

ANNUAL REPORT

2023



CZECH ASSOCIATION
OF PETROLEUM
INDUSTRY AND TRADE

CZECH ASSOCIATION OF PETROLEUM INDUSTRY AND TRADE

ANNUAL REPORT

2023

PRAGUE

June 2024

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CHAIRMAN'S MESSAGE

Dear ČAPPO Members, Dear Friends,

It is a pleasure for me to address you on the occasion of the release of our 2023 Annual Report. This document, full of important information, represents the result of joint work and determination of the whole sector of fuel industry and trade. Ahead of us is a period when our industry will be facing many challenges connected with changing market conditions and regulations at both national and international level. In this year, we focused on innovations, sustainability and strategic partnership that are of key importance for our future.

The Annual Report documents in detail our success, but also the challenges we had to deal with. Thanks to our attitude to the adaptation and innovation, we succeeded in maintaining stable position on the market, even despite the unfavourable economic conditions and increasing legislative pressures. I believe that the presented data and analyses will provide you with valuable insight into the status and trends in our industry.

Our efforts in the area of environmental sustainability also deserve mentioning. Within the framework of these activities, we introduced the technologies that are environment friendly and have worked to improve the energy efficiency of our operations. These efforts are increasingly profiling us as a leading player in green innovation in the fuel industry.

Allow me to thank all those who contributed to the successful year – our members, partners, employees and all who support us in our striving for improvement and innovation. Our efforts would not be possible without your support.

I am looking forward for another year full of challenges but also of the opportunities for our collective growth and strengthening of our industry. With faith in our common future and determination to continue our work, I wish you a pleasant reading of our Annual Report.

Yours faithfully,

*Mgr. Jan Duspěva
Council Chairman*

Prague, June 2024

CHARACTERISTICS OF THE DEVELOPMENT OF PETROLEUM INDUSTRY IN THE CZECH REPUBLIC

BASIC INFORMATION

In 2023, the situation in Czech refinery industry and trade was calmer in comparison with the previous year when after the outbreak of the conflict in Ukraine in late February 2022 the prices of products significantly escalated and there was uncertainty in the market.

In 2023, petroleum imports to the CR were effectuated according to the needs of the refineries as well as sales opportunities for oil products. Total oil imports to the CR in 2023 reached 7,487 thousand tons, which is by 0.8% more than in 2022. In this, imports from the Russian Federation were decisive (59%); further, oil was imported from Azerbaijan (26%), Kazakhstan (10%). In 2023, local oil exports were virtually not effectuated. Pipeline IKL delivered 41% of oil from the total imports.

In 2023, MERO a.s. successfully concluded agreements with the TAL consortium and work aimed at increasing the capacity of the TAL oil pipeline were started to allow covering total need of crude oil for the Czech refineries from the IKL pipeline from the sources outside Russia. In Autumn 2023, ORLEN Unipetrol RPA s.r.o. carried out technological tests of processing crude oil from the sources outside Russia in the Litvínov refinery.

Total deliveries of selected petroleum products onto the market in the CR in 2023 are shown in Table 1. It indicates more significant increase in the sales of petrol in comparison with the increase in the sales of diesel fuel.

Table 1

Product	Thousand tons	Index 2023/2022
Unleaded petrol, incl. biocomponent	1,679	105.7
Jet fuel	351	128.1
Diesel fuel, incl. biocomponent	5,205	100.7
Heating and other gas oils	16	160.0
Heating oils up to 1% sulphur m/m	12	92.3
Heating oils with more than 1% sulphur m/m	34	75.6
Total LPG	406	96.2
Lubricating oils and other oils in total	148	98.7
Bitumen and bitumen products	480	102.3
Biocomponents for transport	388	93.9

Source: ČSÚ (Czech Statistical Office)

The octane structure of the range of sold petrol is shown in Table 2.

Table 2

Product	Share (%)
Petrol with octane number 95 (SUPER)	96.9
Petrol with octane number min. 98 and more (SUPER PLUS)	3.1

Source: ČSÚ/MPO (Czech Statistical Office / Ministry of Industry and Trade)

In the Czech Republic, a part of diesel fuel consumption is covered by imports; specifically in 2023 it was 35% of consumption. According to the data from the Czech Statistical Office (data including biocomponents), 2,588 thousand tons of diesel fuel were imported (mainly from Germany and Slovakia), and 767 thousand tons of it were exported (mainly to Slovakia and Poland) in 2023. As for petrol, including biocomponents, 653 thousand tons were imported (mainly from Slovakia and Germany), and 614 thousand tons were exported (mainly to Germany, Slovakia and Poland); the petrol market in the Czech Republic is self-sustaining.

