

ANNUAL REPORT

2022

Table of Contents:

- I. Report on the Company's Business Activities and on the Assets State
- II. Report on Relations between Related Parties
- III. Financial Statements and Notes to Financial Statements
- IV. Independent Auditor's Report

I. Report on the Company's Business Activities and on the Assets State

1. Information about the Company

MND Energy Storage a.s. (until 31 January 2022 MND Gas Storage a.s.) (the „Company“), with its registered office at Hodonín, Úprkova 807/6, postcode 695 01, ID 27732894, was created on 10 May 2007 by the sole shareholder - Moravské naftové doly, a.s., Hodonín, Úprkova 807/6, postcode 695 01, ID 26288583 - under business name Gas Storage a.s. The Company was incorporated on 30 May 2007 in the Commercial Register by the Municipal Court in Brno, file no. B 4925.

Currently, the sole shareholder is the legal successor of the original founder - MND a.s., with its registered office at Hodonín, Úprkova 807/6, Postal Code 695 01, ID 28483006. The Company was incorporated in the Commercial Register by the Municipal Court in Brno, file no. B 6209.

2. Information about the Company activities

The Company is engaged in the operation of underground gas storage facilities and providing gas storage services based on energy license.

The Company does not perform research and development and does not have a business unit abroad.

3. Retained earnings, assets and liabilities state

In 2022, the Company's profit amounted to CZK 101,147 thousand.

More detailed information on the financial situation and performance of the Company for the year ended 31 December 2022 can be found in the financial statements, which are part of this annual report.

4. Underground gas storage in Uhřice and Uhřice Jih

The Uhřice underground gas storage was launched in 2001. In 2012 the new storage structure Uhřice Jih was successfully connected. The Uhřice Jih structure potential allows the storage capacity to increase to approx. 350 million/m³ (3.7 TWh) during the years 2030-2033. Company's underground gas storage is used as multicyclic storage facilities, which means without injection or extraction time limitation (except standard outage for service work in accordance with UGS operator regulations).

The Company's most significant investment was the second (final) stage for a new diagnostic and automation system for compressor units heading to introducing a high degree of automation in the application of autonomous elements of industrial management 4.1.

Already during 2021, the Company performed an analysis of the possibilities of storing hydrogen in the form of impurities in natural gas in its storage structures and thus created the preconditions for the storage of electricity (in the form of hydrogen gas produced by electrolysis). The result of the analysis is the fact that the Company can store up to 5% of hydrogen in a mix with natural gas through the Uhřice storage tank and that this storage tank can become a so-called energy storage (Energy Storage).

5. Quality policy and EMS

In 2022, the Company continued to fulfill the obligation to develop all activities to achieve maximum customer satisfaction and with regards to environmental protection to minimize the impact of activities production on its surroundings.

One of the tools to achieve these goals was to maintain and comply with the ISO 14001:2004 certified EMS management system, which significantly increased employees' environmental awareness and according to OHSAS 18 001 standards through which the HSE system was implemented in the Company.

The Company follows the MND Group's policy in the field of work safety, environmental standards and standards ensuring process safety.

6. Human resources

At the end of 2022, the registered number of employees, members of the Board of Directors and the Supervisory Board of the Company was 40. The number of employees corresponds to Company needs and to the scope of provided activities, as well as the requirements of energy legislation to ensure sufficient personal self-dependence of the Company.

7. Education and social area

The Company supports the education of its employees and provides them with a quality background for their development for each individual employee. The Company also supports cooperation with selected high schools and universities in the Czech Republic and abroad. Both in terms of professional qualification improvement of their employees and in order to get new talents and their further development in their experts' team.

As part of employee care, the Company focuses on creating a quality work environment with a wide range of employee benefits.

8. Sponsoring

The Company focuses on special-purpose projects on local and regional level with which focus on children's and youth activities, education, active leisure, elderly care and charity, especially through its parent company MND a.s.

