

**ČEZ, a. s.**

SEPARATE FINANCIAL STATEMENTS

PREPARED IN ACCORDANCE WITH  
INTERNATIONAL FINANCIAL REPORTING STANDARDS  
AS OF JUNE 30, 2023

**ČEZ, a. s.**  
**BALANCE SHEET**  
**AS OF JUNE 30, 2023**

In CZK Millions

	June 30, 2023	December 31, 2022
<b>ASSETS:</b>		
Plant in service	525,272	514,654
Less accumulated depreciation and impairment	(303,799)	(287,171)
<b>Net plant in service</b>	<b>221,473</b>	<b>227,483</b>
Nuclear fuel, at amortized cost	11,816	11,873
Construction work in progress, net	16,630	13,473
<b>Total property, plant and equipment</b>	<b>249,919</b>	<b>252,829</b>
Restricted financial assets, net	16,962	15,215
Other non-current financial assets, net	175,029	157,686
Intangible assets, net	1,364	1,143
Investment properties, net	441	437
Deferred tax assets	-	47,885
<b>Total other non-current assets</b>	<b>193,796</b>	<b>222,366</b>
<b>Total non-current assets</b>	<b>443,715</b>	<b>475,195</b>
Cash and cash equivalents, net	120,867	33,012
Trade receivables, net	56,388	169,773
Materials and supplies, net	11,481	16,028
Fossil fuel stocks	1,773	300
Emission rights	5,634	21,216
Other current financial assets, net	158,614	304,894
Other current assets, net	13,951	8,582
<b>Total current assets</b>	<b>368,708</b>	<b>553,805</b>
<b>Total assets</b>	<b>812,423</b>	<b>1,029,000</b>

**ČEZ, a. s.**  
**BALANCE SHEET**  
**AS OF JUNE 30, 2023**

continued

	June 30, 2023	December 31, 2022
<b>EQUITY AND LIABILITIES:</b>		
Stated capital	53,799	53,799
Treasury shares	(1,334)	(1,334)
Retained earnings and other reserves	112,256	145,975
<b>Total equity</b>	<b>164,721</b>	<b>198,440</b>
Long-term debt, net of current portion	113,330	132,739
Provisions	126,919	122,067
Other long-term financial liabilities	13,353	38,659
Deferred tax liability	20,643	-
<b>Total non-current liabilities</b>	<b>274,245</b>	<b>293,465</b>
Short-term loans	26,700	52,933
Current portion of long-term debt	26,935	8,034
Trade payables	33,183	76,525
Income tax payable	14,508	15,117
Provisions	13,328	21,515
Other short-term financial liabilities	248,672	358,311
Other short-term liabilities	10,131	4,660
<b>Total current liabilities</b>	<b>373,457</b>	<b>537,095</b>
<b>Total equity and liabilities</b>	<b>812,423</b>	<b>1,029,000</b>

**ČEZ, a. s.**  
**STATEMENT OF INCOME**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2023**

In CZK Millions

	1-6/2023	1-6/2022	4-6/2023	4-6/2022
Sales of electricity, heat and gas	107,071	80,771	40,510	30,406
Sales of services and other revenues	5,226	5,756	2,565	3,056
Other operating income	403	4,801	282	387
<b>Total revenues and other operating income</b>	<b>112,700</b>	<b>91,328</b>	<b>43,357</b>	<b>33,849</b>
Gains and losses from commodity derivative trading	7,385	15,840	5,520	2,802
Purchase of electricity, gas and other energies	(38,232)	(35,979)	(15,883)	(14,836)
Fuel and emission rights	(17,165)	(17,790)	(7,280)	(8,300)
Services	(4,742)	(4,141)	(2,763)	(2,357)
Salaries and wages	(4,630)	(4,133)	(2,586)	(2,228)
Materials and supplies	(1,232)	(1,121)	(662)	(631)
Capitalization of expenses to the cost of assets and change in own inventories	89	77	45	39
Depreciation and amortization	(9,623)	(8,522)	(4,841)	(4,265)
Impairment of property, plant and equipment and intangible assets	(1)	(2)	(1)	(2)
Impairment of trade and other receivables	57	(14)	14	(12)
Other operating expenses	(12,160)	(833)	(1,616)	(454)
<b>Income before other income (expenses) and income taxes</b>	<b>32,446</b>	<b>34,710</b>	<b>13,304</b>	<b>3,605</b>
Interest on debt, net of capitalized interest	(5,330)	(2,345)	(2,559)	(1,247)
Interest on provisions	(3,150)	(1,112)	(1,575)	(556)
Interest income	4,847	1,496	2,810	950
Impairment of financial assets	241	45	187	50
Other financial expenses	(386)	(1,718)	(98)	657
Other financial income	13,088	8,360	11,652	7,932
<b>Total other income (expenses)</b>	<b>9,310</b>	<b>4,726</b>	<b>10,417</b>	<b>7,786</b>
<b>Income before income taxes</b>	<b>41,756</b>	<b>39,436</b>	<b>23,721</b>	<b>11,391</b>
Income taxes	(18,920)	(6,034)	(7,261)	(701)
<b>Net income</b>	<b>22,836</b>	<b>33,402</b>	<b>16,460</b>	<b>10,690</b>