In 2023, ČAPPO member companies achieved outstanding results in the area of quality of sold motor fuels: only 4 samples checked deviated in quality as defined by the European and Czech standards. In 2023, the inspectors of the Czech Trade Inspection (ČOI) collected 2,542 samples of all kinds of motor fuels at the public service stations in the Czech Republic. At service stations operated by ČAPPO members, 950 samples, i.e. 37%, were collected. In other parts of the market, 1,592 samples, i.e. 63%, were collected. Overall defect rate of the market was 0.67%, which means 17 samples.

The results of the checks are indicated in Table 3.

Table 3

Product	Total of samples collected	Number of samples that did not comply with ČSN standards	%	Not complied At ČAPPO member companies
Petrol	1,001	7	0.70	2
Diesel fuel	1,200	8	0.67	0
Diesel blend, biodiesel, and E85 fuel	0	0	0.00	0
LPG and CNG	341	2	0.59	2
Total	2,542	17	0.67	4

Source: ČOI (Czech Trade Inspection)

In the long-term perspective, it is true that the motor fuels quality in the Czech Republic is very good, also in comparison with other EU countries. We believe that the consistent, enduring efforts of ČAPPO member companies aimed at keeping the high quality of motor fuels, as well as ČAPPO's endeavours to maintain the frequency of samples taken by the Czech Trade Inspection, play a significant role in this result, although we would welcome more attention to the so-called courtyard stations.

In recent years, number of service stations in the Czech Republic remains practically unchanged. Based on the data from the Ministry of Industry and Trade (*Report on Update and Status of the Records of Service Stations in the Czech Republic at 12 April 2024*), the total of 7,722 service stations and fuels delivery points, including 3,970 public and the remaining number of service stations selling to specified entities and non-public facilities, were operated on the market of the Czech Republic. In comparison with the number reported in the previous statistical check, total number of service stations increased by 33. Based on their number and importance, the decisive segment on the market are service stations selling more types of motor fuels and, usually, offering also other services. Their number now achieves 2,857 and remains more or less the same for many years (in late 2015, 2,807 service stations of this type were operated). The share of ČAPPO member companies in the total number of public service stations achieved almost 45%.

In 2023, the following important events were recorded in the area of petroleum industry and trade:

- Total consumption of motor fuels made 8.384 billion litres (6,884 thousand tons), which is more than in 2022 by 2%. The decisive share has diesel fuel (73.57% of the volume).
- According to the Czech Statistical Office, the gross consumption of biocomponents made 95 thousand tons in petrol and 293 thousand tons in diesel fuel.
- Diesel fuel with hydrotreated vegetable oil (HVO) was sold on the market in significant quantities, in particular in the segment of premium fuels, and petrol E10 with ETBE with octane number 98 or higher was available on the market.
- In late 2023, the member companies announced the launch of petrol with octane number 95 in the E10 quality as another tool to the increase in emissions savings.

- The member companies complied with the requirements for the reduction of greenhouse gases emissions originating from motor fuels combustion.
- From 1 August 2023, consumption tax for diesel fuel was increased by 1.50 CZK/l after its decrease in 2022.
- The sales of AdBlue liquid significantly rise.
- The consumption of LPG motor fuel made up 88.6 thousand tons; thus, it grew by 4.5% in comparison with its consumption in the previous year.
- At the service stations of ČAPPO member companies, sales in shops and catering sections continued to grow.
- In the Czech Republic, the petroleum products market has been constantly hindered by the regulatory environmental measures, which fact reduces its competitiveness.

