

Approval of the Financial
Statements of ČEZ, a. s.,
the Consolidated Financial
Statements of CEZ Group
and the Final Financial
Statements of
the company
Elektrárna
Dětmarovice, a.s.,
for the Year 2022



Draft Resolution

Draft resolution (1):

The General Meeting of ČEZ, a. s., approves the financial statements of ČEZ, a. s., prepared as of December 31, 2022.

Draft resolution (2):

The General Meeting of ČEZ, a. s., approves the consolidated financial statements of CEZ Group prepared as of December 31, 2022.

Draft resolution (3):

The General Meeting of ČEZ, a. s., approves the final financial statements of the company Elektrárna Dětmarovice, a.s., prepared as of December 31, 2022.

Rationale:

In accordance with the relevant provisions of the act and the Company's Articles of Association, the Board of Directors submits to the General Meeting the financial statements of ČEZ, a. s., and the consolidated financial statements of CEZ Group as of December 31, 2022.

Pursuant to Sec. 19a and Sec. 23a of the Act No. 563/1991 Coll., on accounting, as amended (hereinafter "the Accounting Act"), the financial statements of ČEZ, a. s., and the consolidated financial statements of CEZ Group as of December 31, 2022, were prepared in accordance with International Financial Reporting Standards. Both sets of prepared financial statements comprise, respectively, the following financial statements, or the consolidated financial statements: a balance sheet, a statement of income, a statement of comprehensive income, a statement of changes in equity, and a statement of cash flows and notes to the financial statements, or notes to the consolidated financial statements. In accordance with the relevant provisions of the Accounting Act, the financial statements and the consolidated financial statements have been audited by an independent auditor. The audit was performed by the company Ernst & Young Audit, s.r.o. According to the independent auditor's opinion dated March 20, 2023, the financial statements give a true and fair view of the financial position of ČEZ, a. s., as at December 31, 2022, and of its financial performance and its cash flows for the year then ended in accordance with the International Financial Reporting Standards as adopted by the European Union. According to the independent auditor's opinion dated March 20, 2023, the consolidated financial statements give a true and fair view of the consolidated financial position of CEZ Group as at December 31, 2022, and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with the International Financial Reporting Standards as adopted by the European Union.

The financial statements of ČEZ, a. s., and the consolidated financial statements of CEZ Group are part of the CEZ Group's Annual Financial Report in their entirety, available to shareholders at the General Meeting and on the Company's website. The data from the financial statements and the consolidated financial statements, i.e. the balance sheet, statement of income, statement of comprehensive income, statement of changes in equity, and statement of cash flows, are also presented within the documents on this agenda item of the General Meeting of the Company published on the Company's website www.cez.cz under the link "Investors" in the section of "General Meetings" concerning the General Meeting of 2023.

The Board of Directors also submits the final financial statements of the company Elektrárna Dětmarovice, a.s., as of December 31, 2022, for approval by the General Meeting. The company Elektrárna Dětmarovice, a.s., was a wholly-owned subsidiary of ČEZ, a. s., and ceased to exist as a result of the merger into the successor company ČEZ, a. s., with the record date and the effective date of the merger being January 1, 2023. The financial statements of the merging company were completed after the effective date of the merger and therefore could not be approved by the merging company's supreme body before its deletion from the Commercial Register. Pursuant to Sec. 95b(4) of the Act No. 125/2008 Coll., on the transformation of companies and cooperatives, as amended, the final financial statements of the merging company are in such case approved by the supreme body of the successor company.

The financial statements of the company Elektrárna Dětmarovice, a.s., as of December 31, 2022, were prepared in accordance with Czech accounting regulations. The financial statements, the balance sheet, statement of income, statement of cash flows and statement of changes in equity, and notes to the financial statements were prepared. In accordance with the respective provision of the Accounting Act, the financial statements have been audited by an independent auditor. The audit was performed by the company Ernst & Young Audit, s.r.o. According to the independent auditor's opinion dated March 10, 2023, the financial statements give a true and fair view of the assets, equity and liabilities of the company Elektrárna Dětmarovice, a.s., as at December 31, 2022, and the costs and revenues and financial results and cash flows for the year ended December 31, 2022, in accordance with Czech accounting regulations.

The financial statements of the company Elektrárna Dětmarovice, a.s., are part of the annual report of the company Elektrárna Dětmarovice, a.s., in their entirety, available to shareholders at the General Meeting and on the website of ČEZ, a. s. The financial statements, i.e. the balance sheet, statement of income, statement of cash flows and statement of changes in equity, are also presented within the documents on this agenda item of the General Meeting of ČEZ, a. s., published on the Company's website www.cez.cz under the link "Investors" in the section of "General Meetings" concerning the General Meeting of 2023.

All three financial statements were discussed by the Board of Directors of ČEZ, a. s., audited by an independent auditor giving the opinions cited above, and reviewed by the Company's Supervisory Board concluding that it recommends their approval to the General Meeting. Based on the independent auditor's reports, the Board of Directors proposes that the General Meeting approve the financial statements of ČEZ, a. s., as of December 31, 2022, the consolidated financial statements of CEZ Group as of December 31, 2022 and the final financial statements of the company Elektrárna Dětmarovice, a.s., as of December 31, 2022.