9. Acquisition of own shares, branches abroad

The Company did not acquire any of its own shares in 2022. In 2022, the Company did not have any branch or other part of the business plant located abroad.

Outlook of the Company's development in the following period

In the next period (storage year 2023+), the Company plans to continue optimizing the customer portfolio and offering new business products. The Company is trying to ensure maximum utilization of available storage capacity by long-term agreements or short-term agreements or through the product portfolio which is offered to customers on the Company's website in accordance with applicable legislation and regulations of the UGS operator.

The Company supports the Green Deal policy and the maximum reduction of the carbon footprint of its business.

The new directions in the development of the Company, which are in line with the Green Deal policy, thus become in particular the possibility of Energy Storage in the form of hydrogen gas (produced by electrolysis from excess electricity) or synthetic methane or biomethane mixed with natural gas and elimination of CO₂ emissions or methane leaks.

10. Subsequent events

In addition to the events listed in the notes to the financial statements, which are an integral part of this annual report, no other events have occurred subsequent to year-end that would have a material impact on the annual report as at 31 December 2022.

Hodonín, 29 March 2023



Karel Luner
Chairman of the Board
of Directors



Pavel Marek
Vice-Chairman of the Board
of Directors



Milan Dočkal
Member of the Board
of Directors

II. Report on Relations between Related Parties

MND Energy Storage a.s. Directors Report of the Board on relations between the controlling entity and the controlled entity and between the controlled entity and entities controlled by the same controlling entity

MND Energy Storage a.s. with its registered office at Hodonín, Úprkova 807/6, PSČ 695 01, ID 27732894, incorporated in the Commercial Register by the Municipal Court in Brno, file no. B 4925 (the "Company") was in the accounting period from 1 January 2022 to 31 December 2022 (the "Reporting Period") a controlled party in terms of Section § 74 of Act No. 90/2012 Coll., the Act on Business Corporations and Cooperatives (the "Act on Business Corporations" or "ZOK").

The Board of Directors of the Company as a controlled entity in terms of Section § 82 of the Act on Business Corporations has prepared this Report on Relations between the controlling entity and the controlled entity and between the controlled entity and controlled entities controlled by the same controlling entity (the "Report on Relations" and "Related Parties"). The Report on Relations is prepared in terms of Section § 82 (2) and (4) of the ZOK.

1. Structure of Relationships between the Company and Other Related Parties

Throughout the Reporting Period, the Company is part of the KKCG group which consists of companies, all of which are directly or indirectly controlled by KKCG AG with its registered office at Kapellgasse 21, 6004 Lucerne, Swiss Confederation, Reg. No.: CHE-326.367.231 ("KKCG AG").

The Company is indirectly controlled by KKCG AG through the parent company MND a.s., with its registered office at Hodonín, Úprkova 807/6, postal code 695 01, ID: 28483006, registered in the Commercial Register maintained by the Regional Court in Brno, Section B, Insert 6209, which is controlled by MND Group AG, with its registered office at Kapellgasse 21, 6004 Lucerne, Swiss Confederation, Reg. No. CHE-448.401.517, which is further controlled by KKCG AG.

A list of all companies of the KKCG Group that are, either directly or indirectly controlled by KKCG AG, including the Company, are attached to this Report on Relations. Information on the KKCG group companies are presented as at 31 December 2022.

2. The role of the Company

The role of the Company as a controlled company is to provide the operation of underground gas storage facilities and the provision of related services of gas market participant within the scope of the granted energy license in terms of Act No. 458/2000 Coll, on business conditions and the performance of state administration in the energy sectors.

3. Means of Control

Control is exercised vis-à-vis the Company through a 100% share in voting rights at the Company's General Meeting.

4. Overview of important negotiations

During the Reporting Period, the Company did not, at the instigation nor in the interest of KKCG AG or its subsidiaries, conduct any transaction relating to assets exceeding 10% of the Company's equity as determined by the latest financial statements issued prior to this report.