ACTIVITIES OF THE CZECH ASSOCIATION OF PETROLEUM INDUSTRY AND TRADE

Long-term priorities of ČAPPO

- To be constantly the responsible entity (a guarantee) and referential point for motor fuels quality, including alternative fuels
The quality of motor fuels sold in the distribution network of ČAPPO members is constantly very good, and the same as in the previous years, in 2023, too, it was better than the average on the market in the CR and significantly better than the average in EU countries, also thanks to the consistent care of the member companies concerning quality and use value of the motor fuels, certification of the producers, distributors and transporters, implementation of own quality control systems or the involvement of some of the member companies in the SGS “Seal of Quality” programme.
- To strive constantly for the transparent and fair legislation and competition on the motor fuels market (in co-operation with both governmental agencies and non-governmental institutions)
ČAPPO fulfils this task through its activities in the field of legislation, co-operation with the governmental agencies, engagement of its representatives in the working groups of various ministries and industry-related unions and associations, and through its contacts with the members of the Chamber of Deputies of the Parliament of the CR and with the senators. It continues to inform the governmental agencies about the shortcomings and fraud risks in petroleum industry business.
- To maintain constantly high safety standards in motor fuels distribution and service stations operations for the employees and customers
This priority has been constantly fulfilled through ČAPPO Working Group Safety and Specialised Section Motor Fuels Transport. They regularly debate emergency events and safety incidents with the aim of the exchange of experience. The Working Group Safety will start dealing with a relatively new area of safety risks of the co-existence of the classic and alternative fuels and their technology at service stations.
- To ensure the fulfilment of the plan to reduce greenhouse gases emissions by 6% from the year 2021
In 2023, the ČAPPO members who are obliged entities according to the Act on Air Protection fulfilled the plan to reduce greenhouse gases emissions in spite of considerable costs.
- To maintain and constantly improve positive image of ČAPPO in the media as professional industry institution in the field of petroleum industry and trade
As far as the improvement of ČAPPO image among the public is concerned, ČAPPO website was significantly modernised. It contains interesting materials, even the elaborated ones, or their parts concerning the “Vision 2050” of the FuelsEurope Association, partly in Czech. The website is updated regularly. The preparation of the new website and its operation was to a large extent provided by UNICODE SYSTEMS.

The Chairman and members of the Council, the Executive Director and, in particular, the technical spokesman supplied a number of articles, interviews and expert positions concerning the issues of the motor fuels, their quality and range, problems of biofuels and alternative fuels, and the situation on the service stations market to the media (for example MF Dnes, Lidové noviny, E15, Svět motorů, ČT1, ČT24, TV Nova and TV Prima, Český rozhlas, Seznam.cz). In connection with the launch of petrol E10, V. Loula answered many questions and a number of articles concerning the launch of the E10 petrol was published on the ČAPPO's website.

On 26 October 2023, the Czech Association of Petroleum Industry and Trade, jointly with the PETROLmedia publishers, under the auspices of the Ministry of Industry and Trade and the FuelsEurope organization, held the second annual professional conference VIZE 2050 (VISION 2050) with the theme of the carbon neutrality and changes of drives. The main theme of the conference was energy in transport and its gradual transition from fossil sources to the renewable ones. The aim of this transformation is to ensure that in 2050, any transport of people, goods or materials over Europe will not produce CO2 emissions that accelerate unhealthy climate change on our planet. At the same time, however, this transition should not jeopardise the stability of economies or living standards in the individual European countries. No incoherent bans or restrictions are conducive to this; on the contrary, there are many things that need to be discussed in detail and effective solutions that are respectful not only of the climate, but also of people's lives. The conference was well attended (approximately 200 guests) and mostly assessed positively.

PRINCIPAL ISSUES DEBATED IN 2023

Green Deal, Fit for 55

In general, it is necessary to note that the vast majority of proposals within the Green Deal in the field of transport do not respect the principle of technological neutrality and strongly prefers electromobility. Moreover, many proposals amend the directives and regulations within a short period of time after their adoption, thus making the investment and technology decisions more uncertain, and the proposals do not take into account regional differences: most of them are EU-wide. It can be summarised that ČAPPO members, as providers of the basic form of energy for transport, are deeply interested in discussing a stable, unifying and realistic policy for the development of alternative fuels, which will accentuate the likely technical development of car drives, respect the state of the vehicle fleet and its development trends in the Czech Republic as well as the possibilities of infrastructure development. ČAPPO is interested in the preparation of a stable and achievable plan for the deployment of alternative fuels to meet legislative targets at acceptable cost both to petroleum industry and the end consumer in cooperation with all responsible authorities.

