

**Review of the results of the supervisory activities of the Supervisory Board
of Telefónica Czech Republic, a.s.
in the period from 23 April 2013 to 23 May 2014**

for the General Meeting taking place on 25 June 2014

- 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 2013 and the auditor's report reviewing these 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 2013.
- The Supervisory Board has reviewed the Report of the Board of Directors 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.
- The Supervisory Board reviewed the Board of Directors' draft resolution on distribution of the profit of Telefónica Czech Republic, a.s. for 2013 and recommends to the General Meeting approving the draft resolution.

23 May 2014

Martin Štefunkt
Supervisory Board Chairman
Telefónica Czech Republic, a.s.