

Audit Committee's Report

The Audit Committee of the Thanulux Public Company Limited consisted of three independent directors who were highly qualified, experienced and having complete qualifications according to the regulations set by the Capital Market Supervisory Board. There were Mr. Padoong Techasarintr, as Chairman of the Audit Committee, Mr. Wanchai Umpungart and Assoc. Prof. Nares Kesaparakorn, as the members. The Audit Committee has been working under the scope of work assigned by the Company's Board of Directors and overseeing that the operations complied with the Audit Committee's Charters.

During the year 2009 the Audit Committee had 12 meetings with the presence of all the three committee members through out the period. Moreover for every 3 months there were meetings with the Management. There were 4 such meeting in total. This was to discuss and exchange ideas pertaining to the company's operations. Furthermore the Audit Committee reported findings and all suggestions to the Company's Board of Directors every quarter. The key point could be summarized as follows:

Reviewing the financial statements

The Audit Committee reviewed the quarterly and annually financial statements for the year 2009 of the Thanulux Public Company Limited and its consolidated financial statements to ensure that the mentioned statements were prepared in conformity with the generally accepted accounting standards with complete and sufficient disclosure of information and in time. Moreover the external auditors were invited for a meeting in order to discuss about the auditing works as well as to seek their suggestions and check the convenience in carrying out their works.

Review and oversee the good corporate governance

The Company's Board of Directors has reviewed the good corporate governance principles such as overseeing of business, business ethic and employee ethics. The Audit Committee was of the opinion that the mentioned policies were appropriate for the business. It was emphasized that the staff must rigorously apply them in their works in order to build confidence of all relevant parties.

Risk Management

The Company's Executive Directors reviewed the management of the company's risks by asking for regular reports on the risks management to ensure that the company had efficiently managed risks and mitigated them to the acceptable level. The Audit Committee was of the opinion that the Company had sufficient and effective risks management.

Internal Control System

The Company emphasized in internal control system by regularly reviewing and assessing the system. The Audit Committee found that the internal control system was essentially sufficient. They endorsed the annual internal audit plans and auditing reports. They followed up on remedial actions according to the findings of the internal auditors as well as provided suggestions for useful operations.

Monitor operation to ensure its compliance with the relevant laws

The Audit Committee scrutinized the result of the review of compliance of the Securities and Exchange Act, the regulations of the Stock Exchange of Thailand and the Capital Market Supervisory Board as well as the laws which were relevant to the business. The works were correctly carried out according to the relevant laws and regulations.

Oversee the transactions which may cause conflict of interests

The Audit Committee reviewed the transactions between the company and its group and the transactions between groups of businesses. This was to ensure that the company worked according to the conditions as normal business with complete and sufficient disclosure of information.

Review the appointment of the external auditors for the year 2010

The Audit Committee reviewed and proposed to the company's Board of Directors to be further approved by the Shareholders, appointment of Mr. Anusorn Katgungwalgri, Certified Public Accountant No. 2109 or Ms. Kwunjai Diatgungwalgri, Certified Public Accountant No.5875, of the ASV & Associates Limited as the external auditors for the year 2010 at the fee of Baht 860,000 which was reasonable and acceptable.

February 24, 2010

On behalf of the Audit Committee

(Padoong Techasarintr)

Chairman of the Audit Committee