

# Internal Control and Risk Management

The Company has set up an internal control system in each work procedure in order to prevent errors and lessen the damage that may occur in a timely fashion. In addition, the Company has established “the Risk Management Committee” in order to consolidate the risk management policies already existed in each line of work or business. This is to foster a holistic approach to risk management that is comprehensive and standard. A new approach to risk management which utilizes quantitative risk measurement has also been implemented resulting in a more efficient monitoring system.

In the Board of Director Meeting 2/2015 on February 25, 2015 which all the three audit members attended, the Company’s committee has assessed the adequacy of internal control within the Company in five aspects:

- Internal control
- Risk assessment
- Operation control
- Information system and communication
- Monitoring system

The Company’s committee has concluded that in entirety, the Company has adequate and appropriate internal control and risk management. The Company has also set up a unit to examine and oversee its operations and risk management with an adequate number of personnel to efficiently operate as planned and follow guidelines.

The Company has arranged for representatives to join in the three subsidiary companies as committee members in order to closely monitor the performance. Additionally, the Company has formulated standardized regulations and procedures to efficiently protect and review the management of the Company and the subsidiary companies’ assets

## Head of Internal Control and Head of the Company’s Operations Oversight

The Audit Committee has approved the appointment of Mr. Chirasak Ongpaibool who received a Bachelor degree in Accounting and a Master of Business Administration from Chulalongkorn University; has over 20 years of work experience in the oversight of securities companies’ operations; and has gone through a training course approved by the SEC—for the position of Senior Vice President to lead the oversight of the Company’s operations.