

CETIN a.s.

**SHORTENED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2022**

TABLE OF CONTENT	Page
CONSOLIDATED STATEMENT OF TOTAL COMPREHENSIVE INCOME	1
CONSOLIDATED STATEMENT OF FINANCIAL POSITION.....	2
CONSOLIDATED STATEMENT OF CASH FLOWS	3
NOTES TO SHORTENED CONSOLIDATED FINANCIAL STATEMENTS	4
GENERAL INFORMATION	4

CONSOLIDATED STATEMENT OF TOTAL COMPREHENSIVE INCOME

In CZK million	For the period ended	
	31 March 2022	31 March 2021
Revenues	4,634	4,474
Other income from non-telecommunication services	17	8
Expenses	(2,381)	(2,290)
Earnings before impairment loss, interest, tax, depreciation and amortization (EBITDA)	2,270	2,192
Depreciation and amortisation	(1,337)	(1,429)
Impairment loss	(8)	(11)
Operating profit (EBIT)	925	752
Finance income	422	1
Finance costs	(248)	(135)
Profit before tax	1,099	618
Corporate income tax	(222)	(126)
Profit for the period	877	492
Other comprehensive income		
Items that may be reclassified subsequently to profit or loss		
Translation differences	-	-
Gains / (losses) on valuation differences from cash flow hedges	-	(1)
Related deferred tax	-	-
Other comprehensive income, net of tax	-	(1)
Total comprehensive income, net of tax	877	491
Profit attributable to:		
Equity holders of the Company	877	492
Total comprehensive income attributable to:		
Equity holders of the Company	877	491

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

In CZK million	As at	
	31 March 2022	31 December 2021
ASSETS		
Property, plant and equipment	47,631	47,781
Intangible assets	2,266	2,151
Right of use assets	4,885	4,926
Other assets	496	469
Non-current assets	55,278	55,327
Inventories	92	96
Trade and other receivables	3,126	2,903
Advance payments and other assets	753	646
Cash and cash equivalents	315	740
Current assets	4,286	4,385
Non-current assets held for sale	5	5
Total assets	59,569	59,717
EQUITY AND LIABILITIES		
Share capital	3,102	3,102
Other funds	14,620	14,620
Retained earnings	1,623	2,600
Total equity	19,345	20,322
Long-term financial debts	20,094	20,389
Deferred tax liability	5,872	5,910
Non-current provisions for liabilities and charges	214	214
Lease liability	4,219	4,247
Non-current other liabilities	1,469	1,459
Non-current liabilities	31,868	32,219
Short-term financial debts	38	23
Trade and other payables	7,177	6,069
Lease liability	778	844
Income tax liability	254	152
Provisions for liabilities and charges	109	88
Current liabilities	8,356	7,176
Total liabilities	40,224	39,395
Total equity and liabilities	59,569	59,717

CONSOLIDATED STATEMENT OF CASH FLOWS

In CZK million	For the period ended	
	31 March 2022	31 March 2021
Profit for the year	877	492
Non-cash adjustments for:		
Depreciation and amortisation	1,337	1,429
Impairment loss	8	11
Profit on sale of property, plant and equipment	(9)	(1)
Net finance expenses	178	134
Foreign exchange losses (net)	(352)	-
Bad debts	-	(1)
Tax expense	222	126
Operating cash flow before working capital changes	2,261	2,190
Working capital adjustments:		
Change in trade and other receivables	(436)	(62)
Change in inventories	4	7
Change in trade and other payables	166	(78)
Change in provisions	21	6
Cash flows from operating activities	2,016	2,063
Interest received	4	1
Income tax paid	(158)	(163)
Net cash flow from operating activities	1,862	1,901
Cash flows from investing activities		
Purchase of property, plant and equipment and intangibles	(1,035)	(966)
Proceeds from sales of property, plant and equipment and intangible assets	5	-
Net cash used in investing activities	(1,030)	(966)
Cash flows from financing activities		
Interest paid	(60)	-
Interest paid from lease liability	(42)	(38)
Upfront fees	-	(27)
Net proceeds from settlement of FX derivatives	(67)	-
Cash collateral placed due to derivatives transactions	88	(118)
Dividends paid	(963)	(1,400)
Lease payments	(213)	(219)
Net cash used in financing activities	(1,257)	(1,802)
Net increase in cash and cash equivalents	(425)	(867)
Cash and cash equivalents at beginning of year	740	1,411
Effect of foreign exchange rate movements on cash and cash equivalents	-	(1)
Cash and cash equivalents at the period end	315	543

NOTES TO SHORTENED CONSOLIDATED FINANCIAL STATEMENTS

GENERAL INFORMATION

CETIN a.s. Group (Group) consists of CETIN a.s. (Company) and its subsidiaries: CETIN Finance B.V. and CETIN služby s.r.o.

As of 1 January 2021 (decisive date) CETIN a.s. merged with its subsidiary STEL-INVEST s.r.o. as part of a domestic merger. In 2021 the liquidation of the subsidiary CZECH TELECOM Germany GmbH was completed and on 4 February 2022 it was removed from the Commercial register.

The Company has the form of a joint stock company and is incorporated and domiciled in the Czech Republic. The address of its registered office is Českomoravská 2510/19, Praha 9, 190 00, Czech Republic.

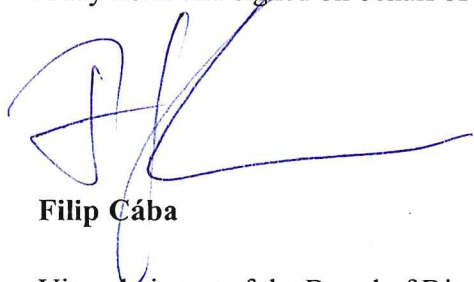
The sole shareholder of the Group as of 31 March 2022 is CETIN Group N.V. (part of the PPF Group).

The Company is the leading telecommunications provider in the Czech market providing fully integrated services. It is understood as the access, aggregation and backbone infrastructure, mediating the access of customers of other operators to their fixed and mobile voice, data and video services.

The shortened consolidated financial statements are not audited.

The Group's consolidated financial statements for the period ended 31 March 2022 fairly represent Group's financial condition and operations as of 31 March 2022.

The shortened consolidated financial statements were approved by the Board of Directors on 4 May 2022 and signed on behalf of the Company:



Filip Cába

Vice-chairman of the Board of Directors



Michal Frankl

Member of the Board