Selected Data from the Financial Statements of ČEZ, a. s., as of December 31, 2022

ČEZ, a. s. Balance Sheet as of December 31, 2022

In CZK Millions

	2022	2021
ASSETS:		
Plant in service	514,654	489,211
Less accumulated depreciation and impairment	(287,171)	(275,015)
Net plant in service	227,483	214,196
Nuclear fuel, at amortized cost	11,873	13,021
Construction work in progress, net	13,473	11,478
Total property, plant and equipment	252,829	238,695
Restricted financial assets, net	15,215	15,040
Other non-current financial assets, net	157,686	147,580
Intangible assets, net	1,143	1,047
Investment properties, net	437	406
Deferred tax assets	47,885	6,843
Total other non-current assets	222,366	170,916
Total non-current assets	475,195	409,611
Cash and cash equivalents, net	33,012	20,804
Trade receivables, net	169,773	136,039
Materials and supplies, net	16,028	10,415
Fossil fuel stocks	300	200
Emission rights	21,216	14,192
Other current financial assets, net	304,894	515,488
Other current assets, net	8,582	141
Total current assets	553,805	701,279
Total assets	1,029,000	1,110,890

ČEZ, a. s.

Balance Sheet

as of December 31, 2022

continued

	2022	2021
EQUITY AND LIABILITIES:		
Stated capital	53,799	53,799
Treasury shares	(1,334)	(1,423)
Retained earnings and other reserves	145,975	64,052
Total equity	198,440	116,428
Long-term debt, net of current portion	132,739	89,189
Provisions	122,067	97,707
Other long-term financial liabilities	38,659	34,173
Total non-current liabilities	293,465	221,069
Short-term loans	52,933	25,115
Current portion of long-term debt	8,034	14,999
Trade payables	76,525	76,950
Income tax payable	15,117	1,696
Provisions	21,515	11,095
Other short-term financial liabilities	358,311	641,849
Other short-term liabilities	4,660	1,689
Total current liabilities	537,095	773,393
Total equity and liabilities	1,029,000	1,110,890

ČEZ, a. s.

Statement of Income

for the Year Ended December 31, 2022

In CZK Millions

	2022	2021
Sales of electricity, heat and gas	183,634	114,896
Sales of services and other revenues	10,946	5,801
Other operating income	5,611	1,318
Total revenues and other operating income	200,191	122,015
Gains and losses from commodity derivative trading	44,262	(4,449)
Purchase of electricity, gas and other energies	(85,498)	(46,973)
Fuel and emission rights	(37,665)	(20,319)
Services	(11,090)	(10,106)
Salaries and wages	(10,694)	(8,418)
Materials and supplies	(2,127)	(1,867)
Capitalization of expenses to the cost of assets and change in own inventories	150	120
Depreciation and amortization	(18,021)	(17,869)
Impairment of property, plant and equipment and intangible assets	65	(52)
Impairment of trade and other receivables	(167)	(16)
Other operating expenses	(4,035)	(2,422)
Income before other income (expenses) and income taxes	75,371	9,644
Interest on debt	(6,806)	(4,258)
Interest on provisions	(2,390)	(1,786)
Interest income	4,998	1,477
Impairment of financial assets	(562)	(12,816)
Other financial expenses	(4,595)	(387)
Other financial income	11,665	13,854
Total other income (expenses)	2,310	(3,916)
Income before income taxes	77,681	5,728
Income taxes	(13,859)	(1,321)
Net income	63,822	4,407
Net income per share (CZK per share):		
Basic	118.9	8.2
Diluted	118.9	8.2

ČEZ, a. s.

Statement of Comprehensive Income for the Year Ended December 31, 2022

In CZK Millions

	2022	2021
Net income	63,822	4,407
Change in fair value of cash flow hedges	(82,332)	(85,679)
Cash flow hedges reclassified to statement of income	87,843	11,479
Cash flow hedges reclassified to assets	403	-
Change in fair value of debt financial instruments	(887)	(1,349)
Deferred tax related to other comprehensive income	39,144	14,354
Net other comprehensive income that may be reclassified to statement of income or to assets in subsequent periods	44,171	(61,195)
Change in fair value of equity instruments	109	(795)
Deferred tax related to other comprehensive income	(405)	151
Net other comprehensive income not to be reclassified from equity	(296)	(644)
Total other comprehensive income, net of tax	43,875	(61,839)
Total comprehensive income, net of tax	107,697	(57,432)

ČEZ, a. s.

