

Code of Conduct, Policy, and Guidelines on Taxation

Siamgas and Petrochemicals Public Company Limited and its subsidiaries ("the Company") firmly believe and recognize that taxes play a vital role in sustainable national development. The Company conducts its business transparently, recognizing its duty and responsibility in tax operations to build trust among all stakeholders.

Code of Conduct on Taxation

The Company encourages strict compliance with legal regulations, ensuring accuracy and completeness, and does not promote, support, or tolerate any form of tax evasion.

Policy and Guidelines on Taxation

1. Ensure compliance with tax-related laws, such as timely submission and payment of taxes, utilizing tax benefits to the fullest extent, and managing payments or tax refunds to optimize the Company's liquidity.
2. Cooperate fully with government tax authorities during audits and investigations, maintaining transparent and constructive communication.
3. Appoint responsible personnel to handle tax matters and coordinate with government tax agencies.
4. Define authority for approving tax filings and consulting. Tax submissions must be calculated and approved by authorized signatories. Tax disputes must involve consultation with senior accounting executives and authorized signatories.
5. Utilize tax incentives efficiently and effectively, aligned with legal objectives and the Company's tax structure and policy.
6. Closely monitor tax updates to proactively plan operations and assess risks arising from government tax policy changes.
7. Ensure accurate tax compliance as required by law.

Tax Planning

The Company has established concrete guidelines for future operations related to financial transactions, including income, expenses, and profits or losses, both short-term and long-term, to prevent any tax-related issues. The goal is to ensure proper and complete tax compliance, minimizing or optimizing tax liabilities while fully utilizing lawful tax benefits without resorting to fraudulent tax evasion.

1. Understanding income tax details for each applicable category.
2. Recognizing deductible expenses and allowable deductions.
3. Knowing tax calculation methods, rates, and filing channels.
4. Compiling tax issues and assessing the severity, such as damages arising from tax problems.
5. Identifying causes of tax issues, including incorrect recognition of income or expenses, asset valuation errors, and legal non-compliance. Examples include:
 - 5.1. Incorrect income recognition criteria.
 - 5.2. Untimely income recognition.
 - 5.3. Incomplete income reporting.
 - 5.4. Claiming prohibited expenses as deductible.
 - 5.5. Incorrect depreciation calculations.
 - 5.6. Non-compliance in bad debt write-offs, exchange rates, and stamp duty.
 - 5.7. Errors in sales tax and VAT calculations.
 - 5.8. Misuse of disallowed VAT credits.
 - 5.9. Incorrect or incomplete specific business tax payments.
 - 5.10. Not utilizing or understanding tax benefits.

The Company sets clear objectives for tax compliance, ensuring accurate and complete tax filings as per the legal guidelines, methods, and conditions.