

# How to manage insolvency-related risk

Assessing insolvency risk in your supply chain and your business

- Are you noticing any problems with your supply chain? Is China now coming back online?
- What are the weakest links in your supply chain?
- Are there any provisions in your contracts that trigger termination or events of default before a formal insolvency filing?
- How good are your security arrangements in reality? For example, in some jurisdictions, share pledges can be difficult to enforce.
- If credit looks like it is becoming tighter, a key point to think about is reputation protection (and protection against possible personal liability) in the context of directors' duties. Have you taken any steps to address this?