Statement of Changes in Equity

for the Year Ended December 31, 2022

In CZK Millions

	Stated capital	Treasury shares	Cash flow hedge reserve	Debt financial instruments	Equity financial instruments and other reserves	Retained earnings	Total equity
Balance as at January 1, 2021	53,799	(2,845)	(7,146)	441	(1,018)	158,214	201,445
Net income	-	-	-	-	-	4,407	4,407
Other comprehensive income	-	-	(60,102)	(1,093)	(644)	-	(61,839)
Total comprehensive income	-	-	(60,102)	(1,093)	(644)	4,407	(57,432)
Effect of merger	-	-	-	-	30	(402)	(372)
Dividends	-	-	-	-	-	(27,873)	(27,873)
Sale of treasury shares	-	1,422	-	-	-	(762)	660
Exercised and forfeited share options	-	-	-	-	(55)	55	-
Balance as at December 31, 2021	53,799	(1,423)	(67,248)	(652)	(1,687)	133,639	116,428
Net income	-	-	-	-	-	63,822	63,822
Other comprehensive income	-	-	44,819	(648)	(296)	-	43,875
Total comprehensive income	-	-	44,819	(648)	(296)	63,822	107,697
Dividends	-	-	-	-	-	(25,727)	(25,727)
Sale of treasury shares	-	89	-	-	-	(47)	42
Exercised and forfeited share options	-	-	-	-	(4)	4	-
Balance as at December 31, 2022	53,799	(1,334)	(22,429)	(1,300)	(1,987)	171,691	198,440

ČEZ, a. s.

Statement of Cash Flows

for the Year Ended December 31, 2022

In CZK Millions

	2022	2021
OPERATING ACTIVITIES:		
Income before income taxes	77,681	5,728
Adjustments of income before income taxes to cash generated from operations:		
Depreciation and amortization	18,021	17,869
Amortization of nuclear fuel	3,980	4,079
(Gains) and losses on non-current asset retirements	19	(2,386)
Foreign exchange rate loss (gain)	4,180	(923)
Interest expense, interest income and dividend income	(5,638)	(4,829)
Provisions	9,807	2,223
Impairment of property, plant and equipment and intangible assets	(65)	52
Other non-cash expenses and income	86,256	(25,682)
Changes in assets and liabilities:		
Receivables and contract assets	(43,481)	(81,417)
Materials, supplies and fossil fuel stocks	(5,760)	(2,775)
Receivables and payables from derivatives	(167,272)	23,406
Other assets	(12,446)	73,712
Trade payables	(686)	18,960
Other liabilities	2,970	830
Cash from operations	(32,434)	28,847
Income taxes paid	(2,742)	(23)
Interest paid, net of capitalized interest	(5,779)	(4,417)
Interest received	4,851	1,430
Dividends received	7,446	7,605
Net cash flow from operating activities	(28,658)	33,442
INVESTING ACTIVITIES:		
Acquisition of subsidiaries, associates and joint-ventures	(4,145)	(5,054)
Proceeds from disposal of subsidiaries, associates and joint ventures and original investments repayments	909	36,207
Additions to non-current assets, including capitalized interest	(11,529)	(11,813)
Proceeds from sale of non-current assets	477	183
Loans made	(5,000)	(491)
Repayment of loans	2,232	3,850
Change in restricted financial assets	(1,228)	(1,013)
Net cash flow from investing activities	(18,284)	21,869

ČEZ, a. s.

Statement of Cash Flows

for the Year Ended December 31, 2022

continued

	2022	2021
FINANCING ACTIVITIES:		
Proceeds from borrowings	300,171	310,770
Payments of borrowings	(230,889)	(317,330)
Payments of lease liabilities	(194)	(178)
Proceeds from other long-term liabilities	17	-
Payments of other long-term liabilities	(4)	-
Change in payables/receivables from Group cashpooling	16,580	(1,183)
Dividends paid	(25,626)	(27,813)
Sale of treasury shares	42	660
Net cash flow from financing activities	60,097	(35,074)
Net effect of currency translation and allowances in cash	(947)	(442)
Net increase in cash and cash equivalents	12,208	19,795
Cash and cash equivalents at beginning of period	20,804	1,009
Cash and cash equivalents at end of period	33,012	20,804
Supplementary cash flow information:		
Total cash paid for interest	6,043	4,707

Selected Data from the Consolidated Financial Statements of CEZ Group as of December 31, 2022

CEZ Group Consolidated Balance Sheet as of December 31, 2022

In CZK Millions

	2022	2021
ASSETS:		
Plant in service	903,545	856,198
Less accumulated depreciation and impairment	(505,564)	(487,211)
Net plant in service	397,981	368,987
Nuclear fuel, at amortized cost	11,993	13,096
Construction work in progress, net	25,145	21,009
Total property, plant and equipment	435,119	403,092
Investments in associates and joint-ventures	3,743	3,916
Restricted financial assets, net	21,561	20,804
Other non-current financial assets, net	16,715	11,805
Intangible assets, net	24,423	23,854
Deferred tax assets	50,432	10,719
Total other non-current assets	116,874	71,098
Total non-current assets	551,993	474,190
Cash and cash equivalents, net	36,609	26,640
Trade receivables, net	167,346	137,405
Income tax receivable	896	397
Materials and supplies, net	23,790	13,372
Fossil fuel stocks, net	1,551	574
Emission rights	29,668	19,534
Other current financial assets, net	278,509	497,295
Other current assets, net	17,018	13,674
Total current assets	555,387	708,891
Total assets	1,107,380	1,183,081

