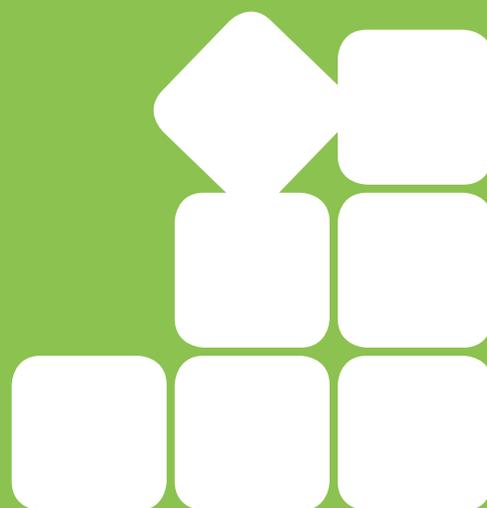


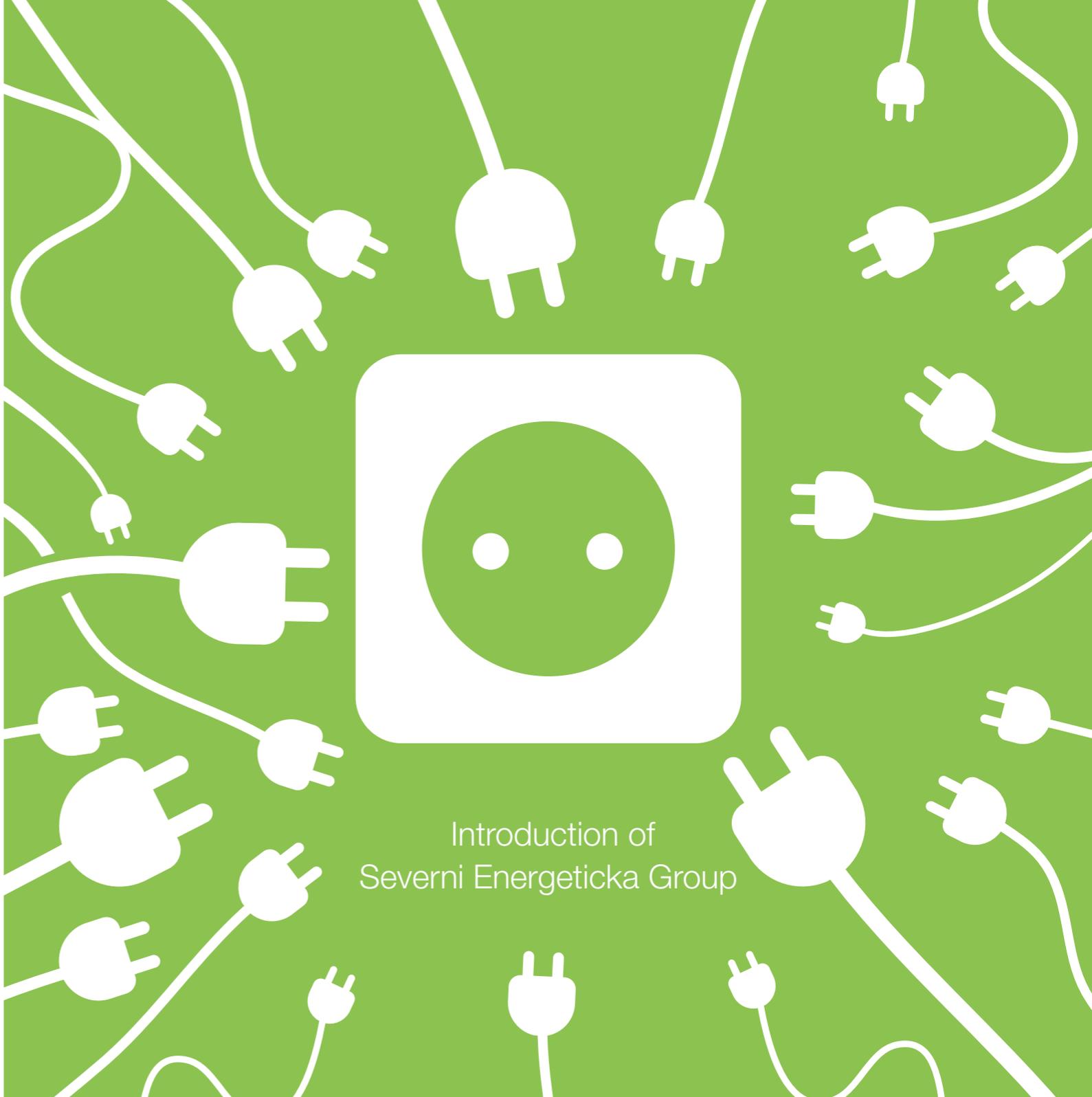
Elektrárna  
**Chvaletice**

member of Sev.en group



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Introduction of  
Severni Energeticka Group

## Introduction of Severni Energeticka Group

The Severni Energeticka Group (further referred to as Sev.en) is controlled by Czech shareholders. It was established by a demerger of what then was Litvínovská uhelná, OJSC from the Czech Coal Group and by acquisition of Elektrarna Chvaletice power plant from the ČEZ Group. Sev.en Group follows up on the successful tradition of brown coal-based energy production in the Czech Republic and intends to advance it using the latest know-how.

The Group combines extraction of coal as an energy source with electricity and heat generation and sales. The Group includes a coal mining company in the North Bohemian Brown Coal Basin and the Chvaletice coal-fired power plant. The vertically integrated chain of a mining company, a power plant, and a dealer capable of ensuring reliable supply to customers is the best model in terms of efficiency. With this model in practice, the energy contained in the fuel is exploited to the maximum. Continuously rising demand for energy products can best be met, and at the highest level of reliability and the lowest cost, by brown coal capacities, which therefore are irreplaceable in the European energy sector. The long-term prospects for coal extraction from the ČSA surface mine and the modernised power plant provide customers with a guarantee a stable energy supply, as well as ensuring the region's development and prosperity for decades, all of this while satisfying the most stringent environmental requirements.

The Company's strategy is to continue exploiting the potential of natural resources on a long-term basis and, in combination with state-of-the-art electricity generation technologies, to offer competitive and efficient products granting good value for money. A major provider of ancillary services, Sev.en is one of the mainstays of the Czech energy system.

The Sev.en Group's key commodities are brown coal and electricity. Electricity generation in four 200MW bloc units makes it possible to offer combinations of standard products covering the base load (24 hours) and peak loads (12 hours), featuring a dynamic output from 100 to 800 MW, for sale to energy trading companies, banks and final customers, as well as trade them at the Prague Stock Exchange (PX) and the Leipzig Stock Exchange (EEX). The Group offers both long-term and spot market contracts. The expected volume of electricity generation can be up to 4.5 TWh per year. Secondary products include materials for the construction industry: ash, slag and FGD gypsum.



Information on persons  
responsible for annual report

## Information on persons responsible for annual report

### Responsibility for annual report

**Declaration:**

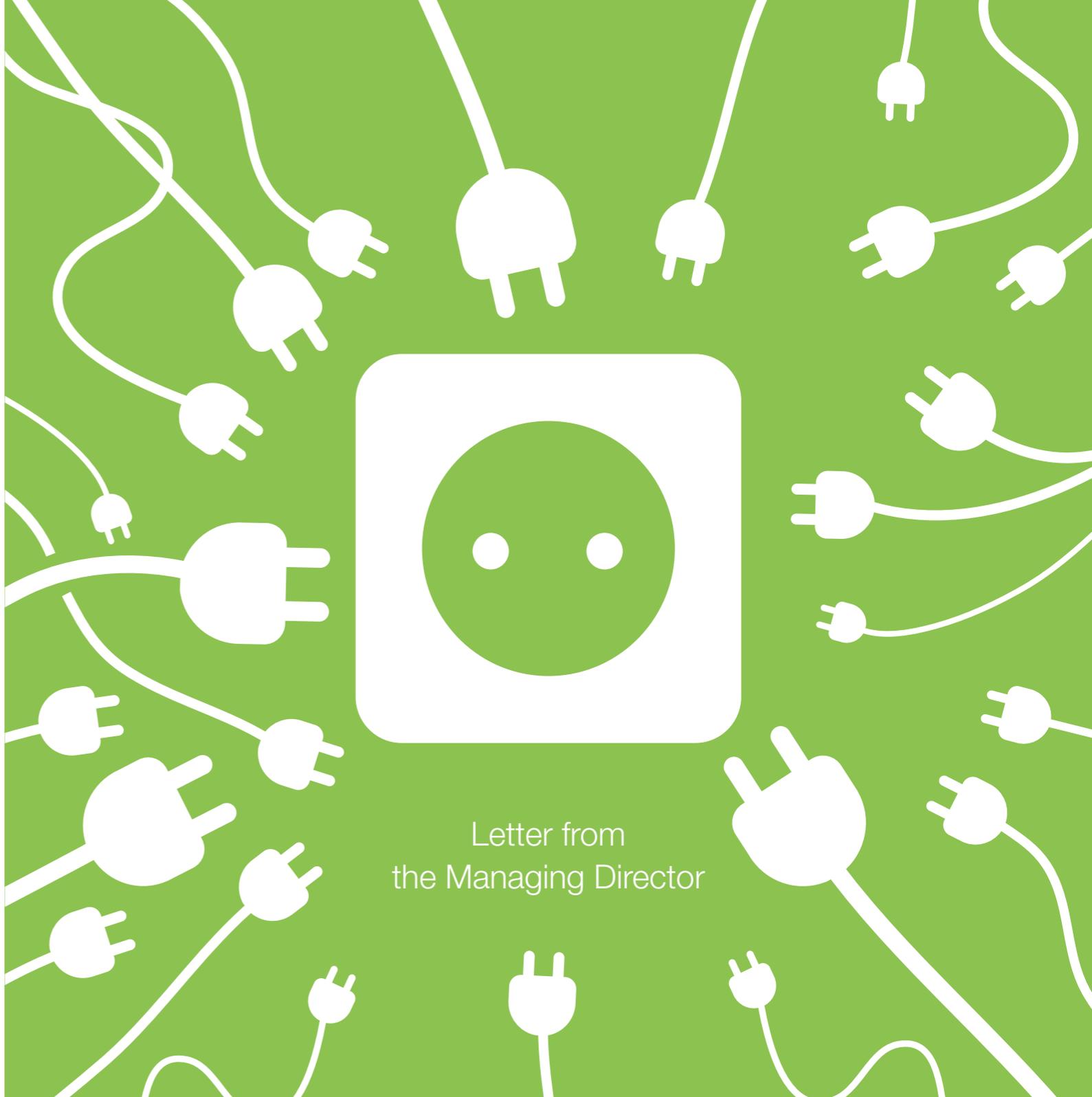
We hereby declare that the information presented in the 2013 annual report of Elektrarna Chvaletice is true to the facts and that no relevant information has been omitted that could influence an accurate and precise assessment of the Company.

In Chvaletice 8 August 2014

**Ing. Jan Dienstl**  
Chairman of the board

**Ing. Luboš Pavlas**  
Member of the board

**Ing. Jan Pozler**  
Member of the board



Letter from  
the Managing Director

## Letter from member of the board

Dear friends,

Let me begin by expressing my thanks to all employees of Elektrarna Chvaletice, OJSC for great effort they have made in order to manage all tasks of 2013 successfully. The year 2013 was marked by major changes. In March 2013 a contract was signed between ČEZ, OJSC and Severni Energeticka, OJSC on sale of Elektrarna Chvaletice's shares which was later approved by European Commission and the Czech Office for Protection of Economic Competition. No later than in September were shares transferred to Severni Energeticka holding, thus leaving Elektrarna Chvaletice with a short preparation period for its demerger from the CEZ Group, so that it could exist on its own and become an independent, fully-fledged company under new ownership.

Elektrarna Chvaletice went through three different phases over the course of 2013. In the first phase, till the end of June, the power plant operation was ensured under the „Agreement on Reprocessing“, with central activities such as production planning, fuel buying, human resource agenda, investments or electricity consumption provided by the ČEZ Group. The next two months were marked by preparation of the Company for the takeover by a new owner, Severni Energeticka, OJSC. The third phase was primarily about contractual and factual ensuring of all activities previously provided by ČEZ Group. The most important task in this period was to master business skills of selling electricity on the Czech Stock Exchange as well as on foreign stock exchanges on the basis of both short-term and long-term relations, and to ensure production planning and swift communication between people managing the power plant and dealers engaged in selling electricity.

Elektrarna Chvaletice, OJSC gradually had to complement and add to its knowledge capacities and skills in various fields such as IT, purchasing, human resources, accounting or investment; either by creating its own team of workers or by ensuring provision of the services by Severni Energeticka, OJSC.

Currently, there are important decisions to be made ahead of us on technical and structural adjustments that will move the power plant's service life limit beyond the year 2030. There are projects prepared for ecologization of individual power plant

blocks, so that the power plant meet the stringent environmental limits. This is a significant step in the history of Elektrarna Chvaletice, OJSC, since the prolongation of the power plant operation will have a positive effect not only on the company itself, but also on employees, suppliers and the entire region.

Elektrarna Chvaletice OJSC is aware that it is one of the leading companies in the Pardubice region and it wishes to continue cooperation with surrounding municipalities as well as with institutions, by means of which it aims to promote and support education, charity projects, sports and leisure activities, primarily of children and the youth.

As an independent company, Elektrarna Chvaletice, OJSC actively engaged in the economic sphere and became a member of many important associations such as the Association for District Heating of the Czech Republic, the Czech Association of Energy Sector Employers, Chamber of Commerce and the Association of Energy Managers. Despite such significant and challenging changes I regard the year 2013 as successful; and on behalf of the board of directors and my own, I would hereby like to thank everyone who helped us achieve these positive results. I wish everyone a lot of energy and success in our common work in the upcoming period.

Ing. Luboš Pavlas  
Member of the board



## Main events of 2013 and 2014 (until the date of issuing the annual report)

## Main events of 2013 and 2014 (until the date of issuing the annual report)

In 2013, ČEZ offered Elektrarna Chvaletice, OJSC for sale within the process of settlement of a dispute with the European Commission, in which ČEZ has voluntarily committed itself to reducing its share in electricity production. In March, a contract on the sale of Elektrarna Chvaletice was signed between the parties Litvínovská uhelná, OJSC and ČEZ, OJSC.

On 12 April 2013 Litvínovská uhelná, OJSC filed an Application for the Approval of a Merger – acquisition of sole control over Elektrarna Chvaletice Czech Office for the Protection of Economic Competition.

In May 2013 Bureau Veritas Czech Republic, Ltd. performed a second surveillance audit in accordance with standard ČSN EN ISO 14001: 2005; the certification is valid till May 2014.

On 30th June 2013 the membership of board chairman Mr. Jaroslav Volšický expired and with effect from 1 July 2013 Mr. Jan Pozler was appointed chairman of the board. Mr. Miloš Gruber was elected vice-chairman of the board and Mr. Milan Prokop became a new member of the board of directors.

On 2 September 2013 Severni Energeticka, OJSC took control of all shares of Elektrarna Chvaletice, OJSC from the ČEZ Group, thus becoming a 100% owner of Elektrarna Chvaletice. As of 2 September 2013, new members of statutory bodies were appointed. Mr. Jan Dienstl became a chairman of the board, Mr. Luboš Pavlas and Mr. Jan Pozler became vice-chair-

men of the board. Mr. Miloš Gruber, Mr. Milan Prokop and Mr. Zdeněk Fousek became members of the board. Mr. Tomáš Fohler, Mr. Petr Karas and Mr. Jan Dvořáček were appointed members of supervisory board. A new managing director Mr. Luboš Pavlas, whose many years of professional and managerial experience will ensure implementation of strategic plans of shareholders, was entrusted by management of the company.

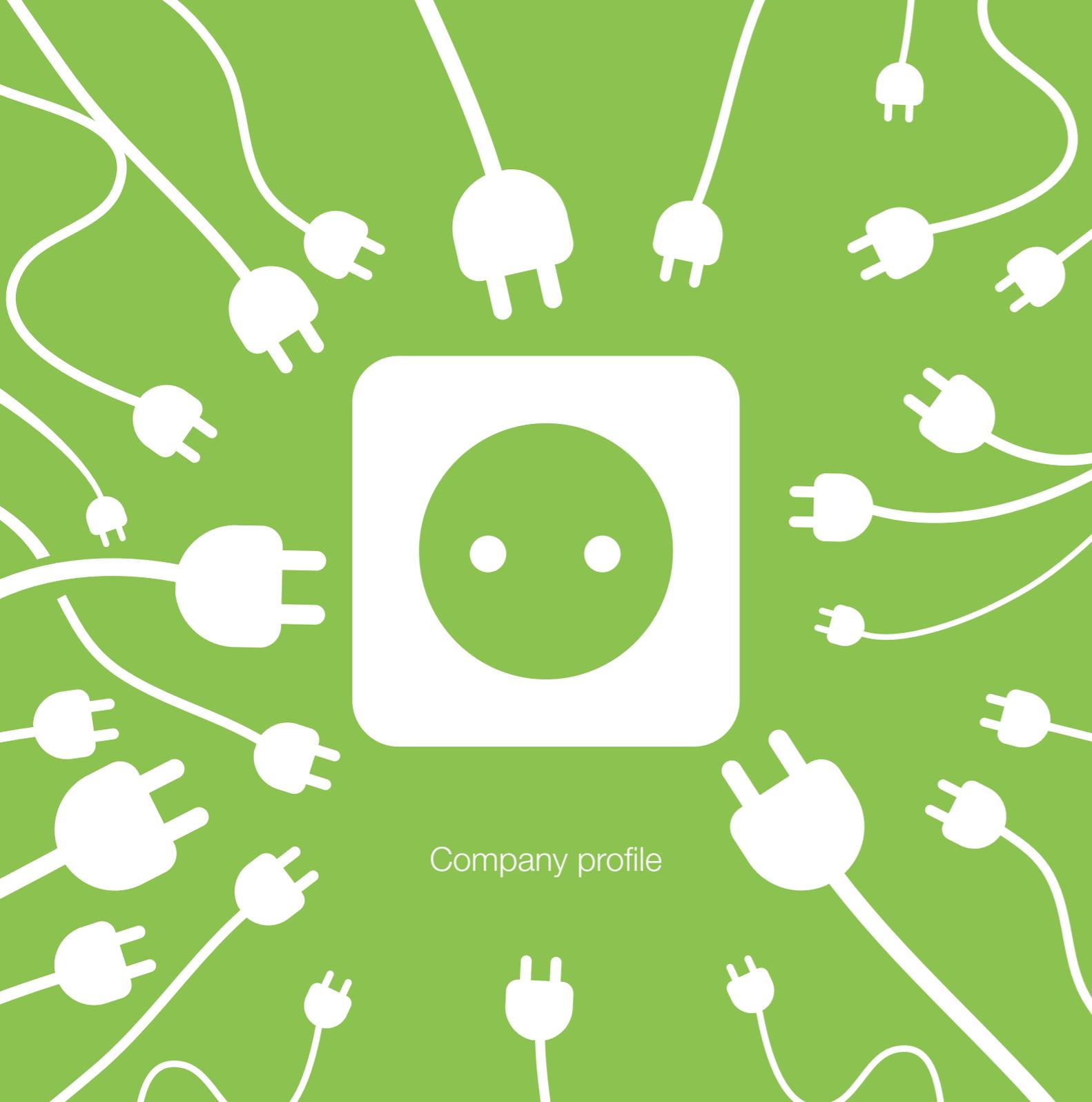
On 22 October 2013 the State Labour Inspection Office granted Elektrarna Chvaletice, OJSC a Certificate of Implementation of Occupational Health and Safety Management System, meeting all requirements of ILO-OSH 2001 and OHSAS 18001:2007, gaining the right to the use „Safe Enterprise“ label. The certification is valid until 22<sup>nd</sup> November 2016.

On 31 December 2013 the board memberships of Mr. Zdeněk Fousek and Mr. Miloš Gruber expired.

On 8 January 2014 an Amendment to the Collective Agreement was signed for the period of 2007 – 2014.

On 28 May 2014 the board membership of Mr. Milan Prokop expired, Mr. Luboš Pavlas and Mr. Jan Pozler became members of the board.

An external audit was performed as a part of annual accounting and financial statements, the full and complete results of which are included in this report.



## Company profile

## Company profile

Elektrarna Chvaletice, a joint stock company, was established in 2012 by a demerger from ČEZ, OJSC, and it became a part of the ČEZ Consolidated Group. The power plant's transformation into an independent company made it easier to monitor the company's economy and enabled greater flexibility in negotiations on its future. Company's establishment was duly registered in the Commercial Register at the Regional Court in Hradec Králové on 1 February 2010.

On 2<sup>nd</sup> September 2013 Severní Energetická, OJSC took control of all shares of Elektrarna Chvaletice, OJSC from ČEZ Group, thus becoming a 100% owner of Elektrarna Chvaletice. The Purchase Contract signed in March was first reviewed and approved by the Czech Office for the Protection of Economic Competition. Severní energetická (back then Litvínovská uhelná) was approved as a suitable buyer also by the European Commission. A new managing director, Mr. Luboš Pavlas, was entrusted by company management. A financial guarantee of the contract is CSOB bank.

The principal business of Elektrarna Chvaletice, OSJC encompasses production of electricity and thermal energy, electricity trade and distribution of thermal energy.

Elektrarna Chvaletice, OSJC is a major employer of the East Bohemia region. It provides its employees with a great range of employee benefits, from food, electricity and pension plan contributions, personal accounts for recreation, to an extra week of vacation. Elektrarna Chvaletice, OSJC wants to be a good neighbour, and therefore it supports the East Bohemian region through sponsorship in many areas, particularly in the areas of education, sport, charity and leisure activities for children and youth. Last year, Elektrarna Chvaletice, OSJC contributed a total of 1,219,000 CZK sponsorship of various projects. The Company's perspective also brings perspective to the region in which it operates.

### Mission of Elektrarna Chvaletice, OJSC

To provide customers with effectively utilised services and products in an environmentally friendly manner.

## Company profile

### Basic information about the Company

<b>Name:</b>	Elektrárna Chvaletice, OJSC
<b>Registered office:</b>	K Elektrárně 227, Chvaletice, postal code 533 12
<b>Legal form:</b>	Joint Stock Company
<b>Registered number:</b>	28786009
<b>Dully registered at:</b>	Regional Court in Hradec Kralove, section B, 2905
<b>Bank:</b>	Československá obchodní banka, a.s. Praha, / CSOB, OJSC, Prague
<b>Bank account number:</b>	117517863/0300 (CZK) 12484280/0300 (EUR)
<b>Internet:</b>	<a href="http://www.sev-en.cz">www.sev-en.cz</a> , <a href="http://www.echas.cz">www.echas.cz</a>
<b>Email:</b>	<a href="mailto:echas@echas.cz">echas@echas.cz</a>
<b>Phone:</b>	462 101 111

### Scope of Business

The main scope of business of Elektrarna Chvaletice, OJSC, is:

- Electricity production
- Electricity trading
- Thermal energy production
- Thermal energy distribution
- Production, trade and services not specified in Annexes 1 to 3 of the Trade Act
- Plumbing and heating
- Accounting, Bookkeeping, tax accounting
- Rental of property, apartments and commercial space
- Installation, repair, inspection and testing of electrical equipment



Statutory bodies  
and company management

## Statutory bodies and company management

### Board of directors

The board of directors is the statutory body that manages the Company and acts on its behalf. The term of office of individual members of the board shall be five years. The boards' competences are specified in detail in the Articles of Association approved by the general meeting.

Members of the board of directors as at 31 December 2013		
Chairman	Ing. Jan Dienstl (8. 7. 1970)	since 2 September 2013
Vice-chairman	Ing. Luboš Pavlas (26. 10. 1957)	since 2 September 2013
Vice-chairman	Ing. Jan Pozler (5. 3. 1966)	since 1 September 2010
Member	Ing. Milan Prokop (16. 4. 1963)	since 1 July 2013

### Supervisory Board

The supervisory board is the supervisory body of the Company, it monitors and oversees the board of directors as well as the Company's business and proposes necessary measures to the board. The members of the supervisory board are entitled to inspect all documents and records relating to activities of the Company, control proper keeping of accounting records and check that business activities of the Company are carried out in accordance with valid legislation, articles of association and the instructions of general meeting.

Members of the supervisory board as at 31 December 2013		
Chairman	Ing. Tomáš Fohler (30. 1. 1974)	member since 2 September 2013
Member	Jan Dvořáček (1. 2. 1972)	since 1 January 2011
Member	Ing. Petr Karas (25. 3. 1941)	since 2 September 2013

Executive management of the company as at 31 December 2013		
Managing director	Ing. Luboš Pavlas	since 2 September 2013
Technical director	Ing. Jan Pozler	since 1 September 2010
Financial director	Ing. Miloš Gruber	since 1 September 2010

Report of the board  
of directors  
on the Company's  
business activities

## Report of the board of directors on the Company's business activities

### Overview of chosen technical and economic indicators

Technical Indicators		2011	2012	2013
Installed power	[MW]	800	800	800
Electrical energy production	[MWh]	2 903 059	3 424 826	3 122 124
Heat supplies	[GJ]	175 231	162 515	143 841

Economic Indicators		2011	2012	2013
Revenues of heat sales	[mil. CZK]	9	9	9
Revenues of electricity sales	[mil. CZK]	4 280	4 742	4 685
Stated capital	[mil. CZK]	4 406	4 406	4 406
Net Assets	[mil. CZK]	6 802	7 148	7 624
Total expenditures	[mil. CZK]	4 389	4 601	4 636
Net profit	[mil. CZK]	1 033	1 108	263
EBITDA	[mil. CZK]	2 055	2 128	846
Workforce headcount at 31 December 2013	[number]	228	225	261

### Results of economic activity

At the end of June 2013 the Agreement on Reprocessing between ČEZ, OJSC and Elektrarna Chvaletice, OJSC was terminated. On the basis of this Agreement the exclusivity of coal buying and electricity selling was granted to ČEZ, OJSC. Upon termination of the agreement Elektrarna Chvaletice began to sell electricity on the electricity market as well as buy coal from Severni Energeticka, OJSC. For this reason, the years 2012 and 2013 are incomparable.

