



BALANCE SHEET
in accordance with IFRS
June 30, 2007
(in CZK Millions)

ČEZ, a. s.
Duhová 2/1444
Praha 4
IČ: 452 74 649

	current year	prior year
ASSETS	323,503	311,377
Fixed assets	281,171	277,886
Property, plant and equipment	166,013	168,845
Plant in service	292,607	291,616
Less accumulated provision for depreciation	147,176	141,121
Net plant in service	145,431	150,495
Nuclear fuel, at amortized cost	7,111	7,343
Construction work in progress	13,471	11,007
Other non-current assets	115,158	109,041
Investments and other financial assets, net	114,329	108,156
Intangible assets, net	829	885
Deferred tax assets		
Current assets	42,332	33,491
Cash and cash equivalents	15,249	15,014
Receivables, net	12,272	9,446
Income tax receivable		
Materials and supplies, net	2,733	2,607
Fossil fuel stock	633	865
Emission rights	22	
Other financial assets, net	10,652	4,814
Other current assets	771	745
EQUITY AND LIABILITIES	323,503	311,377
Equity	181,637	190,822
Stated capital	59,221	59,221
Treasury shares	-15,254	-1,943
Retained earnings and other reserves	137,670	133,544
Long-term liabilities	70,239	72,636
Long-term debt, net of current portion	33,431	36,051
Accumulated provision for nuclear decommissioning and fuel storage	36,808	36,503
Other long-term liabilities		82
Deferred tax liability	17,631	13,389
Current liabilities	53,996	34,530
Short-term loans		
Current portion of long-term debt	7,037	5,820
Trade and other payables	38,568	21,050
Income tax payable	3,371	4,291
Accrued liabilities	5,020	3,369



STATEMENT OF INCOME

in accordance with IFRS

June 30, 2007

(in CZK Millions)

ČEZ, a. s.

Duhová 2/1444

Praha 4

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	current period		prior year period	
	April - June	January - June	April - June	January - June
Revenues	23,058	49,787	19,848	42,915
Sales of electricity	22,233	47,620	19,323	41,576
Gains and losses from electricity derivative trading, net	344	840	(19)	(137)
Heat sales and other revenues	481	1,327	544	1,476
Operating expenses	(15,071)	(30,241)	(13,558)	(27,317)
Fuel	(4,469)	(9,183)	(3,330)	(7,426)
Purchased power and related services	(4,143)	(8,655)	(3,451)	(7,462)
Repair and maintenance	(812)	(1,205)	(849)	(1,266)
Depreciation and amortization	(3,067)	(6,205)	(3,323)	(6,728)
Salaries and wages	(837)	(2,080)	(1,379)	(2,305)
Materials and supplies	(446)	(837)	(430)	(819)
Emission rights, net	(13)	394	(99)	485
Other operating expenses	(1,284)	(2,470)	(697)	(1,796)
Income before other income (expenses) and income taxes	7,987	19,546	6,290	15,598
Other income (expenses)	2,211	1,611	2,166	3,020
Interest on debt, net of capitalized interest	(399)	(802)	(378)	(772)
Interest on nuclear and other provisions	(411)	(821)	(401)	(803)
Interest income	263	375	112	140
Foreign exchange rate gains (losses), net	141	122	344	760
Gain (loss) on sale of subsidiaries	-	-	-	(2)
Other income (expenses), net	2,617	2,737	2,489	3,697
Income before income taxes	10,198	21,157	8,456	18,618
Income taxes	(1,879)	(4,457)	(1,460)	(3,473)
Net income	8,319	16,700	6,996	15,145



STATEMENT OF CHANGES IN EQUITY

in accordance with IFRS

June 30, 2007

(in CZK Millions)

ČEZ, a. s.