CEZ Group

Consolidated Balance Sheet

as of December 31, 2022

continued

	2022	2021
EQUITY AND LIABILITIES:		
Stated capital	53,799	53,799
Treasury shares	(1,334)	(1,423)
Retained earnings and other reserves	206,421	108,722
Total equity attributable to equity holders of the parent	258,886	161,098
Non-controlling interests	1,375	1,742
Total equity	260,261	162,840
Long-term debt, net of current portion	140,234	95,925
Provisions	146,094	117,072
Other long-term financial liabilities	39,618	35,219
Deferred tax liability	13,768	12,962
Other long-term liabilities	31	32
Total non-current liabilities	339,745	261,210
Short-term loans	53,056	25,310
Current portion of long-term debt	8,856	16,655
Trade payables	84,713	85,928
Income tax payable	16,525	2,248
Provisions	30,923	18,281
Other short-term financial liabilities	294,631	601,027
Other short-term liabilities	18,670	9,582
Total current liabilities	507,374	759,031
Total equity and liabilities	1,107,380	1,183,081

CEZ Group

Consolidated Statement of Income

for the Year Ended December 31, 2022

In CZK Millions

	2022	2021
Sales of electricity, heat, gas and coal	205,688	157,493
Sales of services and other revenues	75,365	67,329
Other operating income	7,432	2,971
Total revenues and other operating income	288,485	227,793
Gains and losses from commodity derivative trading	41,150	(4,468)
Purchase of electricity, gas and other energies	(69,634)	(62,669)
Fuel and emission rights	(45,409)	(24,555)
Services	(31,931)	(29,044)
Salaries and wages	(33,915)	(30,591)
Material and supplies	(15,036)	(11,017)
Capitalization of expenses to the cost of assets and change in own inventories	4,445	4,285
Depreciation and amortization	(32,757)	(31,628)
Impairment of property, plant and equipment and intangible assets	2,864	(15,799)
Impairment of trade and other receivables	(377)	602
Other operating expenses	(5,958)	(6,811)
Income before other income (expenses) and income taxes	101,927	16,098
Interest on debt	(5,013)	(4,206)
Interest on provisions	(2,861)	(2,014)
Interest income	3,804	431
Share of profit (loss) from associates and joint-ventures	897	(534)
Impairment of financial assets	(519)	(449)
Other financial expenses	(5,211)	(659)
Other financial income	6,599	4,759
Total other income (expenses)	(2,304)	(2,672)
Income before income taxes	99,623	13,426
Income taxes	(18,918)	(3,517)
Net income	80,705	9,909
Net income attributable to:		
Equity holders of the parent	80,786	9,791
Non-controlling interests	(81)	118
Net income per share attributable to equity holders of the parent (CZK per share):		
Basic	150.5	18.3
Diluted	150.5	18.3

CEZ Group

Consolidated Statement of Comprehensive Income for the Year Ended December 31, 2022

In CZK Millions

	2022	2021
Net income	80,705	9,909
Change in fair value of cash flow hedges	(82,058)	(85,679)
Cash flow hedges reclassified to statement of income	87,751	11,479
Cash flow hedges reclassified to assets	403	-
Change in fair value of debt instruments	(1,359)	(1,869)
Disposal of debt instruments	(1)	(12)
Translation differences – subsidiaries	(412)	(1,284)
Translation differences – associates and joint-ventures	(140)	37
Disposal of translation differences	(14)	8,238
Share on other equity movements of associates and joint-ventures	(56)	59
Deferred tax related to other comprehensive income	39,189	14,458
Net other comprehensive income that may be reclassified to statement of income or to assets in subsequent periods	43,303	(54,573)
Change in fair value of equity instruments	111	(795)
Re-measurement gains (losses) on defined benefit plans	12	6
Deferred tax related to other comprehensive income	(405)	151
Net other comprehensive income not to be reclassified from equity in subsequent periods	(282)	(638)
Total other comprehensive income, net of tax	43,021	(55,211)
Total comprehensive income, net of tax	123,726	(45,302)
Total comprehensive income attributable to:		
Equity holders of the parent	123,840	(45,259)
Non-controlling interests	(114)	(43)

CEZ Group

Consolidated Statement of Changes in Equity

for the Year Ended December 31, 2022

In CZK Millions

	Attributable to equity holders of the parent							Non-controlling interests	Total equity	
	Stated capital	Treasury shares	Translation difference	Cash flow hedge reserve	Debt instruments	Equity instruments and other reserves	Retained earnings			Total
Balance as at January 1, 2021	53,799	(2,845)	(11,777)	(7,110)	874	(1,022)	201,952	233,871	4,692	238,563
Net income	-	-	-	-	-	-	9,791	9,791	118	9,909
Other comprehensive income	-	-	7,152	(60,102)	(1,521)	(644)	65	(55,050)	(161)	(55,211)
Total comprehensive income	-	-	7,152	(60,102)	(1,521)	(644)	9,856	(45,259)	(43)	(45,302)
Dividends	-	-	-	-	-	-	(27,873)	(27,873)	(150)	(28,023)
Sale of treasury shares	-	1,422	-	-	-	-	(762)	660	-	660
Exercised and forfeited share options	-	-	-	-	-	(55)	55	-	-	-
Acquisition of subsidiaries	-	-	-	-	-	-	-	-	32	32
Acquisition of non-controlling interests	-	-	-	-	-	-	(69)	(69)	5	(64)
Disposal of non-controlling interests	-	-	1	-	-	-	31	32	811	843
Disposal of subsidiaries	-	-	-	-	-	-	-	-	(3,606)	(3,606)
Put options held by non-controlling interests	-	-	(13)	-	-	-	(251)	(264)	1	(263)
Balance as at December 31, 2021	53,799	(1,423)	(4,637)	(67,212)	(647)	(1,721)	182,939	161,098	1,742	162,840