## Report of the board of directors on the Company's business activities

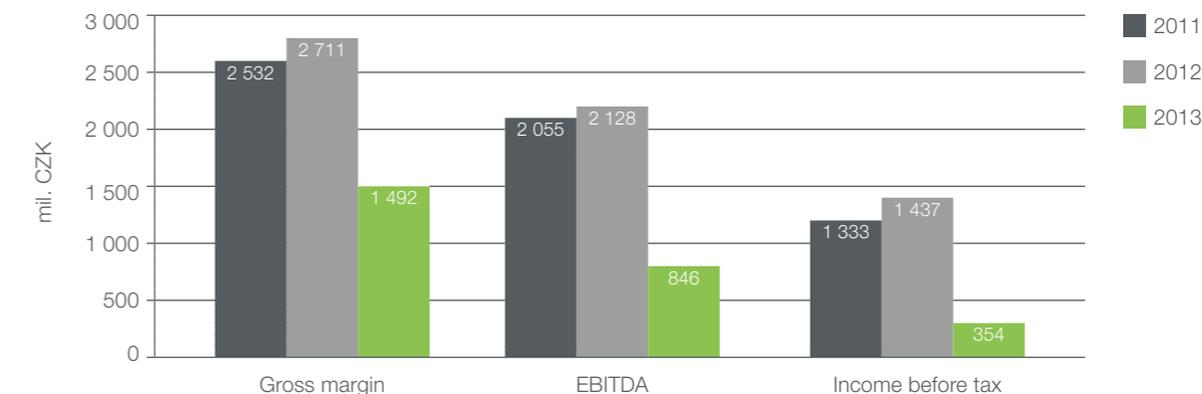
Elektrarna Chvaletice, OJSC reached a total of CZK 263 million net profits in 2013, with total revenues of CZK 4,899 million.

CZK 4,636 million. Operating income before depreciation and amortization (herein referred to as EBITDA) was CZK 846 million. Profit before tax amounted to CZK 354 million.

Of the total revenues generated, revenues from the sale of electricity represented CZK 4,685 million and revenues from the sale of heat CZK 9 million, with total expenses of

Value of assets (net) compared to last year increased by CZK 477 million to the total amount of CZK 7,624 million.

### Trends in indicators of gross margin, EBITDA and income before tax



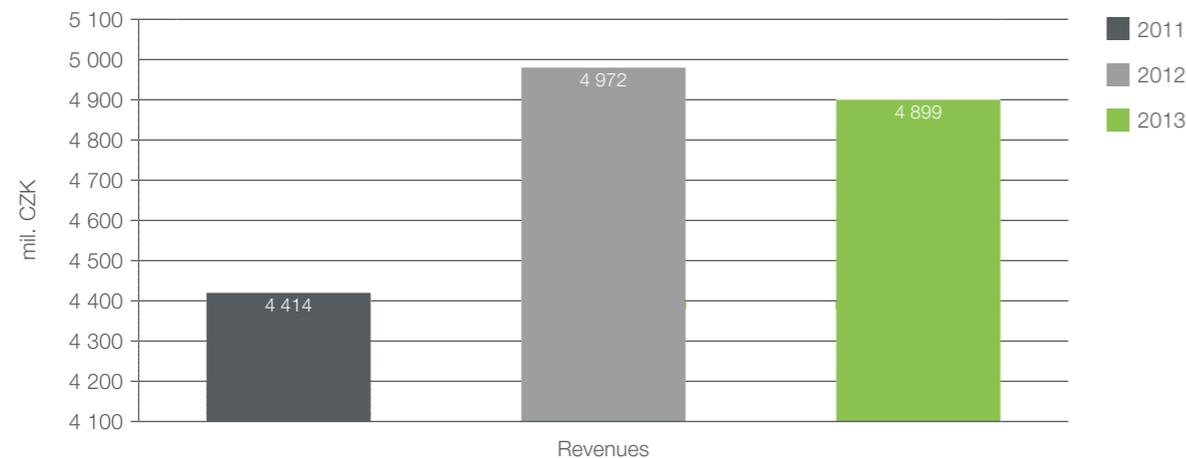
## Report of the board of directors on the Company's business activities

### Development of expenses



Variable expenses exclude emission allowance expenses.

### Development of revenues



## Report of the board of directors on the Company's business activities

### Investments

Within the investment framework property was acquired for the purpose of renewal, reconstruction and modernization of production technology. In 2013 a total of CZK 92 million was invested in various investment projects, of which CZK 69 million was invested into restoration activities. Another major investment of CZK 5 million was made into information technology.

### Evaluation of trends in technical and operating indicators

Elektrarna Chvaletice, OJSC is one of the largest providers of a combined production of electricity and heat in the Czech Republic. Both products at the same time represent the principal business of the company. In 2013 it produced a total of 3,122,124 Mwh of electricity and 143,841 GJ of heat. The coal used in the electricity and heat production process was purchased from ČEZ, OJSC and Severní Energetická, OJSC. For the purpose of production units start-up as well as the boiler start-up, liquid fuel (TTO and ELTO) was purchased from ČEZ, OJSC. The Production of electric energy and heat is associated with the purchase of lime and limestone from the quarry of Kotouč Štramberk, Ltd. and from Vapenka Certovy Schody, OJSC. For the purpose of electricity and heat production and cooling surface water, was purchased from the Povodí Labe company.

### Electric energy

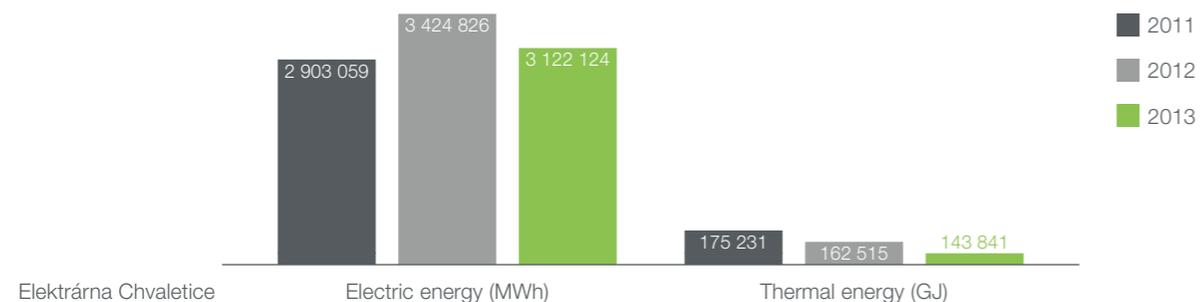
Until August 2013, the sole purchaser of electricity was ČEZ, OJSC. Since September 2013 the major purchasers were Czech Coal, OJSC and ČEZ, OJSC. Since October 2013 electricity has been sold to other customers as well. At the same time, electric energy was sold to retail customers at the plant site the whole year. Support services business was carried out in conjunction with CEPS, OJSC.

### Thermal energy

Elektrarna Chvaletice, OJSC is the leading supplier of heat into ČEZ Teplarenska, OJSC system in the local region. Furthermore, thermal energy is being sold to retail customers at the power plant site.

## Report of the board of directors on the Company's business activities

### Trends in production of electric and thermal energy



### Shares and shareholders

As at december 31 2013 the registered capital of Elektrárna Chvaletice, OJSC totalled CZK 4,406 million. The statement of shareholders of December 31, 2013 mentions no other shareholders but Severní Energetická, OJSC which is thus the sole owner of Elektrárna Chvaletice shares.

As at december 31, 2013, the Company's registered capital consisted of 4,406 registered shares, each with a nominal value of CZK 1,000,000. The transfer of Elektrárna Chvaletice, OJSC shares is subject to the approval of the board of directors, upon receiving the standpoint of the Supervisory Board.



## Report of the board of directors on the Company's business activities

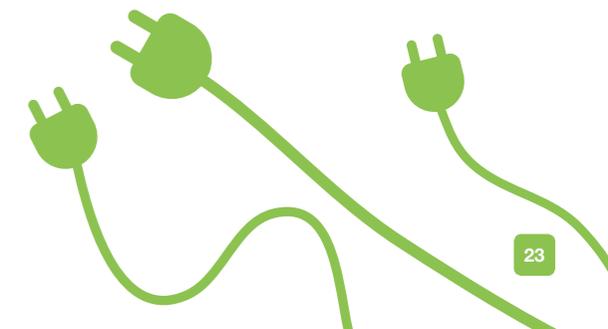
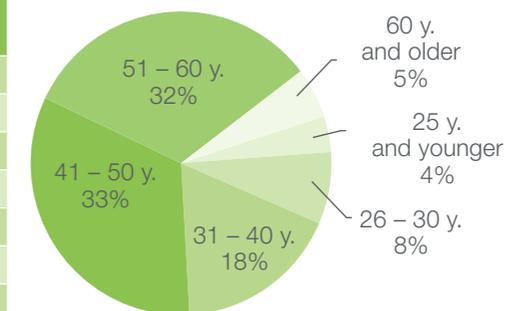
### Human resources

#### Number of employees

	31. 12. 2012	31. 12. 2013
Work force headcount	225	261
Converted workforce headcount	226,9	240

#### Work force by age as at 31 December, 2013

Age	Number of	%
25 years and younger	10	3,83
26 – 30 years	20	7,66
31 – 40 years	46	17,63
41 – 50 years	86	32,95
51 – 60 years	85	32,57
60 years and older	14	5,36
<b>Total</b>	<b>261</b>	<b>100</b>



## Report of the board of directors on the Company's business activities

### Social policy

The basis of the social policy of the Company is formed by The collective agreement valid for the period of September 1, 2010 – December 31, 2014 and the Labour Code including related legislation.

The most significant areas in which contributions have been allocated are as follows:

- Meal vouchers
- Supplemental pension and life insurance contributions
- Vacation contributions for employees and their family members in form of personal accounts.

Other supplementary benefits are granted under the collective agreement, such as an additional week of holidays, shortened 37,5-hour working week, etc.

On January 8 2014; Amendment No. 4 of the Collective Agreement of Elektrarna Chvaletice was signed for the period of 2010 – 2014. The most important part of the Amendment includes a provision on wage growth for the year 2014:

- agreed increase in tariff salaries, bonuses and allowances for standby duty by 2% from 1 January 2014;
- as for contractual wages, an increase of the total wage bill was agreed on which will enable the growth of contractual wages by 2% from 1 April 2014. The growth of contractual wages for each employee is not claimable.

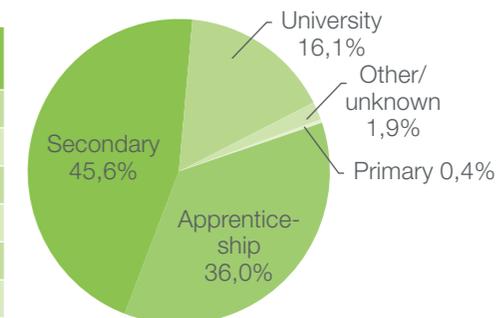
### Education

The Company pays great attention to the development of its employees. It is common for Elektrarna Chvaletice to organise not only mandatory trainings required to maintain or deepen the qualifications of its staff that are necessary to ensure the activities related to the principal business of the Company. Activities related to training and retraining were organized by ČEZ, OJSC, on the basis of SLA contracts.

## Report of the board of directors on the Company's business activities

### Education structure of the workforce at 31 december 2013

Level of education	Workforce headcount	Share in %
Primary	1	0,38
Apprenticeship	94	36,02
Secondary	119	45,59
University	42	16,09
Other/unknown	5	1,92
<b>Total</b>	<b>261</b>	<b>100</b>



### Environmental protection policy

Elektrarna Chvaletice is one of the leading production companies in the Pardubice region and it operates on the basis of an integrated permit (hereinafter the „Decision“) in compliance with Act No. 76/2202 Coll., on integrated prevention; and on the basis of certified EMS system in accordance with ČSN ENO ISO 14001: 2005. <sup>1</sup>(EMS – Environmental management system).

<sup>1</sup> The Environmental management system (hereinafter „EMS“) forms a part of the overall management system of the Elektrarna Chvaletice power plant. The system includes an organizational chart, responsibility division and procedures and processes given by technology, all of which takes consideration of the influence on environment. Elektrarna Chvaletice made the decision to implement EMS voluntarily and at its own cost. The implementation of this environmental management system is a matter of prestige to the top management of the Company. The system is expected to lead to the ensurance of permanent economic growth and prosperity. As a result of the system implementation, material and energy is saved, lower fees for environmental burden are charged, fines and sanctions are minimized and the production quality is enhanced. Therefore Elektrarna Chvaletice also has its own environmental protection policy. The implementation of EMS documents into plant operation is a task for the plant's managing staff who is responsible for the environmental impact of the Company. A similar responsibility is also required from other employees.

## Report of the board of directors on the Company's business activities

In May 2013 the Bureau Veritas Czech Republic, Ltd. performed a second surveillance audit in accordance with standard ČSN EN ISO 14001: 2005; the certification is valid till May 2014.

The Elektrarna Chvaletice plant ensures the safe production of electricity as a significant component in the power system, with electricity and heat produced in an environmentally friendly manner. In 2013 the plant produced a total of 3,122,124 MWh of electricity at a coal consumption of 2,657,121 tons of brown coal (the average calorific value of 12,288 GJ / kg, the average sulphur content in the original sample 1.44%) and 3,250 tons of liquid fuel (average sulphur content of 0.96 %).

### Results of continual measurement of emissions in 2013

Emissions in the period of 1 January 2013 to 31 December 2013 in tons:	
TZL	317,6
SO <sub>2</sub>	2 250,9
NO <sub>x</sub>	3 633,6
CO	183,8

Emission concentration in the period of 1 January 2013 to 31 December 2013 in mg/m <sup>3</sup> :		
	Line 1	Line 2
TZL	25,19	26,82
SO <sub>2</sub>	188,57	137,58
NO <sub>x</sub>	300,76	334,8
CO	17,29	13,58

An air pollution monitoring station for measuring pollutants SO<sub>2</sub> and NO<sub>x</sub> is located in the village Hošťalovice in the Ore Mountains and SO<sub>2</sub> air pollution measurements are carried out in Chvaletice.

## Report of the board of directors on the Company's business activities

### CO<sub>2</sub> emission allowances

Within the third national allocation plan, each listed operator of the source is granted a certain amount of CO<sub>2</sub> allowances free of charge every year. The allowance amount was newly divided into allocation allowances for electricity (against the amount of investments made into ecology) and allocation allowances for heat. For 2013, in accordance with the EU Commission Decision, a total of 1,479,130 pieces of CO<sub>2</sub> allowances for electricity and 11,019 pieces of CO<sub>2</sub> emission allowances for heat were allocated to Elektrarna Chvaletice, OJSC. The allowances account of source operators is managed by OTE and the amount of CO<sub>2</sub> emitted in given calendar year has to be verified and reported to the Ministry of the Environment no later than by March 15 of the following year.

The CO<sub>2</sub> emission from fossil fuels and material was verified by the auditing company Bureau Veritas Czech Republic, Ltd. in February 2014 by issuing a statement on greenhouse gasses in 2013, confirming the consumption of 1,479,130 pieces of CO<sub>2</sub> allowances.

Emission allowances are accounted for as long-term intangible, non-depreciable asset that are to be assessed by their purchase price or possibly by their replacement cost if were they acquired free of charge. Emission allowances consumption is accounted at the latest at the date of closure of the final accounting statement further depending on the emissions of the given accounting unit in a calendar year. Acquiring of allowances free of charge is accounted for as funding without decreasing the financial assessment of long-term assets. Such funding is amortized to income at the same time and in the same amount as allowances are consumed and accounted for as expensed.

Emission allowance amount (in tons)	2013
Allowances consumption on the basis of measured emissions	3 020 820
Emission allowances sale	0
Reserve for additional purchase of allowances	45 036
Purchased emission allowances	2 975 784

## Report of the board of directors on the Company's business activities

### Waste

The waste issue is dealt with in accordance with the law, the system of non-waste technology, the use of secondary raw materials and in accordance with the Decision. In 2013, the total cost of the disposal of hazardous and other waste was in the amount of CZK 4,178,993.

### Secondary energy products

The most important approach to reducing waste production is waste prevention and the use of certified energy by-products. Currently, there are eight certificates for different types of fly ash, slag, FGD gypsum and stabilizer that were produced in the amount of 1,036 694.84 tons in 2013. Certified products are used in the construction industry (cement, concrete), as sub and backfilling in the construction of roads and railways, as well as for landscaping and terrain reconstruction purposes.

Other products are processed in the programme „Land Reclamation of Chvaletice Region“ where, on the basis of a building permit, shaping and reclamation of the landscape devastated by earlier activity of manganese-sulphide plant takes place. Reclamation in the area around Chvaletice municipality is in compliance with the „Land Reclamation of Chvaletice Region“ programme, as well as with the urban municipality plan of Chvaletice and the „Pardubice Region and Environmental Protection“ strategy. The costs associated with the reclamation in 2013 amounted to CZK 69,144,523.

### Water management

Wastewater treatment is carried out using the latest technology, and in order to minimize the discharge of treated wastewater. Concentration values are measured in accordance with the Decision and all of its requirements have been met (compliance with the emission limits for discharged water, regular water assessment and payment of the waste water fee). Fees for discharge of wastewater into surface waters are in the amount of CZK 325,900, charges for the consumption of surface water of the river Elbe are 37,103,364 CZK.

## Report of the board of directors on the Company's business activities

### Inspection of compliance with environmental protection requirements

In April 17 and 18, 2013 the Czech Environmental Inspectorate Hradec Kralove performed an inspection in accordance with Act No. 59/2006 Coll., on prevention of major incidents caused by selected dangerous chemicals or chemical products. The inspection included all buildings and facilities where any handling of heavy fuel oil (mazut), extra light fuel oil, diesel and technical gases takes place. The inspection found no errors.

In June 24, 2013, the Czech Environmental Inspectorate Hradec Kralove performed an inspection on meeting the requirements and duties related to air protection, (compliance with the emission limits for air emissions, emission limits maximum, yield of continuous emission measurement and payment of fees for air pollution) in accordance with Act No. 201/2012 Coll., on air protection. The inspection which found no errors also concentrated on the trading with CO<sub>2</sub> emissions.

### Safe Enterprise

The Elektrarna Chvaletice plant strictly follows the requirements of the law and other regulations to ensure the safety and health at work in all its activities. As every year, health and safety at work was, in terms of priority, ranked at the highest level also in 2013. This is why the program „Safe Enterprise“ has been implemented, which the company's management has set as one of the main objectives. The greatest emphasis is placed on prevention. All operations are controlled so as to ensure utmost safety of people and a healthy working environment. Target completion, as required by the programme „Safe Enterprise“, is regularly monitored and evaluated. BOZP objectives were met in 2013. The whole outcome was verified during the annual internal audit of the „Safe Enterprise“ programme.

In 2013 a recertification audit was performed of the „Safe Enterprise“ programme. The programme was successfully defended and a certification for further three years was obtained. The Company carried out a review of safety and health at work in all workplaces, doing so in compliance with the provision of Act No. 262/2006 Coll., the Labour Code. All detected shortcomings were removed and everything was carried out under the supervision of trade representatives.

## Report of the board of directors on the Company's business activities

In 2013, one work related injury of regular staff was recorded, resulting in a sick leave for 21 days. There were no cases of occupational disease in 2013. Elektrarna Chvaletice pays extraordinary attention to activities in the field of health and safety at work, fire protection, environment and emergency planning.

### Sponsorship

In 2013, Elektrarna Chvaletice, OJSC supported a total of eighteen projects with a total value of CZK 1.219 million, of which sixteen were supported on the basis of donation agreement and two on the basis of sponsorship agreement. The most important donation was a contribution to the Chvaletice municipality for the repair of the evangelical church in the mining district; and a contribution to an interactive learning set for Smetanova Elementary School, Přelouč.