5. Overview of mutual agreements valid in the Reporting Period

During the Reporting Period, the Company and KKCG AG, respectively between the Company and other entities controlled by KKCG AG, have been concluded following agreements:

- With MND a.s.:
 - Data Processing Agreement (DPA) from 1 February 2022
 - Agreement on the Payment of Costs for the release of the Trade Union officials from 1 February 2022
 - Gas Storage Agreement for Reservation of Monthly Storage Capacity and Gas Lending from 28 February 2022
 - Agreement on the Assignment of the Gas Storage Contract from 29 March 2022
 - Framework agreement on Ensuring Gas Storage and Limiting the Disposition of Stored Gas from 11 May 2022
 - Framework agreement on Interruptible Temporary Operating Volume from 12 October 2022
- With MND Energie a.s.
 - Agreement on combined supply of electricity from 9 December 2022
- With MND Drilling & Services a.s.
 - Agreement on the Payment of Costs for the release of the Trade Union officials from 1 February 2022
 - Purchase Agreement from 7 March 2022
- With Moravia Systems a.s.:
 - Agreement for Work - repair of ball valves from 1 March 2022
 - Agreement for Work - repair of ball valves from 14 March 2022

During the Reporting Period, the Company and controlling entity, respectively between the Company and other entities controlled by controlling entity have been concluded also agreements in a simplified form of orders, such as full year orders, for small-scale supplies and services, for example relating to graphic services, providing training for rescuers, providing professional training, providing promotional items, developing technical projects for probe repairs, carrying out logging measurements, reinsuring gas pipeline inspections, provision of engineering works and defectoscopy, geodetic and laboratory work, repairs of panel areas of probes or provision of canteen catering, accommodation and purchase of air tickets or office equipment.

During the Reporting Period, following agreements between the Company and KKCG AG, respectively between the Company and other entities controlled by KKCG AG, were implemented before the beginning of the Reporting Period:

- With AUTOCONT a.s.
 - Service Agreement from 22 December 2011
 - Software License Assurance Agreement from 22 December 2011
 - Service Agreement - Website Hosting and Service Support from 1 October 2014
 - End User Service Agreement from 19 January 2015
 - Service Agreement from 4 May 2016
 - Service Agreement from 15 February 2017
 - Sublicense Agreement from 28 June 2019
- With KKCG AG:
 - Trademark License Agreement from 30 August 2016
- With KKCG a.s.:
 - Service Agreement –Consulting Services from 1 January 2016
- With KKCG Structured Finance AG:
 - Cash pooling Agreement from 31 May 2016
- With Kynero Consulting a.s.:
 - Security Services Agreement from 1 June 2012
- With MND a.s.:
 - Drilling Cores Storage Agreement from 28 February 2008
 - Commercial Lease agreement from 30 May 2008
 - Electronic Communications Services Agreement from 30 January 2009
 - Agreement on keeping of mine surveying documentation (PZP Uhřice a ost.) from 30 April 2009
 - Economic and other services Agreements from 30 July 2010
 - Agreement on the merger of gas storage agreements for the reservation of annual fixed storage capacity from 30 April 2012
 - Agreement on settlement of gas from secondary extraction from 29 June 2012
 - Purchase Agreement – Condensate 28 December 2015
 - Insurance on liability for damage - re-invoicing of insurance from 1 January 2015
 - Service Agreement for Technical Equipment from 13 January 2016
 - Agreement on the bearing engineering and geology services from 30 April 2016
 - Agreement on Mines Rescue Service and covering the running HBZS costs from 22 December 2016

