management criteria's have been adapted as key factors in performance evaluation of staffs. The training also focused on concepts and principles of practicing on risk management throughout the organization which would contribute ensuring the sustainable growth of the Company as well as create long term value for stakeholders and shareholders.