

16 September 2020

INVITATION FOR EXPRESSION OF INTEREST FOR PURCHASE OF CEZ POLISH ASSETS

ČEZ a. s. (“CEZ”), with its seat at Prague 4, Duhová 2/1444, Czech Republic, is currently evaluating the disposal of its Polish assets (“CEZ Poland Assets”) as part of its new strategy. CEZ will be seeking bids for all or part of CEZ Poland Assets, namely: CEZ Skawina S.A., CEZ Chorzów S.A. (incl. development project CEZ Chorzów II sp. z o.o), CEZ Produkty Energetyczne Polska sp. z o.o. and CEZ Polska sp. z o.o.

CEZ Poland Assets comprise two strategically located CHPs in the densely populated and urbanised regions of Silesia (Chorzów) and Lesser Poland (Kraków), with an aggregate installed capacity of 568MWe and 1,088MWt. In addition, two companies provide dedicated supporting services in the area of: by-products handling, marketing, trading and corporate functions. CEZ Skawina is the second largest provider of heat to the cities of Kraków (c.25% share) and Skawina with an installed capacity of 330MWe / 588 MWt. CEZ Chorzów with 238 MWe / 500 MWt is the largest provider of heat to Katowice and one of the largest in the Silesian region. Both units operate under a robust business model backed by regulatory framework supporting cogeneration as an efficient large-scale technology optimising electricity and heat generation while limiting emissions.

Parties interested in participating in the sale process are invited to submit a written expression of interest via e-mail, to ING Bank N.V. (“ING Bank”), the sole financial advisor to CEZ, at project.chopin@ing.com, by no later than **29 September 2020, 12pm CET**. The expression of interest must include (i) the name and identification of the interested party and, if such party is controlled by a different entity, group or individual, also the name and identification of such controlling entity or ultimate beneficial owner (“UBO”); (ii) for interested parties wishing to express interest through a consortium, the identification of the proposed consortium members (and any controlling entities or UBOs) as well as the proposed structure of the consortium; (iii) details of the financial capacity of the interested party or, as applicable, the consortium; and (iv) the rationale of the party’s interest in a potential acquisition of CEZ Poland Assets or their relevant part.

A teaser regarding the opportunity may be requested at project.chopin@ing.com. For any enquiries and further information relating to the process for submission of expressions of interest, please exclusively contact ING at the email address provided above.

Additional information on the CEZ Group and CEZ Poland can be found on their respective websites at www.cez.cz and www.cezpolska.pl.

IMPORTANT NOTICE

CEZ reserves the right, at its sole discretion at any time without sending notice to any party and without reason, to change any aspect of the above process or to terminate it. CEZ may decide to provide further information relating to the above process to certain interested parties only and subject to certain confidentiality undertakings. CEZ and its advisers shall have no liability whatsoever to any interested party or third person (including liability for losses, costs or damages of any kind) that may directly or indirectly be incurred by any interested party or any third person as a result of or in connection with the above process or its termination. Each interested party will bear its own costs and expenses in connection with the above process. Nothing in this invitation shall create any binding obligation on CEZ. In particular, neither this invitation nor any other information shall constitute an offer to sell or an invitation to purchase CEZ Poland Assets, nor is to be taken as any form of commitment on the part of CEZ to proceed with any transaction. This invitation does not contain any express or implied commitment or recommendation, representation or warranty or proposal made by CEZ.



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