

BALANCE SHEET

in accordance with IFRS as of June 30, 2015

in CZK Millions

	30. 6. 2015	31. 12. 2014
Assets		
Property, plant and equipment:		
Plant in service	345,940	344,246
Less accumulated provision for depreciation	(203,364)	(196,333)
Net plant in service	142,576	147,913
Nuclear fuel, at amortized cost	12,023	10,898
Construction work in progress	84,587	81,913
Total property, plant and equipment	239,186	240,724
Other non-current assets:		
Investments and other financial assets, net	189,829	188,388
Intangible assets, net	606	668
Total other non-current assets	190,435	189,056
Total non-current assets	429,621	429,780
Current assets:		
Cash and cash equivalents	8,786	9,511
Receivables, net	52,617	46,757
Income tax receivable	1,948	1,404
Materials and supplies, net	4,739	5,519
Fossil fuel stocks	406	561
Emission rights	680	4,175
Other financial assets, net	33,972	38,359
Other current assets	874	1,117
Total current assets	104,022	107,403
Total assets	533,643	537,183
Equity and liabilities		
Equity:		
Stated capital	53,799	53,799
Treasury shares	(4,246)	(4,382)
Retained earnings and other reserves	164,502	156,715
Total equity	214,055	206,132
Long-term liabilities:		
Long-term debt, net of current portion	135,992	143,316
Nuclear provisions	46,865	47,087
Other long-term liabilities	9,693	10,009
Total long-term liabilities	192,550	200,412
Deferred tax liability	11,436	9,624
Current liabilities:		
Short-term loans	1,098	7,433
Current portion of long-term debt	10,546	15,092
Trade and other payables	99,660	84,479
Accrued liabilities	4,298	14,011
Total current liabilities	115,602	121,015
Total equity and liabilities	533,643	537,183

STATEMENT OF INCOME

in accordance with IFRS as of June 30, 2015

in CZK Millions

	4-6/2015	1-6/2015	4-6/2014	1-6/2014
Revenues:				
Sales of electricity	16,833	36,225	17,488	36,188
Gains and losses from electricity, coal and gas derivative trading, net	70	(828)	1,217	3,316
Sales of gas, heat and other revenues	2,349	5,631	2,134	5,067
Total revenues	19,252	41,028	20,839	44,571
Operating expenses:				
Fuel	(2,392)	(5,343)	(2,281)	(5,029)
Purchased power and related services	(7,038)	(14,558)	(6,230)	(14,085)
Repairs and maintenance	(476)	(854)	(621)	(1,100)
Depreciation and amortization	(3,685)	(7,307)	(3,364)	(6,665)
Salaries and wages	(1,343)	(2,651)	(1,566)	(3,010)
Materials and supplies	(320)	(639)	(370)	(694)
Emission rights, net	(11)	369	(7)	372
Other operating expenses	(1,719)	(3,259)	(1,753)	(3,371)
Total expenses	(16,984)	(34,242)	(16,192)	(33,582)
Income before other income (expenses) and income taxes	2,268	6,786	4,647	10,989
Other income (expenses):				
Interest on debt, net of capitalized interest	(781)	(1,601)	(996)	(2,081)
Interest on nuclear and other provisions	(364)	(728)	(393)	(787)
Interest income	275	585	384	785
Foreign exchange rate gains (losses), net	317	(488)	(117)	(182)
Other income (expenses), net	22,723	22,848	18,226	18,080
Total other income (expenses)	22,170	20,616	17,104	15,815
Income before income taxes	24,438	27,402	21,751	26,804
Income taxes	(527)	(1,130)	(551)	(1,518)
Net income	23,911	26,272	21,200	25,286

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STATEMENT OF COMPREHENSIVE INCOME

in accordance with IFRS as of June 30, 2015

in CZK Millions

	4-6/2015	1-6/2015	4-6/2014	1-6/2014
Net income	23,911	26,272	21,200	25,286
Other comprehensive income - items that may be reclassified subsequently to income statement:				
Change in fair value of cash flow hedges recognized in equity	1,298	5,914	258	2,918
Cash flow hedges reclassified from equity	1,529	(1,611)	(386)	(791)
Change in fair value of available-for-sale financial assets recognized in equity	(832)	(676)	247	320
Deferred tax relating to other comprehensive income	(379)	(689)	(23)	(465)
Other comprehensive income, net of tax	1,616	2,938	96	1,982
Total comprehensive income	<u>25,527</u>	<u>29,210</u>	<u>21,296</u>	<u>27,268</u>