**Ing. Jan Dienstl**

Chairman of the board of directors

## Report of the board of directors on the Company's business activities

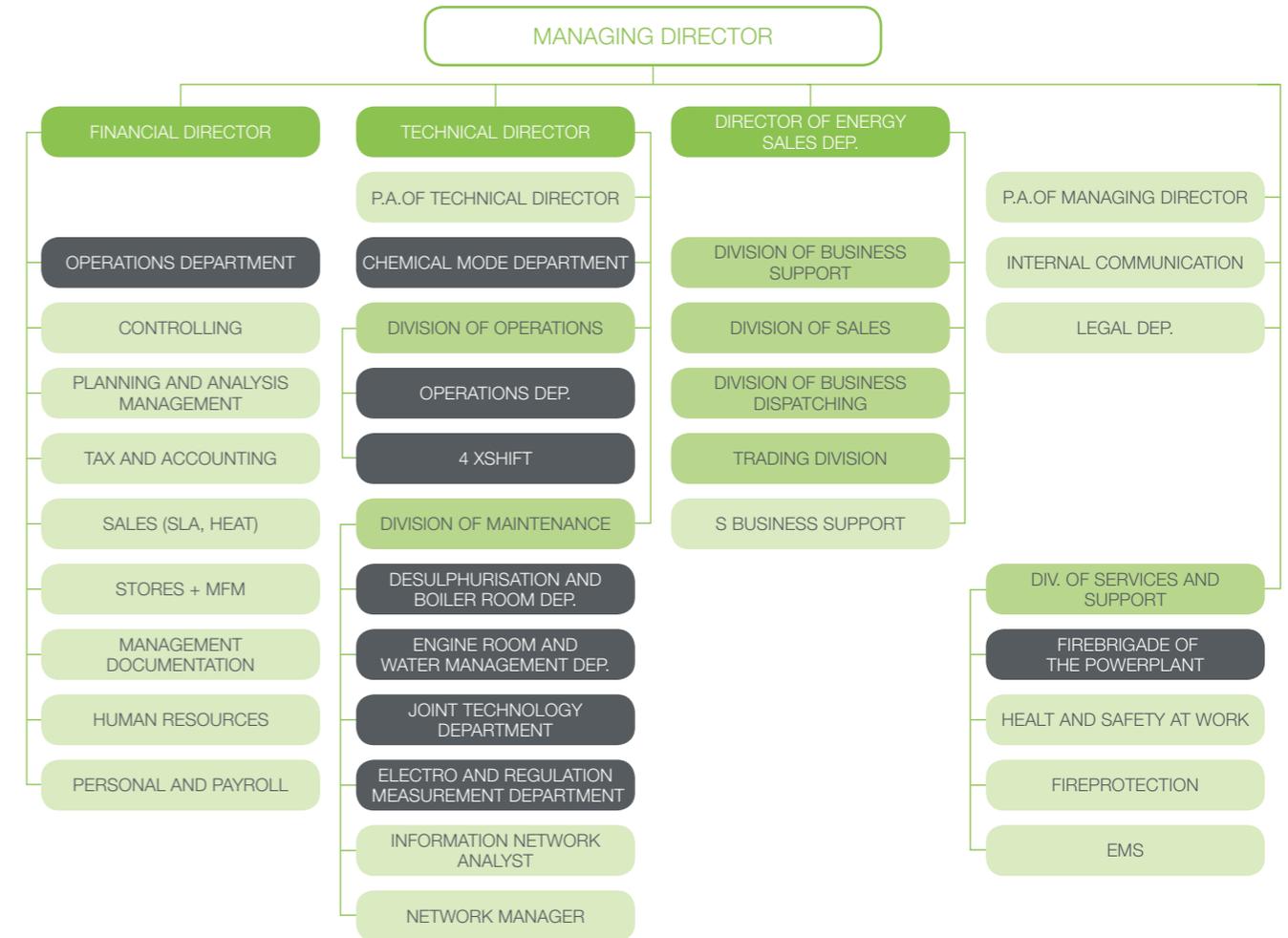
### Sponsorship

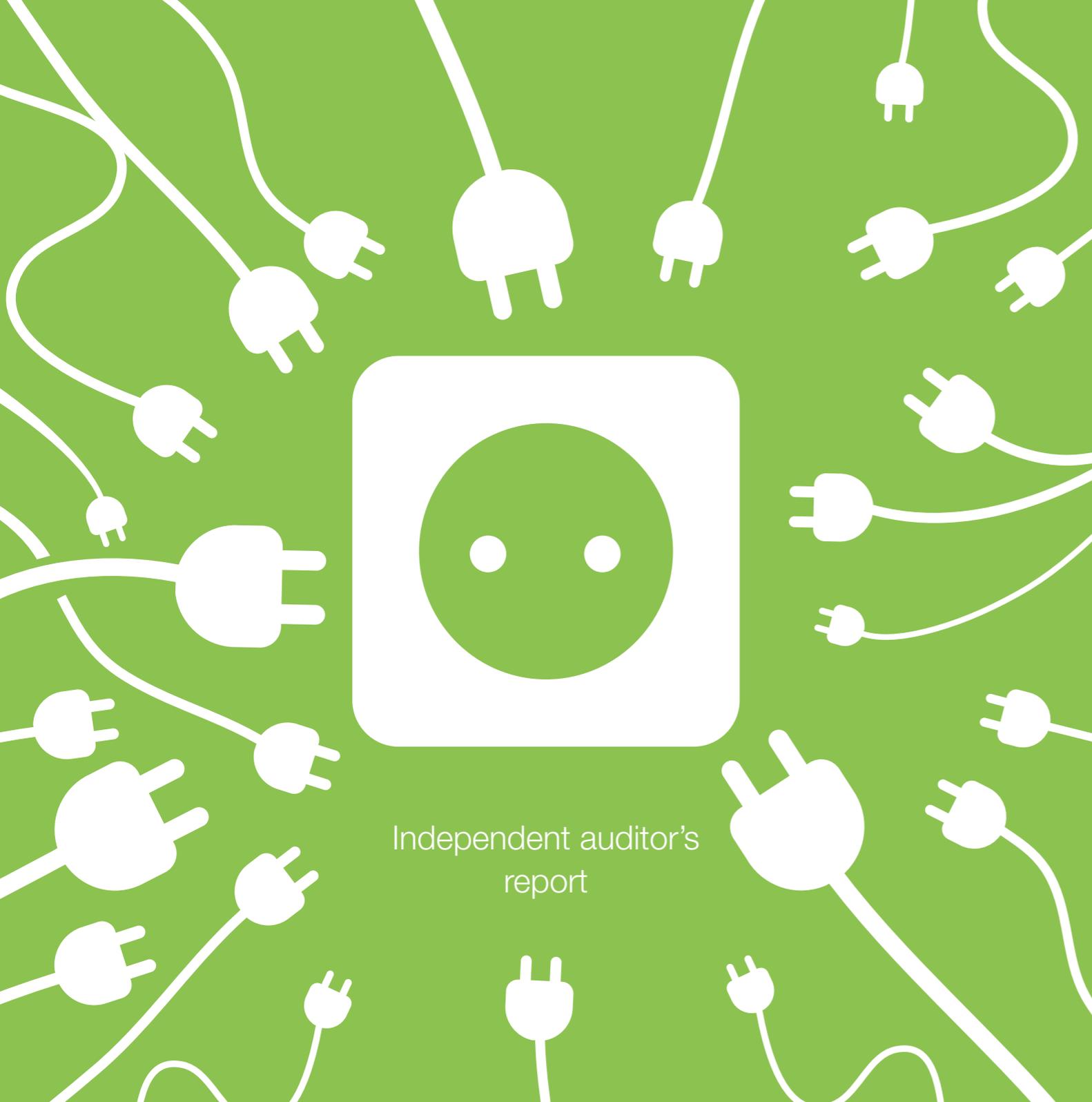
Project	CZK, thousand
Repair of the plaster of the evangelical church in the mining district of Chvaletice, Chvaletice	750
Purchase of an interactive learning set, projector, notebook, software for Smetanova ES, Přelouč	60
Contribution to the event „Saying Goodbye to Summer“ in Chvaletice	40
Project: „Playground Kojice“	40
Support of sports teams in regional and other competitions TJ Energetik Chvaletice	30
Purchase of basic clubhouse facilities for the youth club base of hockey ball club Přelouč Hawks, Přelouč	30
Partner of Rugby Club Přelouč	30
Partner of Basketball Club Přelouč	30
Contribution to purchase of new EKG device for Dr. Hyhlík's surgery	26
Buying textbooks for elementary school at Masaryk Square Přelouč	23
Contribution to GM engine purchase for speedway motorcycle for the Speedway champion of the Czech Republic Vaclav Milik	20
Contribution to purchase of „Pushball“ for polo club of Secondary School of Horse Breeding in Kladruby	20
Purchase of climbing equipment for scouts Chvaletice	20
Building a small kitchen corner, mini-fridge, computer, interior children's slide in the family centre Chvaletice	20
Purchase of trophies and other gifts for winners of 5 <sup>th</sup> Championship In Flanders Bouvier, Bauceron and Briar, Czech Dog Breeding Association Přelouč	20
Repair of the plaster of evangelical church in Chvaletice mining district, parish choir	20
Support of the youngest category teams of floorball club Přelouč Eagles	20
Purchase of a sound system for the theatre group in the children and youth institution, Přelouč	20



Basic organisational chart  
of the Company

## Basic organisational chart of the Company





## Independent auditor's report



KPMG Česká republika Audit, s.r.o.  
Pobřežní 648/1a  
186 00 Praha 8  
Česká republika

Telephone +420 222 123 111  
Fax +420 222 123 100  
Internet www.kpmg.cz

This document is an English translation of the Czech auditor's report.  
Only the Czech version of the report is legally binding.

### Independent Auditor's Report to the Shareholder of Elektrárna Chvaletice a.s.

#### Financial Statements

On the basis of our audit, on 31 March 2014 we issued an auditor's report on the Company's statutory financial statements, which are included in this annual report, and our report was as follows:

"We have audited the accompanying financial statements of Elektrárna Chvaletice a.s., which comprise the balance sheet as of 31 December 2013, and the income statement for the year then ended, and the notes to these financial statements including a summary of significant accounting policies and other explanatory notes. Information about Elektrárna Chvaletice a.s. set out in Note 1 to these financial statements.

#### Statutory Body's Responsibility for the Financial Statements

The statutory body of Elektrárna Chvaletice a.s. is responsible for the preparation of financial statements that give a true and fair view in accordance with Czech accounting legislation and for such internal controls as the statutory body determines are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Act on Auditors and International Standards on Auditing and the relevant guidance of the Chamber of Auditors of the Czech Republic. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

KPMG Česká republika Audit, s.r.o., a Czech limited liability company and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity.

Obchodní rejstřík vedený  
Městským soudem v Praze  
oddíl C, vložka 24195.  
IČ: 49610187  
DIČ: CZ69001996

# Independent auditor's report

# Independent auditor's report



## Opinion

In our opinion, the financial statements give a true and fair view of the financial position of Elektrárna Chvaletice a.s. as of 31 December 2013, and of its financial performance for the year then ended in accordance with Czech accounting legislation."

## Report on Relations

We have reviewed the factual accuracy of the information disclosed in the report on relations between the controlling entity and the controlled entity and between the controlled entity and entities controlled by the same controlling entity of Elektrárna Chvaletice a.s. for the year ended 31 December 2013 prepared in accordance with the applicable provisions of Act No. 513/1991 Coll., the Commercial Code. The responsibility for the preparation and factual accuracy of this report rests with the Company's statutory body. Our responsibility is to express our view on the report on relations based on our review.

We conducted our review in accordance with Auditing Standard No. 56 of the Chamber of Auditors of the Czech Republic. This standard requires that we plan and perform the review to obtain limited assurance as to whether the report on relations is free of material misstatement. A review is limited primarily to inquiries of the Company's personnel and analytical procedures and examination, on a test basis, of the factual accuracy of information, and thus provides less assurance than an audit. We have not performed an audit of the report on relations and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that would lead us to believe that the report on relations between the controlling entity and the controlled entity and between the controlled entity and entities controlled by the same controlling entity of Elektrárna Chvaletice a.s. for the year ended 31 December 2013 contains material factual misstatements.

## Annual Report

We have audited the consistency of the annual report with the audited financial statements. This annual report is the responsibility of the Company's statutory body. Our responsibility is to express our opinion on the consistency of the annual report with the audited financial statements based on our audit.

We conducted our audit in accordance with the Act on Auditors and International Standards on Auditing and the relevant guidance of the Chamber of Auditors of the Czech Republic. Those standards require that we plan and perform the audit to obtain reasonable assurance that the information disclosed in the annual report describing matters that are also presented in the financial statements is, in all material respects, consistent with the audited financial statements. We believe that the audit we have conducted provides a reasonable basis for our audit opinion.

In our opinion, the information disclosed in the annual report is, in all material respects, consistent with the audited financial statements.

Prague  
8 August 2014

  
KPMG Česká republika Audit, s.r.o.  
Licence number 71

  
Otokar Hora  
Partner  
Licence number 1197





Financial statements

## Financial statements

Balance sheet (non-consolidated) as at 31 December 2013

Income statement classification by nature for the year ended 31 December 2013

Notes to the Czech statutory financial statements

- |   |  |
|---|--|
| 1. Description and principal activities                   | 11. Equity   |
| 2. Significant accounting policies applied by the Company | 12. Provisions                                       |
| 3. Change in accounting policies and procedures           | 13. Segment information                              |
| 4. Fixed assets   | 14. Related parties                                  |
| 5. Non-capitalised tangible and intangible fixed assets   | 15. Employees and executives                         |
| 6. Inventories  | 16. Social security and health insurance liabilities |
| 7. Trade receivables and payables                         | 17. Tax liabilities and subsidies                    |
| 8. Adjustments  | 18. Income tax                                       |
| 9. Bank accounts  | 19. Contingencies and commitments                    |
| 10. Tax receivables                                       | 20. Material subsequent event                        |



## Financial statements

Balance sheet (non-consolidated) as at 31 December 2013

(in thousand of Czech crowns „TCZK“)

Ident. a	ASSETS b	Line c	Current period			Prior period Net 4
			Gross 1	Adjust. 2	Net 3	
	<b>TOTAL ASSETS (L. 02+03+31+63)</b>		<b>18 214 337</b>	<b>- 10 590 065</b>	<b>7 624 272</b>	<b>7 147 569</b>
<b>A.</b>	<b>Receivables for subscribed registered capital</b>	<b>02</b>				
<b>B.</b>	<b>Fixed assets (L. 04+13+23)</b>	<b>03</b>	<b>13 083 817</b>	<b>- 10 544 659</b>	<b>2 539 158</b>	<b>2 973 161</b>
B.I.	Intangible fixed assets (L. 05 to 12)	04	20 089	- 15 105	4 984	320
B.I.1.	Incorporation expenses	05	65	- 50	15	28
2.	Research and development	06				
3.	Software	07	18 435	- 14 263	4 172	292
4.	Intellectual property rights	08	792	- 792		
5.	Goodwill	09				
6.	Other intangible fixed assets	10	797		797	
7.	Intangible fixed assets under construction	11				
8.	Advance payments for intangible fixed assets	12				
B.II.	Tangible fixed assets (L. 14 to 22)	13	13 063 728	- 10 529 554	2 534 174	2 972 841
B.II.1.	Land	14	37 119		37 119	37 119
2.	Buildings	15	4 034 645	- 3 088 859	945 786	1 061 259
3.	Plant and equipment	16	7 226 518	- 6 968 465	258 053	416 729
4.	Cultivated areas	17				
5.	Adult livestock	18				
6.	Other tangible fixed assets	19	415		415	415
7.	Tangible fixed assets under construction	20	144 241		144 241	144 679
8.	Advance payments for tangible fixed assets	21				
9.	Adjustments to acquired fixed assets	22	1 620 790	- 472 230	1 148 560	1 312 640

## Financial statements

Balance sheet (non-consolidated) as at 31 December 2013

(in thousand of Czech crowns „TCZK“)

Ident. a	ASSETS b	Line c	Current period			Prior period Net 4
			Gross 1	Adjust. 2	Net 3	
B.III.	Long-term investments (L. 24 to 30)	23				
B.III.1.	Equity investments – subsidiaries	24				
2.	Equity investments – associated companies	25				
3.	Other long-term securities and ownership interest	26				
4.	Loans – group undertakings, associated companies	27				
5.	Other long-term investments	28				
6.	Long-term investments (provisional value)	29				
7.	Advance payments for long-term investments	30				
<b>C.</b>	<b>Current assets (L. 32+39+48+58)</b>	<b>31</b>	<b>5 128 170</b>	<b>- 45 406</b>	<b>5 082 764</b>	<b>4 171 185</b>
C.I.	Inventories (L. 33 to 38)	32	496 130	- 42 880	453 250	144 269
C.I.1.	Raw materials	33	496 130	- 42 880	453 250	144 269
2.	Work-in-progress and semi-finished products	34				
3.	Finished goods	35				
4.	Young and other livestock	36				
5.	Goods for resale	37				
6.	Advance payments for inventories	38				
C.II.	Long-term receivables (L. 40 to 47)	39	2 884 863		2 884 863	
C.II.1.	Trade receivables	40				
2.	Receivables – group undertakings	41	2 782 995		2 782 995	
3.	Receivables – associated companies	42				
4.	Receivables from shareholders / owners and alliance partners	43				

## Financial statements

Balance sheet (non-consolidated) as at 31 December 2013

(in thousand of Czech crowns „TCZK“)

Ident. a	ASSETS b	Line c	Current period			Prior period Net 4
			Gross 1	Adjust. 2	Net 3	
C.II.5.	Long-term advances paid	44	1 404		1 404	
6.	Estimated receivables	45				
7.	Other receivables	46	100 464		100 464	
8.	Deferred tax asset	47				
C.III.	Short-term receivables (L. 49 to 57)	48	769 689	- 2 526	767 163	4 004 256
C.III.1.	Trade receivables	49	501 692	- 2 522	499 170	656 898
2.	Receivables – group undertakings	50				2 753 738
3.	Receivables – associated companies	51				
4.	Receivables from shareholders / owners and alliance partners	52				
5.	Social security and health insurance	53				
6.	Tax receivables	54	266 910		266 910	22 359
7.	Short-term advances paid	55				14
8.	Estimated receivables	56	1 073		1 073	570 540
9.	Other receivables	57	14	- 4	10	707
C.IV.	Short-term financial assets (L. 59 to 62)	58	977 488		977 488	22 660
C.IV.1.	Cash	59				
2.	Bank accounts	60	977 488		977 488	22 660
3.	Short-term securities and ownership interests	61				
4.	Short-term investments (provisional value)	62				
<b>D.I.</b>	<b>Deferrals (L. 64+65+66)</b>	<b>63</b>	<b>2 350</b>		<b>2 350</b>	<b>3 223</b>
D.I.1.	Prepaid expenses	64	2 176		2 176	3 223
2.	Complex prepaid expenses	65				
3.	Accrued revenues	66	174		174	

## Financial statements

Balance sheet (non-consolidated) as at 31 December 2013

(in thousand of Czech crowns „TCZK“)

Ident. a	LIABILITIES b	Line c	Current period 5	Prior period 6
	<b>TOTAL LIABILITIES AND EQUITY (L. 68+88+121)</b>		<b>7 624 272</b>	<b>7 147 569</b>
<b>A.</b>	<b>Equity (L. 69+73+80+83+87)</b>	<b>68</b>	<b>5 928 640</b>	<b>5 665 261</b>
A.I.	Registered capital (L. 70+71+72)	69	4 406 000	4 406 000
A.I.1.	Registered capital	70	4 406 000	4 406 000
2.	Own shares and ownership interests (-)	71		
3.	Changes in registered capital	72		
A.II.	Capital contributions (L. 74 až 79)	73	157	157
A.II.1.	Share premium	74	157	157
2.	Other capital contribution	75		
3.	Revaluation of assets and liabilities	76		
4.	Revaluation reserve on transformations	77		
5.	Differences resulting from transformations	78		
6.	Change in revaluation reserve on transformations	79		
A.III.	Reserve funds, undistributable fund and other funds from profit (L. 81+82)	80	206 940	151 563
A.III.1.	Statutory reserve fund / Undistributable fund	81	206 940	151 563
2.	Statutory and other funds	82		
A.IV.	Retained earnings (L. 84+85+86)	83	1 052 164	
A.IV.1.	Retained profits	84	1 052 164	
2.	Accumulated losses	85		
3.	Other retained earnings	86		
A.V.	Profit (loss) for the current period (+/-)	87	263 379	1 107 541
<b>B.</b>	<b>Liabilities (L. 89+94+105+117)</b>	<b>88</b>	<b>1 695 632</b>	<b>1 482 308</b>
B.I.	Provisions (L. 90 to 93)	89	103 770	298 296

## Financial statements

Balance sheet (non-consolidated) as at 31 December 2013

(in thousand of Czech crowns „TCZK“)

Ident. a	LIABILITIES b	Line c	Current period 5	Prior period 6
B.I.1.	Tax-deductible provisions	90	20 743	20 743
2.	Provision for pensions and other similar payables	91		
3.	Income tax provision	92		
4.	Other provisions	93	83 027	277 553
B.II.	Long-term liabilities (L. 95 to 104)	94	353 365	379 005
B.II.1.	Trade payables	95		
2.	Liabilities – group undertakings	96		
3.	Liabilities – associated companies	97		
4.	Liabilities to shareholders / owners and alliance partners	98		
5.	Long-term advanced received	99		
6.	Debentures and bonds issued	100		
7.	Long-term bills of exchange payable	101		
8.	Estimated payables	102		
9.	Other payables	103		
10.	Deferred tax liability	104	353 365	379 005
B.III.	Short-term liabilities (L. 106 to 116)	105	1 238 497	805 007
B.III.1.	Trade payables	106	1 201 432	608 628
2.	Liabilities – group undertakings	107		
3.	Liabilities – associated companies	108		
4.	Liabilities to shareholders / owners and alliance partners	109		

## Financial statements

Balance sheet (non-consolidated) as at 31 December 2013

(in thousand of Czech crowns „TCZK“)

Ident. a	LIABILITIES b	Line c	Current period 5	Prior period 6
B.III. 5.	Payables to employees	110	13 076	7 045
6.	Payables to social security and health insurance	111	7 782	4 158
7.	Tax liabilities and subsidies	112	3 472	174 889
8.	Short-term advances received	113		
9.	Debentures and bonds issued	114		
10.	Estimated payables	115	11 100	9 431
11.	Other payables	116	1 635	856
B.IV.	Bank loans and overdrafts (L. 118+119+120)	117		
B.IV.1.	Long-term bank loans	118		
2.	Short-term bank loans	119		
3.	Short-term financial liabilities	120		
<b>C.I.</b>	<b>Accruals (L. 122+123)</b>	<b>121</b>		
C.I.1.	Accrued expenses	122		
2.	Deferred revenues	123		



## Financial statements

Income statement classification by nature for the year ended 31 December 2013

(in thousand of Czech crowns „TCZK“)

Ident. a	b	Line c	Accounting period	
			Current 1	Prior 2
I.	Revenue from goods	1		
<b>A.</b>	<b>Cost of goods sold</b>	<b>2</b>		
<b>+</b>	<b>Gross profit (L. 01-02)</b>	<b>3</b>		
II.	Revenue from production (L. 05+06+07)	4	4 781 443	4 869 506
II.1.	Revenue from own products and services	5	4 781 443	4 869 506
II.2.	Change in inventory of own production	6		
II.3.	Own work capitalised	7		
<b>B.</b>	<b>Cost of sales (L. 09+10)</b>	<b>8</b>	<b>3 491 644</b>	<b>2 430 745</b>
B.1.	Materials and consumables	9	3 176 429	2 126 340
B.2.	Services	10	315 215	304 405
<b>+</b>	<b>Added value (L. 03+04-08)</b>	<b>11</b>	<b>1 289 799</b>	<b>2 438 761</b>
<b>C.</b>	<b>Personnel expenses (L. 13 to 16)</b>	<b>12</b>	<b>186 844</b>	<b>161 612</b>
C.1.	Wages and salaries	13	125 587	113 119
C.2.	Remuneration of board members	14	1 760	1 296
C.3.	Social security and health insurance expenses	15	44 670	38 712
C.4.	Social expenses	16	14 827	8 485
<b>D.</b>	<b>Taxes and charges</b>	<b>17</b>	<b>20 512</b>	<b>187 807</b>
<b>E.</b>	<b>Depreciation of intangible and tangible fixed assets</b>	<b>18</b>	<b>503 962</b>	<b>523 245</b>
III.	Proceeds from disposals of fixed assets and raw material (L. 20+21)	19	62 282	226 520
III.1.	Proceeds from disposals of fixed assets	20		129 316
III.2.	Proceeds from disposals of raw material	21	62 282	97 204

## Financial statements

Income statement classification by nature for the year ended 31 December 2013

(in thousand of Czech crowns „TCZK“)

Ident. a	b	Line c	Accounting period	
			Current 1	Prior 2
<b>F.</b>	<b>Net book value of fixed assets and raw material sold (L. 23+24)</b>	<b>22</b>	<b>61 630</b>	<b>278 439</b>
F.1.	Net book value of fixed assets sold	23		182 218
F.2.	Raw materials sold	24	61 630	96 221
<b>G.</b>	<b>Change in provisions and adjustments relating to operating activity and change in complex prepaid expenses</b>	<b>25</b>	<b>- 131 171</b>	<b>234 248</b>
IV.	Other operating revenues	26	224	607 783
<b>H.</b>	<b>Other operating expenses</b>	<b>27</b>	<b>368 533</b>	<b>455 134</b>
V.	Transfer of operating revenues	28		
<b>I.</b>	<b>Transfer of operating expenses</b>	<b>29</b>		
<b>■</b>	<b>Operating profit (loss) (L. 11-12-17-18+19-22-25+26-27+28-29)</b>	<b>30</b>	<b>341 995</b>	<b>1 432 579</b>
VI.	Proceeds from sale of securities and ownership interests	31		
<b>J.</b>	<b>Securities and ownership interest sold</b>	<b>32</b>		
VII.	Revenue from long-term investments (L. 34+35+36)	33		
VII.1.	Revenue from investments in group undertakings and associated companies	34		
VII.2.	Revenue from other long-term securities and ownership interests	35		
VII.3.	Revenue from other long-term investments	36		
VIII.	Revenue from short-term financial investments	37		
<b>K.</b>	<b>Financial assets expenses</b>	<b>38</b>		
IX.	Revenue from revaluation of securities and derivatives	39		
<b>L.</b>	<b>Expenses for revaluation of securities and derivatives</b>	<b>40</b>		

## Financial statements

Income statement classification by nature for the year ended 31 December 2013

(in thousand of Czech crowns „TCZK“)

Ident. a	b	Line c	Accounting period	
			Current 1	Prior 2
<b>M.</b>	<b>Change in provisions and adjustments relating to financial activity</b>	<b>41</b>		
X.	Interest revenue	42	1 444	5 100
<b>N.</b>	<b>Interest expense</b>	<b>43</b>		
XI.	Other financial revenues	44	53 754	
<b>O.</b>	<b>Other financial expenses</b>	<b>45</b>	<b>42 791</b>	<b>339</b>
XII.	Transfer of financial revenues	46		
<b>P.</b>	<b>Transfer of financial expenses</b>	<b>47</b>		
■	<b>Profit (loss) from financial operations (L. 31–32+33+37–38+39–40–41+42–43+44–45+46–47)</b>	<b>48</b>	<b>12 407</b>	<b>4 761</b>
Q.	Income tax on ordinary profit (loss) (L. 50+51)	49	91 023	329 799
Q.1.	– current	50	116 663	455 064
Q.2.	– deferred	51	– 25 640	– 125 265
■ ■	<b>Profit (loss) on ordinary activities after tax (L. 30+48–49)</b>	<b>52</b>	<b>263 379</b>	<b>1 107 541</b>
XIII.	Extraordinary revenues	53		
<b>R.</b>	<b>Extraordinary expenses</b>	<b>54</b>		
S.	Income tax on extraordinary profit (loss) (L. 56+57)	55		
S.1.	– current	56		
S.2.	– deferred	57		
■	<b>Extraordinary profit (loss) (L. 53–54–55)</b>	<b>58</b>		
<b>T.</b>	<b>Transfer of profit or loss to partners (+/-)</b>	<b>59</b>		
■ ■ ■	<b>Profit (loss) for the accounting period (+/-) (L. 52+58–59)</b>	<b>60</b>	<b>263 379</b>	<b>1 107 541</b>
■ ■ ■ ■	<b>Profit (loss) before tax (L. 30+48+53–54)</b>	<b>61</b>	<b>354 402</b>	<b>1 437 340</b>

## Financial statements

Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

### 1. Description and principal activities

#### Establishment and description of the Company

Elektrárna Chvaletice a.s. („the Company“), a joint stock company, was registered on 1 February 2010 upon its entry in the Commercial Register.

The principal activities of the Company are the production and sale of electricity.

#### Ownership structure

The shareholder of the Company as at 31 December 2013 is Severní energetická a.s. 100.0%. Based on the Contract to Purchase 100% of the Company's Shares entered into between ČEZ, a.s. and Severní energetická a.s. (formerly Litvínovská uhelná a.s.), in 2013 the sole shareholder changed from ČEZ, a.s. to Severní energetická a.s. the decisive date set out in the Contract is 31 August 2013. The new shareholder assumed the shares on 2 September 2013. The financial statements of the Company have been included in the consolidated financial statements of ČEZ, a.s. for the period from 1 January 2013 to 31 August 2013 and of Severní energetická a.s. for the period from 1 September 2013 to 31 December 2013.