The crucial directive RED III was published on 31 October 2023 as Directive No. 2023/2014 with the term of its implementation 21 May 2025. The implementation manager is the Ministry of Industry and Trade in co-operation with the Ministry of Environment. On the basis of the outputs of the TAČR MOSUME project (Model support for clean and sustainable mobility in the Czech Republic) as well as own calculation ČAPPO believes that the basic aim of RED III for the year 2030 should be formulated as the 13.8% saving of emissions (after the consideration of the share of the first-generation biofuels in 2020). The determination of the aim in the form of the renewable energy sources (OZE, 29%) would not be realistic, because technical standards for NM and BA do not allow sufficiently high percentages of the alternative component (despite the numerical advantage of using multipliers). Moreover, the experience from recent years shows that the rate of growth of the numbers of alternatively fuelled vehicles is far from the levels envisaged by various policies and support programmes. This also raises the question of setting the trajectory for the 2030 target(s), which should be set very cautiously for the coming years, as the possibility of gradually increasing the target will realistically depend on the improvement of the emission footprint of liquid alternative fuels and the availability (also in terms of price) of other alternative components (typically hydrotreated vegetable oil – HVO), or the possibility of increasing the share of the alternative component in NM, and only shortly

before 2030 can we expect more significant share of vehicles with alternative drive.

Further, the Directive sets the target of 5.5% share of alternative fuels produced from raw materials according to Annex IXa (including 1% renewable fuels of non-biological origin – RFNBOs) and the cap of 1.7% for alternative fuels produced from materials according to Annex IXb. Achieving the RFNBOs share target is proving to be the biggest challenge in meeting the RED III targets, as the use of renewable hydrogen in transport is facing a lack of interest in hydrogen-powered vehicles and the use of hydrogen to power vehicles will not play nearly as significant a role as has been assumed in the recent past. If this target is to be met at all, the only way forward is to use renewable hydrogen in fuel production as a partial replacement for fossil hydrogen use. Another route could be liquid fuels (“e-fuels”), produced either from various “waste” raw materials (plastics, used tyres...) or directly from the green hydrogen and carbon dioxide. The main advantage of their use would be the preservation of the existing vehicle fleet and the necessary infrastructure (logistics chain up to the filling stations). The limiting disadvantage would be its high price, based on the cost of the necessary and high amount of energy (depending on the amount of energy contained in the raw material used) needed to produce them.

The obligation of 6% emissions savings from 2020 is imposed on petrol and diesel suppliers by the Act on Air Protection and a saving of 6.1% was achieved between 2020 and 2022 (year-on-year differences are in hundredths of a percent), with 10-15% of the total saving achieved through the inclusion of UER, which will no longer be possible from 2025. With other changes in the methodology, the emission saving achieved in 2022, will be reduced by 1%.

The Ministry of Environment prepares implementation of EU Directive 2023/959 (amendment to the trade greenhouse gas emission allowances – ETS2), which, among other things, is to introduce a system of allowances for road transport. The deadline for the implementation of the given measures is set to mid 2024. Partial effectiveness, consisting above all in the reporting, monitoring and testing of the whole system has been set to 2025. The full effectiveness of the EU ETS 2 is expected to start in 2027 at the earliest. Implementation is proposed in the form of an amendment to Act No. 383/2012. The ČAPPO member companies are affected by the proposal in particular in the area of liquid fuels (which are subject to the consumption tax and released into the free tax circulation on the tax territory of the Czech Republic). They are the fuels burned in the road transport, building heating and other industrial sectors and energy sectors not covered by the EU ETS1, but does not apply, inter alia, to biofuels meeting the RED II sustainability criteria.

Legislation, Czech technical standards and non-legislation acts

ČAPPO, through its Council, Executive Director, Working Groups, Specialised Sections, members, and the Secretariat, developed and drafted a number of the legislative initiatives and counselled the draft laws and implementation regulations, above all from the field of petroleum, petroleum products and the environment.

It is necessary to note that the Ministry of Environment sent out for comments on 3 May 2023 a comprehensive amendment to the Act on Air Protection, which also affects the area of fuels, including the legislative anchoring of the EU database set up by the European Commission to monitor fuels used in the transport sector. The effectiveness of the amendment is assumed from 1 July 2024; nevertheless, it has not yet (early May 2024) been submitted to the Chamber of Deputies for discussion.

In 2023, the Ministry of Environment also started the preparation for the introduction of mandatory collection of packaging deposits and mandatory take-back of the packaging materials subject to the deposits. In spite of many debates and our extensive (and also convincing) arguments, it is still proposed to include all of the service station (also the recharging stations) with the sales floor exceeding 50 sq m into the system; however, the Ministry of Environment already admits the possibility of discussing the size of the area.

Attention has been also paid to the legislation standards that can significantly affect the operation of the member companies. The Secretariat regularly prepares their overview and sends it to the member companies. The Secretariat also prepares monthly excerpt of changes in technical standards from the Bulletin of the Office for Technical Standardization, Metrology and State Testing for the member companies.

