



CONCLUSIONS OF THE RELATED PARTIES REPORT FOR 2016

The Board of Directors of ČEZ, a. s. prepared, pursuant to Section 82 of the Business Corporations Act, a Report on relationships between the controlling entity and the controlled entity and between the controlled entity and the entities controlled by the same controlling entity (hereinafter referred to as the "Related Parties Report"), which forms part of the 2016 Annual Report.

All contractual relations described in the Related Parties Report were established under standard contractual terms and conditions when the agreed and provided performance or consideration corresponded to the conditions of a standard business relation and ČEZ, a. s. did not incur any related loss that should be settled pursuant to Section 71 and Section 72 of the Business Corporations Act.

Based on information available, the Board of Directors of ČEZ, a. s. assessed the advantages and disadvantages arising from the position of ČEZ, a. s. and came to the conclusion that ČEZ, a. s. did not derive any special advantages and/or disadvantages from its position, especially with respect to minimum links with other entities controlled by the Czech Republic – Ministry of Finance due to their significantly different main lines of business. After careful consideration, the Board of Directors of ČEZ, a. s. declares that it is not aware of any risks resulting from relations between the entities described in the Related Parties Report.

In compliance with law and the Company's Articles of Association, the Related Parties Report was submitted to the Supervisory Board for its review. The Supervisory Board's opinion on the Related Parties Report for 2016 is included in the Report of the Supervisory Board.