

INTERNAL AUDITING AND CONTROL

Julius Tallberg Real Estate Corporation's internal control includes financial and other control. The company's internal control is implemented by the Board of Directors, the Managing Director and the rest of the personnel. The purpose of internal control is to ensure that

- the goals and targets of the approved business plan and budget are achieved
- the company's resources are used economically and efficiently
- the risks related to the company's operations are managed
- the financial and other management-related information is reliable and correct
- the external regulations, internal operating methods and appropriate customer relations-related operating methods are followed
- the company's operations, information and assets are secured, and its insurance policy followed
- the company's operations are supported with appropriate information systems and work processes.

The company's Board of Directors is responsible for organising and maintaining a sufficient and efficient level of internal control. The Managing Director has the duty to see to the implementation of internal control in practice. The Managing Director is responsible for ensuring that the goals, operating methods and strategic plans set by the Board of Directors are followed. The Managing Director has the duty to maintain an organisational structure in which responsibilities, rights and reporting relations have been clearly and comprehensively defined in writing. The Managing Director is responsible for ensuring that the Group's daily operations comply with current legislation and regulations, as well as the company's operating principles and the Board's decisions. The auditors prepare an annual report to the Board of Directors and Managing Director, which includes corporate governance auditing, as well as internal auditing where applicable.