

Report on Relations between Related Parties for the Year Ended December 31, 2009

The following additional disclosures are provided for the accounting period 2009 in accordance with the provision of Article 66a (9) of the Czech Commercial Code.

Definitions

Controlled Entity: Philip Morris ČR a.s.

Controlling Entity: Philip Morris Holland Holdings B.V.

Related parties: Companies controlled directly or indirectly by Philip Morris Holland Holdings B.V. as well as by Philip Morris International, Inc. which is the ultimate holding company of Philip Morris Holland Holdings B.V.

Contracts and amendments to the existing contracts concluded with the Controlling Entity and related parties

During 2009:

Company	Contract	Date
Sales of goods and services		
CTPM International S.A.	Amendment No. 1 to Contract Manufacturing Agreement	May 1, 2009
Philip Morris Slovakia s.r.o.	Amendment No. 1 to Distribution Agreement	July 31, 2009
Purchase of goods and services		
Philip Morris International Inc.	Renewal Agreement	January 1, 2009
Philip Morris International Management S.A.	Amendment No. 2 to Agreement for the Sale of Goods (Semis)	April 1, 2009
Philip Morris International Management S.A..	Amendment No. 1 to Agreement for the Sale of Goods	April 1, 2009
Philip Morris International Management S.A.	Data Transfer Agreement	November 11, 2009
Philip Morris International Inc.	Service Agreement	November 20, 2009

Other performances and counter-performances as specified in Notes to Separate Financial Statements, Note 26, were fulfilled based on negotiated offers and purchase orders without concluding written contracts.

Controlled entity carried out transactions with the following related parties in 2009

Philip Morris Products S.A.
 Intertaba S.p.A
 Philip Morris GmbH
 Philip Morris Holland B.V.
 Philip Morris AB
 Philip Morris Services S.A.
 Charles Stewart and Company Ltd
 Philip Morris Zagreb d.o.o.
 Philip Morris Polska S.A.
 DIN "Fabrika Duvana" a.d. Nis
 Papastratos Cigarette Manufacturing Company SA
 Philip Morris Finland Oy
 Philsa Philip Morris Sabanci Sigarave Tutunculuk Sanayi ve Ticaret A.S
 Philip Morris Hungary Ltd.
 Philip Morris International Management SA
 Philip Morris International Management S.A.
 Philip Morris Management Services B.V.
 CJSC Philip Morris Ukraine
 Philip Morris Kazakhstan LLP
 Philip Morris Slovakia s.r.o.

Philip Morris Manufacturing GMBH
Philip Morris Spain S.L.
Philip Morris Manufacturing Senegal S.A.R.L.
UAB Philip Morris Lietuva
Philip Morris Products S.A.
Philip Morris Romania S.R.L.
ZAO Philip Morris Izhora
f6 Cigarettenfabrik GmbH & Co. KG
Philip Morris Malaysia SDN. BHD
CTPM International SA
PMI Service Center Europe SP.Z.O.O.
Philip Morris Colombia S.A.
Philip Morris Brasil Industria e Comercio Ltda
Philip Morris International IT Center Sarl
Philip Morris International Insurance (Ireland) LTD
Philip Morris Polska Tobacco SP. Z O.O.
Philip Morris Polska Distribution Sp. z o.o.

Other legal transactions undertaken in the interest of the related entities

No legal acts in the interest of the controlling entity or of the controlled entity or other entities controlled by the same controlling entity were made during the accounting period, or if there were any legal acts relating to the above mentioned entities, those were general legal procedures made under the terms of legal acts by the controlled entity in relationship to the controlling entity in its capacity as shareholder of the controlled entity.

Other measures in the interest of or at the instigation of the related entities

No measures in the interest, or at the instigation, of the controlling entity or entities controlled by the same controlling entity were taken within the accounting period, except for general measures taken by the controlled entity in relationship to the controlling entity in its capacity as shareholder of the controlled entity.

Performance provided and losses arising to the controlled entity and method of their settlement

There is no loss arising in the controlled entity from the above-mentioned performance provided, contracts, other legal actions, other measures or from other fulfillment received or provided. Related party transactions are detailed in the Notes to Separate Financial Statements, Note 26.

In Kutná Hora on March 22, 2010

Alvise Giustiniani
Chairman of the Board of Directors

Daniel Gordon
Member of the Board of Directors