#### Registered office

Elektrárna Chvaletice a.s.  
K Elektrárně 227  
533 12 Chvaletice  
Česká republika

#### Identification number

287 86 009

#### Members of the board of directors and supervisory board as at 31 December 2013

Members of the board of directors	Ing. Jan Dienstl (chairman)
	Ing. Luboš Pavlas (vice-chairman)
	Ing. Jan Pozler (vice-chairman)
	Ing. Milan Prokop (member)
Members of the supervisory board	Ing. Tomáš Fohler (chairman)
	Jan Dvořáček (member)
	Ing. Petr Karas (member)

## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

#### Changes in the Commercial Register

In 2013, the following changes were recorded in the Commercial Register:

On 30 June 2013, Mr Jaroslav Volšický resigned as the chairman of the board of directors and Mr Jan Pozler was appointed to replace Mr Volšický. Mr Miloš Gruber became the vice-chairman of the board of directors and Mr Milan Prokop was appointed a new member of the board of directors. The changes were recorded in the Commercial Register on 31 July 2013. Based on the Contract to Purchase 100% of the Company's Shares entered into between ČEZ, a.s. and Severní energetická a.s. (formerly Litvínovská uhelná a.s.), on 2 September 2013, 100% of the Company's shares were transferred to the new shareholder – Severní energetická a.s. On the same date, new members of the board of directors and the supervisory board were appointed:

#### Members of the board of directors

Ing. Jan Dientsl (chairman)

Ing. Luboš Pavlas (vice-chairman)

Ing. Jan Pozler (vice-chairman)

Miloš Gruber

Ing. Milan Prokop

Zdeněk Fousek

#### Members of the supervisory board

Ing. Tomáš Fohler

Ing. Petr Karas

Jan Dvořáček

The changes were recorded in the Commercial Register on 12 September 2013. As at 31 December 2013, Mr Miloš Gruber and Mr Zdeněk Fousek ceased to be members of the board of directors. The changes were recorded in the Commercial Register on 17 January 2014.

#### Organisational structure

The Company is organised into the following sections: the chief executive officer, the technical director, the financial director and the director for the energy trading section.

## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

## 2. Significant accounting policies applied by the Company

The financial statements have been prepared based on the accounting records kept in compliance with the Act on Accounting and relevant regulations and decrees effective in the Czech Republic. These financial statements have been prepared in compliance with Decree of the Czech Ministry of Finance No. 500/2002 Coll., implementing certain provisions of Act No. 563/1991 Coll., on Accounting, as amended, for business entities using double-entry bookkeeping. Czech accounting legislation does not expressly define the rules for establishing and using provisions for employee benefits; accordingly, the Company follows IAS 19.

#### Tangible and intangible fixed assets

Tangible and intangible fixed assets are stated at acquisition cost. Tangible fixed assets costing up to TCZK 20 and intangible fixed assets costing up to TCZK 60 are not recognised in the balance sheet and are expensed in the year that they are acquired. Depreciation/amortisation is calculated based on the acquisition cost and the estimated useful lives of the relevant assets.

Assets are depreciated using the following methods over the following periods:

Assets	Method	Period
Incorporation expenses	Straight-line	5 years
Software	Straight-line	3 – 4 years
Intellectual property rights	Straight-line	3 – 4 years
Buildings	Straight-line	30 – 50 years
Machinery and equipment	Straight-line	3 – 15 years
Office equipment	Straight-line	3 – 15 years
Adjustments to acquired fixed assets	Straight-line	10 years

## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

The cost of improvement to tangible fixed assets increases their acquisition cost. Adjustments to acquired fixed assets represent a difference between the value of a company (or a part thereof) acquired upon contribution and the total value of individual asset components in the accounting records of the contributing company reduced by the liabilities assumed. Adjustments to acquired fixed assets comprises a positive difference between the value of assets and liabilities upon the Company's conversion in 2010 and the total value of individual asset components in the accounting records of the accounting entity determined by an appraisal company ZNALEX, s.r.o. for the purposes of conversion as at 1 September 2010. The adjustments were calculated in such an amount that after a deferred tax liability to the adjustments is recorded, the resulting equity would correspond to the amount determined by the appraisal company.

In 2012, the Company adjusted the useful lives of the technological assets and the adjustments so that they were both in line with the useful life for operating the power plant.

#### Emission rights

Emission rights are recorded as intangible fixed assets that are recognised at cost but are not amortised, or replacement cost if acquired free of charge. Free-of-charge acquisition of emission rights by the first holder is recognised as a provided subsidy. The usage of emission rights is charged to other operating expenses in relation to the estimated volume of emissions produced by the Company in the current accounting period. The subsidy received is released in other operating revenues in the same period in which the emission rights are utilised.

The sale of emission rights is recognised in the income statement as „Proceeds from disposals of fixed assets“ and „Net book value of fixed assets sold“.

#### Inventories

Raw materials inventory is stated at cost, which includes the purchase price of the inventory and related customs duties and freight costs incurred in delivering the inventory to the manufacturing facility. Cost is determined using the weighted average method.

## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

#### Investments

Since its registration until 31 August 2013 the Company was involved in the system for using free cash of individual group companies, as part of a cash pool of the ČEZ group.

#### Establishment of adjustments and provisions

**Tangible fixed assets.** Adjustments are established to reduce the cost of tangible fixed assets to net present value.

**Receivables.** The Company establishes adjustments for doubtful receivables based on an analysis of the credit status of customers and the ageing structure of receivables.

**Inventories.** Adjustments are established to reduce the cost of inventory to net realisable value. The cost of redundant, obsolete and slow-moving inventories is reduced to the selling price using adjustments.

**Provisions.** Statutory provisions for reclamation and restoration were established pursuant to Act No. 185/2001 Coll., on Waste, as amended, and implementing Regulation of the Ministry of Environment No. 383/2001 Coll., setting out the amount of the provision for reclamation and restoration, maintenance of waste dumps and renewal after their use, and the details of establishing and using this provision.

As at the balance sheet date, other provisions are established based on an analysis of the risks and losses, where the reason, amount and term of fulfilment can be determined with high probability, while complying with the accrual/matching principle. As at the balance sheet date, a provision for pensions and other employee benefits is established based on an analysis of the entitlement to pension and other benefits of individual employees, in accordance with the collective agreement (the Company's internal guideline, etc.), using actuarial methods and average wage costs, including social security and health insurance expenses (where these apply to the particular benefit), and is discounted to present value.

An income tax provision is established as the financial statements are prepared before the tax liability is determined. In the subsequent accounting period, the Company releases this provision and records the actual tax liability determined. In the balance sheet, the income tax provision is reduced by income tax prepayments, and the net receivable (if any) is recorded in tax receivables.

## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

#### Foreign currency translation

The Company applies the Czech National Bank official rate to foreign currency transactions. During the year foreign exchange gains and losses are only recognised when realised at the time of settlement. As at the balance sheet date, foreign currency monetary assets and liabilities are translated at the prevailing Czech National Bank official rates. Unrealised foreign exchange gains and losses are recognised in the income statement.

#### Income tax

Income tax for the period comprises current tax and the change in deferred tax. Current tax comprises an estimate of tax payable calculated based on the taxable income, using the tax rate valid as at the first day of the accounting period, and any adjustments to taxes payable for previous periods. Deferred tax is based on all temporary differences between the carrying and tax value of assets and liabilities, and other temporary differences (tax losses carried forward, if any), multiplied by the tax rate expected to be valid for the period in which the tax asset/liability will be utilised. A deferred tax asset is recognised only if it is probable that it will be utilised in future accounting periods.

#### Classification of liabilities

The Company classifies as short-term any part of long-term liabilities, bank loans and overdrafts that is due within one year of the balance sheet date.

#### Use of estimates

The Company's financial statements cannot be prepared without using management assumptions and estimates affecting the reported amounts of assets and liabilities at the balance sheet date and the reported amounts of revenues and expenses for the period. The Company's management has determined these assumptions and estimates based on all relevant information available. However, as these are only estimates, actual results may differ in the future.

## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

#### Recognition of expenses and revenues

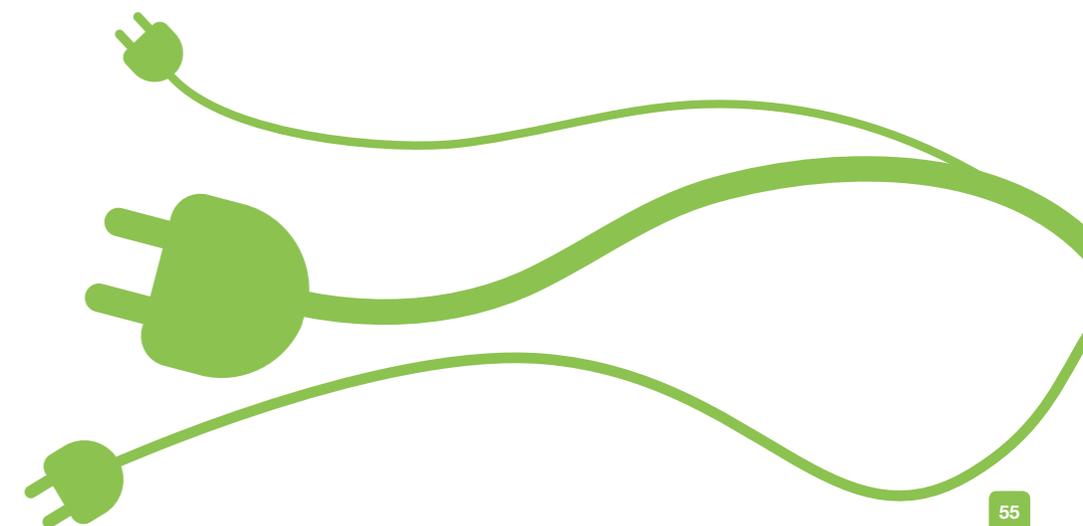
Revenues and expenses are recorded in the period to which they relate based on the accrual/matching principle.

#### Subsequent events

The effect of events that occurred between the balance sheet date and the date of preparation of the financial statements is recognised in the financial statements if such events provided supplementary information on matters that existed as at the balance sheet date. If significant events occurred between the balance sheet date and the date of preparation of the financial statements and such events represent matters occurring after the balance sheet date, the effects of such events are described in notes to the financial statements but are not recorded in the financial statements.

### 3. Change in accounting policies and procedures

In 2013, there were no changes in accounting policies and procedures.



## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

#### 4. Fixed assets

##### Intangible fixed assets

	Incorporation expenses	Software	Intellectual property rights	Other intangible assets	Total
<b>Acquisition cost</b>					
Balance at 1/1/2013	65	13 925	792	—	14 782
Additions	—	4 510	—	797	5 307
Disposals	—	—	—	—	—
Balance at 31/12/2013	65	18 435	792	797	20 089
<b>Accumulated depreciation</b>					
Balance at 1/1/2013	37	13 633	792	—	14 462
Depreciation expense	13	630	—	—	643
Disposals	—	—	—	—	—
Balance at 31/12/2013	50	14 263	792	—	15 105
<b>Net book value 1/1/2013</b>	<b>28</b>	<b>292</b>	<b>—</b>	<b>—</b>	<b>320</b>
<b>Net book value 31/12/2013</b>	<b>15</b>	<b>4 172</b>	<b>—</b>	<b>797</b>	<b>4 984</b>

## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

#### Tangible fixed assets

	Land	Buildings	Machinery and equipment	Works of art	Adjustments to acquired assets	Assets under constr.	Total
<b>Acquisition cost</b>							
Balance at 1/1/2013	37 119	3 969 505	7 207 623	415	1 620 790	144 679	12 980 131
Additions	—	10 244	7 453	—	—	69 145	86 842
Disposals	—	—	– 3 245	—	—	—	– 3 245
Transfers	—	54 896	14 687	—	—	– 69 583	—
Balance at 31/12/2013	37 119	4 034 645	7 226 518	415	1 620 790	144 241	13 063 728
<b>Accumulated depreciation</b>							
Balance at 1/1/2013	—	2 908 246	6 790 894	—	308 150	—	10 007 290
Depreciation expense	—	158 423	180 816	—	164 080	—	503 319
Disposals	—	—	– 3 245	—	—	—	– 3 245
Transfers	—	—	—	—	—	—	—
Balance at 31/12/2013	—	3 066 669	6 968 465	—	472 230	—	10 507 364
<b>Adjustments</b>							
Balance at 1/1/2013	—	—	—	—	—	—	—
Change in adjustments	—	22 190	—	—	—	—	22 190
Balance at 31/12/2013	—	22 190	—	—	—	—	22 190
<b>Net book value 1/1/2013</b>	<b>37 119</b>	<b>1 061 259</b>	<b>416 729</b>	<b>415</b>	<b>1 312 640</b>	<b>144 679</b>	<b>2 972 841</b>
<b>Net book value 31/12/2013</b>	<b>37 119</b>	<b>945 786</b>	<b>258 053</b>	<b>415</b>	<b>1 148 560</b>	<b>144 241</b>	<b>2 534 174</b>

## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

In 2013, the major addition to assets under construction is technical reclamation of the Chvaletická area of TCZK 69 145. As at 31 December 2013, the Company established an adjustment for assets of TCZK 22 190 (2012 – TCZK 0), as it does not presently use the assets and does not expect to use them in the subsequent period.

#### Emission rights

As at 31 December 2013, no emission rights were granted to the Company. The process approving the allocation was completed as at 28 January 2013 and the Company was granted a total of 1 490 149 emission rights for 2013. Accordingly, as at 31 December 2013, the Company did not account for an estimated payable related to the emission rights allocated and an estimated receivable related to the subsidy provided in the same amount.

#### Adjustments

Adjustments to acquired fixed assets of TCZK 1 620 790 arose as a result of a non-monetary contribution in the registered capital as at 1 September 2010. A write-off of adjustments of TCZK 164 080 was charged to expenses in 2013 (2012 – TCZK 164 080).

### 5. Non-capitalised tangible and intangible fixed assets

In accordance with the accounting policy described in note 2 a) above, the Company charged low value tangible and intangible fixed assets to the income statement in the year that they were acquired. The cumulative acquisition cost of these tangible and intangible fixed assets that were still in use was as follows:

Balance at 31/12	2013	2012
Tangible fixed assets	6 396	5 633
Intangible fixed assets	37	42
Total	6 433	5 675

## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

### 6. Inventories

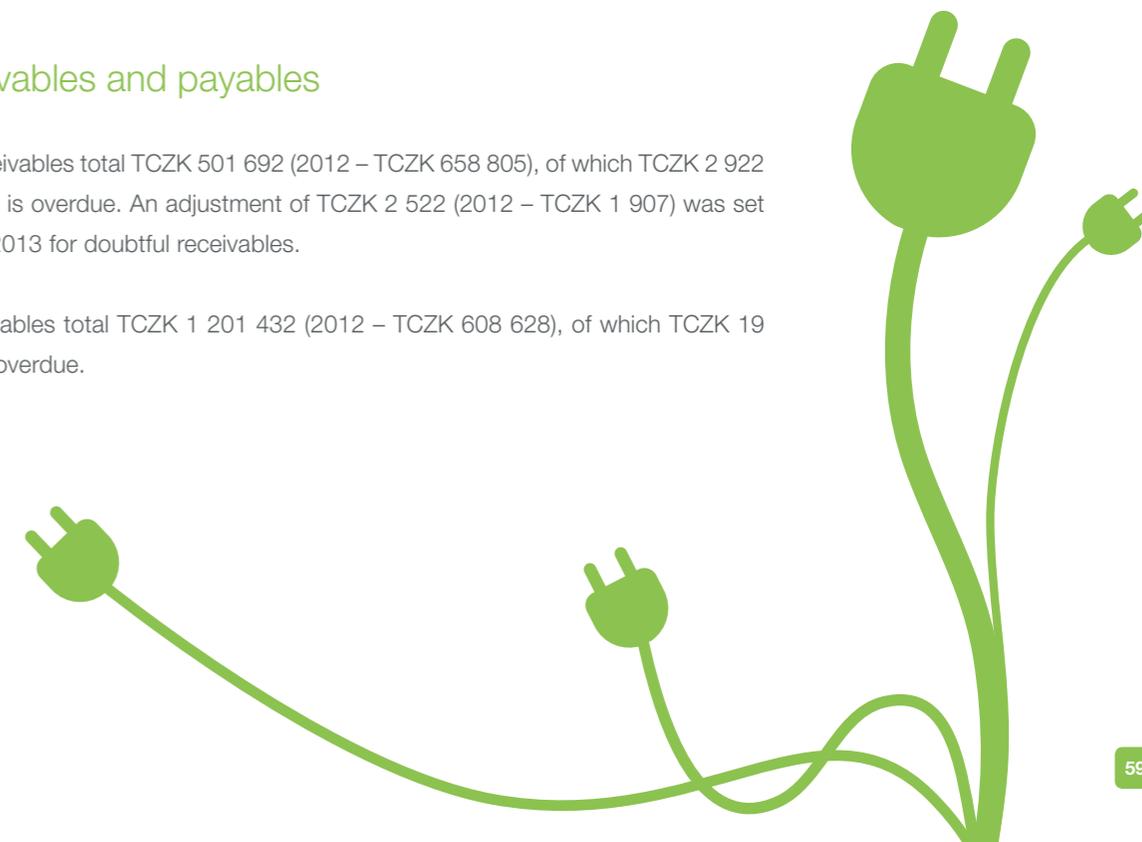
Inventories mainly consist of spare parts and coal. As at 31 December 2013, spare parts total TCZK 129 065 (2012 – TCZK 116 339) and coal totals TCZK 339 748 (2012 – TCZK 0). Coal inventories were transferred to the ownership of the Company as at 30 June 2013, the date on which the Contract on Processing with ČEZ, a.s. was terminated.

To reduce the cost of raw materials to net realisable value, an adjustment of TCZK 42 880 (2012 – TCZK 2 320) was recorded as at 31 December 2013.

### 7. Trade receivables and payables

Short-term trade receivables total TCZK 501 692 (2012 – TCZK 658 805), of which TCZK 2 922 (2012 – TCZK 3 588) is overdue. An adjustment of TCZK 2 522 (2012 – TCZK 1 907) was set up at 31 December 2013 for doubtful receivables.

Short-term trade payables total TCZK 1 201 432 (2012 – TCZK 608 628), of which TCZK 19 (2012 – TCZK 15) is overdue.



## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

#### 8. Adjustments

	Adjustment to fixed assets	Adjustment to inventory	Adjustment to receivables	Total
Balance at 1/1/2013	–	2 320	1 921	4 241
Additions	22 190	40 560	1 398	64 148
Release/utilisation	–	–	– 793	– 793
Balance at 31/12/2013	22 190	42 880	2 526	67 596

#### 9. Bank accounts

As at 31 December 2013, the Company had account balances with limited disposal of TCZK 22 660 (2012 – TCZK 22 660). These funds have been deposited in a special-purpose tied account and will be used to cover the relevant cost of reclamation in subsequent periods.

#### 10. Tax receivables

As at 31 December 2013, tax receivables total TCZK 266 910 (2012 – TCZK 22 359) and comprise value added tax of TCZK 88 982 (2012 – TCZK 22 359) and corporate income tax. An income tax provision of TCZK 122 571 (2012 – TCZK 428 805) was reduced with income tax prepayments of TCZK 300 499 (2012 – TCZK 255 244) and the net receivable of TCZK 177 928 is reported in Tax receivables (2012 – a liability of TCZK 173 561 was reported in Tax liabilities and subsidies).

## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

#### 11. Equity

The Company's registered capital consist of 4 406 certificated, registered ordinary shares, fully subscribed and paid up, with a nominal value of TCZK 1 000. Movement in the individual components of equity in 2013:

	Registered capital	Share premium	Profit (loss) for the current period	Retained earnings	Statutory reserve fund	Total
Balance at 1/1/2013	4 406 000	157	1 107 541	–	151 563	5 665 261
Additions to funds	–	–	– 1 107 541	1 052 164	55 377	–
Profit for 2013	–	–	263 379	–	–	263 379
Balance at 31/12/2013	4 406 000	157	263 379	1 052 164	206 940	5 928 640

#### 12. Provisions

	Provision for reclamation and restoration	Provision for employee benefits	Provision for compensation of damage resulting from emissions	Provision for greenhouse gas emissions	Other provisions	Total
Balance at 1/1/2013	20 743	47 426	10 780	219 347	–	298 296
Additions	–	9 826	114	5 903	16 677	32 520
Utilisation/Release	–	– 7 699	–	– 219 347	–	– 227 046
Balance as at 31/12/2013	20 743	49 553	10 894	5 903	16 677	103 770

The statutory provision for reclamation and restoration was established in accordance with the Act on Reserve. As at 31 December 2013, the Company established a provision for emissions that were not, during the year, covered by the emission rights purchased.

## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

### 13. Segment information

#### Breakdown of revenue from ordinary activities (in TCZK)

		Domestic	Export	Total
Sale of energy	2013	3 055 920	15 019	3 070 939
	2012	14 811	—	14 811
Revenue generated based on the Contract on Processing*	2013	1 622 983	—	1 622 983
	2012	4 734 739	—	4 734 739
Other	2013	87 521	—	87 521
	2012	119 956	—	119 956
Total	2013	4 766 424	15 019	4 781 443
	2012	4 869 506	—	4 869 506

\*) The Contract on Processing was terminated as at 30 June 2013

### 14. Related parties

#### Transactions with related parties

The Company purchases products and utilises services of related parties as part of its regular business activities. Since its registration until 31 August 2013, the Company was part of a group of companies whose parent company was ČEZ, a.s. Effective from 1 September 2013, the Company is included in a group of companies with Severní energetická a.s. as a parent company.

## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

### Summary of revenue and cost with related parties of the ČEZ group (in TCZK):

	the period from 1/1/2013 to 31/8/2013	Revenue for 2012	the period from 1/1/2013 to 31/8/2013	Cost for 2012
ČEZ, a.s.	2 971 426	4 961 476	2 318 039	1 519 051
ČEZ Energetické produkty, s.r.o.	1 660	2 433	25 034	19 437
ČEZ ICT Services, a.s.	458	827	7 653	12 039
ČEZ Korporátní služby, s.r.o.	82	118	4 747	5 939
ČEZ Teplárenská, a.s.	5 283	8 172	—	—
ČEZ Distribuce a.s.	545	817	205	—
ČEZ Distribuční služby, s.r.o.	217	438	—	—
Elektrárna Počerady	—	—	7 421	—
Teplárna Tmice, a.s.	—	6 561	—	—
Total	2 979 671	4 980 842	2 363 099	1 556 466

Revenue generated with ČEZ, a.s. primarily includes revenue based on the Contract on Processing, revenue from the sale of electrical energy and sale of materials.

Cost related to ČEZ, a.s. primarily includes cost based on the Contract on Processing, purchase of emission rights and purchase of materials.



## Financial statements

### Notes to the Czech statutory financial statements

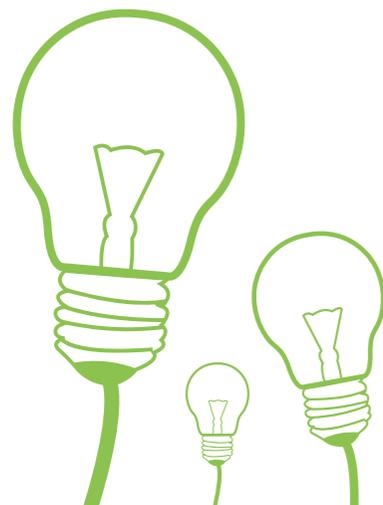
(Non-consolidated, translated from the Czech original)

#### Summary of receivables and payables with related parties of the ČEZ group (in TCZK):

	Receivables at		Payables at	
	31/8/2013	31/12/2012	31/8/2013	31/12/2012
ČEZ, a.s.	260 406	641 023	166 850	579 777
ČEZ Energetické produkty, s.r.o.	350	312	2 727	15 976
ČEZ ICT Services, a.s.	29	106	1 063	2 122
ČEZ Korporátní služby, s.r.o.	11	14	740	626
ČEZ Teplárenská, a.s.	66	308	–	–
ČEZ Distribuce a.s.	85	82	123	–
ČEZ Distribuční služby, s.r.o.	32	44	–	–
Teplárna Trmice, a.s.	–	7 873	–	–
Total	260 979	649 762	171 503	598 501

Since its registration until 31 August 2013 the Company was involved in the system for using free cash of individual group companies, as part of „Cash pool“ of the ČEZ group. As at 31 August 2013, the balance of cash transferred within cash-pooling was TCZK 2 972 995 (2012 – TCZK 2 753 738).

As at 31 December 2012, the receivable was reported in the balance sheet in „Short-term receivables – group undertakings“.



## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

#### Summary of revenue and cost with related parties of the Severní energetická group (in TCZK):

	Revenue for	Cost for
	the period from 1/9/2013 to 31/12/2013	the period from 1/9/2013 to 31/12/2013
Severní energetická a.s.	174	1 229 839
Total	174	1 229 839

Cost related to Severní energetická a.s. primarily comprises cost for the purchase of coal.

#### Summary of receivables and payables with related parties of the Severní energetická group (in TCZK):

	Receivables at	Payables at
	31/12/2013	31/12/2013
Severní energetická a.s.	174	957 564
Total	174	957 564

Based on the Agreement to Settle a Payable signed in respect of adjusting the purchase price with working capital upon the purchase of shares of Elektrárna Chvaletice a.s., Severní energetická a.s. assumed the monetary payable of ČEZ, a.s. to Elektrárna Chvaletice a.s. arising from the Contract on Cash Pooling and the Contract on Mutual Credit Facilities of TCZK 2 972 995. The balance of the cash as at 31 December 2013 is TCZK 2 782 995. As at the balance sheet date, the receivable is reported in the balance sheet in „Long-term receivables – group undertakings“. The receivable bears an interest rate of 0.25% p.a. and it is due by 31 December 2018 at the latest.

## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

#### Group relations

The Company has not concluded a controlling agreement with its majority shareholder, Severní energetická a.s. A report on relations between related parties will form part of the annual report.

