



Audit Committee's Report

The Audit Committee of Thanulux Public Company Limited consists of 3 independent directors which qualification meet the requirements of the Securities Exchange Commission and the Stock Exchange of Thailand. In which Mr. Padoong Techasarintr is the Chairman of the Audit Committee, Assoc. Prof. Nares Kesaparakorn and Assoc.Prof. Dr. Nipon Poapongsakorn is the Audit Committee member.

During the year 2019 the Audit Committee held in total 12 meetings which the all three member attended regularly. Moreover there were 3 meetings with the Management in order to discuss about the company's business operations. Additionally the meetings with external auditors, without participation from management team, were also organized to freely discuss over about the reviewing and auditing financial statements. The report of the Audit Committee's performance has been reported to the Board of Directors for acknowledgment and consideration on a quarterly basis with summarized as follows:

1. Review Financial Statement:

The Audit Committee reviewed the quarterly and annually financial statements for the year 2019 of the company and its subsidiaries which had been reviewed and audited by the auditor. This was to ensure that the financial statements of the company and its subsidiaries were correctly prepared in conformity with the laws and the enforcement of the current accounting standards with complete and sufficient disclosure of information and reliable.

2. The Internal Control Systems and Internal Audit



Ensure that the company had adequate and effective internal control systems which could protect against corruption of any systems. This was for the reasonably confident that the company's business operations had adequate and appropriate controls. By considering from the internal audit report, risk management report and Auditor Report to evaluate the internal control system and risk management, including the follow-up of the operations corrective actions according to the suggestion. The Audit committee considered approving of the annual internal audit plan which had been prepared in accordance with the strategy and risk of the organization and also agreed that the company's internal control system was effective and suitable for the company's business operations.

3. Compliance with government laws and regulations

The Audit Committee had supervised the company to comply with the Securities and Exchange Act Including various regulations of the Securities Exchange Commission and the Stock Exchange of Thailand as well as the notifications of the Capital Market Supervisory Board and laws relating to the business operations of the company. The Audit Committee had the opinion that the company carried out their works correctly and completely according to the laws and regulations.

4. Risk Management

The Audit Committee had systematically followed up the risk management which covers all aspects both internal and external factors that may effect to the business operation. The management had focused on risk management by establishing a risk management committee which had duty to supervise and prepare the risk management plan, for purpose to manage the impact that may occur to the business operation at an acceptable level and reported the performance to the Board of Directors on a quarterly basis.





5. Reviewed the related transactions and/or transactions which might cause conflict of interests

The Audit Committee had reviewed the related transactions and/or transactions which might cause conflict of interests between the company and its subsidiaries as well as the relevant parties occurred during the year 2019. It was found that transactions were carried out according to the normal business, provided the highest benefit to the company and also complied with the laws and regulations of the Stock Exchange of Thailand and the announcement of the Capital Market Supervisory Board. There were report to the Audit Committee every month before reporting to the company's board of director every quarter.

6. Corporate Governance

The Audit Committee had reviewed the compliance with the good corporate governance policy including complying with the laws, rules, regulations and the company's code of ethics. As well as acknowledgment Performance in accordance with anti-corruption policy, receiving complaints and clues, by reporting to the Board of Directors every quarter.

7. Self-Assessment Evaluation

The Audit Committee reviewed and conducted self-assessment evaluation both collective and individually to ensure the Audit Committee efficiency and effectively carried out their duty. In addition, the Audit Committee's charter was reviewed annually in order to be appropriate and consistence with the announcement of the Stock Exchange of Thailand and in accordance with the best practices of the audit committee.

8. The Appointment of the External Auditors

The Audit Committee considered the appointment of the external auditors based on knowledge and capability and had the same opinion with the management, agreed to propose to the company's Board of Directors for further approval at the General Meeting of shareholders the appointment of Mr. Anusorn Kiatgungwalgri, a certified public accountant number 2109 or Mrs. Kwunjai Kiatgungwalgri, a certified public accountant number 5875 or Mr. Satis Kiatgungwalgri Certified Public Accountant No. 9760 or Mr. Prasitporn Kesama Certified Public Accountant No. 9910 of the ASV & Associates Limited as the external auditors for the year 2020 at the fee of Baht 1,100,000 which was considered reasonable.

In consequence, the Audit Committee reckoned that the management and operations of the company with good corporate governance. there was risk management and adequate internal control system, also included good governance policy for the strictly regulatory law compliance.

On behalf of the Audit Committee

(Mr. Padoong Techasarintr)

Chairman of the Audit Committee