- Annual Gas Storage Agreement for Reservation of Annual Fixed Storage Capacity from 20 October 2017
- Annual Gas Storage Agreement for Reservation of Annual Fixed Storage Capacity from 20 October 2017
- Agreement on Commercial Dispatching Services dated 2 January 2019
- Annual Gas Storage Agreement for Reservation of Annual Fixed Storage Capacity from 13 December 2019
- Annual Gas Storage Agreement for Reservation of Annual Fixed Storage Capacity from 7 January 2020
- Annual Gas Storage Agreement for Reservation of Annual Fixed Storage Capacity from 31 March 2020
- Agreement for Merging Agreements for Reservation of Annual Fixed Storage Capacity from 31 March 2020
- Annual Gas Storage Agreement for Reservation of Annual Storage Capacity from 12 May 2020
- Annual Gas Storage Agreement for Reservation of Annual Storage Capacity from 20 May 2020
- Annual Gas Storage Agreement for Reservation of Annual Storage Capacity from 15 June 2020
- Electricity Supply Agreement from 24 November 2020
- Secondary sale settlement agreement from 25 January 2021
- Agreement on the Assignment of the Gas Storage Contract from 19 March 2021
- Agreement on the Assignment of the Gas Storage Contract from 24 March 2021
- Gas Storage Agreement for Reservation of Monthly Storage Capacity with fixed capacity from 25 March 2021
- Cooperation Agreement – Uhřice Jih from 26 April 2021
- Gas Storage Agreement for Reservation of Annual Storage Capacity with fixed capacity from 18 October 2021
- Agreement on combined supply of electricity from 6 December 2021
- Agreement on the provision of mining rescue service from 30 December 2021
- With MND Drilling & Services a.s.:
 - Master Services Agreement - small scale logging and blasting operations from 16 June 2008
 - Master Services Agreement - on the probe research services from 16 June 2008
 - Service Agreement from 29 May 2012
 - Agreement for work on the underground repair of well UH60a from 6 August 2021
- With MND Energy Storage Germany GmbH:
 - Service agreement for the provision of support services and consultancy from 10 November 2014

- Framework car rental agreement from 4 December 2016
- Agreement on the provision of financial guarantee from 22 October 2020
- With Moravia Systems a.s.:
 - Master work contract - maintenance and service of technological equipment and valves of UZP Uhřice from 31 January 2018
 - Master work contract - maintenance and service of technological equipment and valves of MS Brumovice from 31 January 2018

6. Assessment of injury and its compensation

No detriment occurred to the Company on the basis of the agreements entered into in the Reporting Period between the Company and other entities from the KKCG Group, other acts which were implemented in the interest, or at the instigation of such entities by the Company in the Reporting Period.

7. Evaluation of advantages, disadvantages and risks resulting from relations between the Related Parties

Membership in the KKCG Group with the controlling Entity KKCG AG allows the Company to benefit from the sharing know-how and information (to the range permitted by law and contractual arrangements with third parties), the ability to benefit from the KKCG brand reputation and the ability to access to intra-group and bank financing of the Company (e.g. in the form of the possibility to provide collateral for the financial liabilities of the Company by other persons in the Group).

The Company did not identify any disadvantages or risks that would result from the relationships between the Related Parties.

Annex: List of Related Parties

Hodonín 29 March 2023



Karel Luner
Chairman of the Board
of Directors



Pavel Marek
Vice-Chairman of the Board
of Directors



Milan Dočkal
Member of the Board
of Directors

ANNEX TO REPORT ON RELATIONS BETWEEN RELATED PARTIES

Annex No. 1 - List of related parties

List of parties controlled by the company KKG AG, with its registered seat at Kapellgasse 21, 6004 Lucerne, The Swiss Confederation, registration number CHE-326.367.231, as of 31 December 2022