ORGANIZATION OF ČAPPO

Membership

As of 31 December 2023, the Association had 10 regular members. In 2023, five Specialised Sections worked within ČAPPO:

- Alternative Fuels
- LPG
- Operation of Service Stations
- Motor Fuel Transportation
- Oil Processing, Production of Fuels and Lubricants

As of 31 December 2023, total number of Specialised Sections members made 14. The lists of the regular members and members of Specialised Sections are attached.

The General Meetings

The Annual General Meeting was held on 22 June 2023. It debated and adopted the Annual Report of ČAPPO for the year 2022, closing of books and the economic result for the year 2022, the Report of the Council about the Activities of ČAPPO in the period after the regular meeting in December 2022.

The regular General Meeting was held on 6 December 2023. The General Meeting debated and adopted the Report of the Council about the Activities of the Association since the Annual General Meeting in June 2023 and further information of the members of the Council from the individual areas of ČAPPO activities under their powers. It also debated the Report on the Keeping of the Budget as at 31 October 2023, draft of the budget and the amount of the membership fees and fees of the specialised sections for the year 2024 and adopted them. Further, members of the Working Group focused on the audit of accounting in 2023 were approved.

The Council

In the year 2023, the Council held seven regular meetings during which it debated the development of proposals from the Fit for 55 package, current problems of the legislation, the activities of the Working Groups, Specialised Sections and the Secretariat. Great attention was also paid to information from the FuelsEurope Association and to the activities of ČAPPO in the media.

The Working Groups

The Working Group Fuels met on 18 January 2023. It focused on the issue of diesel oil oxidation stability. The topic has received particular attention when negative results were found in some samples during the epidemic. At present, all the samples checked have met more or less the standards and only continuous testing is recommended according to the needs of each company.

At its meeting on 2 November 2023, the Working Group Legislation and Ethics occupied itself with the monitoring of the legislation and selected decisions of the courts, as well as current topic which were the introduction of the mandatory collecting of deposits and returning the packaging material against the deposits, the RED III, emission permits (ETS2) and the launch of the E 10 into the Czech market. Information about the development of selected legislation is regularly distributed among all ČAPPO members.

The Working Group Taxes and Finances met on 22 November 2023 and dealt, in particular, with the issue of the governmental consolidation package, VAT on the fuel cards, the ETS 2 and the collection of the deposits on the disposable packaging and their returning at the service station. Further, it debated the technical amendment of the Act on Consumption Taxes and Mr. Piša (the Ministry of Finance) informed the members of the Group about the development of the Energy Taxation Directive (ETD). The representatives of the General Customs Directorate (J. Boháč, P. Mauzerová) informed about the changes in the monitoring of transportations, Section 58 of the Act on Consumption Taxes.

Specialised Sections

The Specialised Section Alternative Fuels met on 3 February 2023 when it mainly focused on the Fit for 55 package and the RED III Directive. In conclusion, it formulated the main positions of the Association:

- ČAPPO should promote the respect for the principle of technological neutrality;
- Regulatory targets and responsibility for meeting them must be adequately shared between all energy carriers in transport;
- A comprehensive approach to the alternative fuels and drives is necessary (development of fleet structure, infrastructure and technologies);
- It is desirable to support the development of alternative liquid fuels with subsidies.

On 5 December 2023, the Specialised Section Alternative Fuels again dealt with the topic of the RED III Directive and problems of alternative fuels and energies. The main principles should be:

- Maximum technological neutrality for the achievement of the targets;
- Deepening of the possibility to achieve the targets with the use of the means from other countries;
- Subsidies or support of an energy carrier must be connected with the responsibility for the achievement of an adequate share in the targets;
- It is necessary to select the simplest and transparent processes aimed at the prevention of the origination of the grey zone.

The ad hoc Working Groups and other meetings

On 12 January 2023, meeting at the General Customs Directorate focused on the application questions concerning the windfall tax. Further, debate concerning the 6th sanctions package was held at the Ministry of Industry and Trade on 26 January 2023.

Meeting with the ministers of finance and of the industry and trade focused on the securing of fuel deliveries for the Czech market was held on 11 April 2023. The issue of the Green Deal / FIT for 55 in transport and the Regulation on the deployment of infrastructure for alternative fuels were also debated. On 28 April 2023, a meeting with the minister of transport took place.

