

## Internal Information

### **General Meeting agenda item: Decision on acquisition of the company's own shares**

For quite a long time, the Board of Directors of ČEZ has been realizing that the current capital structure and the proportion of the capital to the debt is not optimal in ČEZ, and that the capitalization of the company should be reduced and the proportion of debt financing should be increased. On 19 March 2007, the government of the Czech Republic decided on sale of a part of the ČEZ shares through the capital market.

The published government intention provides an interesting opportunity how to repurchase the company shares in the manner beneficial for the company and all the shareholders, including the state. Therefore, the Board of Directors of ČEZ incorporated the item "Decision on acquisition of the company's shares" in the agenda of the shareholders' general meeting to be held on 23 April 2007 which was published today; through this item it intends to ask the shareholders for the approval to the repurchase.

The repurchase of the shares will be proposed in the manner to secure conformity with all the legal regulations of the Czech Republic and the EU, to maintain the principle of equal treatment of all the shareholders, and to effect the repurchase under the market conditions in a regulated market. The Board of Directors will request the general meeting for the opportunity to purchase the company's shares up to the amount allowed by the Commercial Code, i.e. 10 per cent.