### 15. Employees and executives

#### Average number of employees and executives and personnel expenses for 2013 and 2012

		Number	Wages and salaries	Social security and health insurance expenses	Social expenses
2013	Employees	236	116 632	42 184	14 827
	Executives	4	8 955	2 486	—
	Total	240	125 587	44 670	14 827
2012	Employees	223	108 592	37 330	8 454
	Executives	3	4 527	1 382	31
	Total	226	113 119	38 712	8 485

### 16. Social security and health insurance liabilities

Social security and health insurance liabilities total TCZK 7 782 (2012 – TCZK 4 158), of which TCZK 5 240 (2012 – TCZK 2 886) relates to social security liabilities and TCZK 2 542 (2012 – TCZK 1 272) to health insurance liabilities. None of these liabilities are overdue.

## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

### 17. Tax liabilities and subsidies

Tax liabilities amount to TCZK 3 472 (2012 – TCZK 174 889), of which TCZK 3 446 (2012 – TCZK 1 301) is employment tax. None of these liabilities are overdue.

### 18. Income tax

#### Current tax

Current income tax comprises the tax estimate for 2013 of TCZK 122 571 (2012 – TCZK 428 805), an adjustment to the tax estimate for 2012 of TCZK -5 908 (2012 – adjustment to the tax estimate for 2011 of TCZK 26 259).

#### Deferred tax

	Assets		Liabilities		Net	
	2013	2012	2013	2012	2013	2012
Tangible and intangible fixed assets	—	—	- 377 560	- 432 200	- 377 560	- 432 200
Receivables	273	19	—	—	273	19
Inventories	8 147	441	—	—	8 147	441
Provisions	15 775	52 735	—	—	15 775	52 735
Deferred tax asset/(liability)	24 195	53 195	- 377 569	- 432 200	- 353 365	- 379 005

In accordance with the accounting policy described in note 2g), a tax rate of 19% was used to calculate deferred tax (2012 – 19%).

## Financial statements

### Notes to the Czech statutory financial statements

(Non-consolidated, translated from the Czech original)

#### 19. Contingencies and commitments

Based on the Contract regarding the Procedure upon the Sale of Emission Rights Acquired Free of Charge signed in connection with the Contract to Purchase 100% of the Company's Shares entered into between ČEZ, a.s. and Severní energetická a.s., Elektrárna Chvaletice a.s. is obliged to, in accordance with the instructions by ČEZ, a.s., sell the emission rights and make every effort to sell them at maximum possible price.

#### 20. Material subsequent event

The Company's management is not aware of any events that have occurred since the balance sheet date that would have any material impact on the financial statements as at 31 December 2013.

Prepared on: 31 March 2014

**Ing. Jan Dienstl**

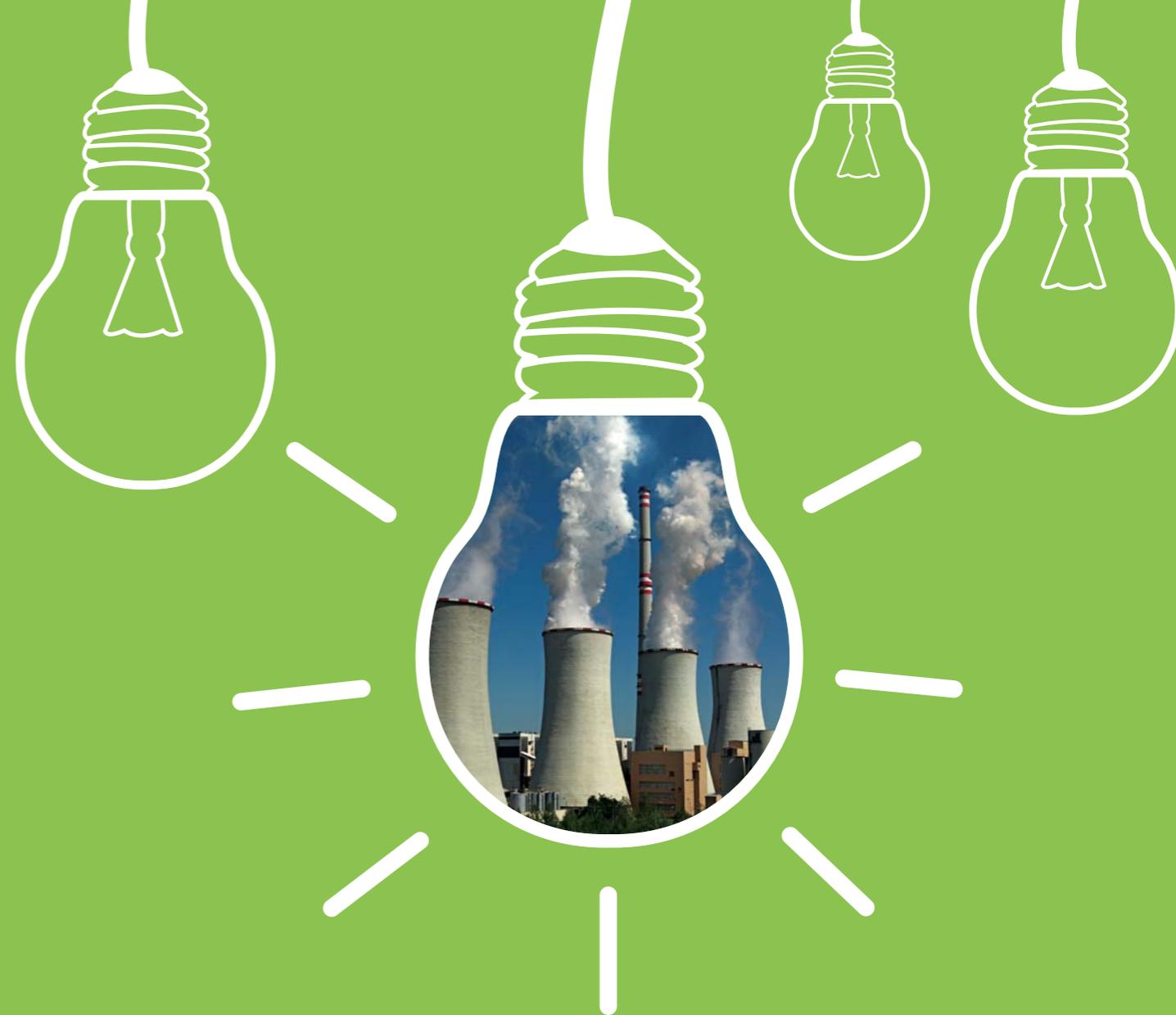
Chairman of the board  
of directors

**Ing. Luboš Pavlas**

Vice-chairman of the board  
of directors

**Ing. Pavel Kos**

Financial director



2013

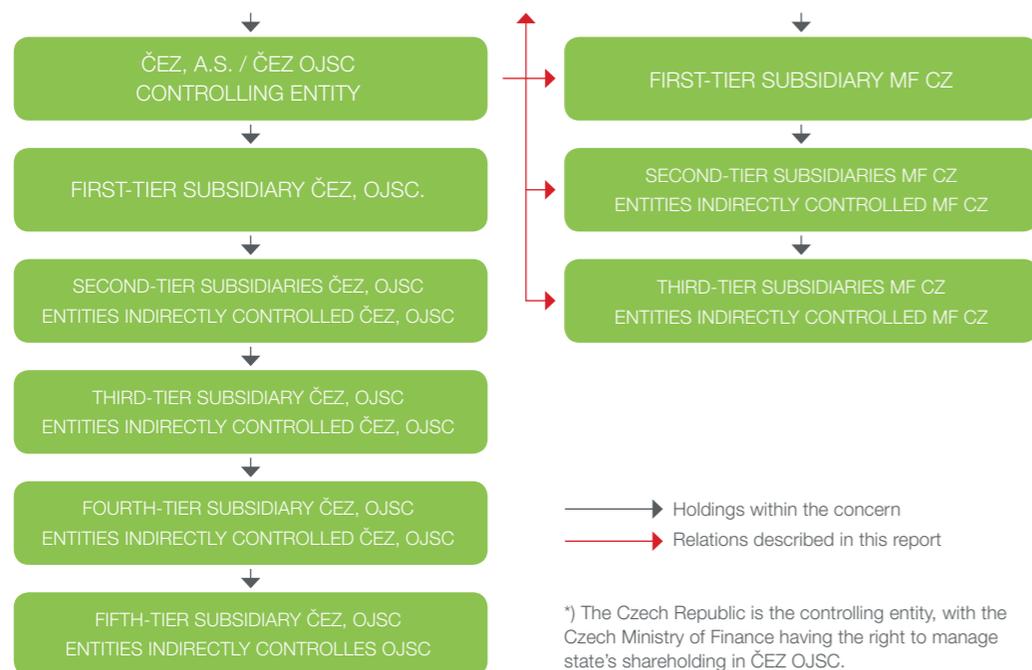
Report on relations between related parties

## 2013 Report on relations between related parties

The Board of the company Elektrarna Chvaletice a.s. (Chvaletice Powerplant) issued this 2013 Report on relations between related parties in compliance with provisions of the Act 513/191 Coll., §66a, sections 10 and 16 of the Commercial Code. The report deals with relationships with related parties, relations between a controlled entity, entities directly and indirectly involved in controlling, and other entities controlled by the same entity in the accounting period of 1 January 2013 and 31 December 2013.

### 1. Report on relations between related parties for the period 1 January 2013 to 1 September 2013

#### 1.1 Relations scheme of the concern



## 2013 Report on relations between related parties

### 1.2 Scheme of the concern structure

See attachment nr. 1 of this report, resp. separate attachment of the 2013 Annual Report of Elektrarna Chvaletice OJSC for 2013.

### 1.3 Controlling Entity and Controlled Entity

#### 1.3.1 Controlling Entity (holding company)

company: ČEZ, OJSC  
 Registered offices: Prague 4, Duhova 2/1444, postal code 140 53  
 Registered number: 45274649  
 Dully registered in: Commercial Register of the Municipal Court in Prague, section B, 1581

#### 1.3.2 Controlled Entity (subsidiary)

company: Elektrárna Chvaletice, OJSC  
 Registered offices: Chvaletice, K Elektrarne 227, postal code 533 12  
 Registered number: 28786009  
 Dully registered in: Commercial Register of Regional Court in Hradec Kralove, section B, 2905

#### 1.3.3 Way of Controlling

Until 1 September 2013 Elektrarna Chvaletice's OJSC sole shareholder was ČEZ, OJSC. ČEZ OJSC was in the position of controlling entity of Elektrarna Chvaletice OJSC within the meaning of § 66a of Act No. 513/1991 Coll., the Commercial Code, as amended. No Control Agreement had been concluded.

### 1.4 List of concern members

See the chart in Attachment 2 „List of Concern Members in 2013“ („Seznam členů koncernu ČEZ v roce 2013“).



## 2013 Report on relations between related parties

### 1.5 Contractual Relations

#### 1.5.1 Overview of Concluded Contracts

This overview includes all contracts concluded by Elektrarna Chvaletice OJSC in 2013 with its related parties. The companies are listed in alphabetical order regardless the amount of business.

### ČEZ, OJSC

The following contracts were concluded between companies Elektrarna Chvaletice, OJSC and ČEZ, OJSC in 2013:

Name: Amendment No. 4 of Service Level Agreement (SLA)  
Number: 5600001930 ČEZ x 4400012725, 06/2010 ECH  
Conclusion date: 3 January 2013

Name: Amendment No. 5 of Service Level Agreement (SLA)  
Number: 5600001930 ČEZ x 4400012725, 06/2010 ECH  
Conclusion date: 18 June 2013

Name: Association Agreement  
Number: 4400023880  
Conclusion date: 4 July 2013

Name: Coal Supplies Purchase Agreement  
Number: 5600004141  
Conclusion date: 27 June 2013



## 2013 Report on relations between related parties

Name: Agreement on Termination of Rework Agreement of 16<sup>th</sup> August 2010  
Conclusion date: 24 June 2013

Name: Agreement on Derivative Permit Sale Procedure  
Conclusion date: 19 March 2013  
Parties to the contract: ČEZ, OJSC (seller), Litvínovská uhelná OJSC (buyer), Famlen Ltd., Remlan Ltd. (committed and guarantor) and Elektrarna Chvaletice OJSC (target company)  
Characteristics: Permit sale procedure

Name: Agreement on Purchase and Sale of Elektrarna Chvaletice OJSC Shares  
Conclusion date: 28 August 2013  
Parties to the contract: ČEZ, OJSC and Severní energetická OJSC and Famlen Ltd. and Remlan Ltd. and Elektrarna Chvaletice OJSC.  
Characteristics: dohoda o realizaci

### ČEZ ICT Services, OJSC

The following contracts were concluded between ČEZ ICT Services, OJSC and Elektrarna Chvaletice OJSC in 2013:

Name: Agreement on Termination of a Sub-contract on Service Provision of Technical Protection Systems and Systems of Electrical Fire Alarms Concluded as Amendment of a Framework Service Level Agreement of 31<sup>st</sup> December 2010 (Contract nr. 2\_2011 x 34/2011)  
Number: 96/2011 x 5\_2011CH  
Conclusion date: 15 October 2013

Name: Purchase Agreement  
Number: 108\_2013CH  
Conclusion date: 2 December 2013



## 2013 Report on relations between related parties

### ČEZ Korporátní služby, Ltd.

The following contracts were concluded between ČEZ Korporátní služby, Ltd. and Elektrarna Chvaletice OJSC in 2013:

Name: Agreement on Termination of a Sub-contract on Property Management and Service Provision (PM 1-5)  
Number: 110690\_2010 ČEZ Korporátní služby x 18\_2010CH  
Conclusion date: 9 September 2013

Name: Agreement of Termination of a Sub-contract on Full Service Leasing  
Number: ČEZ SM DO 1106\_2010 ČEZ Korporátní služby x 20\_2010CH  
Conclusion date: 21 November 2013

Name: Agreement on Termination of a Sub-contract on Processing of Incoming and Outgoing Correspondence  
Number: 110625\_2010 ČEZ Korporátní služby x 13\_2010CH  
Conclusion date: 31 November 2013

Name: Agreement on Termination of a Sub-contract on Provision of Filing and Shredding Services  
Number: 110624\_2010 ČEZ Korporátní služby x 14\_2010CH  
Conclusion date: 9 September 2013

Name: Amendment No. 3 of a Sub-contract on provision of Printing and Reprographic Services (PS 3)  
Number: 110796\_2010 ČEZ Korporátní služby x 10\_2010CH  
Conclusion date: 15 April 2013

## 2013 Report on relations between related parties

Name: Agreement on Termination of a Sub-contract on provision of Printing and Reprographic Services  
Number: 110796\_2010 ČEZ Korporátní služby x 10\_2010CH  
Conclusion date: 18 November 2013

Name: Amendment nr.1 of a Sub-contract on Provision on Human Resource Services (PPS 1 and 2)  
Number: 110622\_2012  
Conclusion date: 16 December 2013

### ČEZ Distribuční služby, Ltd.

The following contracts were concluded between ČEZ Distribuční služby, Ltd. and Elektrarna Chvaletice OJSC in 2013:

Name: Order No. 4100669508 Substation Services 110  
Number: 4400014143  
Conclusion date: 8 January 2013

### ČEZ Energetické produkty, Ltd.

The following contracts were concluded between ČEZ Energetické produkty, Ltd. and Elektrarna Chvaletice OJSC in 2013:

Name: Amendment No. 3 of Purchase Agreement on „Sale of Redundant Certified VEP“  
Number: 0107 10 03 ČEZ EP x 5600002121, 7\_2010CH  
Conclusion date: 1 March 2013

## 2013 Report on relations between related parties

Name: Contract for Work „Technical Restoration of Chvaletice Region“- moving of PD – building nr. 5  
Number: 4400024610 ČEZ EP x 45\_2013CH  
Conclusion date: 30 August 2013

Name: Contract for Work „Restoration of Chvaletice Region – Western Part, Building nr. 4, I. Stage, Covering of the Upper Plain and 50% of Sloping Areas“  
Number: 4400023356 ČEZ EP x 6\_2013CH  
Conclusion date: 5 August 2013

Name: Contract for Work „Restoration of Chvaletice Region – Felling of Self-Seeded Trees within 1<sup>st</sup> Stage of Building nr. 4“  
Number: 0003\_13\_00 ČEZ EP x 4400021772 x 28\_2012CH  
Conclusion date: 17 January 2013

Name: Amendment No. 1 of Contract for Work „Technical Restoration by Means of Storing Stabilizer in Chvaletice Region, Western Part, Building nr. 4  
Number: 4400020477 ČEZ EP x 8\_2012CH  
Conclusion date: 25 July 2013

Name: Contract for Work „Restoration of Chvaletice Region – Biological Restoration 2013“  
Number: 0064\_13\_00 ČEZ EP x 14\_2013CH  
Conclusion date: 22 August 2013

## 2013 Report on relations between related parties

Name: Amendment No. 4 of Contract „Provision of Services Related to Back-end Fuel Cycle (VEP) for Elektrarna Chvaletice OJSC“  
Number: 0080-08 ČEZ EP x 4400004325 ECH  
Conclusion date: 24 April 2013

### Elektrárna Počeradý, OJSC

The following contracts were concluded between Elektrárna Počeradý, OJSC and Elektrarna Chvaletice, OJSC in 2013:

Name: Agreement on Provision of Technical Substitution in Return for Provision of Support Services  
Number: 6\_2013CH  
Conclusion date: 11 July 2013

Name: Agreement on Provision of Technical Substitution in Return for Provision of Support Services  
Number: 7\_2013CH  
Conclusion date: 22 August 2013



## 2013 Report on relations between related parties

### 2. Report on relations between related parties for the period 2 September 2013 to 31 December 2013

#### 2.1 Controlling Entity and Controlled Entity

##### 2.1.1 Controlling Entity (holding)

**Company:** Severní energetická, OJSC  
**Registered office:** Most, Václava Řezáče street 315, postcode 434 01  
**Registered number:** 28677986  
**Dully registered in:** Section, B 1986, at Regional Court in Usti nad Labem

##### 2.1.2 Controlled Entity (subsidiary)

**Company:** Elektrárna Chvaletice, OJSC  
**Registered office:** K Elektrárně 227, Chvaletice PSČ 533 12  
**Registered number:** 28786009  
**Dully registered in:** in Commercial Register of Regional Court in Hradec Kralove, Section B, Entry 2905

##### 2.1.3 Related Parties

**Company:** Mine Kohinoor OJSC, in liquidation  
**Registered office:** Dolní Jiřetín 5, Horní Jiřetín, PSČ 435 43  
**Registered number:** 25411616  
**Dully registered in:** Commercial Register of Regional Court in Usti nad Labem, Section B, Entry 1259

## 2013 Report on relations between related parties

**Company:** Hipodrom Most, OJSC  
**Registered office:** Vebludice, K Hipodromu street 213, Most, postcode 434 01  
**Registered number:** 64653269  
**Dully registered in:** Commercial Register of Regional Court in Usti nad Labem, Section B, Entry 813

##### 2.1.4 Way of controlling

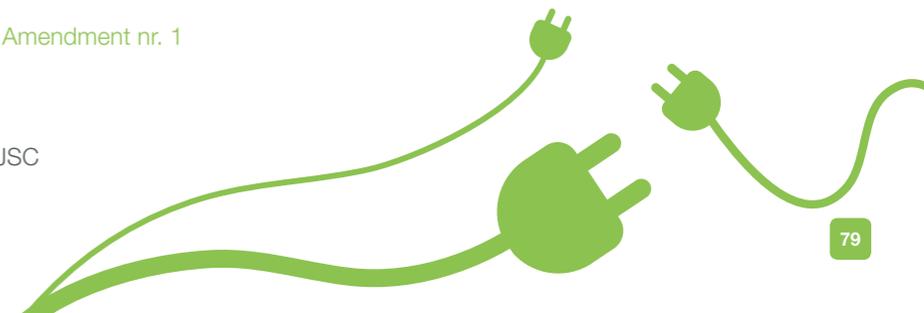
Until 31 December 2013 company Elektrarna Chvaletice's OJSC sole shareholder was Severni Energeticka OJSC. From 2 September 2013 onwards was Severni energeticka OJSC in the position of controlling entity of Elektrarna Chvaletice OJSC within the meaning of § 66a of Act No. 513/1991 Coll., the Commercial Code, as amended. No Control Agreement has been concluded.

#### 2.2 Contractual Relations

The following contractual relations with related parties were concluded by Elektrarna Chvaletice within the accounting period from 2 September 2013 to 31 December 2013. The financial remuneration of the Company to its related parties resulting from contractual relations listed below was reflective of common market prices and conditions.

<b>Name:</b>	Purchase Agreement	<b>Name:</b>	Order
<b>Number:</b>	35/2014/CH	<b>Number:</b>	SE/2014/34
<b>Conclusion date:</b>	2 September 2013	<b>Conclusion date:</b>	4 December 2013
<b>Party to the contract:</b>	Severní energetická, OJSC	<b>Party to the contract:</b>	Severní energetická, OJSC
<b>Consideration:</b>	Sale of brown coal	<b>Consideration:</b>	Sale of brown coal

<b>Name:</b>	Purchase Agreement – Amendment nr. 1
<b>Number:</b>	35/2014/CH
<b>Conclusion date:</b>	2 October 2013
<b>Party to the contract:</b>	Severní energetická, OJSC
<b>Consideration:</b>	Sale of brown coal



## 2013 Report on relations between related parties

Name: Agreement on Settlement of Mutual Liabilities in Relation to Securing of System Integration  
Number: SE/2013/241  
Conclusion date: 30 October 2013  
Party to the contract: Severní energetická, OJSC  
Consideration: Settlement of mutual liabilities in relation to securing of System Integration

Name: Agreement on settlement of liabilities  
Conclusion date: 23 December 2013  
Party to the contract: Severní energetická, OJSC  
Consideration: Loan

Name: Agreement on Provision of Services – Physical Protection and Security  
Number: 600000691 ECHAS  
Conclusion date: 27 December 2013  
Party to the contract: Severní energetická, OJSC  
Consideration: Provision of services – physical protection and security

Name: Agreement on Provision of Services – Environmental area  
Number: 600000690 ECHAS  
Conclusion date: 27 December 2013  
Party to the contract: Severní energetická, OJSC  
Consideration: Provision of services – environmental area



## 2013 Report on relations between related parties

Name: Agreement on Provision of Services – Land Survey activities  
Number: 600000687 ECHAS  
Conclusion date: 27 December 2013  
Party to the contract: Severní energetická, OJSC  
Consideration: Provision of services – land-surveying activities

Name: Agreement on Provision of Services – Financial Services  
Number: 600000683 ECHAS  
Conclusion date: 27 December 2013  
Party to the contract: Severní energetická, OJSC  
Consideration: Provision of services – financial services

Name: Agreement on Provision of Services – Operational Tax Activity and Tax Optimization  
Number: 600000684 ECHAS  
Conclusion date: 27 December 2013  
Party to the contract: Severní energetická, OJSC  
Consideration: Provision of services – operational tax activity and tax optimization

Name: Agreement on Provision of Services – Human Resource Services  
Number: 600000685 ECHAS  
Conclusion date: 27 December 2013  
Party to the contract: Severní energetická, OJSC  
Consideration: Provision of services – human resources services



## 2013 Report on relations between related parties

### 3. Other relations

Elektrarna Chvaletice OJSC has not taken any other legal actions in favour of its related parties, nor has it accepted or taken any measures in favour of or in the instigation of its related parties.

### 4. Other information

#### 4.1.1 Data confidentiality

Within the concern, the following data is considered confidential:

- data that forms part of trade secret of company ČEZ, OJSC;
- data that forms part of trade secret of Elektrárna Chvaletice, OJSC;
- data that forms part of trade secret of other related parties;

and all other information that were identified as confidential by any party which is a member of the concern; and all business related information either separate or in conjunction with other information that could potentially harm any party within the concern.

That is why this report excludes information on:

- prices, instalments, interest rates, exchange rates as well as on other financial amounts, unless it limits relevancy and informational value of this Report;
- information on amounts.

## 2013 Report on relations between related parties

### 5. Conclusion

The Report was issued by 31<sup>st</sup> December 2013 by the statutory authority of Elektrarna Chvaletice, OJSC. The Report was issued to the best of the processors, knowledge and belief, with maximum effort made, the data having been collected from all available documents and sources. The report will be submitted to the board of directors of Elektrarna Chvaletice to be discussed. The board of directors will present its opinion on the report in the board of directors' annual activity report at annual general meeting of the Company.

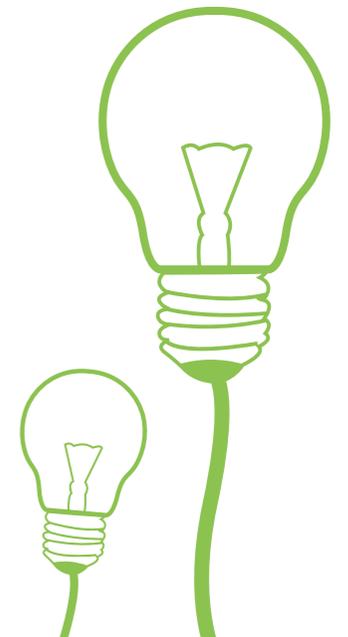
### 6. Damages

The board of directors declares that no damage to the Company resulting from the contractual relations mentioned in this report.

