

**Report of the Audit Committee on the course and results of its activity**

Ladies and gentlemen,

I would like to inform you of the progress and results of the Audit Committee's activities since the last Annual General Meeting held on 24 April 2024.

During this period, the Committee held seven ordinary meetings. The Audit Committee discussed part of the agenda, mainly related to internal control and risk management, in joint meetings with the Risk Committee.

The main activities of the Audit Committee during the past period can be divided into five areas:

1. Supervision over the Bank's financial reporting and the sustainability report

As part of its terms of reference, the Audit Committee monitored the process of preparation of the annual financial statements and consolidated financial statements and the process of producing the mandatory sustainability report (ESG). The Committee also expressed its view of the consistency and integrity of the Bank's accounting and financial reporting systems. Doing so, the Audit Committee used the information and evidence submitted by the Bank's executives and external auditor and, where needed, asked for and received additional information and explanations. The Audit Committee did not detect any shortcomings in this area.

2. Assessment of the efficiency of the Bank's internal control and risk management system

In this area, the Audit Committee monitored the efficiency of the internal audit and its functional independence especially by discussing the regular reports of the Bank's Internal Audit on its activities, on the content and results of the conducted missions, on the imposed corrective measures and on their implementation. The Committee also addressed the system for mapping, assessing and managing credit, market, structural, operational and compliance risks. Significant aspects of the examination included practices related to cybersecurity, loan portfolio quality, prevention of money laundering and terrorism financing (AML/CFT), prevention of frauds, and fulfillment of Environmental, Social and Governance (ESG) criteria.

The Audit Committee approached members of the management of the internal audit, submitted proposals and received all additional information which they requested. Based on this, the Committee formulated recommendations about matters concerning the internal audit to the Bank's Board of Directors, monitored the way in which the Bank's executives reacted to the Internal Audit's findings and recommendations, and did not detect any substantial shortcomings. During the period under review, the Committee also discussed the new Internal Audit Charter and took note of the Annual Internal Audit Plan for 2025 and the Strategic Audit Plan for 2026-2029.

Having assessed the Bank's management and control system for 2024, the Committee concluded that the system is functional and effective and covers all the Bank's key risks.

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Specific action plans were adopted and supported by the Committee in some areas where there is room for improvement.

The Committee further stated that it considers the activity in the area of internal audit, internal control and risk management effective and came to the conclusion that the main risks incurred by the Bank were duly identified and managed.

### **3. Assessment of the activity and independence of the external auditor**

The last General Meeting approved KPMG Česká republika Audit, s.r.o., as the new external auditor to replace Deloitte Audit, s.r.o. During the period under review, the Committee thus received information on the activities of both of these companies, which overlapped for some time.

Furthermore, among other things, the Committee discussed the “Constructive Service Letter” worked out by the company Deloitte Audit, s.r.o., dealing with the findings of the external auditor made in the course of the audit of the financial statements for the year 2023, including the corrective measures recommended for their settlement.

The Audit Committee also discussed the contract with the new external auditor, KPMG Česká republika Audit, s.r.o., to which it had no objections.

The Committee monitored the statutory audit and sustainability report assurance process and discussed the additional external auditor's report on the 2024 audit results.

Based on the findings from the monitoring of the mandatory audit sustainability report assurance process (mandatory ESG reporting), the Committee stated that the Bank's executives follow the recommendations of the external auditor.

The Committee also assessed the independence of the audit company KPMG Česká republika Audit, s.r.o., and the provision of additional (non-audit) services to the Bank by KPMG Group companies. The Committee stated that the external auditor meets the conditions of independence and approved the provision of selected categories of non-audit services.

The Committee also carried out the above-mentioned activities with respect to KPMG Slovensko spol. s r.o., which performed the external audit of the branch of Komerční banka, a.s., in Slovakia during the period under review.

On the basis of these examinations, the Audit Committee recommended to the Supervisory Board that it submit to the General Meeting a proposal to approve KPMG Česká republika Audit, s.r.o., and KPMG Slovensko spol. s r.o., as the Bank's external auditor for 2025.

### **4. Discussion over the financial results of KB Group and presentations for investors**

During its meetings, the Audit Committee quarterly discussed the financial results of the KB Financial Group for each quarter. Attention was also paid to the capital adequacy of the Bank and the Financial Group as a whole, the objectives and impact of regulation, including the expected development of this indicator in the future period. The Committee was also provided

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with information on the Bank's credit risk profile and the impact of the macroeconomic situation on the Bank's performance. The Audit Committee was also kept informed of the implementation of the Bank's budget plan and strategic plan.

The Committee also discussed the annual financial results of KB Financial Group for 2024 and the statements and notes to the consolidated and annual (separate) financial statements as of 31 December 2024, which were prepared in accordance with the International Financial Reporting Standards. The Committee also discussed the proposed profit distribution, including the dividend policy, and the proposed budget for 2025.

The Committee viewed the papers intended to be presented to the Bank's investors favorably and stated that they regarded the scope of information and the consistency of the data provided as adequate.

### **5. Other activities of the Committee**

The Audit Committee exercised all its powers in accordance with the statutory provisions and the Bank's Articles of Association. It was provided with additional reports and information it requested. Throughout the period under review, the Committee communicated with the relevant members of the Board of Directors, Executive Directors, and representatives of the internal and external auditors.

Similarly, the Committee fulfilled its duty towards the Public Audit Oversight Board by discussing, approving and making available the report on its activities, including additional reports prepared by the external auditor.

Ladies and gentlemen,  
thank you for your attention.