CEZ Group

Consolidated Statement of Changes in Equity

for the Year Ended December 31, 2022

continued

	Attributable to equity holders of the parent							Non-controlling interests	Total equity	
	Stated capital	Treasury shares	Translation difference	Cash flow hedge reserve	Debt instruments	Equity instruments and other reserves	Retained earnings			Total
Balance as at January 1, 2022	53,799	(1,423)	(4,637)	(67,212)	(647)	(1,721)	182,939	161,098	1,742	162,840
Change of accounting policy	-	-	-	-	-	-	(342)	(342)	-	(342)
Balance as at January 1, 2022 (adjusted)	53,799	(1,423)	(4,637)	(67,212)	(647)	(1,721)	182,597	160,756	1,742	162,498
Net income	-	-	-	-	-	-	80,786	80,786	(81)	80,705
Other comprehensive income	-	-	(534)	44,954	(1,028)	(295)	(43)	43,054	(33)	43,021
Total comprehensive income	-	-	(534)	44,954	(1,028)	(295)	80,743	123,840	(114)	123,726
Dividends	-	-	-	-	-	-	(25,727)	(25,727)	(23)	(25,750)
Sale of treasury shares	-	89	-	-	-	-	(47)	42	-	42
Exercised and forfeited share options	-	-	-	-	-	(4)	4	-	-	-
Acquisition of subsidiaries	-	-	-	-	-	-	-	-	36	36
Acquisition of non-controlling interests	-	-	-	-	-	-	(52)	(52)	(306)	(358)
Put options held by non-controlling interests	-	-	(6)	-	-	-	33	27	40	67
Balance as at December 31, 2022	53,799	(1,334)	(5,177)	(22,258)	(1,675)	(2,020)	237,551	258,886	1,375	260,261

CEZ Group

Consolidated Statement of Cash Flows for the Year Ended December 31, 2022

In CZK Millions

	2022	2021
OPERATING ACTIVITIES:		
Income before income taxes	99,623	13,426
Adjustments of income before income taxes to cash generated from operations:		
Depreciation and amortization	32,757	31,628
Amortization of nuclear fuel	3,907	4,110
(Gains) and losses on non-current asset retirements	(92)	(507)
Foreign exchange rate loss (gain)	4,432	(686)
Interest expense, interest income and dividend income	1,195	3,765
Provisions	11,557	4,844
Impairment of property, plant and equipment and intangible assets	(2,864)	15,799
Other non-cash expenses and income	85,508	(38,481)
Share of (profit) loss from associates and joint-ventures	(897)	534
Changes in assets and liabilities:		
Receivables and contract assets	(38,091)	(78,918)
Materials, supplies and fossil fuel stocks	(11,095)	(2,466)
Receivables and payables from derivatives	(166,580)	23,034
Other assets	(16,292)	70,381
Trade payables	(1,391)	17,619
Other liabilities	9,194	2,662
Cash from operations	10,871	66,744
Income taxes paid	(5,409)	(3,550)
Interest paid, net of capitalized interest	(4,158)	(4,415)
Interest received	3,761	364
Dividends received	27	13
Net cash flow from operating activities	5,092	59,156
INVESTING ACTIVITIES:		
Acquisition of subsidiaries, associates and joint-ventures, net of cash acquired	(1,864)	(3,051)
Disposal of subsidiaries, associates and joint-ventures, net of cash disposed of	(12)	28,770
Additions to non-current assets, including capitalized interest	(33,948)	(32,226)
Proceeds from sale of non-current assets	918	468
Loans made	(37)	(305)
Repayment of loans	468	320
Change in restricted financial assets	(2,237)	(1,094)
Total cash used in investing activities	(36,712)	(7,118)

CEZ Group

Consolidated Statement of Cash Flows for the Year Ended December 31, 2022

continued

	2022	2021
FINANCING ACTIVITIES:		
Proceeds from borrowings	301,606	313,886
Payments of borrowings	(232,276)	(321,466)
Payments of lease liabilities	(709)	(692)
Proceeds from other long-term liabilities	71	229
Payments of other long-term liabilities	(76)	(198)
Dividends paid to Company's shareholders	(25,626)	(27,813)
Dividends paid to non-controlling interests	(23)	(150)
Sale of treasury shares	42	660
(Acquisition) and sale of non-controlling interests, net	(358)	744
Total cash used in financing activities	42,651	(34,800)
Net effect of currency translation and allowances in cash	(1,062)	(767)
Net increase in cash and cash equivalents	9,969	16,471
Cash and cash equivalents at beginning of period	26,640	10,169
Cash and cash equivalents at end of period	36,609	26,640
Supplementary cash flow information:		
Total cash paid for interest	4,449	4,714

Selected Data from the Financial Statements of the company Elektrárna Dětmarovice, a.s., as of December 31, 2022

Elektrárna Dětmarovice, a.s. Balance Sheet as of December 31, 2022

(in CZK Thousands)

