

GENERAL MEETING OF SHAREHOLDERS OF UNIPETROL, a.s.

Report on the Audit Committee's Activities

Dear Shareholders,

On behalf of the Audit Committee of UNIPETROL, a.s., and compliant with the requirements of Article 24a) section 4 of the Articles of Association of UNIPETROL, a.s., I hereby submit to you the report on the activities of the Audit Committee of UNIPETROL, a.s.

The Extraordinary General Meeting of UNIPETROL, a.s. 10 December 2009 approved amendments to the Company's Articles of Association. Part of these amendments related to the establishment of an Audit Committee as a requirement of the Act No. 93/2009 of the Czech Republic 2009, the Auditors Act. Prior to the establishment of the UNIPETROL, a.s. Audit Committee, agenda relating to statutory audit, internal audit, and internal controls has been within the mandate of the Finance and Audit Committee, an advisory committee to the Supervisory Board.

The changes made to the Articles of Association at the Extraordinary General Meeting 10 December 2009 effectively disbanded the standing Finance and Audit Committee, established a new Finance and Operating Committee as an advisory Committee to the Supervisory Board, and created the new Audit Committee, the composition of which was also approved by the Extraordinary General Meeting 10 December 2009 to become compliant with Act No. 93/2009 of the Czech Republic, the Auditors Act.

In 2010 appointed members of the Audit Committee have met and implemented the governance framework for the operation of the Audit Committee and elected the Chairman and Vice-Chairman, adopted the Rules of Procedure, and have approved the schedule for the committee for 2010.

The committee has been briefed on the activities of the Internal Audit Department for 2009 and Q1/2010 and has endorsed the Internal Audit Plan for 2010 as approved by the Supervisory Board in December 2009.

Within its mandate the Audit Committee has reviewed and discussed the annual audited non-consolidated financial statements of UNIPETROL, a.s. and the annual audited consolidated financial statements of UNIPETROL Group as of 31 December 2009 at a meeting during which the external auditor representative approved by the General Meeting was present.

On the basis of the Auditors Reports on non-consolidated and consolidated financial statements as of 31 December 2009 and the Auditors opinion contained therein, following discussion of those reports with the Auditor the Audit Committee confirms that the financial statements have been prepared in line with legal requirements. The Audit Committee has no reservations toward the independence of the Auditor.

The Audit Committee acknowledges changes to the Auditors business organization and subsequent re-distribution of activities resulting in a change in the name of the legal entity providing statutory audit services, and recommends to the General Meeting the approval of KPMG Česká republika audit s.r.o. as the Auditor of UNIPETROL, a.s.

Dear Shareholders, thank you for your attention.

The Chairman of the Audit Committee
UNIPETROL, a.s.
12 May 2010