

Attached 3

(Chief of Office of Internal Audit)

3.1 Report of Audit Committee

Report of the Audit Committee

The Audit Committee of the Thai Stanley Electric Public Company Limited was appointed following a resolution at the Board of Directors Meeting on 29 July 2016. The Audit Committee's scope of responsibility was assigned in the "Audit Committee Charter", which was revised on 10 February 2017, according to the regulations of the Stock Exchange of Thailand.

The Audit Committee consists of three independent members who are fully qualified according to the Capital Market Committee's notification. They are Mr. Krisada Visavateeranon as Chairman of the Audit Committee, with Mr. Chokechai Tanpoonsinthana and Mr. Suchart Phisitvanich as the Audit Committee members, Mrs. Nongyao Apiram is the secretary.

In fiscal 2017, running from 1st April 2017 – 31st March 2018, the Audit Committee performed its duty according to the responsibility as delegated by the company's Board of Directors which corresponding to the regulations of the Stock Exchange of Thailand. There were 9 Audit Committee meetings, all members of the Audit Committee attend every meeting. The Audit Committee meeting to discussion with the management, auditors and internal auditors base on good corporate governance principles and the adequacy of internal control. The Chairman of Audit Committee has reported the performance to the Board of Directors on a quarterly basis. Major activities were as follows.

1. Reviewed the financial report. The Audit Committee reviewed the interim and annual financial statements of 2017 that were reviewed and audited by the auditor for propose to The Board of Director Meeting. The Audit Committee were questioning and listening to the executives' and auditors' clarifications concerning the correctness and completeness of the financial statements and the adequacy of information disclosure for the year 2017. The Audit Committee agreed with the auditors that the financial statements were correct and adhered to the general accepted accounting principles.

2. Reviewed the internal audit system by considering the scope of work, the responsibilities and independence of the Internal Audit and approved the annual internal audit plan, in which the Audit Committee was opinion that the Company conducts sufficient and appropriate internal audit control.

3. Reviewed the company's internal control system to evaluate the sufficiency, appropriateness and effectiveness of the internal control by considering the annual internal audit report according to the approved audit plan, which was audited including financial, compliance, operational, performance and information technology. The Audit Committee has provided suggestions to the management to improve the internal control system adequately and

appropriately and ongoing monitoring continuous improvement. It was found that there were no significant faults and there was appropriate, accurate, complete, and reliable of information disclosed. Auditor was no serious concerns about the internal control. In addition, the Audit Committee had considered the evaluation of internal control in accordance with the guidelines established by SEC. The Audit Committee had opinion that the internal controls system sufficient and appropriate and accordance to internal control framework of COSO. Reviewed the company's risk management of 2017 for its appropriateness and adequacy. The Audit Committee to consider

4. all internal and external risk factors, opportunities for significant impacts and risk management are acceptable level. The Company has appointed the Risk Management Committee to manage the risk to achieve goals.

5. Review and supervise the company's operation to comply with the laws relevant to business, Securities and Exchange Acts, Regulations of the Stock Exchange of Thailand and company's regulations including keep monitoring of changes to the rules. The Audit Committee has opinion that did not found significant non-compliance or nonconformity with the law and regulations.

6. Reviewed and opined related transactions or transactions that may have conflicts of interest, and disclosure of such transactions to comply with regulation of the Stock Exchange of Thailand (SET) and the Office of the Securities and Exchange Commission (SEC). The external auditors opined that the significant transactions with related persons were disclosed and shown in the Financial Statement and Notes to the Financial Statements. The Audit Committee had the same opinion as the external auditors and also considered that such transactions were reasonable and beneficial to the business of the company and was disclosed correctly and completely.

7. Considered appointing the external auditors and their remuneration for the year 2018 for propose their appointment to the Board of Directors for approval at the annual ordinary shareholder's meeting for the year 2018. The Audit Committee considered the performance, independence and remuneration and agreed to propose appointing Miss Varaporn Vorathitikul, Certified Public Accountant (Thailand) No. 4474 and/or Mrs. Unakorn Phruithithada, Certified Public Accountant (Thailand) No. 3257 and/or Mr. Prasit Yuengsrikul, Certified Public Accountant (Thailand) No. 4174 and/or Mr. Vichien Khingmontri, Certified Public Accountant (Thailand) No. 3977 in the name of the PricewaterhouseCoopers ABAS Co., Ltd. as the Company's auditors for 2018. The Audit Committee has the following opinions regarding the external auditors;

- They demonstrate a good work standard and expertise in auditing and have performed their duty efficiently.
- The aforesaid audit company and auditors have no relationship or stakes with the Company/ executives/ major shareholders or persons related to those mentioned. Therefore there will be auditing independence and opinion in the Company's financial statement.

- The remuneration is deemed appropriate.

The Audit Committee fulfilled the responsibility of the Audit Committee Charter as approved by the Board of Directors and found that the Company's disclosed financial and operation in fiscal 2017, running from 1st April 2017 – 31st March 2018, had appropriate and effective internal control and audit, complied with laws, regulations and obligations, disclosed the connected transaction correctly, performed duties in compliance with the Good Corporate Governance principles with adequacy, transparency and reliability.

Mr. Krisada Visavateeranon

Chairman of the Audit Committee

3.2 Chief of Office of Internal Audit profile

Name – Surname	Mrs. Nongyao Apirum	
Position	Department Manager , CG Department	
Appointment date	4 July 2002	
Age	52	
Education Degree	Bachelor of Business Administration Sukhothai Thammathirat Open University	
Training	Fundamentals for New Internal Audit Course 1	
	Fundamentals for New Internal Audit Course 2	
	Federation of Accounting Professions Under the Royal Patronage of His Majesty the King	
	Audit Report Writing	
	Risk Based Audit , Certified Professional Internal Audit of Thailand (CPIAT-18)	
	The Corporate Risk Management COSO-ERM	
% of Holding	Internal Controls on Financial Report	
	The Institute of Internal Auditor of Thailand	
	None	
Relations	None	
Working Experience	1985 – 1996	Accounting & Financial Department Thai Stanley Electric PCL.
	1996 - 2002	Section Manager Accounting & Financial Department Thai Stanley Electric PCL.
	2002 – 2018	Chief of Section Office of Internal Audit Thai Stanley Electric PCL.
	2013 – Present	Secretary Audit Committee Thai Stanley Electric PCL.
	2018 – Present	Department Manager CG Department Thai Stanley Electric PCL.