

## AUDIT COMMITTEE REPORT ON THE RESULTS OF ITS ACTIVITIES IN 2020

Audit Committee (further also „the Committee“) was established in accordance with the Act No. 93/2009 Coll. on auditors and the amendment of certain acts, as amended (‘the Auditors Act’), and the Articles of Association of Kofola ČeskoSlovensko a. s. (further „the Company“) as the advisory body of the Supervisory Board.

Information on the establishment and members of the Audit Committee was published and is permanently available in accordance with the relevant legislation on Company’s web page <https://www.kofola.cz/en> in section “Investor”.

The Committee consists of three members elected by the general meeting. In the course of 2020, no changes occurred in the Committee structure.

In 2020, in total 7 meetings of the Committee took place, particularly on 18 March, 11 May, 22 June, 11 September, 29 November, 14 December and 17 December; in 2021, 1 Committee meeting has taken place up to this date, particularly on 9 April. Comparing to a frequency suggested in the approved annual Committee work schedule, the additional meetings took place on 22 June 2020 – in relation to the acquisition of ONDRÁŠOVKA a.s. and Karlovarská Korunní s.r.o. and business development in UGO affected by the government measures connected with COVID-19 and on 17 December 2020 – when the Committee discussed a recommendation to the Supervisory Board of the Company in connection with the selection of the statutory auditor of the Kofola group for the period 2021-2023/2024.

At the meetings, the Committee reviewed and discussed quarterly economic results and Annual Report, monitored procedures of compilation of the Financial Statements and Consolidated Financial Statements, evaluated the efficiency of internal controls of the Company, Risk Management System and Internal Audit, monitored a process of audit of statutory 2019 resp. 2020 Financial Statements and Consolidated 2019 resp. 2020 Financial Statements. At the meeting in April 2021, the Audit Committee was informed about the methodology and result of the impairment test of the valuation of the financial investment and cash generating units in UGO trade s.r.o. The Committee also assessed the independence of the statutory auditor, the audit company and the provision of additional services to the Company. At its November meeting, the Committee also addressed the area of insurance in the Kofola group and the risk matrix.

With regard to a particularly negotiated topic, also representatives of the external auditor, chairman of the Supervisory Board, Financial Director of the Kofola ČeskoSlovensko Group, Financial Director in UGO trade s.r.o., internal auditor, Group Reporting Manager, and, if needed, also other managers of the Company in charge for activities discussed by the Committee, were regularly invited to the Committee meetings (in 2020/2021 particularly the Financial Director of Kofola a.s. - in relation to the acquisition of ONDRÁŠOVKA a.s. a Karlovarská Korunní s.r.o.).

Audit Committee’s external members (including the Chairman) received a fixed monthly remuneration in accordance with a decision of the general meeting.

The Committee had the opportunity to review the documents and records relating to the Company's activities to the extent necessary for the performance of its activities.

Based on a decision of the general meeting dated 6 February 2018, the external audit for 2020 in the Kofola ČeskoSlovensko Group was carried out by the company KPMG Česká republika Audit, s.r.o. The Committee discussed letters to the Company management dealing with findings in the course of IT audit in 2019 and 2020, including recommendation for remedies to their settlement. The Committee was continuously informed by the external auditor of the audit schedule and important audit facts. Important topics of the 2020 Kofola ČeskoSlovensko Group audit comprised particularly:

- Impairment tests of intangible assets with indefinite useful life (trademarks);
- impairment test of the cash-generating units and financial investment in UGO;

- acquisition of ONDRÁŠOVKA a.s. and Karlovarská Korunní s.r.o.

The Committee also acknowledged the independent auditor's opinion on the Standalone and Consolidated Financial Statements of Kofola ČeskoSlovensko as at December 31, 2020 stating that they audited the Financial Statements and, in their opinion, the Financial Statements present fairly, in all material respects, the Company's and Kofola ČeskoSlovensko Group's assets, liabilities and financial position, their financial performance and cash flows for the year 2020 in accordance with International Financial Reporting Standards, as adopted by the EU.

The Committee provides information on its conclusions to the Company's Supervisory Board, making recommendations for debate on items that were subject to the discussion by the Audit Committee.

The Committee states that in the monitored period, and as of the date of the preparation of this report, it did not find any significant facts of which the General Meeting and Public Audit Oversight Board should be informed in the fields that are designated for the Audit Committee through Act No. 93/2009 Coll. on auditors and the amendment of certain acts, as amended, through the Articles of Association of Kofola ČeskoSlovensko a. s. and through the internal regulations of the Company.

In Ostrava, 24 May 2021

Audit Committee  
Kofola ČeskoSlovensko a.s.