

CAT has prescribed internal audit procedures as one of the vital mechanisms under the corporate governance principle to provide confidence and independent and fair advice as a value added and operational support for CAT to meet its corporate objective through effective evaluation of risk management, internal control, and corporate governance under related rules and regulations.

Internal Audit operation corresponds to the International Standards for the Professional Practice of Internal Auditing, State-Owned Enterprise Internal Auditing Guideline, and Code of Ethics for Professional Internal Auditing, through internal audit strategic planning in line with the corporate strategy for financial recuperation 2013 – 2018 by compiling expert opinions from Audit Committee, Management Executives, Audited department heads, and corporate risk factors into an annual internal auditing plan and risk assessment strategic plan to be approved by CAT's Audit Committee.

Internal Audit planning and evaluation methodology is considered from risks, and internal control of such operations, to be reported to the head of audited departments for further improvement, head of divisions, and the Managing Director, respectively, with close monitoring of such suggested improvement as a quarterly report to CAT's Audit Committee, and Board of Directors, respectively.

There is verification process in every operation procedure as a quality assurance by performing self assessment among Internal Audit Department staff and head of staff including heads of audited departments, management executives, and Audit Committee as well as annual performance assessment of Internal Audit Bureau for further auditing procedure improvement.