

BALANCE SHEET

in accordance with IFRS as of September 30, 2011

in CZK Millions

	30. 9. 2011	31. 12. 2010
Assets		
Property, plant and equipment:		
Plant in service	310,235	305,523
Less accumulated provision for depreciation	(181,211)	(172,285)
Net plant in service	129,024	133,238
Nuclear fuel, at amortized cost	8,528	7,005
Construction work in progress	63,052	54,929
Total property, plant and equipment	200,604	195,172
Other non-current assets:		
Investments and other financial assets, net	192,284	181,973
Intangible assets, net	604	706
Total other non-current assets	192,888	182,679
Total non-current assets	393,492	377,851
Current assets:		
Cash and cash equivalents	18,688	16,142
Receivables, net	32,860	48,205
Income tax receivable	5,439	1,457
Materials and supplies, net	3,753	3,217
Fossil fuel stocks	1,206	883
Emission rights	5,557	2,152
Other financial assets, net	24,423	15,472
Other current assets	1,636	1,043
Assets classified as held for sale	1,031	2,739
Total current assets	94,593	91,310
Total assets	488,085	469,161
Equity and liabilities		
Equity:		
Stated capital	53,799	53,799
Treasury shares	(4,382)	(4,619)
Retained earnings and other reserves	142,350	140,308
Total equity	191,767	189,488
Long-term liabilities:		
Long-term debt, net of current portion	155,758	135,097
Accumulated provision for nuclear decommissioning and fuel storage	36,899	36,619
Other long-term liabilities	7,084	4,292
Total long-term liabilities	199,741	176,008
Deferred tax liability	14,597	10,533
Current liabilities:		
Short-term loans	4,834	6,455
Current portion of long-term debt	2,711	12,298
Trade and other payables	63,601	65,722
Accrued liabilities	10,834	8,657
Total current liabilities	81,980	93,132
Total equity and liabilities	488,085	469,161

STATEMENT OF INCOME

in accordance with IFRS as of September 30, 2011

in CZK Millions

	7-9/2011	1-9/2011	7-9/2010	1-9/2010
Revenues:				
Sales of electricity	24,031	70,204	24,369	69,980
Gains and losses from electricity, coal and gas derivative trading, net	226	4,624	1,081	6,403
Heat sales and other revenues	1,726	5,858	1,040	3,826
Total revenues	25,983	80,686	26,490	80,209
Operating expenses:				
Fuel	(3,592)	(11,630)	(4,010)	(12,908)
Purchased power and related services	(7,297)	(20,762)	(5,099)	(12,504)
Repairs and maintenance	(886)	(2,185)	(828)	(2,222)
Depreciation and amortization	(3,114)	(9,325)	(3,004)	(9,207)
Salaries and wages	(1,509)	(4,451)	(1,526)	(4,522)
Materials and supplies	(505)	(1,331)	(449)	(1,282)
Emission rights, net	411	1,509	47	1,852
Other operating expenses	(1,479)	(4,823)	(1,461)	(4,561)
Total expenses	(17,971)	(52,998)	(16,330)	(45,354)
Income before other income (expenses) and income taxes	8,012	27,688	10,160	34,855
Other income (expenses):				
Interest on debt, net of capitalized interest	(1,282)	(3,645)	(1,136)	(3,151)
Interest on nuclear and other provisions	(428)	(1,285)	(435)	(1,305)
Interest income	626	2,023	594	1,786
Foreign exchange rate gains (losses), net	(250)	(240)	1,385	129
Other income (expenses), net	151	11,725	(492)	7,967
Total other income (expenses)	(1,183)	8,578	(84)	5,426
Income before income taxes	6,829	36,266	10,076	40,281
Income taxes	(1,452)	(4,795)	(1,716)	(5,830)
Net income	5,377	31,471	8,360	34,451

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STATEMENT OF COMPREHENSIVE INCOME
in accordance with IFRS as of September 30, 2011
in CZK Millions

