

– Translation –

AAI – 040 – 2022

**Internal Control and Internal Audit Policy**

Asian Alliance International Public Company Limited and its subsidiaries (the “Company”) identifies the internal control and internal audit policy by applying the internal control principle of the COSO Internal Control Integrated Framework (COSO: The Committee of Sponsoring Organization of the Treadway Commission) which is the international standard internal control practice as the Company’s internal control practice to ensure the efficiency and effectiveness of the Company’s operation which must be aligned with the Company’s objective and goals including the assessment and the concise, continuous and efficient risk management to prevent any undesired incident which may cause damages to the Company, as well as developing the personnel in the department to align their duties with the work instruction properly and to comply with regulations and relevant laws and be ready for the assessment and inspection of its operations at all times. The Company is hereby adhering to the practice which covers all aspects of the five compositions of the internal control as follows:

1. Control Environment

- a. There is a monitoring process and operation assessment by the Company’s internal control unit and the executives and employees must perform the self-assessment and be assessed by the outside independent specialist or auditor.
- b. It is the duty and responsibility of the management at all levels to administer and inspect the work system within their units for efficiency and aligning with the working procedure under the concise and auditable internal control system.

2. Risk Assessment

Employees at all levels will participate in assessment and risk control of their works to determine the way to control the impact or reduce the risk opportunity and to prevent any damage which may occur.

3. Control Activities

- a. The internal control unit will support all executives of every unit in organizing the internal control and inspection periodically as deemed appropriate to ensure an efficient internal control system in all units and compliance with all specified processes regularly which may lead to the work system improvement for more efficiency.
- b. The inspection practice emphasizes the creativity aspect and work system improvement to ensure the Company operates its business by considering the efficiency and effectiveness in its operations, trust and accuracy of the financial report and compliance with laws and relevant regulations.

4. Information and Communication

- a. The Company shall prepare for the use of the required information adequately and on a timely basis and in a manner which is accurate, concise, understandable and up to date.
- b. The Company shall provide the communication between the executives and the operators or among many business units to ensure understanding and cooperation through the regular meetings.

5. Monitoring and Assessment

The Company shall prepare for monitoring, reviewing and assessment of the internal control regularly by the internal auditor and shall report the result to the Audit Committee and the executives of the Company. If there is a fault in any process, then the executives shall identify the control measurement and resolve such problem systematically and continuously.

This policy was considered and approved in the Board of Directors Meeting No. 1/2022, dated 24 March 2022, which shall come into effect from 24 March 2022 onwards.

**- Mr. Vichai Assarasakorn -**

(Mr. Vichai Assarasakorn)

Chairman of the Board

Asian Alliance International Public Company Limited