

Internal Audit

SK innovation's Internal Audit Office aims to provide independent and objective assurance and advisory services(internal audit) that can add value to and improve the operations of SK innovation.

The Internal Audit Office manages the list of all management activities of SKI-affiliated businesses, functions, and companies, including overseas subsidiaries/branches which could be potentially subjected to audit.

This list is annually updated with the change in business environment.

The Internal Audit Office establishes annual audit plan through risk assessment in consideration of various factors such as audit resources and audit cycle, and finalizes annual audit plan through Audit Committee's approval.

The Internal Audit Office conducts regular audits every year based on the annual audit plan and evaluates the efficiency, effectiveness, and adequacy of internal control of the company's business activities, in order to derive recommendations and action plans established by organizations aiming for continuous improvement and mitigation of risks.

The Internal Audit Office also operates the ethics counseling & reporting channel and receives reports from various stakeholders such as employees and business partners via on-line, e-mail, telephone, and Kakao Talk reporting channels. Subsequently, the Internal Audit Office conducts fact verification to determine whether there is a violation of ethical standards.

The Internal Audit Office independently reports planned audit and investigation results directly to the Audit Committee, and conducts follow-up audits annually to track the implementation of audit recommendations.

The company actively supports participation in various trainings and acquisition of professional certifications in order to continuously strengthen the capacity of the internal audit organization.

With the establishment of BOD-driven management system on June 2021, SK innovation readjusted Audit Committee's role as a corporate compliance and business risk control tower.

For effective operation of the Audit Committee, SKI Internal Audit Office is now placed under the Audit Committee and the BOD manages and supervises audit function directly. To reinforce the independence of the Internal Audit Office, the Audit Committee retains the right to appoint and dismiss the chief of the audit office.

Likewise, SK innovation is committed to enhancing corporate value by conducting internal audits through the Audit Committee and internal audit office.