Chvaletice, 27 March 2014

**Ing. Jan Dienstl**  
Chairman of the board

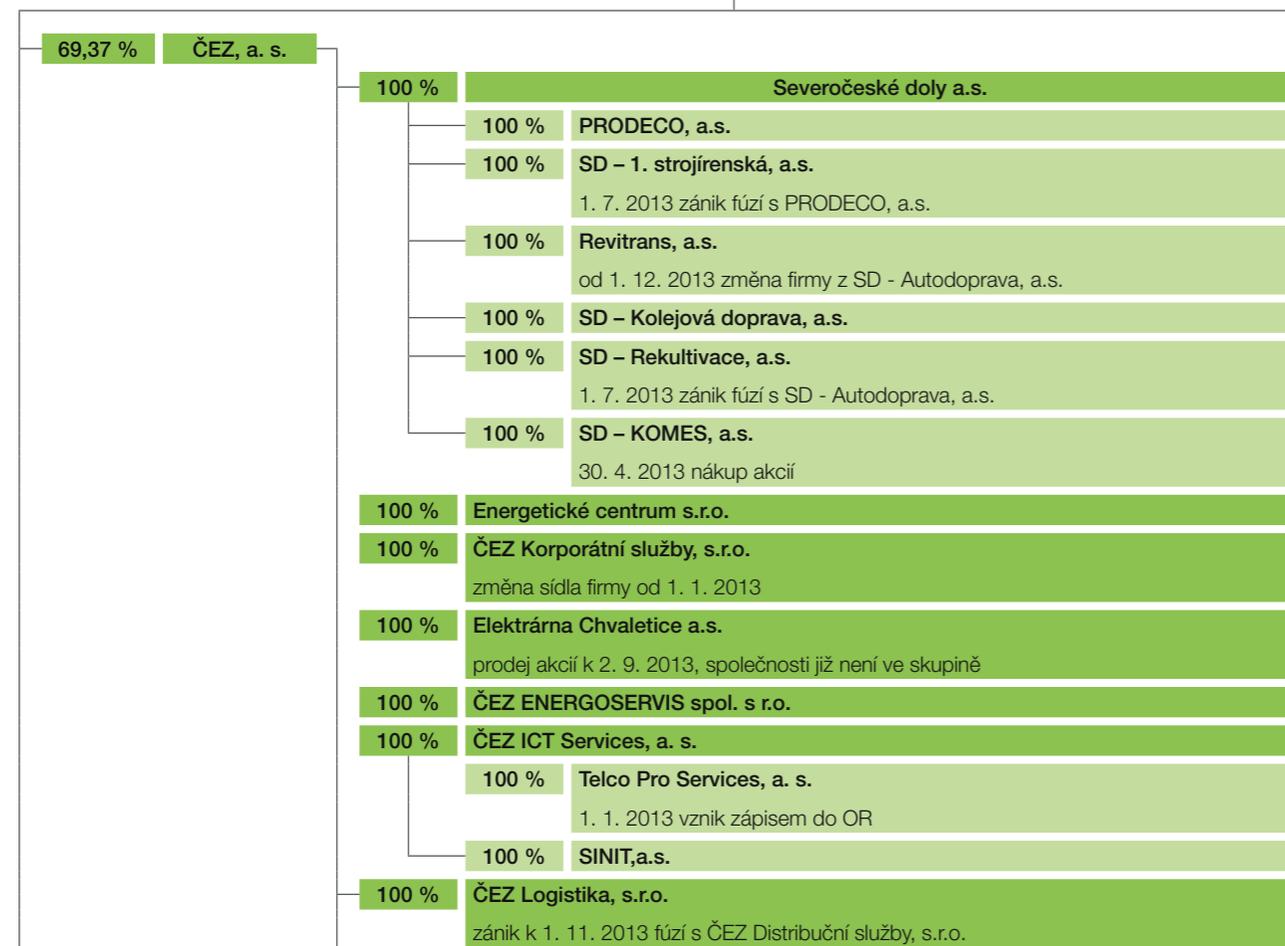
**Ing. Luboš Pavlas**  
Deputy chairman of the board



## 2013 Report on relations between related parties

Attachment No. 1 – Scheme of the concern structure

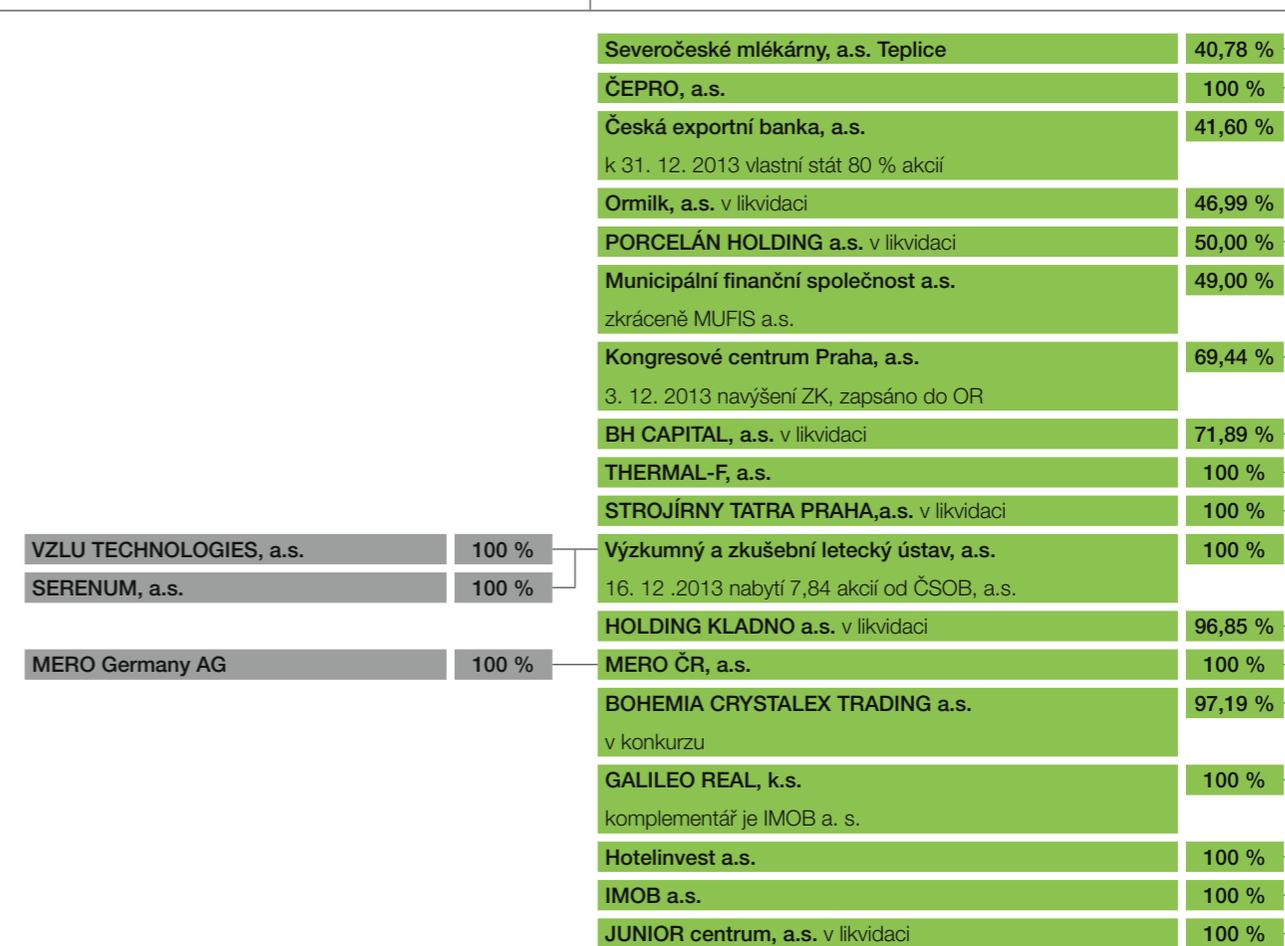
### ČESKÁ REPUBLIKA – MINISTERSTVO FINANCÍ



## 2013 Report on relations between related parties

Attachment nr. 1 – Scheme of the concern structure

### ČESKÁ REPUBLIKA – MINISTERSTVO FINANCÍ



## 2013 Report on relations between related parties

Attachment No. 1 – Scheme of the concern structure



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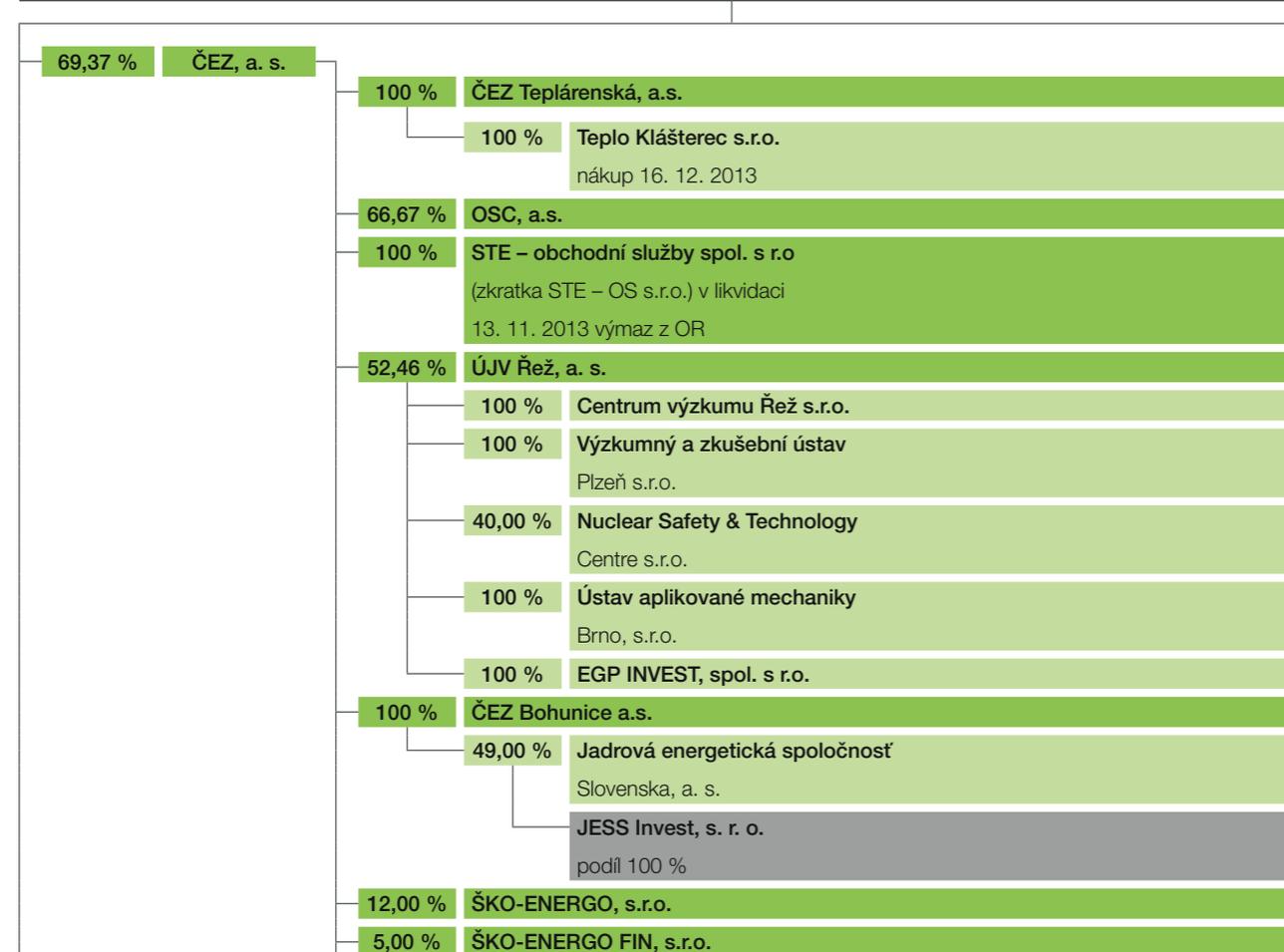
Attachment nr. 1 – Scheme of the concern structure



## 2013 Report on relations between related parties

Attachment No. 1 – Scheme of the concern structure

ČESKÁ REPUBLIKA – MINISTERSTVO FINANCÍ



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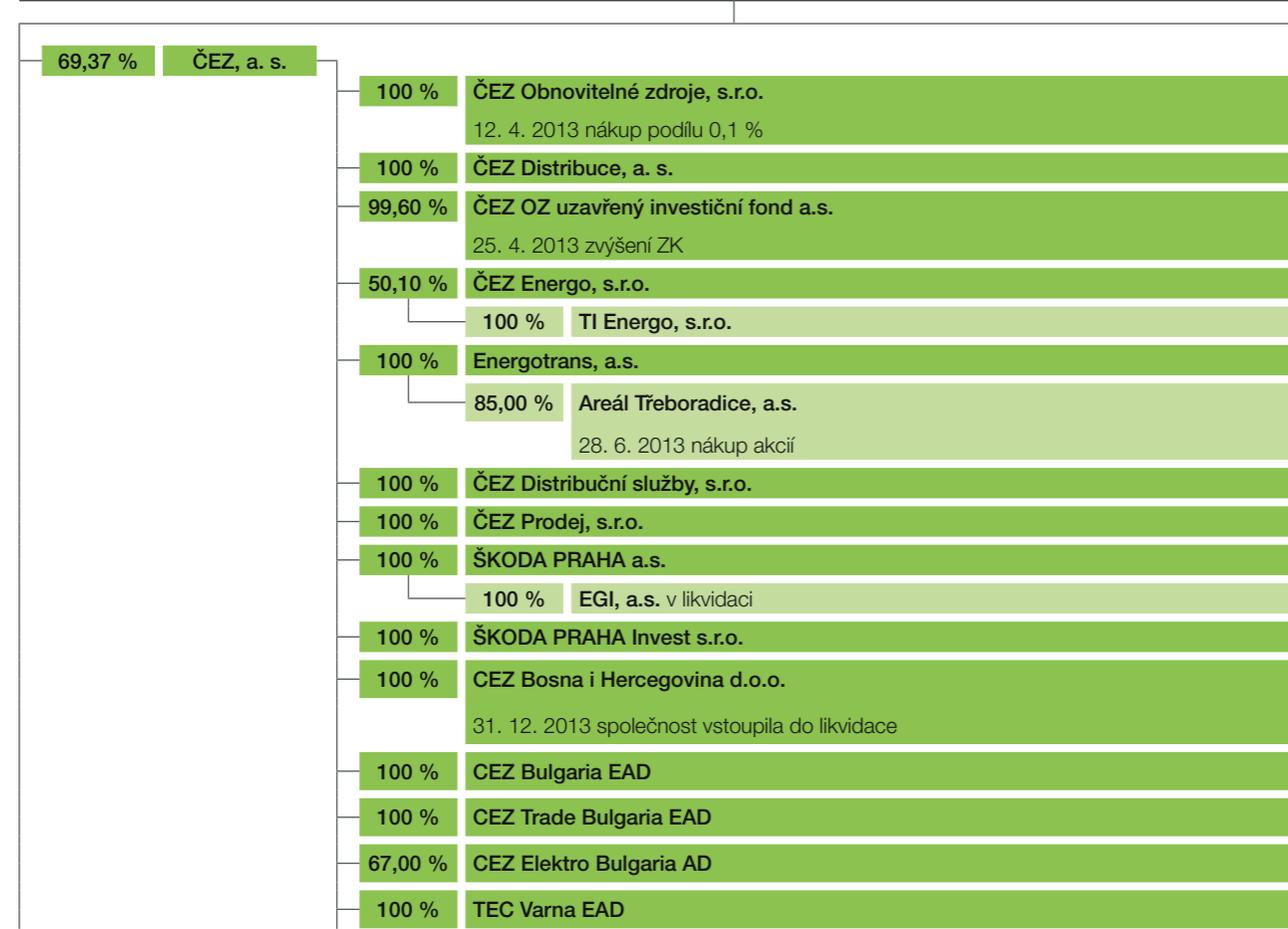
ČESKÁ REPUBLIKA – MINISTERSTVO FINANCÍ



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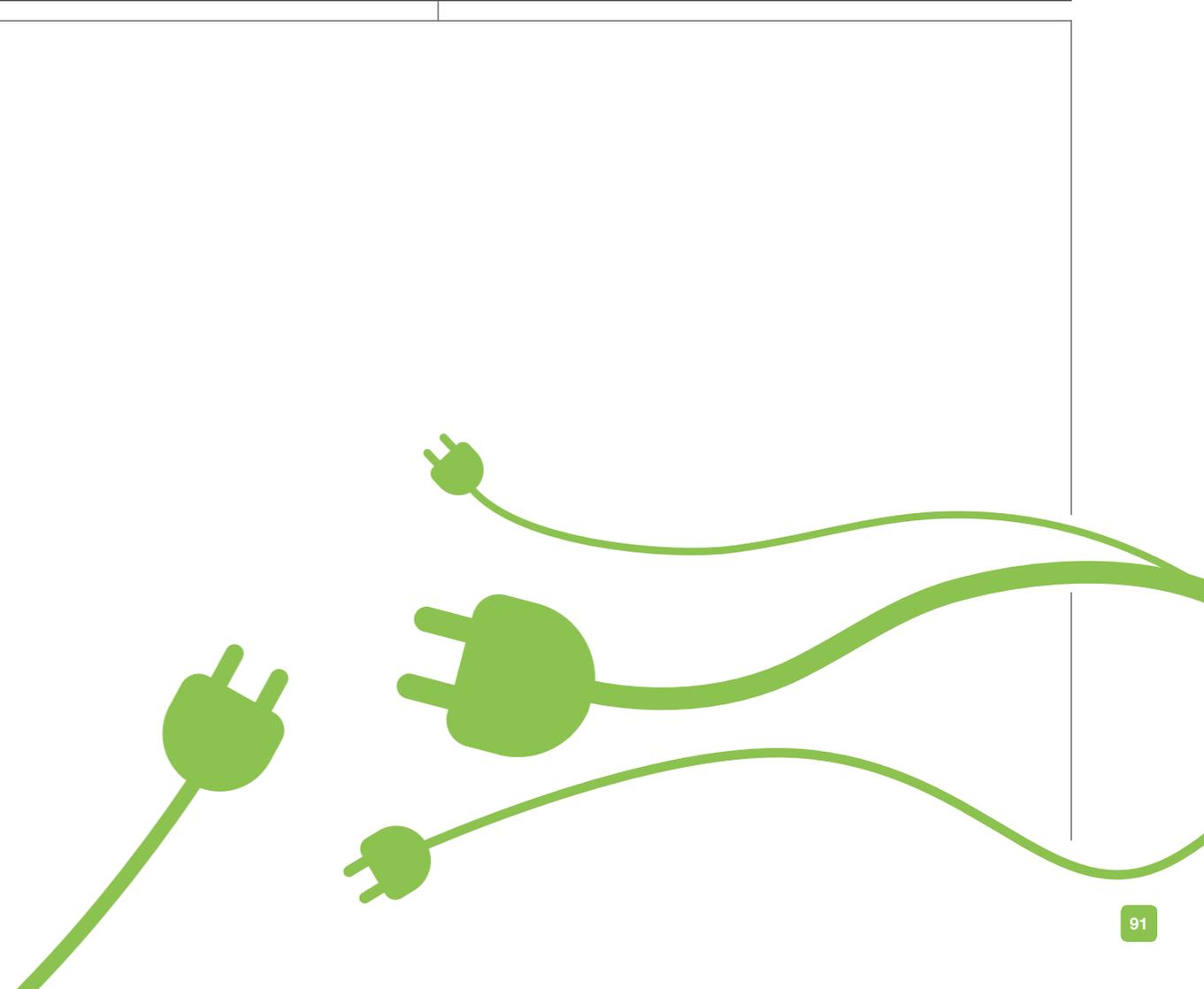
ČESKÁ REPUBLIKA – MINISTERSTVO FINANCÍ



## 2013 Report on relations between related parties

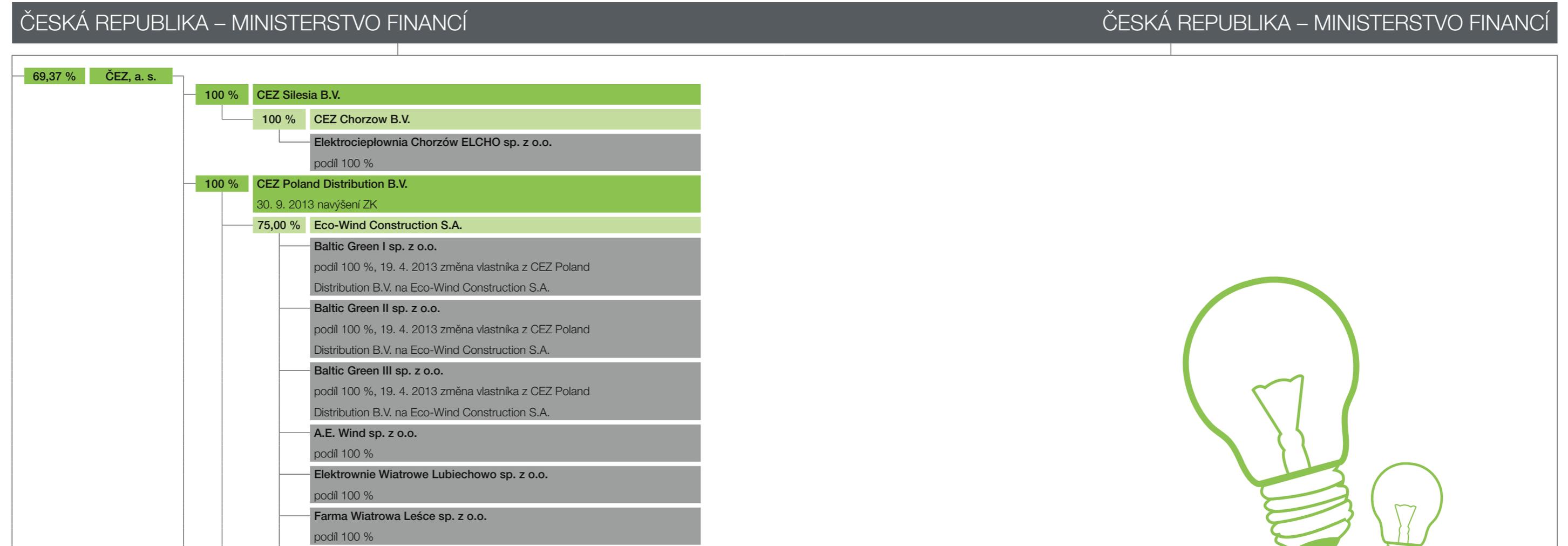
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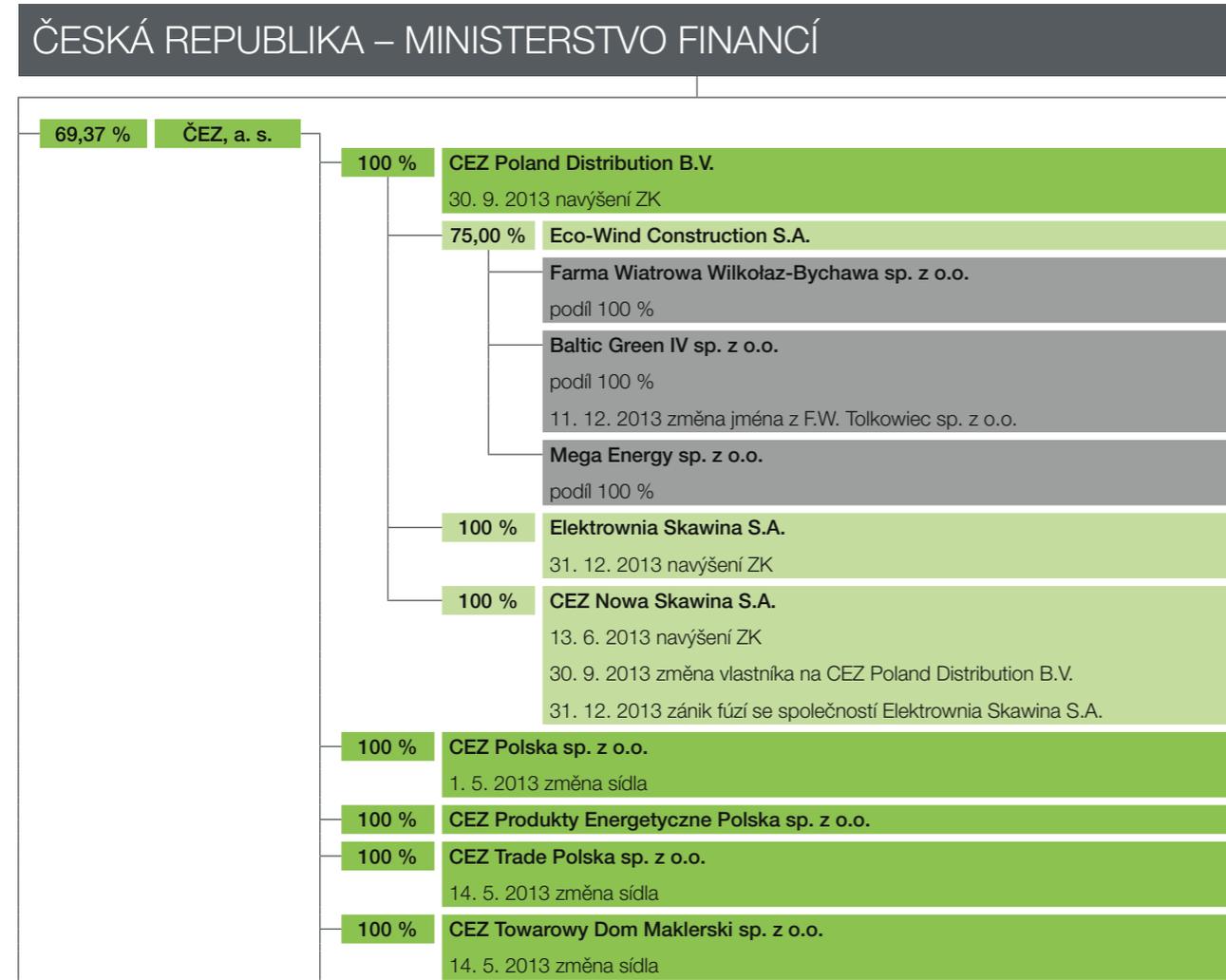
## 2013 Report on relations between related parties