Ident.	ASSETS	Current year			Prior year
		Gross	Adjustments	Net	Net
	TOTAL ASSETS	12,676,059	(8,217,004)	4,459,055	2,644,216
A.	Stock subscription receivable				
B.	Fixed assets	8,940,894	(8,179,009)	761,885	309,601
B.I.	Intangible fixed assets	734,492	(38,835)	695,657	243,052
B.I.1.	Development				
B.I.2.	Valuable rights	40,007	(38,835)	1,172	1,789
B.I.2.1.	Software	38,813	(37,641)	1,172	1,789
B.I.2.2.	Other valuable rights	1,194	(1,194)		
B.I.3.	Goodwill				
B.I.4.	Other intangible fixed assets	694,485		694,485	241,263
B.I.5.	Advances granted for intangible fixed assets and intangible fixed assets in progress				
B.I.5.1.	Advances granted for intangible fixed assets				
B.I.5.2.	Intangible fixed assets in progress				
B.II.	Tangible fixed assets	8,206,402	(8,140,174)	66,228	66,549
B.II.1.	Land and structures	2,486,917	(2,374,580)	112,337	117,527
B.II.1.1.	Land	67,400		67,400	68,338
B.II.1.2.	Structures	2,419,517	(2,374,580)	44,937	49,189
B.II.2.	Movable assets and sets of movable assets	6,245,878	(6,114,425)	131,453	140,946
B.II.3.	Gain or loss on revaluation of acquired property	(527,688)	348,860	(178,828)	(214,007)
B.II.4.	Other tangible fixed assets	1,245	(29)	1,216	1,224
B.II.4.1.	Perennial crops				
B.II.4.2.	Livestock				
B.II.4.3.	Miscellaneous tangible fixed assets	1,245	(29)	1,216	1,224
B.II.5.	Advances granted for tangible fixed assets and tangible fixed assets in progress	50		50	20,859
B.II.5.1.	Advances granted for tangible fixed assets				
B.II.5.2.	Tangible fixed assets in progress	50		50	20,859

Elektrárna Dětmarovice, a.s.

Balance Sheet as of December 31, 2022

continued

Ident.	ASSETS	Current year			Prior year
		Gross	Adjustments	Net	Net
B.III.	Long-term investments				
B.III.1.	Interests – controlled or controlling entity				
B.III.2.	Loans and borrowings – controlled or controlling entity				
B.III.3.	Interests – associates				
B.III.4.	Loans and borrowings to associates				
B.III.5.	Other long-term securities and interests				
B.III.6.	Loans and borrowings – other				
B.III.7.	Other long-term investments				
B.III.7.1.	Miscellaneous long-term investments				
B.III.7.2.	Advances granted for long-term investments				
C.	Current assets	3,733,822	(37,995)	3,695,827	2,331,339
C.I.	Inventories	952,797	(36,668)	916,129	164,316
C.I.1.	Materials	657,586	(36,668)	620,918	159,607
C.I.2.	Work in progress and semi-finished production				
C.I.3.	Finished products and goods				
C.I.3.1.	Finished products				
C.I.3.2.	Goods				
C.I.4.	Livestock				
C.I.5.	Advances granted for inventories	295,211		295,211	4,709
C.II.	Receivables	2,781,025	(1,327)	2,779,698	2,167,023
C.II.1.	Long-term receivables	529,022		529,022	
C.II.1.1.	Trade receivables				
C.II.1.2.	Receivables – controlled or controlling entity				
C.II.1.3.	Receivables – associates				
C.II.1.4.	Deferred tax asset	529,022		529,022	
C.II.1.5.	Other receivables				
C.II.1.5.1.	Receivables from partners				
C.II.1.5.2.	Long-term advances granted				
C.II.1.5.3.	Unbilled revenue				
C.II.1.5.4.	Miscellaneous receivables				

Elektrárna Dětmarovice, a.s.

Balance Sheet as of December 31, 2022

continued

Ident.	ASSETS	Current year			Prior year
		Gross	Adjustments	Net	Net
C.II.2.	Short-term receivables	2,252,003	(1,327)	2,250,676	2,167,023
C.II.2.1.	Trade receivables	1,816,537	(1,324)	1,815,213	593,731
C.II.2.2.	Receivables – controlled or controlling entity	316,959		316,959	1,543,598
C.II.2.3.	Receivables – associates				
C.II.2.4.	Other receivables	118,507	(3)	118,504	29,694
C.II.2.4.1.	Receivables from partners				
C.II.2.4.2.	Social security and health insurance				
C.II.2.4.3.	Due from government – tax receivables	117,097		117,097	18,634
C.II.2.4.4.	Short-term advances granted				
C.II.2.4.5.	Unbilled revenue	1,363	(1)	1,362	10,992
C.II.2.4.6.	Miscellaneous receivables	47	(2)	45	68
C.III.	Short-term financial assets				
C.III.1.	Interests – controlled or controlling entity				
C.III.2.	Other short-term financial assets				
C.IV.	Cash				
C.IV.1.	Cash in hand				
C.IV.2.	Cash at bank				
D.	Prepaid expenses and accrued income	1,343		1,343	3,276
D.1.	Prepaid expenses	712		712	3,060
D.2.	Prepaid expenses (specific-purpose expenses)				
D.3.	Accrued income	631		631	216

Elektrárna Dětmarovice, a.s.