SPOLEČNOST / COMPANY	Seat, Identification No. / Registration No.
"Horyzonty" LLC	L'vivska Oblast, L'viv, 79005, Akademika Pavlova 6C, Office 7, Ukraine, reg. No. 36828617
AEC a.s.	Vocetářova 2500/20a, Libeň, post code 180 00, Prague 8, Czech Republic, identification No. 04772148
AEC s.r.o.	Prievozská 1978/6, post code 821 09, Bratislava, Slovak Republic, identification No. 31384072
AleaX AG (v likvidaci / in liquidation)	Fabrikstraße 4, 9496 Balzers, Liechtenstein, registr. No. FL-0002.629.106-8
Allwyn AG (dříve /formerly SAZKA Entertainment AG)	Weinmarkt 9, 6004 Lucerne, Switzerland, reg. No. CHE-366.705.452
Allwyn Asia Holding a.s. (dříve /formerly SAZKA Asia a.s.)	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 05266289
Allwyn Austria Holding 2 GmbH (dříve/formerly CAME Holding GmbH)	Universitätsring 10, 1010 Vienna, Austria, reg No. 038898d
Allwyn Austria Holding 3 GmbH (dříve/formerly Medial Beteiligungs-Gesellschaft m.b.h.)	Universitätsring 10, 1010 Vienna, Austria, reg. No. FN117154k
Allwyn Czech Republic Holding a.s. (dříve / formerly SAZKA Czech a.s.)	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 24852104
Allwyn Entertainment AG	Weinmarkt 9, 6004 Lucerne, Switzerland, reg. No. CHE-157.119.805
Allwyn Entertainment Financing (UK) Plc	One Connaught Place, 5th Floor, W2 2ET London, United Kingdom, reg. No. 13841508
Allwyn Entertainment Ltd.	One Connaught Place, 5th Floor, W2 2ET London, United Kingdom, reg. No. 13157556
Allwyn Financing Czech Republic 2 a.s. (dříve / formerly SAZKA Group Financing (Czech Republic) 2, a.s.)	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 09771522
Allwyn Financing Czech Republic a.s. (dříve / formerly SAZKA Group Financing (Czech Republic) a.s.)	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 07877838
Allwyn Greece & Cyprus Holding 2 Ltd (dříve / formerly RUBIDIUM HOLDINGS LIMITED)	Arch. Makariou III, 195, Neocleous House, 3030 Limassol, Republic of Cyprus, registr. No. HE 287956
Allwyn Greece & Cyprus Holding Ltd (dříve / formerly SAZKA DELTA HELLENIC HOLDINGS LIMITED)	Arch. Makariou III, 195, Neocleous House, 3030 Limassol, Republic of Cyprus, registr. No. HE320752
Allwyn International a.s. (dříve / formerly SAZKA Group a.s.)	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 24287814
Allwyn Investments Cyprus Ltd (dříve / formerly RUBIDIUM HOLDING 2 LTD)	Arch. Makariou III, 195, Neocleous House, 3030 Limassol, Republic of Cyprus, registr. No. HE432870
Allwyn Services Czech Republic a.s. (dříve / formerly SAZKA Group CZ a.s.)	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 08993165
Allwyn Services UK Ltd (dříve / formerly SAZKA Group UK Limited)	One Connaught Place, 5th Floor, W2 2ET London, United Kingdom, reg. No. 08869774
Allwyn Services US LLC	125 High Street, Suite 1704, Boston, MA 02110, USA
Allwyn Sub AG	Weinmarkt 9, 6004 Lucerne, Switzerland, reg. No. CHE-348.874.140
Allwyn Sub LLC (v likvidaci / in liquidation)	251 Little Falls Drive, New Castle, Delaware 19808, USA
Allwyn UK Holding B Ltd (dříve / formerly Allwyn Financing (UK) Ltd)	One Connaught Place, 5th Floor, W2 2ET London, United Kingdom, reg. No. 13849924
Allwyn UK Holding C Ltd	One Connaught Place, 5th Floor, W2 2ET London, United Kingdom, reg. No. 14530228
Allwyn UK Holding Ltd (dříve / formerly SAZKA Group UK Holding Ltd)	One Connaught Place, 5th Floor, W2 2ET London, United Kingdom, reg. No. 13154201
Allwyn US HoldCo LLC (v likvidaci / in liquidation)	251 Little Falls Drive, New Castle, Delaware 19808, USA
Allwyn US Holding Inc.	251 Little Falls Drive, New Castle, Delaware 19808, USA
Aricoma Brand s.r.o.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 17867096
Aricoma CAD a.s.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 17865522
Aricoma CAD Capital a.s.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 17802733
Aricoma Capital a.s.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 11834587
Aricoma Digital CE a.s. (dříve / formerly Cleverlance Group a.s.)	Vocetářova 2500/20a, Libeň, post code 180 00, Prague 8, Czech Republic, identification No. 04771915
Aricoma España S.L.	Calle Barcas 2 2 - EDIFICIO EPOCA. 46002, Valencia, Spain, reg. No. B72432248
Aricoma Group a.s.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 04615671

