

## National Treasury Administration, Ministry of Finance Internal Control Declaration

Based on the findings of the internal control assessment and audit at this agency in 2020, we declare the following.

1. This agency knows that the establishment, execution, and maintenance of effective internal control require the participation of its entire staff. The goals of internal controls established based on risk assessment are to achieve policy effectiveness, provide dependable information, abide by the law, and protect the safety of assets while offering reasonable assurance. This does not apply to external risks that are beyond the control of the internal control of this agency.
2. Internal control has its inherent limitations. However sound an internal control mechanism may be, effective internal control can provide only reasonable assurance of the achievement of the desired objectives. As the environment and situation change, the effectiveness of internal control may change with them. However, the internal control of this agency contains a monitoring mechanism that follows up on deficiencies of internal control and improves them.
3. The assessment and auditing of the internal control established in 2020 and its execution revealed that, as of December 31, 2020, the establishment and execution of overall internal control of this agency was effective and able to provide reasonable assurance of the objectives stated above.

Agency head: Chia Chi Hsiao, Director-General

Convener, internal control (auditing): Shiu Yen Lin, Deputy Director-General

Date: February 18, 2021