

Report from the Company's Board of Directors

Dear Shareholders,

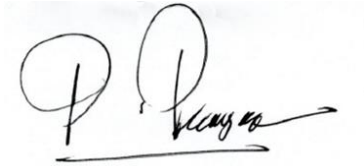
The Company's Board of Directors is responsible to the preparation of separate financial statements and consolidated financial statements of the company and its subsidiary, also the financial information that appeared in the form of annual data (type 56-1) and/or 2016 annual report. Such financial statements have been prepared according to the generally accepted auditing standards in Thailand by selecting the appropriate accounting policy and holds practice regularly. The Company used carefully discretion and reasonably estimated in management of financial statements inclusive having disclosed important data sufficiently in notes to financial statements.

The Company's Board of Directors are fully aware an important of managing the business operations under business ethics principle and good corporate governance, the company then appoints Committees, consists of Executives Committee, Audit Committee, Nomination and Remuneration Committee, Corporate Governance Committee, and Risk Management Committee purposely to allow these Committees to perform duty of corporate governance, advise management section to execute work under the laws frame, basis, discipline and practical point that are present of an organization that perform duty of corporate governance and arrange to have internal inspection section and efficient internal control system to ensure that accounting data is correct, having usage the company resources efficiently and capable to know its weak point in order to protect not to raise corruption and damage toward the business with important essence, having efficient management system under appropriate risk on business for sustainable growth.

The Company's Board of Directors fully recognized an important of misconduct protection in organization. Therefore, the resolution in the Board of Directors' Meeting No. 4/2013 on 11 November 2013, had resolved the company to declare intention to join an operation in misconduct resistant, and in the Board of Directors Meeting no. 1/2015 on 26 February 2015 resolved to consent the policy of misconduct and corruption resistant in writing in order to allow directors, executives and officials to hold practice of misconduct and corruption resistant to incur form and appearance earnestly, and later on 21 April 2015, the company has applied for a member of misconduct resistant partnership network for Thailand in order to create the awareness on the misconduct and corruption impact.

In addition, the Company's Board of Directors has played an important role toward good practical on society, community, environment and stakeholders equally. Therefore, the Board of Directors then established the role, duty burden and responsibility of directors, executives and company officials that have to treat the shareholders, customers, co-trader, debtors, creditors, officials, competitors, society, community and environments in the business ethics principle of the company in order to allow the directors, executives and officials of the company to hold for practice to incur equality, transparent, justice and help together to promote development of society, community and environments to have strong, live together in sustainable and happy.

In the year 2016, the Board of Company's had gather 5 meetings and had completely fulfilled the duty as director, also committed to the continuous improvement for the performance. Further, the Board of Directors had made self-assessment. For result of assessment for the year 2016, the overall results indicated the effective and good performance for the duty of Board of Company.

A handwritten signature in black ink, consisting of two large, stylized 'P' characters followed by a series of loops and a long horizontal stroke.

(Mr. Prayoon Pholpipattanaphong)

Chairman of the Board of Directors

24 February 2017

Message from the Chairman of the Audit Committee

Dear Shareholders,

As the Board of Company has resolved to nominate the Board of Audit Committee which comprise three independent non-executives directors, namely Mr. Amnuay Yossuck as Chairman of the Board of Audit Committee, Mr. Ampon Ruayfupant and Miss Chutima Tangmatitham as Audit Committee to perform the duties assigned from the Board of Company which is according to the provision of The Stock Exchange of Thailand.

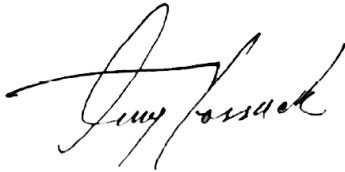
On July 1, 2016, Miss Darunee Ruangtham has resigned from the Audit Committee Member and The resolution of the Board of Director's Meeting No. 4/2016 hold on August 11, 2016, which resolve the appointment of Miss Chutima Tangmatitham as to Audit Committee in replacement, effective from August 11, 2016 onwards.

During the year 2016, the Board of Audit Committee conducted 6 meetings by inviting Auditors, Management and Internal Auditor. The significant tasks could be summarized as follows:

1. Reviewed the Financial Statements quarterly and Annual Financial Statements of 2016 and adequately listen the clear explanations and report from the Management and Auditor in related subject, therefore, the Audit Committee were of a same opinion with the External Auditors that said quarterly annual financial statements were correct in essence in conformity with the generally accepted accounting principles.
2. Reviewed the disclosure of connected and related information between the company, subsidiary company and concerned company and it was of opinion that such related information were adequately and correctly disclosed.
3. Reviewed the compliance with the laws and regulation of Securities and Stock Exchange and related laws with the company business and not found any point in the matter of not acting in accordance with the law of Securities and Securities of Stock Exchange and related laws with the company business.
4. Promoted the independence of internal audit operation, agreeing with annual internal audit plan and reviewing to have the adequacy and effective internal control system and risk management, evaluate to have the adequacy of internal control system accordance with guideline of The Securities and Exchange Commission (SEC) that are factor of Control Environment, Risk Assessment, Control Activities, Information & Communication and Monitoring Activities. In summary, The Board of Audit Committee reviewed and determined that to have the adequacy and effective internal control system and risk management and found no significant weakness of control that may have adverse impact.
5. Considered to propose the Board of Company for asking approval to appoint Auditor and audit fee for annual 2017 by proposing Auditor of AST Master Office who is independence and approved by the office of the SEC.
6. Verified and governance work performance of the director executives and officials to perform in accordance with anti-policy of misconduct and corruption strictly. From

reviewed of internal audit operation with anti – corruption policy were not found misconduct and corruption.

7. From self-assessment of the Board of Audit Committee which was an assessment of yearly result. For result assessment of annual 2016, sum up the results overall that effective in performing duty of the Board of Audit Committee and accordance with plan.

A handwritten signature in black ink, appearing to read 'Amnuay Yossuck', written in a cursive style.

(Mr. Amnuay Yossuck)

Chairman of Audit Committee

February 23, 2017

24 March 2017

The Board of Directors
Chiangmai Frozen Foods Public Company Limited

Subject: Internal Control Report

Dear Sirs:

We have audited the financial statements of Chiangmai Frozen Foods Public Company Limited as of 31 December 2016 in accordance with generally accepted auditing standards as indicated in the audit report dated 24 February 2017. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements present fairly, in all material respects, the financial position, financial performance and cash flows in accordance with Thai Financial Reporting Standards. During the auditing process, we have studied and appraised the efficiency of the company's accounting internal audit deemed necessary to set the planned scope, testing, and timing of auditing procedure. We do not find any material weakness in the accounting internal control which will significantly affect the opinion on the financial statement for the year ended 31 December 2016.

We also would like to notify that the audit was not done for all accounts, but only by testing. Furthermore, the study and appraisal of the efficiency of the accounting internal control was done on the purposes specified prior. We, therefore, may not specify absolute assurance that there are no misstatements weakness in the internal auditing control.

We would like to thank all officers of the company for their sincere cooperation during the operation.

Yours sincerely,



(Mr. Pradit Rodloytuk)
Certified Public Accountant
Registration No. 218