Annex No. 1 - List of related parties

List of parties controlled by the company KKCG AG, with its registered seat at Kapellgasse 21, 6004 Lucerne, The Swiss Confederation, registration number CHE-326.367.231, as of 31 December 2022

SPOLEČNOST / COMPANY	Seat, Identification No. / Registration No.
Aricoma Group AB	c/o Seavus AB, Scheelevägen 27, post code 223 36 Lund, Sweden, reg. No. 559239-3473
Aricoma Group Finance a.s.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 17848369
Aricoma Group Holding a.s.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 17848601
Aricoma Group International AB	c/o Aspia AB, Sandra Mattsson Flodmark, Box 6350, 102 00 Stockholm, Sweden, reg. No. 559235-9748
AUTOCONT a.s.	Hornopolská 3322/34, Moravská Ostrava, 702 00 Ostrava, Czech Republic, identification No. 04308697
AUTOCONT s.r.o.	Krasovského 14, Bratislava - mestská časť Petržalka, post code 851 01, Slovak Republic, identification No. 36396222
AUTOCONT SRL	Avenue Louise 231, 1050 Bruxelles, Belgium, reg. No. 0767.591.979
Blue Rosemarine Development s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 08797200
Cachi Valle Aventuras S.A. (v likvidaci / in liquidation)	Av. Francisco de Uriondo 330, 4400 Salta, Argentina, registr. No. IGTJ de Salta Folio 71/2 asiento 2465 L 10
CAI Hungary Kft.	Lackner Kristóf u. 33/A, 9400 Sopron, Hungary, registr. No. 08-09-027729
CAI Ontario Inc. (v likvidaci / in liquidation)	200 Bay Street, Royal Bank Plaza, M5J 2Z4 Ontario, Canada, registr. No.1164748
CAIO AG (v likvidaci / in liquidation)	c/o Reuss Treuhand AG, Furrengasse 11, 6004 Luzern, Switzerland, registr. No. CHE-159.186.971
CAIO DK ApS (v likvidaci / in liquidation)	c/o Nordic Gambling ApS, Flæsketorvet 68, 2, 1711 København V, Denmark, registration no. 40909990
Casino Odense K/S	Claus Bergs Gade 7, 5000 Odense C, Denmark, registr. No. 14920293
Casino Sopron Kft.	Lackner Kristóf u. 33/A, 9400 Sopron, Hungary, registr. No. 08-09-009273
Casino St. Moritz AG	Via Veglia 3, 7500 St. Moritz, Switzerland, registr. No. CHE-107.653.178
Casinoland IT-Systeme GmbH	Lister Meile 2, 30161 Hannover, Germany, registr. No. HRB 61326
Casinos Austria (Liechtenstein) AG	Vorarlberger Strasse 210, 9486 Schaanwald, Liechtenstein, registr. No. FL-0002.543.564-5
