

# SUSTAINABILITY AND RISK MANAGEMENT COMMITTEE'S REPORT

## TO THE SHAREHOLDERS

The Sustainability and Risk Management Committee of Precious Shipping Public Company Limited comprises four independent directors and the Managing Director. The committee was reconstituted following a resolution of the Board of Directors in the Board meeting No. 3/2023 held on 15 May 2023, with Professor Dr. Pavida Pananond, independent director, appointed as Chairperson of the committee, and Ms. Qiyu (Jackie) Wang appointed as a new committee member. The other members of the committee include Mr. Kamtorn Sila-On, Ms. Pensri Suteerasarn, and Mr. Khalid Moinuddin Hashim.

In 2023, the Sustainability and Risk Management Committee held four meetings, each with 100% attendance. The Sustainability and Risk Management Committee put in its best efforts with due care, prudence, and thoroughness in compliance with its mandate to perform its roles as assigned by the Board of Directors, which is summarized as follows:

- The committee reviewed the sustainability policy and strategy to ensure that the Company is moving in the right direction to achieve sustainable and resilient operations.
- The committee monitored the Company's performance and sustainable development activities to drive the Company's operations to deliver tangible results under the Company's sustainability strategy. In addition, they reviewed the Company's preparedness to respond to global sustainability trends while maintaining the Company's competitiveness.
- The committee reviewed the risk management policy and oversaw the risk management process to ensure that the risk mitigation strategies in place are adequate to support the Company's operating strategies and are appropriate for the current situation.
- The committee monitored core business activities and the shipping industry on a regular basis to identify risk factors including business risks, financial risks, operational risks, cybersecurity risks, and ESG risks that could affect the Company's operations.
- The committee evaluated the potential impact on the Company as well as the mitigation measures that are in place, to minimize the likelihood and impact of an adverse event. Measures that are put in place as well as adverse events, if any, are reported to the Board of Directors.
- The committee conducted a self-assessment for 2023 as per the Thai Institute of Directors Association (IOD) guidelines, the score of which fell within the "Excellent" category. The committee intends to use these results to further improve its performance.

The Sustainability and Risk Management Committee strives to perform its duties by developing a comprehensive corporate risk management system to enhance the efficiency and effectiveness of the Company's operations.

**For and on behalf of the Sustainability and Risk Management Committee of  
Precious Shipping Public Company Limited**



**Professor Dr. Pavida Pananond**

Chairperson of the Sustainability and Risk Management Committee

12 February 2024