**ČEZ, a. s.**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2023**

In CZK Millions

	1-6/2023	1-6/2022	4-6/2023	4-6/2022
<b>Net income</b>	22,836	33,402	16,460	10,690
Change in fair value of cash flow hedges	54,075	(109,902)	6,349	(68,189)
Cash flow hedges reclassified to statement of income	15,323	31,260	4,615	16,591
Change in fair value of debt financial instruments	885	(1,172)	476	(636)
Deferred tax related to other comprehensive income	(49,547)	15,165	(7,562)	9,925
<b>Net other comprehensive income that may be reclassified to statement of income or to assets in subsequent periods</b>	20,736	(64,649)	3,878	(42,309)
<b>Total comprehensive income, net of tax</b>	<u>43,572</u>	<u>(31,247)</u>	<u>20,338</u>	<u>(31,619)</u>

**ČEZ, a. s.**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2023**

In CZK Millions

	Stated capital	Treasury shares	Cash flow hedge reserve	Debt financial instruments	Equity financial instruments and other reserves	Retained earnings	Total equity
<b>Balance as at January 1, 2022</b>	53,799	(1,423)	(67,248)	(652)	(1,687)	133,639	116,428
Net income	-	-	-	-	-	33,402	33,402
Other comprehensive income	-	-	(63,700)	(949)	-	-	(64,649)
<b>Total comprehensive income</b>	-	-	(63,700)	(949)	-	33,402	(31,247)
Dividends	-	-	-	-	-	(25,767)	(25,767)
Sale of treasury shares	-	69	-	-	-	(37)	32
Exercised and forfeited share options	-	-	-	-	(3)	3	-
<b>Balance as at June 30, 2022</b>	<u>53,799</u>	<u>(1,354)</u>	<u>(130,948)</u>	<u>(1,601)</u>	<u>(1,690)</u>	<u>141,240</u>	<u>59,446</u>
<b>Balance as at January 1, 2023</b>	53,799	(1,334)	(22,429)	(1,300)	(1,987)	171,691	198,440
Net income	-	-	-	-	-	22,836	22,836
Other comprehensive income	-	-	20,008	728	-	-	20,736
<b>Total comprehensive income</b>	-	-	20,008	728	-	22,836	43,572
Effect of business combination	-	-	-	-	95	452	547
Dividends	-	-	-	-	-	(77,838)	(77,838)
<b>Balance as at June 30, 2023</b>	<u>53,799</u>	<u>(1,334)</u>	<u>(2,421)</u>	<u>(572)</u>	<u>(1,892)</u>	<u>117,141</u>	<u>164,721</u>

**ČEZ, a. s.**  
**STATEMENT OF CASH FLOWS**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2023**

In CZK Millions

	<u>1-6/2023</u>	<u>1-6/2022</u>
<b>OPERATING ACTIVITIES:</b>		
<b>Income before income taxes</b>	41,756	39,436
<b>Adjustments of income before income taxes to cash generated from operations:</b>		
Depreciation and amortization	9,623	8,522
Amortization of nuclear fuel	1,889	1,930
(Gains) and losses on non-current asset retirements	97	(74)
Foreign exchange rate loss (gain)	101	1,665
Interest expense, interest income and dividend income	(11,653)	(6,597)
Provisions	(7,721)	2,044
Impairment of property, plant and equipment and intangible assets	1	2
Other non-cash expenses and income	14,449	31,991
<b>Changes in assets and liabilities:</b>		
Receivables and contract assets	103,649	10,609
Materials, supplies and fossil fuel stocks	3,959	(7,035)
Receivables and payables from derivatives	(11,753)	(32,570)
Other assets	22,414	6,064
Trade payables	(40,555)	(21,550)
Other liabilities	5,464	723
<b>Cash from operations</b>	<u>131,720</u>	<u>35,160</u>
Income taxes paid	(1,032)	(18)
Interest paid, net of capitalized interest	(6,294)	(2,767)
Interest received	4,600	1,204
<b>Net cash flow from operating activities</b>	<u>128,994</u>	<u>33,579</u>
<b>INVESTING ACTIVITIES:</b>		
Acquisition of subsidiaries, associates and joint-ventures	(7,764)	(2,381)
Proceeds from disposal of subsidiaries, associates and joint-ventures and original investments repayments	235	512
Additions to non-current assets, including capitalized interest	(8,506)	(5,254)
Proceeds from sale of non-current assets	152	414
Loans made	(5,147)	-
Repayments of loans	7,545	981
Change in restricted financial assets	(1,144)	(1,022)
<b>Net cash flow from investing activities</b>	<u>(14,629)</u>	<u>(6,750)</u>

**ČEZ, a. s.**  
**STATEMENT OF CASH FLOWS**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2023**

continued

	<u>1-6/2023</u>	<u>1-6/2022</u>
<b>FINANCING ACTIVITIES:</b>		
Proceeds from borrowings	65,984	101,931
Payments of borrowings	(87,858)	(106,553)
Payments of lease liabilities	(115)	(88)
Proceeds from other long-term liabilities	3	16
Payments of other long-term liabilities	(1,811)	(1)
Change in payables/receivables from Group cashpooling	(1,978)	(1,498)
Dividends paid	(133)	(71)
Sale of treasury shares	-	32
<b>Net cash flow from financing activities</b>	<u>(25,908)</u>	<u>(6,232)</u>
Net effect of currency translation and allowances in cash	(602)	(64)
<b>Net increase in cash and cash equivalents</b>	87,855	20,533
<b>Cash and cash equivalents at beginning of period</b>	<u>33,012</u>	<u>20,804</u>
<b>Cash and cash equivalents at end of period</b>	<u><u>120,867</u></u>	<u><u>41,337</u></u>
 Supplementary cash flow information:		
Total cash paid for interest	6,560	2,934