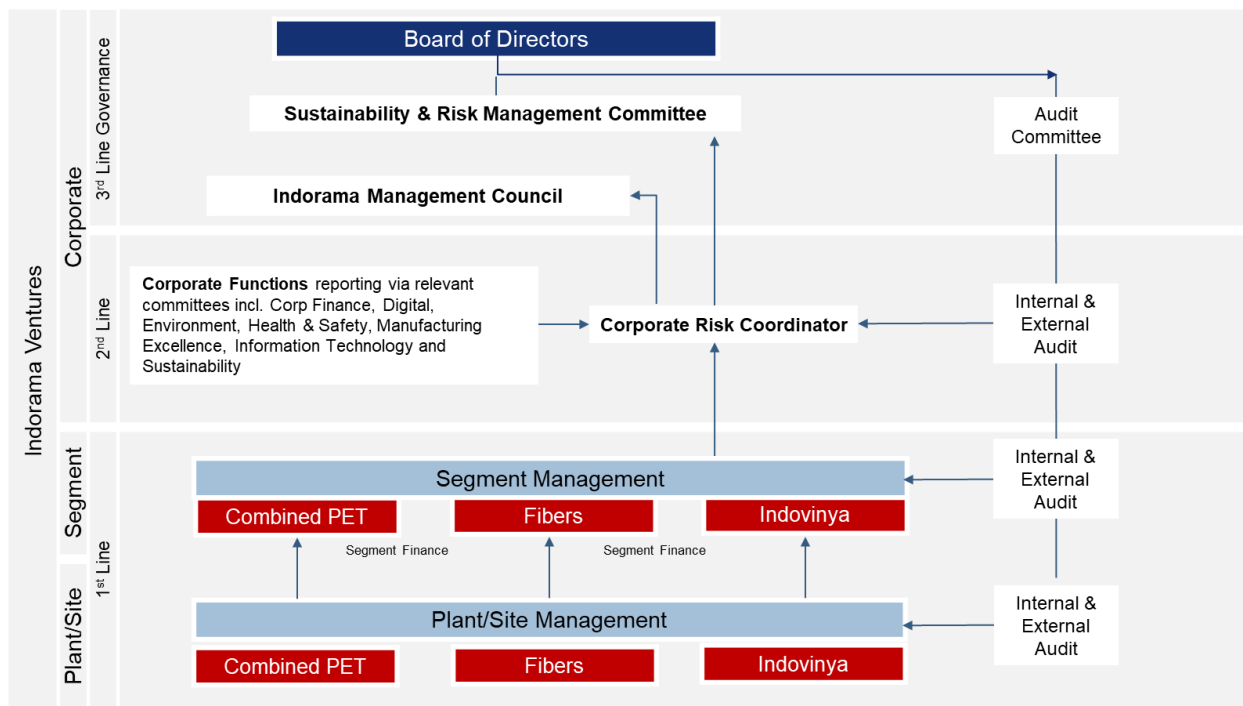


How we manage risk

Indorama Ventures manages, monitors, and reports risks and uncertainties we have identified that can impact our ability to meet stakeholder demands and deliver our long-term strategic goals. Our risk management system is designed to be a consistent and clear framework for managing and reporting risks from the group's business activities and operations and allows us to:

- Understand our risk environment, identify, and assess potential exposure.
- Manage the identified risks in appropriate ways.
- Monitor and seek assurance of the effectiveness of the management of these risks and intervene for improvement where necessary.
- Providing line of sight through reporting up the management chain and board on how top corporate risks are managed and monitored.

Our Risk Management Governance Structure



Risk Management Process



We aim for a structured and consistent basis in assessing and managing risk.

- Establish a common understanding of risk attributes.
- Report risks and their management to the appropriate levels of the organization.
- Inform prioritization of risk management measures and resource allocation.

Context setting – defining context and criteria are crucial in scoping the risk management process. Internal context such as business objectives, priorities, and environment serve as the anchor for risk identification. Indorama also manages the consequences of external risk that may arise such as geopolitical conditions, technology advancement, market condition and regulatory requirement.

Risk Assessment – for each identified risk, an assessment of its likelihood and potential impact is made using established criteria providing a consistent basis for evaluation.

Risk Treatment – the management response to risk involves both prevention and mitigation measures and maintaining the effectiveness of measures.

Monitoring & Review – risks and the effectiveness of risk management measures are monitored at established levels throughout Indorama Ventures. As part of the annual business planning process, risk oversight committees review the top corporate risks.