



Risk Management Policy

The Electricity Generating Public Company Limited

Electricity Generating Public Company Limited or EGCO operate its business focusing on power generation and energy related service business. EGCO has full commitment and determination to enhance its sustainable growth as well as operating its business on effective Enterprise-Wide Risk Management, which to ultimately create the Stakeholders Value Optimization.

The effective of this Risk Management Policy shall cover the companies under EGCO's management and control. Moreover, EGCO would support all of its subsidiaries, affiliated companies, including their stakeholders to be informed of this policy, in order to operate the business with the same risk management direction.

EGCO strive to manage risk efficiently with consideration of balancing risk and return in order to create value optimization. The Board of Directors is responsible to the management overview of this Risk Management Policy, in which the assignment has been made to Risk Management Committee (RMC) for execution. For success risk management, the company should perform as follows:

1. To create risk awareness and mutual understanding that risk management is duty and responsibility of everyone, especially the risk owners.
2. To establish risk governance structure and resources with knowledge and expertise in risk management, complying with COSO-Enterprise Risk Management framework (COSO-ERM).
3. To ensure that the management encourage the awareness of organization risk management as a culture throughout organization.
4. To identify acceptable Risk Appetite and the range of acceptable Risk Tolerance, complying with business context and strategy.
5. To provide capacity building and knowledge sharing on Enterprise Risk Management, covering guidelines for implementation, law, regulation on regular basis.
6. To conduct project risk assessment in all investment projects, which aligned with risk management perspective and to be approved by Board of Directors
7. To prepare risk management report & risk management manual, and business continuity planning for its subsidiaries. Review and update shall be made on regular basis.
8. To set internal audit policy with activities focusing on risk management activities as well as internal control system for risk management process on regular basis.

EGCO management will ensure the enforcement and continuous support to the risk management policy in order to ultimately achieve risk management goal.

Announced on June 17, 2020

A handwritten signature in blue ink, appearing to read 'Kulit Sombatsiri'.

(Mr. Kulit Sombatsiri)
Chairman