

# AIS Risk Management Policy

## Objectives and scope of the Policy

To provide a consistent framework for managing the risks of Advanced Info Service Plc. (AIS) in accordance with good Corporate Governance principles.

The policy is applicable to all of the company's business operations, management and employees. Its foundation is the corporate strategy and supporting operating plans of the company and the applicable laws and regulations of the countries in which the company operates

## Definition of Risk

Risk is defined as the possibility that an event will occur and adversely affect the achievement of objectives.

## Key Tasks

It is the Policy of the company:

1. To manage our obligations and to pursue opportunities involving an acceptable degree of risk, so as to achieve our commercial and operating objectives and to fulfil the expectations of our stakeholders. Our policy is to give consistent consideration to the balance of risk and commercial implications.
2. To set business strategies that are consistent with the company's appetite for risk as approved by the Board of Directors.
3. All risks to the achievement of the corporate strategy, including risks to supporting operating plans, key business decisions and key day-to-day operating activities, will be:
  - 1) identified in a timely manner
  - 2) assessed with regard to the possible likelihood of events occurring and the impact if they were to occur
  - 3) responded to in a manner that is consistent with the company's risk appetite and tolerances and that has regard to the associated costs and benefits of the response
  - 4) mitigated through the application of control activities that are designed to provide reasonable assurance that the company is protected against unacceptable loss
  - 5) monitored so as to ensure that the company's risks continue to be appropriately managed.

## **Roles and Responsibilities**

1. The **Board of Directors** is responsible for overseeing risk management within the Company through Risk Management Committee.
2. The **Audit Committee** assist the Board of Directors by reviewing the risk management to ensure it is appropriate and effective.
3. The **Executive Committee** is responsible for reviewing the Company's risk management.
4. The **Risk Management Committee** assists the Board of Directors in the oversight of the company risk management policy, effectiveness of the risk management system including the identification and management of significant risks and report risks that may have adverse impacts on company's business plan and strategies to the Board of Directors.
5. The **Chief Executive Officer** is responsible for implementing Risk management Policy and monitoring its ongoing application to facilitate the achievement of business plans and goals.
6. All **managements and employees** are responsible for identifying, evaluating and managing their own risks.

The implementation of the policy will include the establishment of guidelines for management and employees on risk management processes and providing sufficient resources to enable this policy to be implemented satisfactorily.

## **Risk management model**

AIS adopt COSO-ERM framework as the best practice benchmarks on risk management.

## **Exceptions to the policy**

In situations where management believes that any aspect of the policy is inappropriate for application, the matter must be referred to the Risk Management Committee for consideration in advance of any commitment being entered into by the company.

## **Policy Maintenance**

This policy and the underlying procedures will be reviewed annually to ensure its continued application and relevance. A periodic and independent review of the adoption and effectiveness of this policy will be undertaken to provide feedback to the Risk Management Committee to facilitate continuous improvement.

Risk Management Committee