Duhová 2/1444

Praha 4

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	Stated Capital	Treasury shares	Fair Value and Other Reserves	Retained Earnings	Total Equity
December 31, 2005	59,221	(984)	613	115,426	174,276
Change in fair value of cash flow hedges recognized in equity			84		84
Cash flow hedges removed from equity			134		134
Gain and loss recorded directly to equity	-	-	218	-	218
Net income				15,145	15,145
Total gains and losses	-	-	218	15,145	15,363
Dividends declared				(8,853)	(8,853)
Acquisition of treasury shares		(899)			(899)
Sale of treasury shares		204		(99)	105
Transfer of exercised and forfeited share options within equity			(229)	229	-
Share options			154		154
June 30, 2006	59,221	(1,679)	756	121,848	180,146
December 31, 2006	59,221	(1,943)	1,107	132,437	190,822
Change in fair value of cash flow hedges recognized in equity			(624)		(624)
Cash flow hedges removed from equity			1		1
Change in fair value of available-for-sale financial assets recognized in equity			59		59
Available-for-sale financial assets removed from equity			(1)		(1)
Gain and loss recorded directly to equity	-	-	(565)	-	(565)
Net income				16,700	16,700
Total gains and losses	-	-	(565)	16,700	16,135
Dividends declared				(11,785)	(11,785)
Acquisition of treasury shares		(13,679)			(13,679)
Sale of treasury shares		368		(244)	124
Transfer of exercised and forfeited share options within equity			(90)	90	-
Share options			20		20
June 30, 2007	59,221	(15,254)	472	137,198	181,637



CASH FLOW STATEMENT

in accordance with IFRS

June 30, 2007

(in CZK Millions)

ČEZ, a. s.

Duhová 2/1444

Praha 4

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	current period	prior year period
<u>Operating activities:</u>		
Income before income taxes	21,157	18,618
Adjustments to reconcile income before income taxes to net cash provided by operating activities:		
Depreciation, amortization and asset write-offs	6,205	6,731
Amortization of nuclear fuel	1,377	1,667
(Gain) loss on fixed assets retirements, net	3	(29)
Foreign exchange rate losses (gains), net	(122)	(760)
Interest expense, interest income and dividends income, net	(2,139)	(3,564)
Provision for nuclear decommissioning and fuel storage	214	99
Valuation allowances, other provisions and other adjustments	(474)	(244)
Changes in assets and liabilities:		
Receivables	(981)	(152)
Materials and supplies	(126)	(100)
Fossil fuel stocks	232	138
Other current assets	(5,891)	(1,351)
Trade and other payables	3,148	993
Accrued liabilities	396	589
Cash generated from operations	22,999	22,635
Income taxes paid	(957)	(1,228)
Interest paid, net of capitalized interest	(742)	(982)
Interest received	420	127
Dividends received	620	2,963
Net cash provided by operating activities	22,340	23,515
<u>Investing activities:</u>		
Acquisition of subsidiaries and associates	(2,704)	(16,083)
Proceeds from disposal of subsidiaries and associates		
Additions to property, plant and equipment and other non-current assets	(5,464)	(5,619)
Loans made	(550)	(201)
Proceeds from sales of fixed assets	69	57
Repayments of loans	582	1
Change in decommissioning and other restricted funds	(3,293)	(232)
Total cash used in investing activities	(11,360)	(22,077)

	current period	prior year period
<u>Financing activities:</u>		
Proceeds from borrowings		20,113
Payments of borrowings	(2,732)	(12,672)
Proceeds from other long-term liabilities		
Payments of other long-term liabilities	(7)	
Change in payables/receivables from group cashpooling	5,108	
Dividends paid	48	29
(Acquisition) sale of treasury shares	(13,555)	(795)
Total cash provided by (used in) financing activities	(11,138)	6,675
Net effect of currency translation in cash	393	(62)
Net increase (decrease) in cash and cash equivalents	235	8,051
Cash and cash equivalents at beginning of period	15,014	983
Cash and cash equivalents at end of period	15,249	9,034
Supplementary cash flow information:		
Total cash paid for interest	1,096	1,223