

REPORT OF THE SUPERVISORY BOARD ON CONTROLLING ACTIVITIES

The Supervisory Board of Kofola ČeskoSlovensko a.s., a joint-stock company existing under the laws of the Czech Republic, with its registered office at Nad Porubkou 2278/31a, Poruba, 708 00 Ostrava, Czech Republic, Identification No.: 242 61 980 (hereinafter “Company”) hereby submits to the Regular General Meeting its Report on Controlling Activities since the last Annual General Meeting, which took place on May 23, 2016 till March 23, 2017 when this report was approved by the Supervisory Board (“Report on Controlling Activities”).

On April 14, 2016 a member of the Supervisory Board Mr. Dariusz Prończuk delivered a notice of resignation where he requested termination of his office on a day of discussion of its resignation by a General Meeting. General Meeting discussed resignation of Mr. Dariusz Prończuk at the meeting on 23 May 2016 and at the same time approved appointment of Mr. Ivan Jakúbek as a member of the Supervisory Board since this date.

In accordance with the Company’s Articles of Association the Supervisory Board is composed of six members appointed by General Meeting. As at March 23, 2017 when this report was approved there is following composition of Supervisory Board members:

Members of the Supervisory Board	Position	Appointment date	Expiration of the office term
René Sommer	Chairman of the Supervisory Board	17 July 2015	17 July 2020
Jacek Woźniak	Vice-Chairman of the Supervisory Board	15 September 2015	15 September 2020
Moshy Cohen-Nehemia	Member of the Supervisory Board	15 September 2015	15 September 2020
Pavel Jakubík	Member of the Supervisory Board	15 September 2015	15 September 2020
Petr Pravda	Member of the Supervisory Board	17 July 2015	17 July 2020
Ivan Jakúbek	Member of the Supervisory Board	23 May 2016	23 May 2021

The Supervisory Board had a total of 10 ordinary meetings in the period from the last Regular General Meeting. Additionally the Supervisory Board also used as a part of its controlling activity per rollam voting.

The main focus in the activities of the Supervisory Board was given to the review of financial situation and business performance of the Kofola Group and its key companies, supervision of activities of Board of Directors members and issues relating to the Company’s current operations as specified in the Company’s Articles of Association and the general provisions of the applicable law. Supervisory Board meetings were regularly attended by members of the Board of Directors of the Company. Depending on the contents and importance of the agenda, competent members of Company employees were also invited to the meetings.

As part of its controlling activities, the Supervisory Board also cooperated with the Internal Audit and the Audit Committee of the Company.

On the basis of its regular supervising activities the Supervisory Board declares that it did not discover during its supervising activities any material deficiencies in the activity of the Board of Directors of the Company and states that financial results of Kofola Group achieved in the year 2016 were good.

The Supervisory Board also reviewed the Related Parties Report for the year 2016, did not find any material deficiencies and had no reservations about its contents.

The Supervisory Board reviewed the standalone financial statements of Kofola ČeskoSlovensko a.s. as at December 31, 2016 as well as the consolidated financial statements of Kofola ČeskoSlovensko Group as at December 31, 2016 including the auditor’s opinion dated on March 20, 2017. The Supervisory Board concluded it did not find any shortcomings or errors in the contents or the method of compilation or the process of audit of the financial statements and based on these facts and taking into account the auditor’s opinions recommends to the General Meeting to approve both sets of financial statements.

The Supervisory Board reviewed the Board of Directors proposal for the profit distribution of the Company for the year 2016 including the decision on the payment of dividends for the year 2016 and recommends to the General Meeting its approval.

René Sommer,

Chairman of the Supervisory Board of Kofola ČeskoSlovensko a.s.