

## National Taxation Bureau of the Central Area, Ministry of Finance

### Statement of Internal Control System

Based on the findings of a self-assessment, the National Taxation Bureau of the Central Area, Ministry of Finance and its subordinate organizations state the following with regard to their Internal Control System during the year 2019:

1. The staff of National Taxation Bureau of the Central Area, Ministry of Finance and its subordinate organizations, Miaoli Branch, Fengyuan Branch, Taichung Branch, Nantou Branch, Changhua Branch, and Yunlin Branch, are responsible for establishing, implementing, and maintaining an adequate internal control system. The system, which is established based on risk assessment results, aims to achieve governance effectiveness, data reliability, adherence to the law as well as the safeguard of assets. The system should provide reasonable assurance; however, it excludes external risks which are beyond the control of the National Taxation Bureau of the Central Area, Ministry of Finance and its subordinate organizations and cannot be held accountable for.
2. An internal control system has inherent limitation. No matter how perfectly designed, an effective internal control system can only provide a reasonable assessment of its stated objectives. Moreover, the effectiveness of an internal control system may be subject to changes due to extenuating circumstances beyond our control. Nevertheless, our internal control system contains self-monitoring mechanisms, which are able to detect and correct defects within the internal control system.
3. Based on the findings of the assessment and auditing of the design and implementation of the 2019 internal control system, it is found that the establishment and implementation of the National Taxation Bureau of the Central Area, Ministry of Finance and its subordinate organizations internal control system is effective on December 31, 2019 and is able to reasonably ensure achievement of the aforementioned goals.
4. The head of agency took her position on Jan 1st, 2019. Ms. Tsai Bi-zhen, the former head of agency, promoted and supervised the relevant works before her inauguration.

Head of agency:

宋秀玲

Convener of internal control:

陳思元

Signed on:

March 10, 2020