

Risk Management Policy

The Board of Directors of Siamgas and Petrochemicals Public Company Limited and its subsidiaries recognize the importance of organizational risk management. Therefore, a risk management policy has been established to ensure that executives and employees are informed, understand, participate, and use it as a guideline for risk management at both organizational and departmental levels. The establishment of the risk management policy must align with the company's objectives, business goals, and strategic plans. Risk assessment should cover all four aspects: Strategic Risk, Operational Risk, Financial Risk, and Compliance Risk (adherence to regulations, rules, and laws)

The Board of Directors approves the risk management policy, including the acceptable risk level (Risk Appetite) and risk tolerance that aligns with the organization's strategic plans. The Risk Management Committee (RMC) reviews and provides input on the determination of risk levels and tolerances and reports the risk management outcomes to the Board of Directors. Executives and employees are responsible for implementing the defined policies and guidelines and reporting their performance results to the Risk Management Committee.

Risks significantly impacting the company's objectives must be addressed as follows:

1. Timely identification of risks
2. Assessment of the likelihood and impact of risk occurrence
3. Risk management in accordance with the established policies or frameworks, considering associated costs and benefits or impacts
4. Regular monitoring and review of risk management to ensure that significant risks are appropriately managed

If the company encounters risks at a high or very high level that could significantly affect its business plans and strategies, the Risk Management Committee must promptly inform the Board of Directors of such risks.

Policy Review

The Risk Management Committee must review this policy to ensure its suitability with the changing environment or context of the organization and present it to the Board of Directors for approval.

This risk management policy is effective from May 11, 2022.