



June 21st, 2017

Dear shareholders,

I, Dr. Kittisak Rathprasert would like to inform all shareholders regarding the progress on the issue of seeking potential auditor to audit Company's financial statements which had been a problem since the 2nd quarter of 2016 and the reason behind the problem should well-known among us all. I was entrusted by the Board of Directors, who unanimously elected me to be the Chairman since May 16th, 2017 and mandated by the 2017 meeting of shareholders on May 22nd, 2017, where most of the attending shareholders approved for me to continue my tenure as the Chairman. Entrusted by both the Board and the meeting of shareholders, I am resolute to complete my mission by resolving problems with in IEC, such as appointing the new auditor as soon as possible, investigating administration of past executives suspected to involve lacking of transparency or involving corruptions and misconducts in order to bring the wrongdoers to justice in order to solve the problems that has been accumulated throughout the past 3-4 years, with my goodwill and determination. I have also been working as the managing director of the National Reform Steering Network of the National Reform Steering Assembly. Throughout the past decades, I was among the hundred who formed the Thailand People's Network Against Corruption (PNAC) in 2001 and founded the Nation Associated Anti-Corruption Network (NACN) in 2011 and then eventually, National Network on Campaign for Good Governance in 2016. IEC is one of the oldest public and registered companies in the Stock Exchange of Thailand, today it is almost 95-years old since its foundation with over 27,000 shareholders to look after equally. And because I had been advocating so much for reformation in every sector through good governance, I would also like to IEC benefit from my work as well. I would like the Company's business administration to have its principle of good governance be implemented in practice, not only have it written in paper as well as being transparent with crystal clarity in every process for the Company's future. This in turn, will also benefit the shareholders,



employee, executives and directors, who are all the stakeholders within the Company that must work together in order to accomplish our goal and move towards success as soon as possible.

I would like to address the most pressing issue at hand and concerned the most by shareholders, which is to appoint the new auditor in order to audit and submit the overdue financial statements and remove SP sign from IEC's share and allow the Company to resume trading in the Stock Exchange. I am not complacent with the issue and in fact, have been working with all my utmost effort in every possible way to resolve it and I would like to address as follow:

- 1) On June 2nd, 2017, I met and introduced myself to Mr. Rapee Sujaritkul, the secretary of the Securities and Exchange Commission and their two executive officers and had a discussion in regards to the investigation on the Company in November 2016 conducted by the SEC, where they investigated and requested documents for projects suspected to be involving misconduct. This turn of event has resulted in IEC being rejected to be audited by many auditors as most of them claimed that the SEC must addressed points under investigation first before auditing is possible. The secretary of SEC has kindly addressed to me that the investigation is undergoing the necessary procedures within SEC in order to ensure that justice is properly carried out in accordance with the law. He ensured me and IEC that the investigation was not deliberately delayed in any way and everyone had been working on the issue with all their efforts. As for the claim that the investigation must first be made clear before auditing can begin, he firmly assured me that the investigation and auditing are not related. An auditor can audit IEC's financial statements without waiting for SEC's result of investigation. He also suggested that should any auditors contacted by IEC doubted this point, he will allow the Company to invite said auditor to meet with him at any time in order to ensure mutual understanding.
- 2) After meeting and discussion with the secretary of SEC, I have also contacted several auditors myself. They were however, still concerned about Company's past transactions still under SEC investigation. Nevertheless, in order to have the Company's operating results and



internal control to be trusted and acceptable to the potential auditors in the near future, the auditor I contacted suggested that IEC hire office permitted by the SEC to conduct special audit the internal control systems and risks first. This is to allow a standard-certified person permitted by the SEC to audit and report about this particular point. Afterward, the auditor may consider auditing for the IEC should they deem the audit and internal control reports as well as risks assessment sufficiently acceptable.

- 3) Should the aforementioned procedures are possible; I expect the timeframe in order to successfully appoint a new auditor from this day on should be approximately 2-3 months. Afterwards, the Board will schedule an extraordinary general meeting to consider and appoint the new auditor, which is expected to be around the end of October or early November 2017. Thereafter, the auditor will audit the overdue 2016 financial statements and submit in order to submit them online to SET in order to stop the fine for late submission from accumulating any further as per SEC's regulation. As for the certification of 2016 financial statements for Ministry of Commerce and Revenue Depart submissions in accordance with the Public Limited Company Act B.E. 2535, the Company must first hold an extraordinary meeting of shareholders in order to approve the financial statement first. I expected that this process will take 35-40 more days from the day financial statements are audited by the auditor and approved by the Board to be submitted through SET's online system. In accordance with the standard procedure of a registered company to hold a meeting of shareholders, it is expected that an EGM could be held again at the beginning of January 2018.

Even though the aforementioned procedures could be carried out within the speculated timeframe and 2016 financial statement could be successfully submitted, the Stock Exchange's regulation still dictated that it would not immediately remove SP sign because the Company has an obligation to submit all the overdue financial statements and then submit current period financial statements at within the regular timeframe for 2 more consecutive times, then it will be considered sufficient for the SET to consider removing the SP sign. It is speculated that the SET could consider removing SP around August 2018.



With the aforementioned rationale and under the conditions imposed by the current situation, I believe that the procedures and timeframes necessary to address the issue of submitting the overdue financial statements as well removing SP sign from the Stock Exchange should fall within the period of time I have estimated. No matter who carry out the process, the timeframe and procedure shouldn't deviate much from what I have predicted. However, should any shareholder is able to come up with a faster method or procedure with the most reasonable possibility, I would also be happy to listen and discuss the issue as well. Therefore, please feel free contact me directly at any time.

Please be informed accordingly.

Yours sincerely,

(Gen. Dr. Kittisak Rathprasert)

Chairman of the Board