



**Krungthai**  
กรุงไทย

KTB.OBD. 744/2019

12<sup>th</sup> April 2019

The President

Stock Exchange of Thailand

Dear Sir,

Subject: The Appointment of Member of the Audit Committee of Krung Thai Bank PCL.

The Board of Directors' Meeting No. 8/2019 (1006) on 12<sup>th</sup> April 2019 has passed the resolution to appoint the Board of Directors to be member of the Audit Committee.

The Audit Committee is comprised of

- |                     |               |                                 |
|---------------------|---------------|---------------------------------|
| 1) Mr. Vichai       | Assarasakorn  | Chairman of the Audit Committee |
| 2) General Tienchai | Rubporn       | Member of the Audit Committee   |
| 3) Mrs. Nitima      | Thepvanangkul | Member of the Audit Committee   |

Furthermore, this is effective from 12<sup>th</sup> April 2019 onwards and the form to report on names of members and scope of work of the Audit Committee is hereby enclosed for your information.

Please be informed accordingly.

Yours Sincerely,

*Niruj Maneepun*

(Mr. Niruj Maneepun)

Corporate Secretary

Office of the Board of Directors

0-2208-4133

**Form to Report on Names of Members and Scope of Work of the Audit Committee**

The Board of Directors meeting of Krung Thai Bank PCL. No. 8/2562 (1006) held on 12<sup>th</sup> April 2019 resolved the meeting's resolutions in the following manners:

- Appointment of the audit committee/Renewal for the term of audit committee:
  - Chairman of the audit committee       Member of the audit committee

As follows:

- (1) Mr. Vichai      Assarasakom      Chairman of the audit committee
- (2) Gen. Tienchai      Rubpom      Member of the audit committee
- (3) Mrs. Nitima      Thepvanangkul      Member of the audit committee

, the appointment/renewal of which shall take an effect as of 12<sup>th</sup> April 2019

- Determination/Change in the scope of duties and responsibilities of the audit committee with the following details:

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.....

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, the determination/change of which shall take an effect as of .....(date).....

The audit committee is consisted of:

- 1. Chairman of the audit committee      Mr. Vichai      Assarasakom      remaining term in office 3 years
- 2. Member of the audit committee      Gen. Tienchai Rubpom      remaining term in office 3 years
- 3. Member of the audit committee      Mrs. Nitima      Thepvanangkul      remaining term in office 3 years

Secretary of the audit committee is Mr. Santi Parivisutt

Enclosed hereto is 2 copies of the certificate and biography of the audit committee. The audit committee number 2 and number 3 have adequate expertise and experience to review creditability of the financial reports.

The audit committee of the Bank has the scope of duties and responsibilities to the Board of Director on the following matters:

1. Financial Reporting and Public Disclosure

1.1 Review the financial reports to ensure the accuracy, adequacy, and reliability in accordance with the generally accepted accounting principles.

1.2 Review with the Bank's auditor key issues that may adversely affect the reliability of the financial reports such as:

(1) Significant problems or conflicts encountered during the course of the audit

(2) Different facts and opinions between the auditor and the management

(3) Effectiveness of internal control

(4) Deficiencies or losses found in the current accounting period and the possibility to recur in the following periods

(5) The draft of the annual financial statements and notes to the financial statements

(6) The auditor's report

1.3 Review any connected transactions or transactions that may cause conflict of interest to ensure that the procedure is in accordance with related law, reasonable and provide utmost benefit to the Bank.

1.4 Review the evidences when doubt about the operation that may significantly impair the Bank's business or conflict of interest that may cause negative impact on the Bank's operation.

1.5 Oversee the information submitted to the regulator to be in line with that in the financial reports.

2. Internal Control

2.1 Review the internal control system to ensure its effectiveness and compliance with the standards of the Committee of Sponsoring Organizations of Treadway Commission (COSO). Assess the entire internal control system at least once a year in addition to the assessment of financial reporting with the Bank's auditor.

2.2 Review the appropriateness and effectiveness of risk management, internal control of the Bank's IT system and its security including business continuity plan.

