

Reporting of production from supported energy sources

OTE, a.s. (OTE) strongly believes that following the Interpretative Opinion of the Energy Regulatory Office (ERO) No. 4/2018 of 26 April 2018 on the issue of the reporting of electricity production from renewable sources (the Opinion), the conclusions of the Opinion will be reflected in the ongoing administrative proceedings and the ERO will approve OTE's Business Terms for the Power Sector as amended, which reflect the conclusions of the Opinion.

Subsequently, OTE will ensure both the modification of the market operator's system and the communication with all the concerned entities.

OTE, a.s.

Stock company OTE, a.s., (OTE) operates the electricity market in the Czech Republic since 2001 and the gas market since 2010. OTE provides comprehensive services to individual electricity and gas market participants. Since 2002 OTE organizes trading on day-ahead and later on intraday and block electricity markets and since 2010 also on the day-ahead and intraday gas markets. OTE also provides electricity and gas market participants with continuous processing and exchange of data, information used for clearing and financial settlement of imbalances between the contractual and actual values of supply and consumption of electricity and gas and administers the supplier change of both commodities. Simultaneously OTE manages the Czech Emission Trading Registry (greenhouse gas emitting allowances). Since 1 January 2013 OTE is responsible for the administration of the system for payment of Renewable Energy Sources subsidies.

OTE is according to §20a of Act no. 458/2000 Coll., on business conditions and the performance of state administration in the energy sectors and amending certain laws (Energy Act), as amended, the licensee for the market operation which includes the electricity and the gas market in the Czech republic.

On 7 October 2015 OTE was established by the ERO as a Nominated Electricity Market Operator (NEMO), which will provide a uniform interconnection of day-ahead and intraday markets. On 7 October 2015 market operator also launched reporting of business data from OTE's short-term markets to the database of the Agency for the Cooperation of Energy Regulators (ACER) for market participants.

More information can be found at www.ote-cr.cz