A number of other meetings were also held, for example the meetings of the ad hoc Working Group focused on the topic of the draft legislation on the deposits collected for beverage packaging (on 9 August and 7 September 2023).

On 9 November 2023, the National Office for Cyber and Information Security (NÚKIB) organized a workshop focused on the new regulation for the cyber security in the European Union. Here, the NIS2 Directive and its transposition into Czech law were presented.

The Secretariat

The Secretariat properly dealt with daily clerical work, organised all the Association's events and prepared materials for them. Further, it prepared or co-ordinated the preparation of opinions concerning a number of both legislative and non-legislative proposals. The Executive Director participated in many negotiations with governmental bodies and other institutions and was active in the specialised working groups of the Ministry of Transport (MD), the Ministry of Finance (MF), the Ministry of Industry and Trade (MPO), the Ministry of

Agriculture (MZe), the Ministry of Environment (MŽP), the Administration of State Material Reserves (SSHR), the General Customs Directorate (GŘC), and the Czech Statistical Office (ČSÚ). It is a member of the committee of the National Emergency Sharing Organisation (NESO).

The Secretariat prepares various information materials for the member companies, including the monthly overview of ČAPPO's activities and the regular overview of the development in the field of the legislation. Usually with a monthly periodicity it also prepares and distributes among the member companies a number of data source documents, in particular the survey of the sales at the service stations of ČAPPO member companies, the development of the motor fuels market according to the data of the Czech Statistical Office and the General Customs Directorate, the summary of the results of the checks of motor fuels quality (the Czech Trade Inspection), the comparison of the prices of petrol and diesel oil at the service stations in the Czech Republic and neighbouring countries, or of the development of the vehicle fleet in the Czech Republic.

In addition, the Secretariat collects and distributes to the member companies and working groups various technical and legislative information, issued by the international petroleum industry association FuelsEurope and processes other information from Czech and foreign sources.

The Association also supplied, mainly on request, information and data to the state authorities, institutions, foreign petroleum industry associations, and specialists' community, as well as interns and students.

CO-OPERATION AND CONTACTS OF ČAPPO

Governmental Bodies

Through the Council and its members, the Secretariat and the Working Groups, ČAPPO maintained close contacts and co-operated, in particular, with the following governmental bodies:

- The Ministry of Industry and Trade (MPO), the division / department of gas industry and liquid fuels: Intensive co-operation in the preparation of the implementation of the RED II Directive; further, the co-operation also focused on the preparation of the National Plan of the Czech Republic in the field of energy and climate and the update of the National Action Plan Clean Mobility. The questions of tolerance of potential deviations in motor fuels quality and the details of some investigations were also debated. ČAPPO also participated in the activity of the working groups of the Ministry of Industry and Trade for the synthetic fuels and for the motor fuels standardization.
Within the project of the Technological Agency of the CR (TAČR) and the University of Chemistry and Technology (VŠCHT) "Optimum Use of Renewable Energy Sources in Transport" ČAPPO closely co-operated with the division of the strategy and international co-operation in the field of power engineering. Further, ČAPPO expressed its positions concerning some of the legislative drafts through the ministry.
- The Ministry of Finance (MF), the General Customs Directorate (GŘC), and the General Financial Directorate (GRF): In particular, the Working Group Taxes and Finances co-operated with these institutions, mainly in the solution of current technical and legislative issues connected with the problems of the Excise Tax Act, the Value Added Tax and their amendments.
- The Ministry of Environment (MŽP) – the division of air protection: Throughout the year, a number of discussions took place in connection with the preparation for the implementation of the RED III Directive. Nevertheless, the parties did not always agree. Co-operation in the legislative area is ongoing, especially in amendments to the Act on Air Protection and the governmental Decree on Sustainability Criteria for Biofuels.

- The Administration of State Material Reserves (SSHR) – some of the member companies and the Executive Director of ČAPPO are members of the committee of the National Emergency Sharing Organization (NESO).
- The Czech Statistical Office (ČSÚ) – ČAPPO uses monthly statement Petroleum and Petroleum Products. Unusual differences in various market development statistics are consulted as necessary.
- The Czech Office for Standards, Metrology, and Testing – the representatives of some of the member companies took part in the meetings of the technical standards commission Petroleum and Petroleum Products (TNK 118).