Balance Sheet as of December 31, 2022

continued

Ident.	EQUITY & LIABILITIES	Current year	Prior year
	TOTAL EQUITY & LIABILITIES	4,459,055	2,644,216
A.	Equity	2,815,807	553,858
A.I.	Stated capital	500,000	500,000
A.I.1.	Stated capital	500,000	500,000
A.I.2.	Own ownership interests		
A.I.3.	Changes in stated capital		
A.II.	Share premium and capital reserves	273,965	973,965
A.II.1.	Share premium	273,965	273,965
A.II.2.	Capital reserves		700,000
A.II.2.1.	Other capital reserves		700,000
A.II.2.2.	Gains or losses on revaluation of assets and liabilities		
A.II.2.3.	Gains or losses on revaluation upon corporate transformation		
A.II.2.4.	Differences arising on corporate transformation		
A.II.2.5.	Differences arising between balance sheet date and transformation date		
A.III.	Reserves from profit		
A.III.1.	Other reserves		
A.III.2.	Statutory and other reserves		
A.IV.	Profit (loss) for previous years	(220,107)	(651,489)
A.IV.1.	Retained earnings (accumulated loss)	(220,107)	(651,489)
A.IV.2.	Other profit (loss) for previous years		
A.V.	Profit (loss) for the year	2,261,949	(268,618)
A.VI.	Approved decision on advances for profit distribution		
B. + C.	Provisions and liabilities	1,643,087	2,089,558
B.	Provisions	1,196,541	185,823
B.1.	Provision for pensions and similar obligations		
B.2.	Provision for corporate income tax	324,903	
B.3.	Provisions recognized under special legislation		
B.4.	Other provisions	871,638	185,823

Elektrárna Dětmarovice, a.s.

Balance Sheet as of December 31, 2022

continued

Ident.	EQUITY & LIABILITIES	Current year	Prior year
C.	Liabilities	446,546	1,903,735
C.I.	Long-term liabilities		
C.I.1.	Bonds payable		
C.I.1.1.	Convertible bonds		
C.I.1.2.	Other bonds		
C.I.2.	Liabilities to credit institutions		
C.I.3.	Long-term advances received		
C.I.4.	Trade payables		
C.I.5.	Long-term notes payable		
C.I.6.	Liabilities – controlled or controlling entity		
C.I.7.	Liabilities – associates		
C.I.8.	Deferred tax liability		
C.I.9.	Other liabilities		
C.I.9.1.	Liabilities to partners		
C.I.9.2.	Unbilled deliveries		
C.I.9.3.	Miscellaneous liabilities		
C.II.	Short-term liabilities	446,546	1,903,735
C.II.1.	Bonds payable		
C.II.1.1.	Convertible bonds		
C.II.1.2.	Other bonds		
C.II.2.	Liabilities to credit institutions		
C.II.3.	Short-term advances received	6	6
C.II.4.	Trade payables	6,251	1,849,760
C.II.5.	Short-term notes payable		
C.II.6.	Liabilities – controlled or controlling entity	268,587	
C.II.7.	Liabilities – associates		
C.II.8.	Other liabilities	171,702	53,969
C.II.8.1.	Liabilities to partners		
C.II.8.2.	Short-term borrowings		
C.II.8.3.	Liabilities to employees	10,249	8,088
C.II.8.4.	Liabilities arising from social security and health insurance	5,015	4,391
C.II.8.5.	Due to government – taxes and subsidies	1,687	1,118
C.II.8.6.	Unbilled deliveries	154,322	39,842
C.II.8.7.	Miscellaneous liabilities	429	530
D.	Accruals and deferred income	161	800
D.1.	Accruals	161	800
D.2.	Deferred income		

Elektrárna Dětmarovice, a.s.

Statement of Income as of December 31, 2022

(in CZK Thousands)

Ident.	Text	Accounting period	
		current	prior
I.	Revenues from sale of finished products and services	14,130,006	3,970,140
II.	Revenues from sale of goods		
A.	Production-related consumption	9,653,159	2,723,669
A.1.	Costs of goods sold		
A.2.	Consumption of material and energy	9,408,503	2,497,634
A.3.	Services	244,656	226,035
B.	Change in inventory produced internally		
C.	Own work capitalized		
D.	Personnel expenses	204,963	214,404
D.1.	Wages and salaries	147,906	140,735
D.2.	Social security and health insurance costs and other costs	57,057	73,669
D.2.1.	Social security and health insurance costs	48,600	47,603
D.2.2.	Other costs	8,457	26,066
E.	Value adjustments in respect of operating activities	54,570	115,800
E.1.	Value adjustments in respect of intangible and tangible fixed assets	31,650	222,375
E.1.1.	Value adjustments in respect of intangible and tangible fixed assets – permanent	50,431	458,836
E.1.2.	Value adjustments in respect of intangible and tangible fixed assets – temporary	(18,781)	(236,461)
E.2.	Value adjustments in respect of inventories	22,322	(106,325)
E.3.	Value adjustments in respect of receivables	598	(250)
III.	Other operating income	531,064	300,671
III.1.	Income from sale of fixed assets	350,248	920
III.2.	Income from sale of materials	538	417
III.3.	Miscellaneous operating income	180,278	299,334
F.	Other operating expenses	2,636,282	1,460,073
F.1.	Net book value of fixed assets sold	284,127	885
F.2.	Material sold	324	13
F.3.	Taxes and charges relating to operations	8,589	13,966
F.4.	Provisions relating to operations and prepaid expenses (specific-purpose expenses)	685,815	124,460
F.5.	Miscellaneous operating expenses	1,657,427	1,320,749
*	Profit (loss) on operating activities	2,112,096	(243,135)

Elektrárna Dětmarovice, a.s.