Casinos Austria (Swiss) AG	c/o Reuss Treuhand AG, Furrengasse 11, 6004 Luzern, Switzerland, registr. No. CHE-100.189.949
Casinos Austria AG Liegenschaftsverwaltungs und Leasing	Rennweg 44, 1038 Vienna, Austria, registr. No. FN114288x
Casinos Austria Aktiengesellschaft	Rennweg 44, 1038 Vienna, Austria, registr. No. FN99639d
Casinos Austria International (Mazedonien) Holding GmbH	Rennweg 44, 1038 Vienna, Austria, registr. No. FN 400167g
Casinos Austria International Belgium S.A.	Rue Grétry 16-20, 1000 Bruxelles, Belgium, registr. No. 0502.785.246
Casinos Austria International GmbH	Rennweg 44, 1038 Vienna, Austria, registr. No. FN 131441x
Casinos Austria International Holding GmbH	Rennweg 44, 1038 Vienna, Austria, registr. No. FN37681p
Casinos Austria International Ltd.	Sofitel Hotel, Level 3, 249 Turbot Street, 4000 Brisbane, QLD, Australia, registr. No. ACN: 065998807, ABN: 065998807
Casinos Austria Management GmbH	Rennweg 44, 1038 Vienna, Austria, registr. No. FN38657z
CAST Casinos Austria Sicherheitstechnologie GmbH	Rennweg 44, 1038 Vienna, Austria, registr. No. FN94404f
Casinos Event Immobilien GmbH	Lister Meile 2, 30161 Hannover, Germany, registr. No. HRB 201793
"CCB" Congress Center Baden Betriebsgesellschaft m.b.H.	Kaiser Franz Ring 1, 2500 Baden, Austria, registr. No. FN67046y
CES EA s.r.o.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 08028656
Clearcode LLC	222 Broadway, 19th floor, New York, NY 10038, United states of America, reg. No. 4645876
Clearcode Services S.A.	Św. Antoniego 2/4, 50-073 Wrocław, Poland, reg. No. 871153
Cleverlance Deutschland GmbH	Eduard-Schopf-Allee 1, 28217 Bremen, Germany, registration No. 32267
Cleverlance Enterprise Solutions s.r.o.	Vocetářova 2500/20a, Libeň, post code 180 00, Prague 8, Czech Republic, identification No. 27408787
Cleverlance H2B s.r.o.	Tuřanka 1519/115a, Brno, Slatina, post code 627 00, Czech Republic, identification No. 28223756
Cleverlance Slovakia s.r.o.	Prievozska 1978/6, post code 821 09, Bratislava, Slovak Republic, identification No. 35942487
Cloud4com SK, s.r.o.	Staré Grunty 36, post code 841 04, Bratislava, Slovak Republic, identification No. 50569694
CLS Beteiligungs GmbH	Goldschmiedg. 3, 1010 Vienna, Austria, reg. No. FN84419x