3. Auditor

3.1 Ensure independence of the auditor.

3.2 Review the scope of work of auditor and internal auditors to avoid duplication of work in financial auditing with due consideration of efficiency in the use of resources in the audit process.

3.3 Consider the recruitment, appointment, dismissal and remuneration of the auditor and submit to the Board of Directors in proposing to the shareholder's general meeting. The Committee together with the auditor held the meeting without the presence of the management at least once a year.

3.4 Review the annual audit report and may suggest reviewing or examining on significant or necessary issues before submitting the key recommendation to the Board of Directors.

#### 4. Internal Auditor

4.1 Ensure independence of the internal auditor.

4.2 Directly supervise the Internal Audit Group, excluding the management of the Internal Audit Group that report directly to the President.

4.3 Oversee the Internal Audit Group to adhere to moral ethics and corporate governance with generally accepted audit standards as well as examine and review Code of Conduct of audit officers prior to submission to the Board of Directors for approval.

4.4 Regularly examine and review the Charter of the Internal Audit Group.

4.5 Consider and approve the strategic plan for internal audit, organization structure, manpower, annual internal audit program as well as budget used in auditing, stressing efficiency and effectiveness including their prioritization with regard to risk levels.

4.6 Review the internal audit reports and call confidential meetings with Managing Director of the Internal Audit Group to see if there is any interference from the executives and the management that may cause negative impacts on the independence and freewill of the internal auditor.

4.7 Oversee the complaint and whistleblowing reported to the Internal Audit Group to ensure that the appropriate audit.

4.8 Review with the Internal Audit Group Head of competency to be in accord with policy or the competency of Bank's use of property or work manual.

4.9 Investigating and considering with the management division in the matter of errors found and the respond of the management division.

4.10 Submit opinions to the Board of Directors concerning the appointment, transfer, dismissal, remuneration fixing and appraisal of the Internal Audit Group Head and all internal auditors of the Internal Audit Group.

4.11 Assess the performance of the Internal Audit Group Head.

4.12 Perform the Independent Quality Assessment Review by external auditor at least every five years.

#### 5. Regulatory Compliance

5.1 Review all compliances with relevant laws, rules and regulations stipulated by the official authorities and the regulators so as to prevent the damages from penalty charges, warning as well as the reputation of the Bank and its executives.

5.2 Supervise the financial conglomerate

(1) Supervise and monitor the operation to be in line with the financial conglomerate policy

(2) Review accuracy and adequacy of financial report of the financial conglomerate

5.3 Review the accuracy of the reference and self-assessment of the anti-corruption measure of the Bank, according to the Thailand's Private Sector Collective Action Coalition Against Corruption Project.

6. Risk Management

6.1 Review crucial risk levels and risk assessment methods used by the internal auditor and the Bank's auditor whether they are adequate and reliable.

6.2 Review the awareness of the Board of Directors and top executives on key risks and those related to strategic risk, credit risk, market risk, liquidity risk and operational risk.

7. Performance Assessment

Conduct self-assessment and the Board of Directors will evaluate the annual performance of the Audit Committee.

8. Charter Establishment and Review

Establish and review Charter of the Audit Committee at least once a year before submitting to the Board of Directors for approval.

9. Other Responsibilities

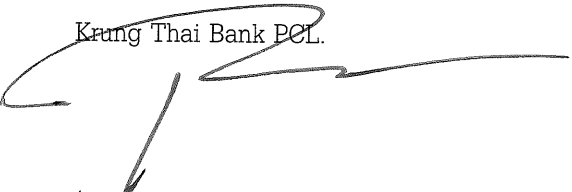
9.1 Authorized to audit or investigate concerned persons under the scope of authority and responsibility of the Audit Committee and to hire specialist to assist in auditing or investigation.

9.2 Perform other duty as assigned by the Board of Directors and with consent from the Audit Committee.

The company hereby certifies that

1. The qualifications of the aforementioned members meet all the requirements of the Stock Exchange of Thailand; and
2. The scope of duties and responsibilities of the audit committee as stated above meet all the requirements of the Stock Exchange of Thailand

Krung Thai Bank PCL.



(Mr. Payong Srivanich)

President