STATEMENT OF CHANGES IN EQUITY

in accordance with IFRS as of June 30, 2015

in CZK Millions

	Stated Capital	Treasury Shares	Cash flow hedge reserve	Available-for- sale and other reserves	Retained Earnings	Total Equity
December 31, 2013	53,799	(4,382)	(8,692)	772	163,746	205,243
Net income					25,286	25,286
Other comprehensive income			1,723	259		1,982
Total comprehensive income	-	-	1,723	259	25,286	27,268
Dividends					(21,365)	(21,365)
Share options				13		13
Transfer of forfeited share options within equity				(24)	24	-
June 30, 2014	53,799	(4,382)	(6,969)	1,020	167,691	211,159
December 31, 2014	53,799	(4,382)	(8,008)	1,304	163,419	206,132
Net income					26,272	26,272
Other comprehensive income			3,485	(547)		2,938
Total comprehensive income	-	-	3,485	(547)	26,272	29,210
Dividends					(21,370)	(21,370)
Sale of treasury shares		136			(68)	68
Share options				15		15
Transfer of exercised and forfeited share options within equity				(44)	44	-
June 30, 2015	53,799	(4,246)	(4,523)	728	168,297	214,055

STATEMENT OF CASH FLOWS

in accordance with IFRS as of June 30, 2015

in CZK Millions

	1-6/2015	1-6/2014
Operating activities:		
Income before income taxes	27,402	26,804
Adjustments to reconcile income before income taxes to net cash provided by operating activities:		
Depreciation, amortization and asset write-offs	7,307	6,665
Amortization of nuclear fuel	1,822	1,712
Loss (gain) on fixed assets retirements, net	(176)	(21)
Foreign exchange rate losses (gains), net	488	182
Interest expense, interest income and dividends income, net	(20,623)	(19,400)
Nuclear provisions	(360)	(218)
Valuation allowances, other provisions and other adjustments	(3,158)	(1,057)
Changes in assets and liabilities:		
Receivables	10,388	8,591
Materials and supplies	780	(534)
Fossil fuel stocks	155	105
Other current assets	5,017	(575)
Trade and other payables	(6,034)	(328)
Accrued liabilities	(5,057)	(2,438)
Cash generated from operations	17,951	19,488
Income taxes paid	(551)	(899)
Interest paid, net of capitalized interest	(2,112)	(2,464)
Interest received	682	839
Dividends received	4,597	335
Net cash provided by operating activities	20,567	17,299
Investing activities:		
Acquisition of subsidiaries, associates and joint-ventures and refunds	373	(106)
Proceeds (refunds) from disposal of subsidiaries, associates and joint-ventures	314	26
Additions to property, plant and equipment and other non-current assets, including capitalized interest	(9,341)	(10,560)
Proceeds from sales of fixed assets	23	14
Loans made	(4,274)	(53)
Repayments of loans	5,646	10,035
Change in restricted financial assets	(529)	(505)
Total cash used in investing activities	(7,788)	(1,149)
Financing activities:		
Proceeds from borrowings	31,258	3,638
Payments of borrowings	(49,144)	(21,353)
Proceeds from other long-term liabilities	58	
Change in payables/receivables from group cashpooling	4,553	10,326
Dividends paid	(44)	(46)
Sale of treasury shares	68	
Net cash provided by (used in) financing activities	(13,251)	(7,435)
Net effect of currency translation in cash	(251)	(14)
Net increase (decrease) in cash and cash equivalents	(725)	8,701
Cash and cash equivalents at beginning of period	9,511	14,166
Cash and cash equivalents at end of period	8,786	22,867
Supplementary cash flow information		
Total cash paid for interest	4,549	5,059