

SECOND PARTY OPINION (SPO)

Sustainability Quality of the Issuer and Sustainable Financing Framework as of May 10, 2024

ČEZ GROUP SUSTAINABILITY-LINKED INSTRUMENTS



KEY PERFORMANCE INDICATORS (KPIs) & SUSTAINABILITY PERFORMANCE TARGETS (SPTs)*	KPI selection/ SPT calibration	KPI 1	SPT 1.a	SPT 1.b	SPT 1.c
	Relevant/ Past performance	✓	Not Ambitious	Not Ambitious	Ambitious
	Core/ Peers	✓	Limited Information	In line	In line
	Material/ International target	Moderately Material	Calibrated to be in line with the Paris Agreement based on the Transition Pathway Initiative	In line with the Paris Agreement (SBTi verified well below 2 °C scenario) and not in line with the updated SBTi guidelines	In line with the Paris Agreement (in line with the 1.5 °C scenario and validated by SBTi guidelines)
	Assessment/ Level of ambition	Aligned	Moderate	Good	Robust



PRINCIPLES ALIGNMENT

1. Selection of KPIs
2. Calibration of SPTs
3. Bond and Loan Characteristics
4. Reporting
5. Verification



ALIGNED



CONSISTENCY WITH ISSUER'S SUSTAINABILITY STRATEGY

SUSTAINABILITY PROFILE & STRATEGY

ČEZ has defined action plans to achieve the targets listed in its Vision 2030 strategy, including transformation to low-emission generation portfolio, and achieve climate neutrality by 2040 (through coal phase out, increase of renewable and nuclear energy); and provision of cost-effective energy solutions in the market such as Smart Digital Electricity Grid. These sustainability objectives are in line with the 1.5 degree pathway of the Paris Agreement and are SBTi verified.

CONSISTENT

Our SPOs provide Green, Social, and Sustainability-linked bond and loan issuers with a credible and independent assessment of the sustainability quality of their instruments.

Our evaluation is valid as long as there is no material change to the framework and benchmarks for the Sustainability Performance targets remain unchanged. No severe controversies have been identified.