Attachment No. 1 – Scheme of the concern structure



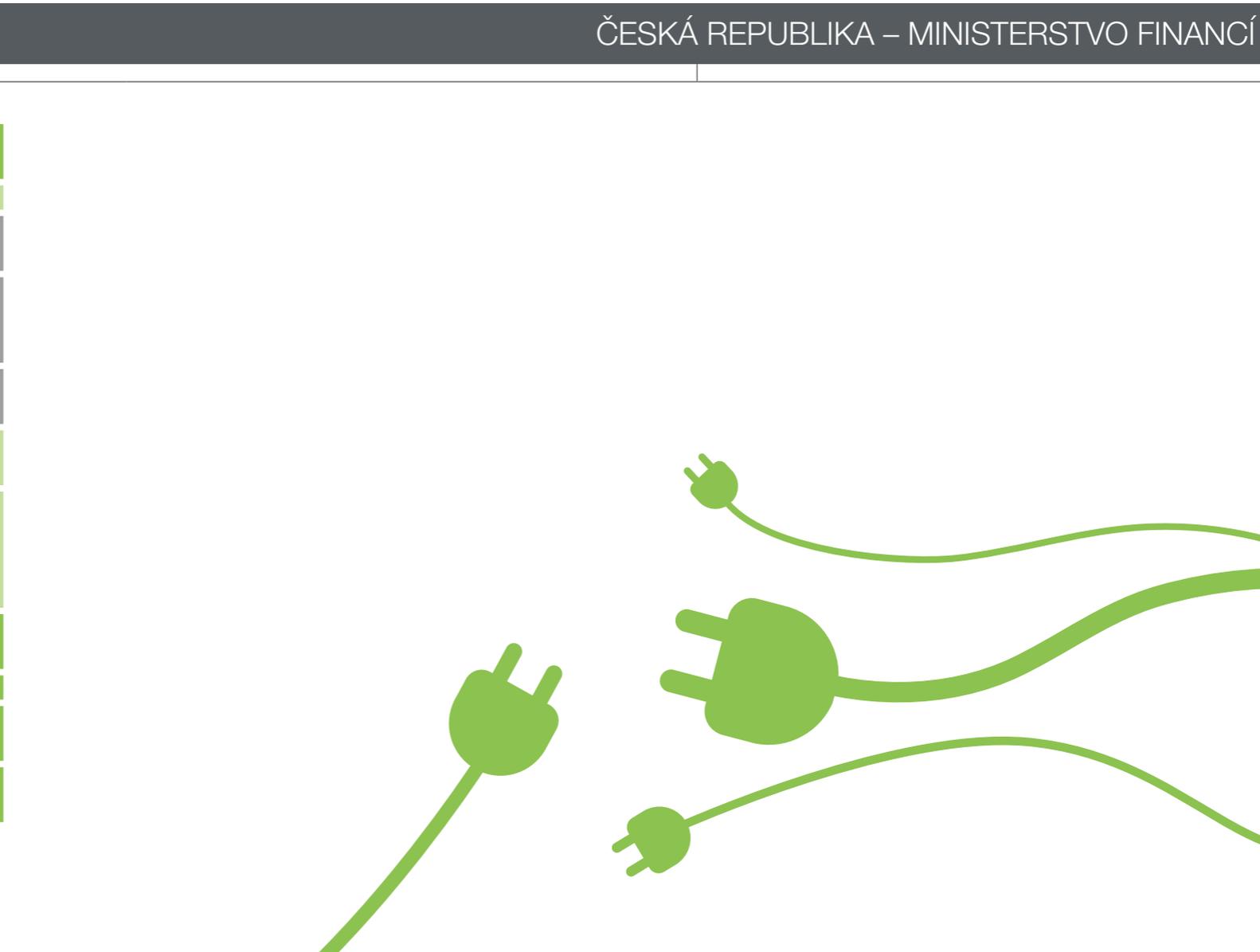
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Attachment No. 1 – Scheme of the concern structure



## 2013 Report on relations between related parties

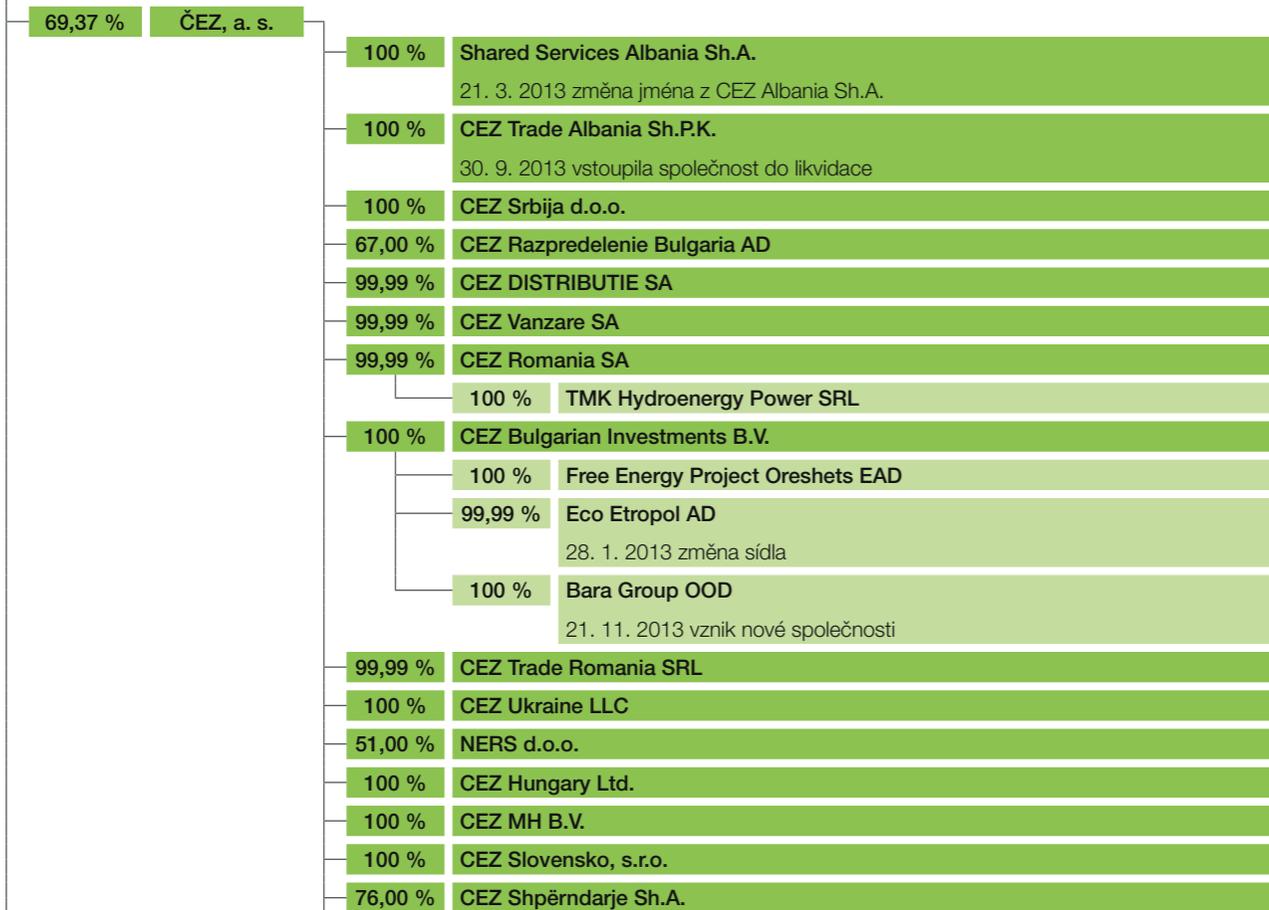
Attachment nr. 1 – Scheme of the concern structure



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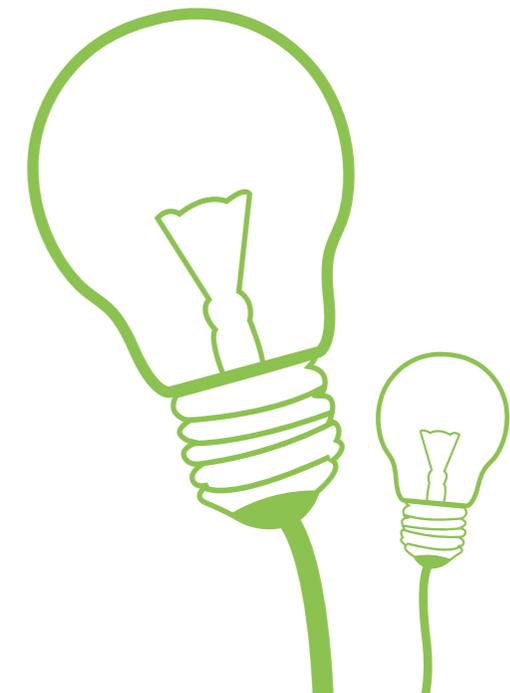
ČESKÁ REPUBLIKA – MINISTERSTVO FINANCÍ



## 2013 Report on relations between related parties

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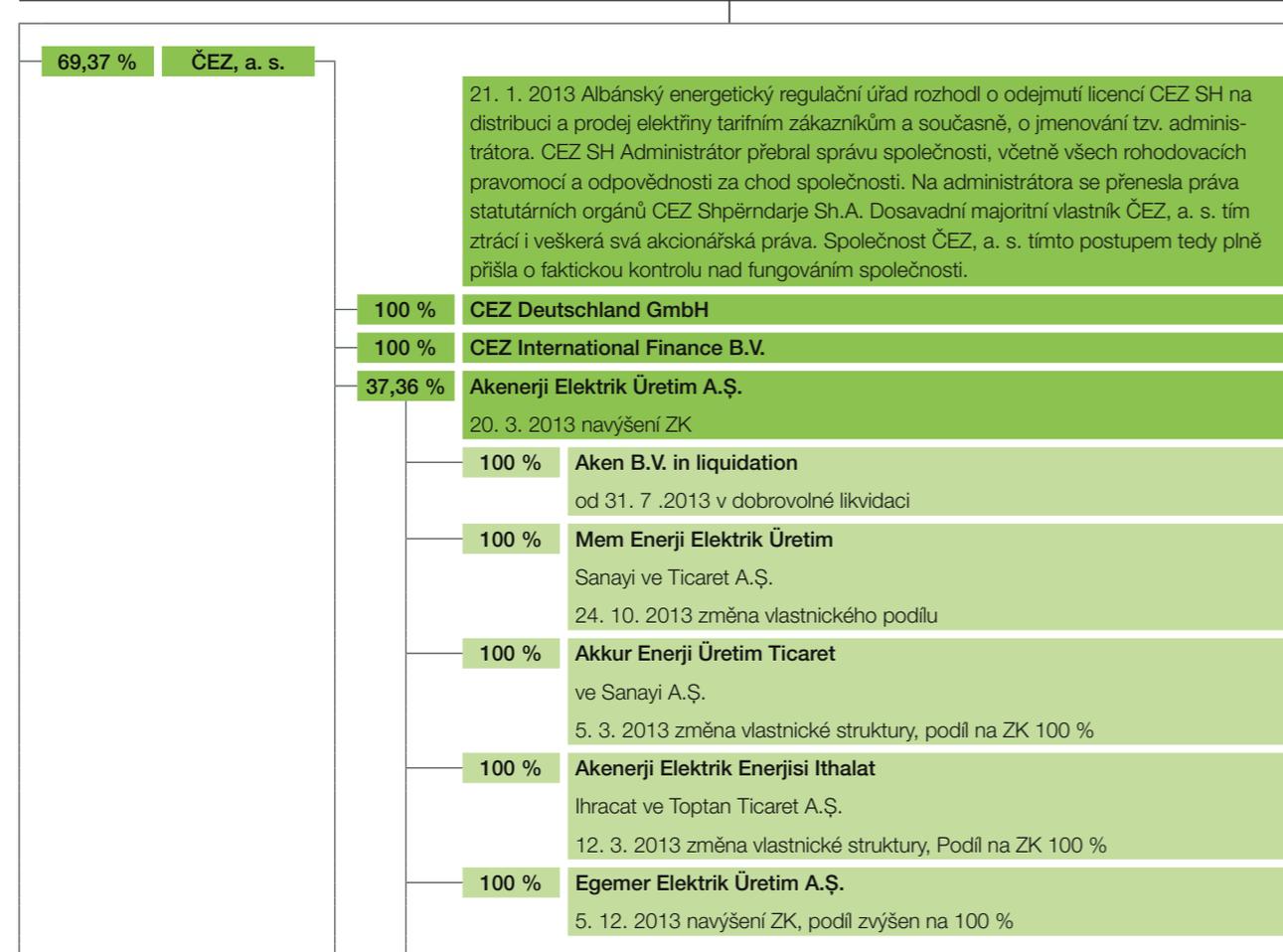
ČESKÁ REPUBLIKA – MINISTERSTVO FINANCÍ



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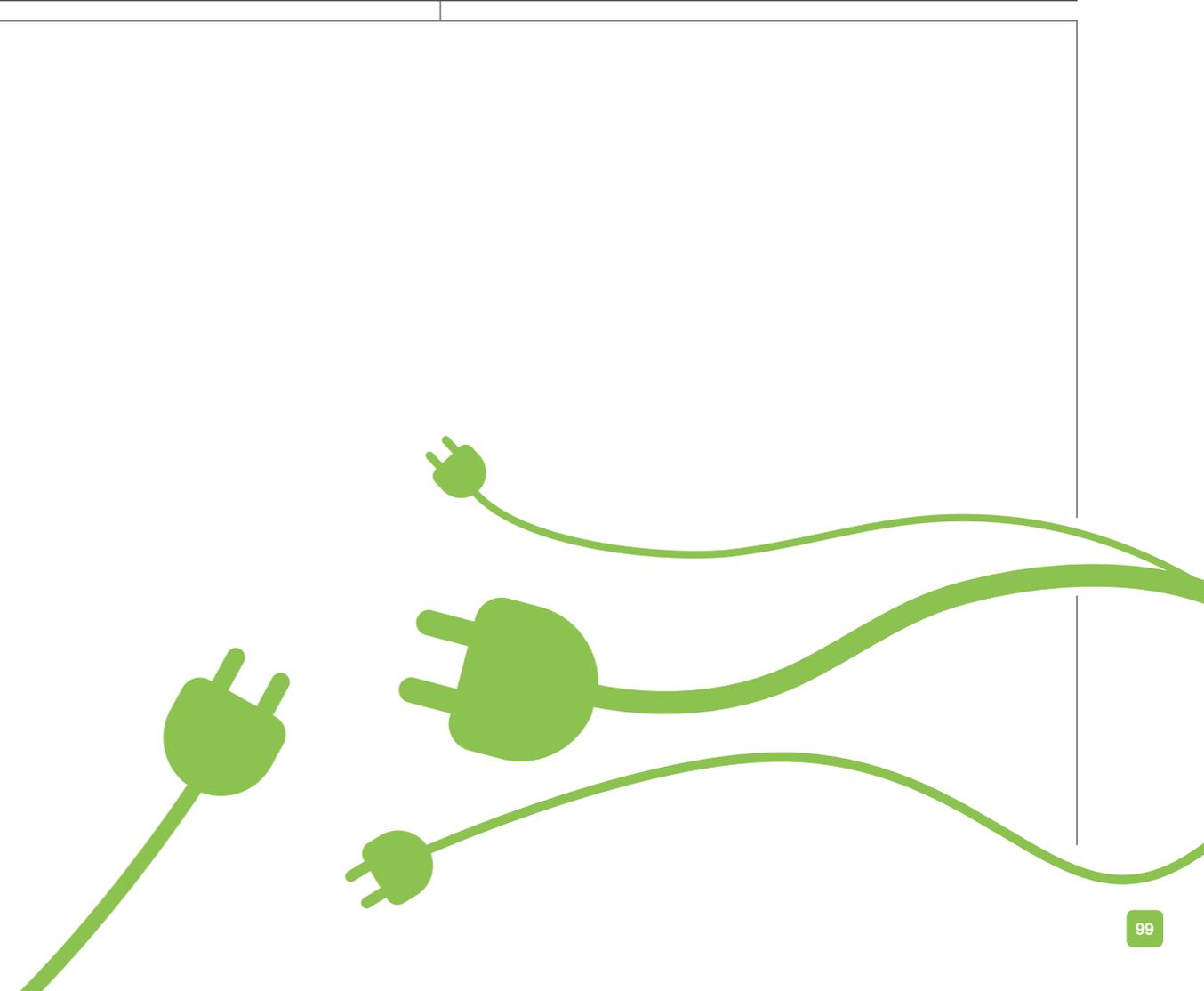
ČESKÁ REPUBLIKA – MINISTERSTVO FINANCÍ



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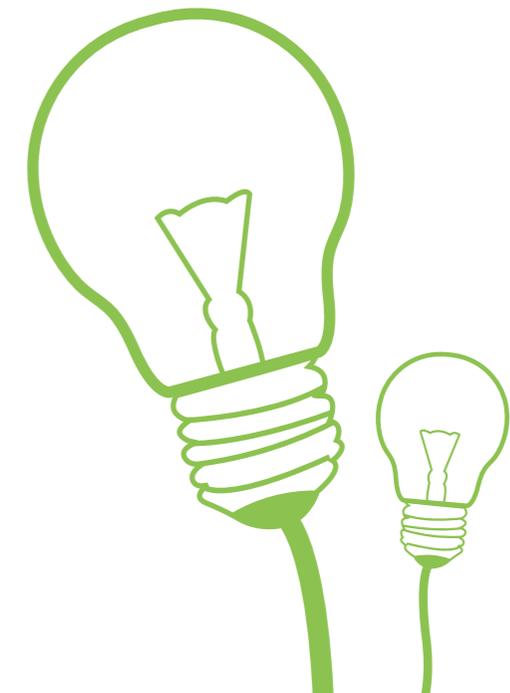
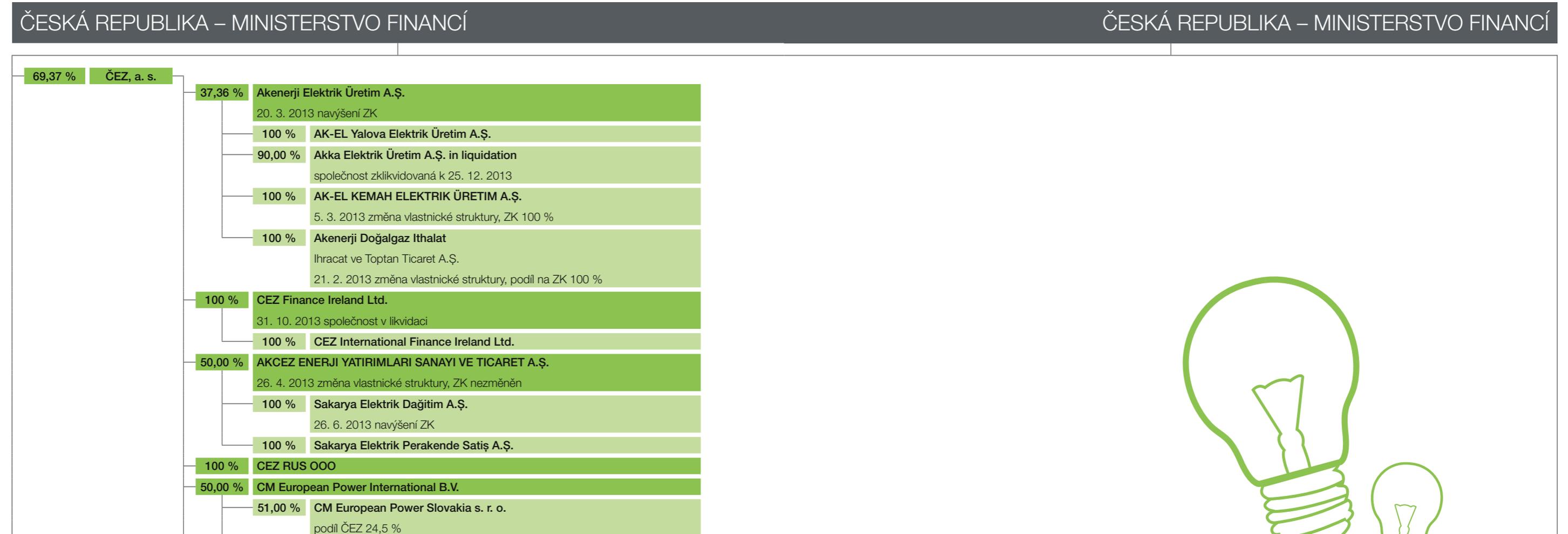
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ČESKÁ REPUBLIKA – MINISTERSTVO FINANCÍ



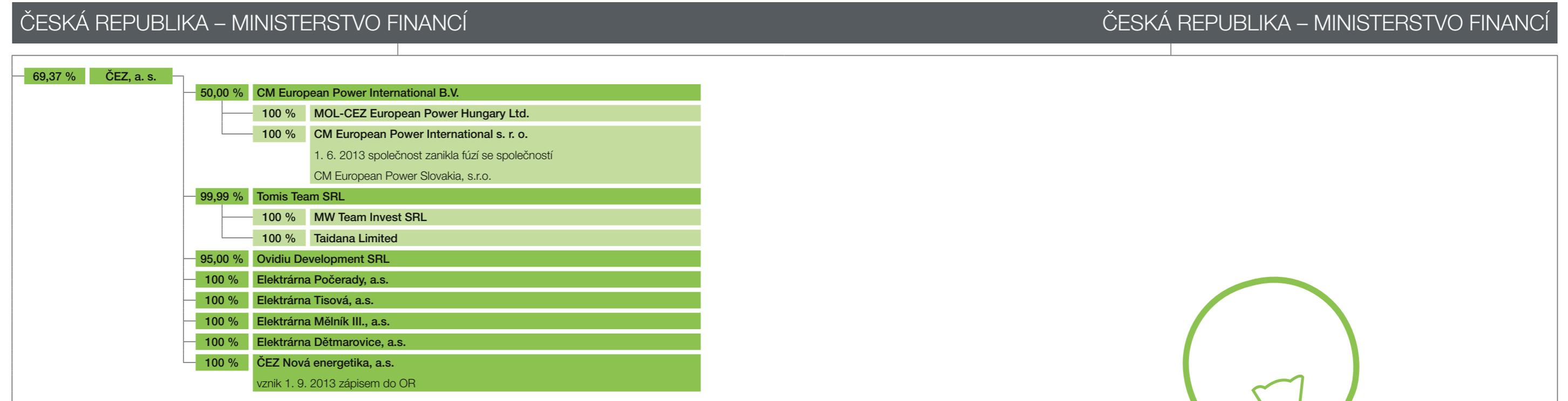
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Attachment No. 1 – Scheme of the concern structure



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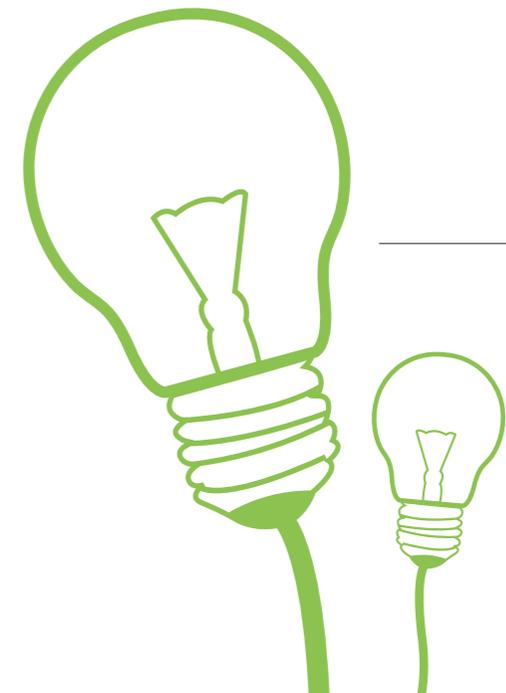
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## 2013 Report on relations between related parties

