

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., compliant with the provisions of article 24a) point 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.

Compliant with the Act No. 93/2009 of the Czech Republic 2009 ('the Auditors Act'), and the Articles of Association of UNIPETROL, a.s. approved by the 10 December 2009 General Meeting, the Audit Committee was established holding its first meeting 12 May 2010 at which it adopted Rules of Procedure as the governance framework for the operation of the Audit Committee.

The Audit Committee is composed of four members as appointed by the General Meeting at its meeting on 24 June 2013; Rafał Warpechowski, Iain Haggis, Ivan Kočárník and Piotr Robert Kearney. At the first meeting held after the General Meeting on 26 August 2013, Mr. Warpechowski and Mr. Haggis were duly elected as chairman and vice-chairman.

In 2013 the Audit Committee has met 05 March, 26 August, 21 October and 12 December, in accordance with the frequency foreseen in article 24c) point 1) of the Articles of Association of UNIPETROL, a.s. as amended 24 June 2013. During these meetings the Committee has been informed and actively participated in the discussion of the performance of the statutory audit and on internal audit activities. The CEO, CFO, Planning and Reporting Director and Internal Audit Director of UNIPETROL, a.s. routinely participate in the meetings.

The Audit Committee has reviewed and discussed quarterly financial statements and has been regularly informed on the activities of the Internal Audit Department, implementation of the 2013 Internal Audit Plan and has discussed the significant findings from the planned audits in the areas of: contract management, HR, procurement, transfer pricing, sales effectiveness, energy efficiency, environmental liabilities, supply chain management and health and safety.

The Committee has also reviewed and discussed additional internal audits performed at the request of the Board of Directors and the status of implementation of past audit recommendations for significant internal audit findings related to procurement, supply chain management, logistics, sales, HR and CAPEX.

Additionally and more specifically, the Audit Committee

- Reviewed the Risk Map of the UNIPETROL Group, particularly in the context of the Internal Audit Plan and at its meeting 12 December 2013 approved the Internal Audit Plan for 2014 for UNIPETROL, a.s. and its fully-owned subsidiaries;

- Reviewed the project aimed at efficiency improvements in the area of spare parts management at Česká Rafinerská, a.s.
- Reviewed and discussed the results of Quality Assurance Review performed by external consultants evaluating the quality of the Internal Audit function and monitored the implementation of corrective actions

The Audit Committee and its individual members have been in contact with the external auditors, KPMG Česká republika Audit s.r.o. There was regular contact between the Audit Partners and members of the Audit Committee throughout the 2013 audit process. Issues raised by the auditor were discussed following the interim work performed, then prior to the publication of the quarterly financial report for Q4/13 and again before the financial statements were completed.

Also, at its meeting 20 March 2014 at which a representative of the external auditor was present, the Audit Committee has reviewed and discussed the annual audited non-consolidated financial statements of UNIPETROL, a.s., the annual audited consolidated financial statements of UNIPETROL Group as at 31 December 2013 and the accounting principles of the UNIPETROL Group.

Based on the review mentioned above, the Auditors Reports on non-consolidated and consolidated financial statements as of 31 December 2013 and the Auditors opinion contained therein, and having discussed 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.

Dear shareholders, thank you for your attention.

The Chairman of the Audit Committee
UNIPETROL, a.s.

20 March 2014