Statement of Income as of December 31, 2022

continued

Ident.	Text	Accounting period	
		current	prior
IV.	Income from long-term investments - interests		
IV.1.	Income from interests – controlled or controlling entity		
IV.2.	Other income from interests		
G.	Costs of interests sold		
V.	Income from other long-term investments		
V.1.	Income from other long-term investments – controlled or controlling entity		
V.2.	Other income from other long-term investments		
H.	Expenses relating to other long-term investments		
VI.	Interest receivable and similar income	12,435	217
VI.1.	Interest receivable and similar income – controlled or controlling entity	12,435	216
VI.2.	Other interest receivable and similar income		1
I.	Value adjustments and provisions relating to financial activities		
J.	Interest payable and similar expenses	5,869	5,273
J.1.	Interest payable and similar expenses – controlled or controlling entity	5,869	5,273
J.2.	Other interest payable and similar expenses		
VII.	Other financial income		
K.	Other financial expenses	60,832	20,427
*	Profit (loss) on financial activities	(54,266)	(25,483)
**	Profit (loss) before income tax	2,057,830	(268,618)
L.	Income tax	(204,119)	
L.1.	Income tax due	324,903	
L.2.	Income tax deferred	(529,022)	
**	Profit (loss) after income tax	2,261,949	(268,618)
M.	Transfer of share of profit or loss to partners		
***	Profit (loss) for the year	2,261,949	(268,618)
*	Net turnover = I.+ II.+ III.+ IV.+ V.+ VI.+VII.	14,673,505	4,271,028

Elektrárna Dětmarovice, a.s.

Statement of Cash Flows for the Year 2022

(in CZK Thousands)

Ident.	Text	Accounting period	
		current	prior
P.	Cash and cash equivalents at beginning of year		293
	Cash flows from operating activities		
Z.	Profit or loss before income tax	2,057,830	(268,618)
A.1.	Adjustments for non-cash transactions	2,251,919	1,481,155
A.1.1.	Depreciation and amortization of fixed assets and write-off of receivables	15,252	423,657
A.1.2.	Change in allowances, provisions and accruals and deferrals	692,303	(213,510)
A.1.2.1.	Change in allowances	4,140	(343,036)
A.1.2.2.	Change in provisions	685,815	124,460
A.1.2.3.	Change in accruals and deferrals	2,348	5,066
A.1.3.	(Gain)/Loss on disposal of fixed assets, own ownership interests	(66,121)	(35)
A.1.4.	Interest expense and interest income	(6,566)	5,056
A.1.5.	Other non-cash movements	1,617,051	1,265,987
A.1.6.	Income from profit shares		
A.2.	Change in non-cash components of working capital	(2,486,729)	648,858
A.2.1.	Change in operating receivables	(1,310,891)	(234,968)
A.2.2.	Change in short-term operating liabilities	(401,703)	431,567
A.2.3.	Change in inventories	(774,135)	452,259
A.3.	Interest paid, net of capitalized interest	(6,509)	(4,734)
A.4.	Interest received	12,020	1
A.5.	Income tax paid, incl. tax assessments for previous years		
A.6.	Profit shares received		
A.	Net cash provided by operating activities	1,828,531	1,856,662
	Cash flows from investing activities		
B.1.	Purchase of fixed assets	(3,674,023)	(647,294)
B.2.	Proceeds from sale of fixed assets	350,248	99,165
B.	Net cash used in investing activities	(3,323,775)	(548,129)
	Cash flows from financing activities		
C.1.	Change in long-term liabilities and short-term loans		
C.2.	Change in receivables/payables from Group cashpooling	1,495,226	(2,008,826)
C.3.	Effect of changes in equity on cash	18	700,000
C.	Net cash provided by (used in) financing activities	1,495,244	(1,308,826)
F.	Net increase (decrease) in cash and cash equivalents		(293)
R.	Cash and cash equivalents at end of year		

Elektrárna Dětmarovice, a.s.

Statement of Changes in Equity as of December 31, 2022

(in CZK Thousands)

	Stated capital	Other capital reserves	Revaluation gains or losses	Reserves from profit	Accumulated profit or loss	Total
Opening balance at January 1, 2021	500,000	273,965			(651,489)	122,476
Loss for the year 2021					(268,618)	(268,618)
Loss coverage						
Additional payment to equity		700,000				700,000
Closing balance at December 31, 2021	500,000	973,965			(920,107)	553,858
Profit for the year 2022					2,261,949	2,261,949
Loss coverage		(700,000)			700,000	
Increase or decrease of stated capital						
Closing balance at December 31, 2022	500,000	273,965			2,041,842	2,815,807