Attachment nr. 1 – Scheme of the concern structure

ČESKÁ REPUBLIKA – MINISTERSTVO FINANCÍ



## 2013 Report on relations between related parties

### Attachment No. 2 – List of concern members in 2013

#### Abecední seznam společností – členů koncernu

Poř. č.	Název společnosti	IČ	Sídlo
1	A.E. Wind sp. z o.o.	0000300814	Warszawa, ul. Marynarska 11, PSČ 02-674, Polská republika
2	Akenerji Doğalgaz İthalat İhracat ve Toptan Ticaret A.Ş.	745367	İstanbul, Miralay Şefik Bey Sokak No. 15 Kat:3 Oda: 3, Gümüşsuyu Beyoğlu, PSČ 34437, Turecko
3	Akenerji Elektrik Üretim A.Ş.	255005	Istanbul, Miralay Şefik Bey Sokakm No. 15-17, K:3-4, Oda No. 1, Gümüşsuyu Beyoğlu, PSČ 34437, Turecko
4	Akenerji Elektrik Enerjisi İthalat İhracat ve Toptan Ticaret A.Ş.	512971	Istanbul, Miralay Şefik Bey Sokak, No.15, K:3-4, Oda No. 1, Gümüşsuyu Beyoğlu, PSČ 34437, Turecko
5	AKCEZ ENERJİ YATIRIMLARI SANAYİ VE TİCARET A.Ş.	683905	Istanbul, Miralay Şefik Bey Sok. Ak-Han No. 15, Room no: 3, Gümüşsuyu Beyoğlu, PSČ 34437, Turecko
6	Aken B.V. in liquidation	24356181	Rotterdam, Bergweg 133-A, PSČ 3037 EE, Nizozemské království
7	AK-EL KEMAH ELEKTRİK ÜRETİM A.Ş.	736921	İstanbul, Miralay Şefik Bey Sokak No:13 Kat:4 Oda: 1, Gümüşsuyu Beyoğlu, PSČ 34437, Turecko
8	AK-EL Yalova Elektrik Üretim A.Ş.	417382	Istanbul, Miralay Şefik Bey Sokakm No. 15, K:3-4, Oda No. 1, Gümüşsuyu Beyoğlu, PSČ 34437, Turecko
9	Akka Elektrik Üretim A.Ş. in liquidation	664669	Istanbul, Miralay Şefik Bey Sokakm No. 13, K:4, Oda No. 1, Gümüşsuyu Beyoğlu, PSČ 34437, Turecko
10	Akkur Enerji Üretim Ticaret ve Sanayi A.Ş.	607030	Istanbul, Miralay Şefik Bey Sokak, Ak Han No.13, K:4, Oda No. 1, Gümüşsuyu Beyoğlu, PSČ 34437, Turecko
11	Areál Třeboradice, a.s.	29132282	Praha 7, Partyzánská 1/7, Holešovice, PSČ 170 00

## 2013 Report on relations between related parties

### Attachment nr. 2 – List of concern members in 2013

#### Abecední seznam společností – členů koncernu

Poř. č.	Název společnosti	IČ	Sídlo
12	Bara Group OOD	120545968	Sofia, Georgi Sava Rakovski street 140, PSČ 1000, Bulharská republika
13	B. aircraft, a.s.	24253006	Praha 6 – Ruzyně, Jana Kašpara 1069/1, okres Hlavní město Praha, PSČ 161 00
14	Baltic Green I sp. z o.o.	0000441069	Warszawa, ul. Marynarska 11, PSČ 02-674, Polská republika
15	Baltic Green II sp. z o.o.	0000441363	Warszawa, ul. Marynarska 11, PSČ 02-674, Polská republika
16	Baltic Green III sp. z o.o.	0000440952	Warszawa, ul. Marynarska 11, PSČ 02-674, Polská republika
17	Baltic Green IV sp. z o.o.	0000374097	Warszawa, ul. Marynarska 11, PSČ 02-674, Polská republika
18	BH CAPITAL, a.s. v likvidaci	00546682	Brno, Příkop 834/4, PSČ 602 00
19	BOHEMIA CRYSTALEX TRADING a.s.	25004085	Praha 2, Štěpánská 7, 120 00
20	CENTRUM – F, a.s.	00013455	Praha 2, Blanická 922/25, Vinohrady, PSČ 120 00
21	Centrum výzkumu Řež s.r.o.	26722445	Husinec-Řež č.p. 130, PSČ 250 68
22	CEZ Bosna i Hercegovina d.o.o.	65-01-0142-08	Sarajevo, Sarajevo-Centar, Hadži Idrizova br.20, Bosna a Hercegovina
23	CEZ Bulgaria EAD	131434768	Sofia, Municipality of Sredets, 140 G.S. Rakovski street, PSČ 1000, Bulharská republika
24	CEZ Bulgarian Investments B.V.	51661969	Amsterdam Zuidooost, Hogehilweg 5D, 1101 CA, Nizozemské království
25	CEZ Deutschland GmbH	HRB 139537	München, Karl-Theodor Str. 69, PSČ 80803, Spolková republika Německo
26	CEZ DISTRIBUTIE SA	14491102	Craiova, Dolj County, 2, Brestei St, PSČ 200581, Rumunsko
27	CEZ Elektro Bulgaria AD	175133827	Sofia, Municipality of Sredets, 140 G.S. Rakovski street, PSČ 1000, Bulharská republika

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28	CEZ Finance Ireland Ltd.	471391	Limerick, Doran Minehane, Crescent House, Upper hartstonge street, Irsko
29	CEZ Hungary Ltd.	13520670-4013-113-01	Budapest, Rétköz u. 5, PSČ 1118 , Maďarsko
30	CEZ Chorzow B.V.	24305703	Amsterdam Zuidoost, Hogehilweg 5D, 1101 CA, Nizozemské království
31	CEZ International Finance B.V.	24461985	Amsterdam Zuidoost, Hogehilweg 5D, 1101 CA, Nizozemské království
32	CEZ International Finance Ireland Ltd.	494547	Dublin 2, Arthur Cox Building, Earlsfort Terrace, Irsko
33	CEZ MH B.V.	24426342	Amsterdam Zuidoost, Hogehilweg 5D, 1101 CA, Nizozemské království
34	CEZ Nowa Skawina S.A.	0000336846	Skawina, ul. Piłsudskiego 10, PSČ 32-050, Polská republika
35	CEZ Poland Distribution B.V.	24301380	Amsterdam Zuidoost, Hogehilweg 5D, 1101 CA, Nizozemské království
36	CEZ Polska sp. z o.o.	00000266114	Warszawa, Aleje Jerozolimskie 63, PSČ 00-697, Polská republika
37	CEZ Produkty Energetyczne Polska sp. z o.o.	0000321795	Chorzow, ul. Marii Skłodowskiej-Curie 30, PSČ 41-503, Polská republika
	CEZ Razpredelenie Bulgaria AD	1300277958	Sofia, 330 Tsar Simeon St., Ilinden region, PSČ 1309, Bulharská republika
38	CEZ Romania SA	18196091	Bucuresti, Sector 1, Str. Ion Ionescu De La Brad, Nr. 2B, Rumunsko
39	CEZ RUS OOO	1087746177628	Moskva, Presnenskij val 19, PSČ 123557, Ruská federace
40	CEZ Shpërndarje Sh.A.	K72410014H	Tirana, Abdyl Frasher Street, EGT Tower, P. 12/1, Albánská republika
41	CEZ Silesia B.V.	24305701	Amsterdam Zuidoost, Hogehilweg 5D, 1101 CA, Nizozemské království

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42	CEZ Slovensko, s.r.o.	36797332	Bratislava, Gorkého 3, PSČ 811 01, Slovenská republika
43	CEZ Srbija d.o.o.	20180650	Beograd, Bulevar Mihajla Pupina 6, Republika Srbsko
44	CEZTel, a.s.	25107950	Praha 4, Duhová 1531/3, PSČ 140 53
45	CEZ Towarowy Dom Maklerski sp. z o.o.	0000287855	Warszawa, Aleje Jerozolimskie 63, PSČ 00-697, Polská republika
46	CEZ Trade Albania Sh.P.K.	K92129026D	Tirana, Abdyl Frasher Street, EGT Tower, P. 12/1, Albánská republika
47	CEZ Trade Bulgaria EAD	113570147	Sofia, Municipality of Sredets, 140 G.S. Rakovski street, PSČ 1000, Bulharská republika
48	CEZ Trade Polska sp. z o.o.	0000281965	Warszawa, Al. Jerozolimskie 63, PSČ 00-697, Polská republika
49	CEZ Trade Romania SRL	21447690	București, Sector 1, Ion Ionescu de la Brad, Nr. 2B, Rumunsko
50	CEZ Ukraine LLC	34728482	Kyjev, Velika Vasilkivska street 5, PSČ 01004, Ukrajina
51	CEZ Vanzare SA	21349608	Craiova, Dolj County, 2, Brestei St, PSČ 200581, Rumunsko
52	CM European Power International B.V.	24439848	Rotterdam, Weena 327, 3013 AL, Nizozemské království
53	CM European Power International s. r. o.	44525133	Bratislava, Lakeside Park, Tomášikova 64, PSČ 831 04 Slovenská republika
54	CM European Power Slovakia s. r. o.	44354258	Vlčie hrdlo 1, Bratislava 824 12, Slovenská republika
55	CSA Services, s.r.o.	25085531	Praha 6, Za Teplárnou 1111/3, PSČ 160 08
56	Czech Airlines Handling, a.s.	25674285	Praha 6, Aviatická 1017/2, PSČ 160 08
57	Czech Airlines Technics, a.s.	27145573	Praha 6 – Ruzyně, Jana Kašpara 1069/1, PSČ 160 08

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58	ČEPRO, a.s.	60193531	Praha 7, Dělnická č.p.213/12, PSČ 170 00
59	Česká exportní banka, a.s.	63078333	Praha 1, Vodičkova 34 č.p. 701, PSČ 111 21
60	České aerolinie a.s.	45795908	Praha 6, Jana Kašpara 1069/1, PSČ 160 08
61	Český Aeroholding, a.s.	24821993	Praha 6, Jana Kašpara 1069/1, PSČ 160 08
62	ČEZ, a.s.	45274649	Praha 4, Duhová 2/1444, PSČ 140 53
63	ČEZ Bohunice a.s.	28861736	Praha 4, Duhová 2/1444, PSČ 140 53
64	ČEZ Distribuce, a.s.	24729035	Děčín IV-Podmokly, Teplická 874/8, PSČ 405 02
65	ČEZ Distribuční služby, s.r.o.	26871823	Hradec Králové, Riegrovo náměstí 1493/3, Pražské Předměstí, PSČ 500 02
66	ČEZ Energetické služby, s.r.o.	27804721	Ostrava – Vítkovice, Výstavní 1144/103, PSČ 706 02
67	ČEZ Energetické produkty, s.r.o.	28255933	Hostovice, Komenského 534, PSČ 253 01
68	ČEZ Energo, s.r.o.	29060109	Praha 8, Karlín, Karolínská 661/4, PSČ 186 00
69	ČEZ ENERGOSERVIS spol. s r.o.	60698101	Třebíč, Bráfova 16, PSČ 674 01
70	ČEZ ICT Services, a.s.	26470411	Praha 4, Duhová 1531/3, PSČ 140 53
71	ČEZ Korporátní služby, s.r.o.	26206803	Ostrava, Moravská Ostrava, 28. října 3123/152, PSČ 700 02
72	ČEZ Logistika, s.r.o.	26840065	Ostrava – Moravská Ostrava, 28. října 3123/152, PSČ 709 02
73	ČEZ Měření, s.r.o.	25938878	Hradec Králové, Riegrovo náměstí 1493, PSČ 500 02
74	ČEZ Nová energetika, a.s.	02059533	Praha 4, Duhová 1444/2, PSČ 140 00
75	ČEZ Obnovitelné zdroje, s.r.o.	25938924	Hradec Králové, Křížkova 788, PSČ 500 03
76	ČEZ OZ uzavřený investiční fond a.s.	24135780	Praha 4, Duhová 1444/2, PSČ 140 53

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77	ČEZ Prodej, s.r.o.	27232433	Praha 4, Duhová 1/425, PSČ 140 53
78	ČEZ Teplárenská, a.s.	27309941	Říčany, Bezručova 2212/30, PSČ 251 01
79	ČEZ Zákaznické služby, s.r.o.	26376547	Plzeň, Guldenerova 2577/19, PSČ 326 00
80	Eco Etropol AD	201470389	Sofia, 140 Georgi Sava Rakovski street, PSČ 1000, Bulharská republika
81	Eco-Wind Construction S.A.	0000300426	Warszawa, ul. Marynarska 11, PSČ 02-674, Polská republika
82	Egemer Elektrik Üretim A.Ş.	695245	Istanbul, Miralay Şefik Bey Sokak, Ak Han No.13, K:4, Oda No. 1, Gümüşsuyu Beyoğlu, PSČ 34437, Turecko
83	EGl, a.s. v likvidaci	60721332	Praha 6, Milady Horákové 109, PSČ 160 41
84	EGP INVEST, spol. s r.o.	16361679	Uherský Brod, Antonína Dvořáka 1707, PSČ 688 01
85	EKOPA D.O.O.	5523354	Tovarniška 18, Krško, PSČ 8270, Republika Slovinsko
86	Elektrárna Dětmorovice, a.s.	29452279	Dětmorovice 1202, PSČ 735 71
87	Elektrárna Chvaletice a.s.	28786009	Chvaletice, K Elektrárně 227, PSČ 533 12
88	Elektrárna Mělník III., a.s.	24263397	Praha 4, Duhová 1444/2, PSČ 140 00
89	Elektrárna Počeradý, a.s.	24288110	Praha 4, Duhová 1444/2 PSČ 140 53
90	Elektrárna Tisová, a.s.	29160189	Březová – Tisová 2, PSČ 356 01
91	Elektrociepłownia Chorzów ELCHO sp. z o.o.	0000060086	Chorzów, ul. Marii Skłodowskiej-Curie 30, PSČ 41-503, Polská republika
92	Elektrownia Skawina S.A.	0000038504	Skawina, ul. Piłsudskiego 10, PSČ 32-050, Polská republika
93	Elektrownie Wiatrowe Lubiechowo sp. z o.o.	0000291340	Warszawa, ul. Marynarska 11, PSČ 02-674, Polská republika
94	Energetické centrum s.r.o.	26051818	Jindřichův Hradec, Otín čp.3, PSČ 377 01

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95	ENERGIE KRUPKA, s.r.o.	25410083	Krupka 1, Mariánské nám. 22, PSČ 417 42
96	Energotrans, a.s.	47115726	Praha 7, Partyzánská 1/7, PSČ 170 00
97	Exportní garanční a pojišťovací společnost, a.s.	45279314	Praha 1, Vodičkova 34/701, PSČ 111 21
98	Explosia a.s.	25291581	Pardubice, Semtín 107, PSČ 530 50
99	Explosia SK s. r. o.	45909903	Bratislava, Dostojevského rad 5, PSČ 811 09, Slovenská republika
100	Farma Wiatrowa Leśce sp. z o.o.	0000330281	Warszawa, ul. Marynarska 11, PSČ 02-674, Polská republika
101	Farma Wiatrowa Wilkołaz-Bychawa sp. z o.o.	0000330670	Warszawa, ul. Marynarska 11, PSČ 02-674, Polská republika
102	FM service s.r.o.	25445626	Ústí nad Labem, Mezní 2854/4, PSČ 400 11
103	FOSPOL SK, spol. s r. o. – v likvidácii	44793502	Humenné, Brestovská 123, PSČ 066 01, Slovenská republika
104	Free Energy Project Oreshets EAD	201260227	Sofia, Municipality of Sredets, 140 G.S. Rakovski street, PSČ 1000, Bulharská republika
105	GALILEO REAL, k.s.	26175291	Praha 8, Thámova 181/20, PSČ 186 00
106	HOLDING KLADNO a.s. v likvidaci	45144419	Kladno, Cyrila Boudy 1444, PSČ 272 01
107	HOLIDAYS Czech Airlines, a.s.	61860336	Praha 6, Jana Kašpara 1069, PSČ 160 08
108	Hotelinvest a.s.	00251976	Praha 1, Nekázanka 857/4, PSČ 110 00
109	IMOB a.s.	60197901	Praha 8, Thámova 181/20, PSČ 186 00
110	in PROJEKT LOUNY ENGINEERING s.r.o.	44569688	Louny, Na Valích 899, 440 01
111	Istrochem Explosives a.s.	44254504	Bratislava, Nobelova 34, PSČ 836 05 Slovenská republika
112	Jadrová energetická spoločnosť Slovenska, a.s.	45337241	Bratislava, Tomášikova 22, PSČ 82102, Slovenská republika
113	JESS Invest, s. r. o.	45659044	Bratislava, Tomášikova 22, PSČ 82102, Slovenská republika

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114	JUNIOR centrum, a.s. v likvidaci	48154946	Seč, ul. Čs. pionýrů 197, PSČ 538 07
115	Kongresové centrum Praha, a.s.	63080249	Praha 4, 5. května 65, PSČ 140 21
116	KUPEG úvěrová pojišťovna, a.s.	27245322	Praha 4, Na Pankráci 1683/127, PSČ 140 00
117	Letiště Praha, a.s.	28244532	Praha 6, K Letišti 6/1019, PSČ 160 08
118	LEVAS KRŠKO d.o.o.	5498325	Tovarniška 18, Krško, PSČ 8270, Republika Slovinsko
119	LOMY MOŘINA spol. s r.o.	61465569	Mořina, okres Beroun, PSČ 267 17
120	Martia a.s.	25006754	Ústí nad Labem, Mezní 2854/4, PSČ 400 11
121	Mega Energy sp. z o.o.	0000374306	Warszawa, ul. Marynarska 11, PSČ 02-674, Polská republika
122	Mem Enerji Elektrik Üretim Sanayi ve Ticaret A.Ş.	625774	Istanbul, Miralay Şefik Bey Sokakm No. 13, K:4, Oda No. 1, Gümüşsuyu Beyoğlu, PSČ 34437, Turecko
123	MERO ČR, a.s.	60193468	Kralupy nad Vltavou, Veltruská 748, PSČ 278 01
124	MERO Germany AG	HRB 5271	Vohburg an der Donau, MERO-Weg 1, PSČ 850 88, Spolková republika Německo
125	MOL-CEZ European Power Hungary Kft.	13-09-115216	Százhalombatta, Olajmunkás út. 2, PSČ 2440, Maďarsko
126	Municipální finanční společnost a.s. zkráceně MUFIS a.s.	60196696	Praha 1, Jeruzalémská 964/4, PSČ 110 00
127	MW Team Invest SRL	18926986	Bucuresti, 2B Ion Ionescu de la Brad Street, 2 <sup>nd</sup> floor, room 3, Sector 1, PSČ 013813, Rumunsko
128	NERS d.o.o.	RU-1-1864-00	Gacko, Industrijska zona bb, PSČ 89240 Bosna a Hercegovina
129	Nuclear Safety & Technology Centre s.r.o.	27091490	Husinec-Řež č.p. 130, PSČ 250 68
130	Ornilk, a.s. v likvidaci	60109092	Žamberk, PSČ 564 01

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131	OSC, a.s.	60714794	Brno, Staňkova 557/18a, PSČ 612 00
132	Ovidiu Development SRL	18874682	Bucuresti, 2B Ion Ionescu de la Brad Street, 2 <sup>nd</sup> floor, room 1, Sector 1, PSČ 013813, Rumunsko
133	PORCELÁN HOLDING a.s. v likvidaci	25082442	Praha 2, Trojanova 1993/5, PSČ 120 00
134	PPC Úžín, a.s.	27198367	Praha 4, Duhová 1444/2, PSČ 140 53
135	PRISKO a.s.	46355901	Praha 7, Janovského 438/2, PSČ 170 00
136	PRODECO, a.s.	25020790	Bílina, Mostecké Předměstí, Důlní 437, PSČ 418 01
137	Realitní developerská, a.s.	27174166	Praha 6 – Ruzyně, Jana Kašpara 1069/1, PSČ 161 00
138	Revitrans, a.s.	25028197	Bílina, Důlní 429, PSČ 418 01
139	Sakarya Elektrik Dağıtım A.Ş.	10941-18573	Istanbul, Miralay Şefik Bey Sok. Ak-Han No. 15, Gümüşsuyu Beyoğlu, PSČ 34437, Turecko
140	Sakarya Elektrik Perakende Satış A.Ş.	23996	Adapazarı, SAKARYA, Maltepe Mahallesi, Orhangazi Caddesi Trafo Tesisleri No:72 Oda:1, PSČ 54100, Turecko
141	SD – 1.strojírenská, a.s.	25437127	Bílina, Důlní 437, PSČ 418 01
142	SD – Kolejová doprava, a.s.	25438107	Kadaň, Tušimice 7, PSČ 432 01
143	SD – KOMES, a.s.	28666674	Horní Jiřetín, Dolní Jiřetín, U Jezera 3, PSČ 434 01
144	SD – Rekultivace, a.s.	27329011	Kadaň, Tušimice 7, PSČ 432 01
145	SERENUM, a.s.	01438875	Praha 9, Beranových 130, Letňany, PSČ 199 00
146	Severočeské mlékárny, a.s. Teplice	48291749	Teplice, Libušina 2154, PSČ 415 03
147	Severočeské doly a.s.	49901982	Chomutov, Boženy Němcové 5359, PSČ 430 01
148	Shared Services Albania Sh.A.	K91629005R	Tirana, Abdyl Frasherri Street, EGT Tower, P. 12/1, Albánská republika

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149	SINIT,a.s.	25397401	Ostrava Mariánské Hory, Emila Filly 296/13, PSČ 709 00
150	Sky Venture a.s.	27361381	Praha 6, Jana Kašpara 1069/1, PSČ 160 08
151	STAVOCENTRAL, a.s. v likvidaci	47116943	Praha 2, Jaromírova 64, PSČ 128 00
152	STE – obchodní služby spol. s r.o. (zkratka STE-OS s.r.o.) v likvidaci	49826182	Praha 2, Vinohradská 325/8, PSČ 120 21
153	STROJÍRNÝ TATRA PRAHA,a.s. v likvidaci	00674311	Praha 5, Zličín, K metru 312, PSČ 155 21
154	ŠKODA PRAHA a.s.	00128201	Praha 4, Duhová 2/1444, PSČ 140 74
155	ŠKODA PRAHA Invest s.r.o.	27257517	Praha 4, Duhová 2/1444, PSČ 140 74
156	ŠKO-ENERGO, s.r.o.	61675938	Mladá Boleslav 1, Tř. Václava Klementa 869, PSČ 293 60
157	ŠKO-ENERGO FIN, s.r.o.	61675954	Mladá Boleslav 1, Tř. Václava Klementa 869, PSČ 293 60
158	Taidana Limited	HE 272531	Limassol, Griva Digeni 115, Trident Centre, PSČ 3101, Kyperská republika
159	TEC Varna EAD	103551629	Varna, Village of Ezerovo, Varna District, PSČ 9168, Bulharská republika
160	Telco Pro Services, a.s.	29148278	Praha 4, Duhová 1531/3, Michle, PSČ 140 00
161	Teplárna Trmice, a.s.	28707052	Trmice, Edisonova 453, PSČ 400 04
162	Tepelné hospodářství města Ústí nad Labem s.r.o.	49101684	Ústí nad Labem, Malátova 2437/11, PSČ 400 01
163	Teplo Klášterec s.r.o.	22801600	Klášterec nad Ohří, Jana Ámose Komenského 450, Miřetice u Klášterce nad Ohří, PSČ 431 51
164	TEPLO KRKONOŠE a.s.	25271725	Vrchlabí, Labská 964, PSČ 543 01
165	TI Energo, s.r.o.	65277775	Praha 8, Karolinská 661/4, PSČ 186 00
166	THERMAL-F, a.s.	25401726	Karlovy Vary, I. P. Pavlova 2001/11, PSČ 360 01

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167	TMK Hydroenergy Power SRL	27189093	Resita, 48 Primaverii St., 1 <sup>st</sup> floor, Caras-Severin County, PSČ 320012, Rumunsko
168	Tomis Team SRL	18874690	Bucuresti, 2B Ion Ionescu de la Brad Street, 2 <sup>nd</sup> floor, room 2, Sector 1, PSČ 013813, Rumunsko
169	Ústav aplikované mechaniky Brno, s.r.o.	60715871	Reslova 972/3, Veveří, Brno, PSČ 602 00
170	ÚJV ŘEŽ, a.s.	46356088	Hlavní 130, Řež, Husinec, PSČ 250 68
171	VIPAP VERTRIEBS UND HANDELS GmbH	333645f	Ternitz, Josef Huber Strasse 6, PSČ 2620, Rakousko
172	VIPAP VIDEM KRŠKO d.d.	5971101	Krško, 18 Tovarniška ulica, PSČ 8270, Republika Slovinsko
173	VRCHLABSKÁ TEPLÁRENSKÁ, s.r.o.	64254348	Vrchlabí, Labská 964, PSČ 543 01
174	Výzkumný a zkušební letecký ústav, a.s.	00010669	Praha, Letňany, Beranových 130, PSČ 199 05
175	Výzkumný a zkušební ústav Plzeň s.r.o.	47718684	Plzeň, Tylova 1581/46, PSČ 301 00
176	VZLU TECHNOLOGIES, a.s.	29146241	Praha 9, Letňany, Beranových 130, PSČ 199 00
177	Whitelines Industries a.s.	27105733	Praha 6, Jana Kašpara 1069/1, PSČ 160 08

List of abbreviations

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BOZP	health and safety at work
CO	carbon monoxide
CO <sub>2</sub>	carbon dioxide
ČEPS	Czech Transmission System
ČIŽP	Czech Environmental Inspectorate
ČNS EN ISO	environmental management system
EEX	The European Energy Exchange
ECHAS	Elektrárna Chvaletice, OJSC
ELTO	extra light fuel oil
EMS	Environmental Management System
ES	European Community
HP	emergency plan
NO <sub>x</sub>	nitrogen oxides
OTE	Electricity Market Operator
PO	fire protection
PXE	Power Exchange Central Europe
SO <sub>2</sub>	carbon dioxide
TTO	heavy fuel oil
TZL	solid pollutants/dust
ŽP	environment



**Elektrárna Chvaletice, OJSC**

K Elektrárně 227

533 12 Chvaletice

[www.7.cz](http://www.7.cz)