OTHER CONTACTS AND DOMESTIC CO-OPERATION

ČAPPO co-operates as necessary and with variable intensity in relation to a number of professional or legislative issues with a number of institutions, companies, associations and unions, including, but not limited to the Economic Chamber of the Czech Republic, the Association of Chemical Industry of the CR, the Confederation of Industry and Transport of the CR, the Czech Gas Association, the Association of Car Importers, the Association of the Automotive Industry, the Association of Automobile Carriers ČESMAD BOHEMIA, the Association of Biodiesel Producers, CZ Biom, the University of Chemistry and Technology Prague (VŠCHT), the Research Institute of Agricultural Technology, ŠKODA AUTO, ČEZ, the Transport Research Centre.

INTERNATIONAL CO-OPERATION

Also in the year 2023, there was an intensive and mutual exchange of information with the organization FuelsEurope, in particular concerning the issues of the future of the fuels industry till the horizon of 2050. A representative of ČAPPO regularly and actively took part in a number of the meetings, and regularly informed ČAPPO Council and the Working Group for public relations about them. Some of the documents of FuelsEurope were translated into Czech and published on ČAPPO website. ČAPPO also joined the media campaign of FuelsEurope “Clean Fuels for All”.

LIST OF ATTACHMENTS

ČAPPO Council as at 31 December 2023

List of ČAPPO members as at 31 December 2023

ČAPPO Working Groups, Specialised Sections and Secretariat as at 31 December 2023

**COUNCIL OF THE CZECH ASSOCIATION OF PETROLEUM INDUSTRY AND TRADE (ČAPPO)
AT DECEMBER 31, 2023**

Chairman:

ČEPRO, a.s.

Mgr. Jan Duspěva

Vice-chairman:

Shell Czech republic, a.s.

Ing. Daniel Vagaský

Members:

AGROFERT, a.s.

Ing. Martin Kubů

MOL Česká republika, s.r.o.

Ľuboš Dinka

ORLEN Unipetrol RPA s.r.o.

Ryszard Pilch

MEMBERS OF THE ČAPPO AT DECEMBER 31, 2023

AGROFERT, a.s.^{1, 3}

Pyšelská 2327/2

149 00 Praha 4

ČEPRO, a.s.^{1, 3, 4, 5}

Dělnická 213/12

170 04 Praha 7

MERO ČR, a.s.

Veltruská 748

278 01 Kralupy nad Vltavou

MOL Česká republika, s.r.o.^{1, 2, 3, 4, 5}

Purkyňova 2121/3

110 00 Praha 1

OMV Česká republika, s.r.o.^{1, 3, 4, 5}

Štětkova 1638/18

140 00 Praha 4

ORLEN Unipetrol RPA s.r.o.^{1, 2, 3, 5}

Záluží 1

436 70 Litvínov

Shell Czech Republic a.s.^{1, 2, 3, 4}

Antala Staška 2027/77

140 00 Praha 4

TotalEnergies Marketing

Česká republika s.r.o.^{1, 3}

Rohanské nábřeží 678/29

186 00 Praha 8

UNICODE SYSTEMS, s.r.o.

Průmyslová zóna 161

674 01 Třebíč

W.A.G. payment solutions, a.s.^{1, 2, 3, 4, 5}

Na Vítězné pláni 1719/4

140 00 Praha 4

¹ Simultaneously, a member of the Alternative Fuels (Alternativní paliva) Section

² Simultaneously, a member of the LPG Section

³ Simultaneously, a member of the Service Stations Operation (Provozování čerpacích stanic) Section

⁴ Simultaneously, a member of the Motor Fuels Transport (Přeprava pohonných hmot) Section

⁵ Simultaneously, a member of the Oil Processing, Motor Fuels and Lubricants Production (Zpracování ropy, výroba paliv a maziv) Section

PERMANENT WORKING GROUPS OF THE CZECH ASSOCIATION OF PETROLEUM INDUSTRY AND TRADE (ČAPPO) AT DECEMBER 31, 2023

Safety (Bezpečnost)

Head: Ing. Zdeněk Stejskal (ČEPRO, a.s.)

Taxes (Daně)

Head: Ing. Jitka Danielová (MOL Česká republika, s.r.o.)

Legislation and Ethics (Legislativa a etika)

Head: Mgr. Pavel Císař (ČEPRO, a.s.)

Motor Fuels (Paliva)

Head: Ing. Jan Mikulec, CSc./Ing. Václav Loula (ČAPPO)

PR (Public Relation)

Head: Ing. Martin Kubů (AGROFERT, a.s.)

SPECIALIZED SECTIONS AT DECEMBER 31, 2023

ALTERNATIVE FUELS (ALTERNATIVNÍ PALIVA)

TECHNOEXPORT, a.s.