	<u>7-9/2011</u>	<u>1-9/2011</u>	<u>7-9/2010</u>	<u>1-9/2010</u>
Net income	5,377	31,471	8,360	34,451
Other comprehensive income:				
Change in fair value of cash flow hedges recognized in equity	(4,273)	(1,603)	4,401	8,497
Cash flow hedges removed from equity	(1,481)	(2,109)	(519)	(1,717)
Change in fair value of available-for-sale financial assets recognized in equity	317	324	284	398
Deferred tax relating to other comprehensive income	1,033	644	(792)	(1,364)
Other comprehensive income, net of tax	<u>(4,404)</u>	<u>(2,744)</u>	<u>3,374</u>	<u>5,814</u>
Total comprehensive income	<u>973</u>	<u>28,727</u>	<u>11,734</u>	<u>40,265</u>

STATEMENT OF CHANGES IN EQUITY

in accordance with IFRS as of September 30, 2011

in CZK Millions

	Stated Capital	Treasury Shares	Cash flow hedge reserve	Available-for- sale and other reserves	Retained Earnings	Total Equity
December 31, 2009	53,799	(5,151)	(2,155)	520	130,447	177,460
Net income					34,451	34,451
Other comprehensive income			5,491	323		5,814
Total comprehensive income	-	-	5,491	323	34,451	40,265
Transaction costs related to business combinations					(211)	(211)
Dividends					(28,256)	(28,256)
Sale of treasury shares		532			(195)	337
Share options				76		76
Transfer of exercised and forfeited share options within equity				(98)	98	-
September 30, 2010	53,799	(4,619)	3,336	821	136,334	189,671
December 31, 2010	53,799	(4,619)	3,008	656	136,644	189,488
Net income					31,471	31,471
Other comprehensive income			(3,007)	263		(2,744)
Total comprehensive income	-	-	(3,007)	263	31,471	28,727
Dividends					(26,673)	(26,673)
Sale of treasury shares		237			(68)	169
Share options				56		56
Transfer of exercised and forfeited share options within equity				(41)	41	-
September 30, 2011	53,799	(4,382)	1	934	141,415	191,767

STATEMENT OF CASH FLOWS

in accordance with IFRS as of September 30, 2011

in CZK Millions

	1-9/2011	1-9/2010
Operating activities:		
Income before income taxes	36,266	40,281
Adjustments to reconcile income before income taxes to net cash provided by operating activities:		
Depreciation, amortization and asset write-offs	9,325	9,219
Amortization of nuclear fuel	2,401	2,565
(Gain) loss on fixed assets retirements, net	(58)	(44)
Foreign exchange rate losses (gains), net	240	(129)
Interest expense, interest income and dividends income, net	(12,331)	(6,708)
Provision for nuclear decommissioning and fuel storage	(59)	62
Valuation allowances, other provisions and other adjustments	(1,879)	(2,656)
Changes in assets and liabilities:		
Receivables	(2,337)	7,922
Materials and supplies	(535)	(102)
Fossil fuel stocks	(323)	624
Other current assets	(13,702)	8,522
Trade and other payables	6,832	(21,362)
Accrued liabilities	1,267	(401)
Cash generated from operations	25,107	37,793
Income taxes paid	(4,069)	(8,456)
Interest paid, net of capitalized interest	(2,829)	(2,067)
Interest received	1,927	1,482
Dividends received	12,933	7,015
Net cash provided by operating activities	33,069	35,767
Investing activities:		
Acquisition of subsidiaries, associates and joint-ventures	(5,749)	(5,773)
Additions to property, plant and equipment and other non-current assets, including capitalized interest	(14,203)	(21,480)
Proceeds from sales of fixed assets	485	849
Loans made	(4,296)	(26,642)
Repayments of loans	15,368	11,562
Change in decommissioning and other restricted funds	(873)	(1,037)
Total cash used in investing activities	(9,268)	(42,521)
Financing activities:		
Proceeds from borrowings	54,263	134,261
Payments of borrowings	(43,836)	(110,225)
Change in payables/receivables from group cashpooling	(4,759)	6,417
Dividends paid	(26,562)	(28,144)
(Acquisition) sale of treasury shares	169	337
Total cash provided by (used in) financing activities	(20,725)	2,646
Net effect of currency translation in cash	(530)	(245)
Net increase (decrease) in cash and cash equivalents	2,546	(4,353)
Cash and cash equivalents at beginning of period	16,142	14,567
Cash and cash equivalents at end of period	18,688	10,214
Supplementary cash flow information		
Total cash paid for interest	4,463	3,346