

**On item No. 4) of the agenda of the General Meeting
of Telefónica Czech Republic, a.s.
to be held on 22 April 2013**

**Review of the results of the supervisory activities of the Supervisory Board
of Telefónica Czech Republic, a.s.
in the period from 19 April 2012 to 20 March 2013
for the General Meeting taking place on 22 April 2013**

- In the cited period the Supervisory Board had 5 meetings.
- The Supervisory Board supervised performance of the powers of the Board of Directors and implementation of the business activities of Telefónica Czech Republic, a.s. in compliance with law, the company's Articles of Association and its own Rules of Procedure.
- The Supervisory Board regularly monitored the activities of Telefónica Czech Republic, a.s. and key decisions carried out by the Board of Directors and the management, and addressed the initiatives of its members.
- The Board of Directors and the management provided the Supervisory Board with the documentation and information necessary for the performance of its activities.
- The Supervisory Board reviewed the financial statements of Telefónica Czech Republic, a.s. for the accounting period through 31 December 2012 and the auditor's report reviewing the financial statements, and found no insufficiencies. The Supervisory Board therefore recommends to the General Meeting of Telefónica Czech Republic, a.s. approving the financial statements for the accounting period through 31 December 2012.
- In line with Section 66a (10) of the Commercial Code, the Supervisory Board has reviewed the Report of the Board of Directors pursuant to Section 66a of the Commercial Code, on relations among the controlled entity of Telefónica Czech Republic, a.s. and its controlling persons and other interconnected persons. The Supervisory Board has not ascertained any irregularities or other reasons of inaccuracy of the said Report by course of law and its requirements.
- During the period, for which this report on results of the supervisory activities of the Supervisory Board has been prepared, members of the Supervisory Board elected by employees did not express any opinion differing from other members of the Supervisory Board and are not of a different opinion regarding the matters and recommendations stated herein.

20 March 2013

María Eva Castillo Sanz
Chairwoman of the Supervisory Board
Telefónica Czech Republic, a.s.