Třebohostická 3069/14
100 00 Praha 10

LPG

HUNSGAS s.r.o.

Franzova 830/125
614 00 Brno

TOMEGAS s.r.o.

Táborská 260
399 01 Milevsko

KRALUPOL a.s.

Jandova 10/3
190 00 Praha 9

SERVICE STATIONS OPERATION (PROVOZOVÁNÍ ČERPACÍCH STANIC)

AXIGON a.s.

Výtvarná 1023/4
161 00 Praha 6

SGS Czech Republic s.r.o.

K Hájům 2671/8
155 00 Praha 5

CCS Česká společnost pro platební karty s.r.o.

Voctářova 2500/20a
180 00 Praha 8

TSG, s.r.o.

Nad Vršovskou horou 88/4
101 00 Praha 10

KM-PRONA, a.s.

463 55 Rynoltice 215

MOTOR FUELS TRANSPORTATION (PŘEPRAVA POHONNÝCH HMOT)

ABS Bonifer Czech, s.r.o.

K Hájům 946/10
155 00 Praha 5

PETROTRANS, s.r.o.

Střelničná 2221/50
182 00 Praha 8

Klacska s.r.o.

Kozomín 503
277 45 Úžice

OIL PROCESSING, MOTOR FUELS AND LUBRICANTS PRODUCTION (ZPRACOVÁNÍ ROPY, VÝROBA PALIV A MAZIV)

Eni Austria GmbH, odštěpný závod Praha

Klimentská 1216/46
110 00 Praha 1

PARAMO, a.s.

Přerovská 560
530 06 Pardubice

SECRETARIAT OF THE ČAPPO

Executive Director

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Technical Spokesman

Phone:

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Assistant

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ABBREVIATIONS

AdBlue	High-purity aqueous solution of synthetic urea, used as an additive for selective catalytic reduction technology to achieve emission savings of diesel engines according to EURO IV standards and higher
CNG	Compressed natural gas
ČOI.....	Česká obchodní inspekce (Czech Trade Inspection)
CS	Service station
ČSN	Česká technická norma (Czech Technical Standard)
ČSÚ	Český statistický úřad (Czech Statistical Office)
ČPS.....	Český plynárenský svaz (Czech Gas Association)
ETBE.....	Ethyl tertiary butyl ether
FAME	Fatty acids methyl esters
FAÚ	Finančně analytický úřad (Financial Analytical Office)
FuelsEurope..	an interest organization of petroleum companies, representing their interests in relation to the EU institutions
GFR	Generální finanční ředitelství (General Financial Directorate)
GŘC.....	Generální ředitelství cel (General Customs Directorate)
HVO	Hydrotreated vegetable oil (paraffinic diesel fuel)
Intrastat	Statistical system of data collection and processing, monitoring the trade in goods among the members of the European Union
LNG.....	Liquefied natural gas
LPG.....	Liquefied petroleum gas
LUV.....	Light commercial vehicles
MD	Ministerstvo dopravy (Ministry of Transport)
MEŘO	Rape seed oil methyl esters
MF.....	Ministerstvo financí (Ministry of Finance)
MPO.....	Ministerstvo průmyslu a obchodu (Ministry of Industry and Trade)
MZe.....	Ministerstvo zemědělství (Ministry of Agriculture)
MŽP	Ministerstvo životního prostředí (Ministry of Environment)
NAP.....	Národní akční plán (National Action Plan)
NESO.....	Národní organizace pro společný postup ve stavu ropné nouze (National Emergency Sharing Organisation)
OA.....	Passenger cars
OTE.....	Market operator
OS.....	Specialised sections
OZE.....	Renewable energy sources
PHM.....	Motor fuels
POZE.....	Supported energy sources
PS	Working group
PSP ČR.....	Poslanecká sněmovna Parlamentu ČR (Chamber of Deputies of the Parliament of the Czech Republic)
RED II	Renewable Energy Directive (directive to support the use of energy from the renewable sources)
ŘSD	Ředitelství silnic a dálnic ČR (Roads and Highways Directorate of the CR)
SSHR.....	Správa státních hmotných rezerv (Administration of State Material Reserves)

TAČR Technologická agentura ČR (Technological Agency of the CR)
TNK..... Technická normalizační komise (Technical Standardization Commission)
VŠCHT Vysoká škola chemicko-technologická v Praze (University of Chemistry and
Technology Prague)