



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

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

	current year	prior year
ASSETS	307,290	311,377
Fixed assets	280,148	277,886
Property, plant and equipment	166,063	168,845
Plant in service	293,304	291,616
Less accumulated provision for depreciation	150,131	141,121
Net plant in service	143,173	150,495
Nuclear fuel, at amortized cost	7,010	7,343
Construction work in progress	15,880	11,007
Other non-current assets	114,085	109,041
Investments and other financial assets, net	113,264	108,156
Intangible assets, net	821	885
Deferred tax assets		
Current assets	27,142	33,491
Cash and cash equivalents	918	15,014
Receivables, net	11,757	9,446
Income tax receivable	2,583	
Materials and supplies, net	2,691	2,607
Fossil fuel stock	760	865
Emission rights	144	
Other financial assets, net	5,825	4,815
Other current assets	2,464	744
EQUITY AND LIABILITIES	307,290	311,377
Equity	164,764	190,822
Stated capital	59,221	59,221
Treasury shares	-39,200	-1,943
Retained earnings and other reserves	144,743	133,544
Long-term liabilities	76,325	72,636
Long-term debt, net of current portion	39,385	36,051
Accumulated provision for nuclear decommissioning and fuel storage	36,940	36,503
Other long-term liabilities		82
Deferred tax liability	19,873	13,389
Current liabilities	46,328	34,530
Short-term loans	4,500	
Current portion of long-term debt	3,235	5,820
Trade and other payables	34,625	21,050
Income tax payable		4,291
Accrued liabilities	3,968	3,369



STATEMENT OF INCOME

in accordance with IFRS

September 30, 2007

(in CZK Millions)

ČEZ, a. s.

Duhová 2/1444

Praha 4

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	current period		prior year period	
	July - September	January - September	July - September	January - September
Revenues	23,278	73,065	20,200	63,115
Sales of electricity	22,186	69,806	20,097	61,673
Gains and losses from electricity derivative trading, net	504	1,344	(325)	(462)
Heat sales and other revenues	588	1,915	428	1,904
Operating expenses	(14,584)	(44,825)	(14,107)	(41,424)
Fuel	(4,195)	(13,378)	(3,555)	(10,981)
Purchased power and related services	(3,602)	(12,257)	(3,611)	(11,073)
Repair and maintenance	(890)	(2,095)	(990)	(2,256)
Depreciation and amortization	(3,036)	(9,241)	(3,275)	(10,003)
Salaries and wages	(1,221)	(3,301)	(1,091)	(3,396)
Materials and supplies	(434)	(1,271)	(572)	(1,391)
Emission rights, net	(4)	390	(45)	440
Other operating expenses	(1,202)	(3,672)	(968)	(2,764)
Income before other income (expenses) and income taxes	8,694	28,240	6,093	21,691
Other income (expenses)	(491)	1,120	592	3,612
Interest on debt, net of capitalized interest	(435)	(1,237)	(428)	(1,200)
Interest on nuclear and other provisions	(411)	(1,232)	(401)	(1,204)
Interest income	129	504	84	224
Foreign exchange rate gains (losses), net	(122)	-	61	821
Gain (loss) on sale of subsidiaries	-	-	80	78
Other income (expenses), net	348	3,085	1,196	4,893
Income before income taxes	8,203	29,360	6,685	25,303
Income taxes	(1,979)	(6,436)	(1,493)	(4,966)
Net income	6,224	22,924	5,192	20,337



STATEMENT OF CHANGES IN EQUITY

in accordance with IFRS

September 30, 2007

(in CZK Millions)

ČEZ, a. s.

Duhová 2/1444

Praha 4

IC: 452 74 649

	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			148		148
Cash flow hedges removed from equity			134		134
Gain and loss recorded directly to equity	-	-	282	-	282
Net income				20,337	20,337
Total gains and losses	-	-	282	20,337	20,619
Dividends declared				(8,853)	(8,853)
Acquisition of treasury shares		(899)			(899)
Sale of treasury shares		303		(174)	129
Transfer of exercised and forfeited share options within equity			(238)	238	-
Share options			160		160
September 30, 2006	59,221	(1,580)	817	126,974	185,432
December 31, 2006	59,221	(1,943)	1,107	132,437	190,822
Change in fair value of cash flow hedges recognized in equity			244		244
Cash flow hedges removed from equity			34		34
Change in fair value of available-for-sale financial assets recognized in equity			(6)		(6)
Gain and loss recorded directly to equity	-	-	272	-	272
Net income				22,924	22,924
Total gains and losses	-	-	272	22,924	23,196
Dividends declared				(11,785)	(11,785)
Acquisition of treasury shares		(37,625)			(37,625)
Sale of treasury shares		368		(244)	124
Transfer of exercised and forfeited share options within equity			(90)	90	-
Share options			32		32
September 30, 2007	59,221	(39,200)	1,321	143,422	164,764



CASH FLOW STATEMENT

in accordance with IFRS

September 30, 2007

(in CZK Millions)

ČEZ, a. s.

Duhová 2/1444

Praha 4

IČ: 452 74 649

	current period	prior year period
<u>Operating activities:</u>		
Income before income taxes	29,360	25,303
Adjustments to reconcile income before income taxes to net cash provided by operating activities:		
Depreciation, amortization and asset write-offs	9,241	10,006
Amortization of nuclear fuel	2,034	2,340
(Gain) loss on fixed assets retirements, net	1	(113)
Foreign exchange rate losses (gains), net	-	(821)
Interest expense, interest income and dividends income, net	(1,831)	(3,709)
Provision for nuclear decommissioning and fuel storage	300	205
Valuation allowances, other provisions and other adjustments	(551)	(263)
Changes in assets and liabilities:		
Receivables	(2,667)	1,004
Materials and supplies	(84)	(138)
Fossil fuel stocks	105	(160)
Other current assets	(2,759)	(2,294)
Trade and other payables	8,474	7,381
Accrued liabilities	857	530
Cash generated from operations	42,480	39,271
Income taxes paid	(6,911)	(291)
Interest paid, net of capitalized interest	(840)	(1,103)
Interest received	548	232
Dividends received	2,574	4,195
Net cash provided by operating activities	37,851	42,304
<u>Investing activities:</u>		
Acquisition of subsidiaries and associates	(2,740)	(25,180)
Proceeds from disposal of subsidiaries and associates	200	2,927
Additions to property, plant and equipment and other non-current assets	(10,257)	(7,292)
Loans made	(553)	(396)
Proceeds from sales of fixed assets	911	84
Repayments of loans	733	32
Change in decommissioning and other restricted funds	(2,332)	(837)
Total cash used in investing activities	(14,038)	(30,662)

	current period	prior year period
<u>Financing activities:</u>		
Proceeds from borrowings	20,003	28,923
Payments of borrowings	(15,012)	(27,947)
Proceeds from other long-term liabilities		
Payments of other long-term liabilities	(14)	
Change in payables/receivables from group cashpooling	6,080	
Dividends paid	(11,660)	(8,839)
(Acquisition) sale of treasury shares	(37,501)	(770)
Total cash provided by (used in) financing activities	(38,104)	(8,633)
Net effect of currency translation in cash	195	(51)
Net increase (decrease) in cash and cash equivalents	(14,096)	2,958
Cash and cash equivalents at beginning of period	15,014	983
Cash and cash equivalents at end of period	918	3,941
Supplementary cash flow information:		
Total cash paid for interest	1,410	1,497