Annex No. 1 - List of related parties

List of parties controlled by the company **KKCG AG**, with its registered seat at **Kapellgasse 21, 6004 Lucerne**,
The Swiss Confederation, registration number **CHE-326.367.231**, as of **31 December 2022**

SPOLEČNOST / COMPANY	Seat, Identification No. / Registration No.
Collington II Limited	Custom House Plaza Block 6, International Financial Services Centre, Dublin 1, Republic of Ireland, reg. No. 506335
Complejo Monumento Güemes S.A. (v likvidaci / in liquidation)	Av. Francisco de Uriondo 330, 4400 Salta, Argentina, registr.No. FOLIO 187/88 ASIEN TO 2288 LIBRO 9
Coopera Development s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 08682802
Cuisino Ges. m.b.H.	Rennweg 44, 1038 Vienna, Austria, registr. No. FN54015I
CYANVENUE LIMITED	3096 Limassol, Alasias, 8 CHRISTODOULIDES BUILDING, Republic of Cyprus, reg. No. HE353101
Deutsche Sportwetten GmbH	Karmarschstr. 37+39, D-30159 Hannover, Germany, registr. No. 219939
Društvo za Informatičku Technologiju Seavus DOO	Vojvode Mišica 9, 18 000 Nis, Republic of Serbia, reg. No. 20177861
ECC Jenerálka, s.r.o.	Na příkopě 859/22, Nové Město, post code 110 00 Prague 1, Czech Republic, identification No.03834131
Entretenimientos y Jegos de Azar (EN.J.A.S.A.) S.A. (v likvidaci / in liquidation)	Del Milagro 142, 4400 Salta, Argentina, registr. No. IG TJ de Salta Folio 65/6 asiento 2462 L 10
FM&S Czech a.s.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 04283112
Fortuna 1 ApS	c/o Casino Odense K/S, Claus Bergs Gade 7, 5000 Odense C, Denmark, registr. No. 14909087
FVE Tichá s.r.o.	Úprkova 807/6, post code 695 01, Hodonín, Czech Republic, identification No. 28605233
Geologichne byureau "Lviv" LLC	L'vivska Oblast, L'viv, 79011, ul. Kubiyovicha 18, Office 6, Ukraine, reg. No. 31978102
Gestate s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 07957912
G-JET s.r.o.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 27079171
Glücks- und Unterhaltungsspiel Betriebsgesellschaft m.b.H.	Rennweg 44, 1038 Vienna, Austria, registr. No. FN241637z
HELLENIC LOTTERIES S.A.	112 Athinon Avenue, GR 104 42, Athens, Greece, registration No.132846101000
HORSE RACES S.A.	112 Athinon Avenue, GR 104 42, Athens, Greece, registration No. 25891401000
IGNIS HOLDING a.s.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 07435304
Inmobiliara Ovale S.A.	Ignacio Carrera Pinto 109, 2720426 San Antonio, Chile, registr. No. 14996/10019
INTERMOS Praha s.r.o.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 63076349
INTERMOS VALVES, s.r.o.	Bratislava-mestská časť Staré Mesto, Karpatská 8, post code 811 05, Slovak Republic, identification No. 35898411
Internet Projekt, s.r.o.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 08526541
IPM – Industrial Portfolio Management a.s.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 04572033
Italian Gaming Holding a.s.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 04828526
JTU Czech, s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 02612020
KAIZEN Gaming Limited (pouze aktivity v Řecku a na Kypru/ only activities in Greece and Cyprus)	Office 1/1007, Level G, Quantum House 75, Abate Rigord Street, Ta'Xbiex XBX 1120 Malta, registr. No. C58362
KBOC Investing B.V.	1101CT Amsterdam, Herikerbergweg 292, Kingdom of the Netherlands, reg. No. 52308944
KKCG a.s.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 27107744
KKCG Development a.s.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 08295484
KKCG Industry B.V.	1101CT Amsterdam, Herikerbergweg 292, Kingdom of the Netherlands, reg. No. 27271144
KKCG Methanol Holdings LLC	400 Capitol Street, Suite 200, Charleston WV 25301, United States of America, EI No. 36-4831670
KKCG Real Estate Group a.s.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 24291633
KKCG Structured Finance AG	Kapellgasse 21, 6004 Lucerne, Switzerland, reg. No. CHE-292.174.442
KKCG TechLabs s.r.o.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 14042479
KKCG Technologies Finance s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 14038641
KKCG Technologies s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 07171234
KKCG US Advisory LLC	125 High Street, Boston, MA-02110, United States of America, reg. No. 84-2817214

Annex No. 1 – List of related parties

List of parties controlled by the company KKCAG AG, with its registered seat at Kapellgasse 21, 6004 Lucerne, The Swiss Confederation, registration number CHE-326.367.231, as of 31 December 2022

SPOLEČNOST / COMPANY	Seat, Identification No. / Registration No.
KOMIX Digital s.r.o.	Drtinova 467/2a, Smíchov, post code 150 00, Prague 5, Czech Republic, identification No. 17222184
KOMIX s.r.o.	Drtinova 467/2a, Smíchov, post code 150 00, Prague 5, Czech Republic, identification No. 47117087
KOMIX SK s.r.o.	Plynárenská 1, post code 821 09, Bratislava, Slovak Republic, identification No. 54590345
Kynero Consulting a.s.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 24193461
Leisure & Entertainment S.A. (v likvidaci / in liquidation)	Del Milagro 142, 4400 Salta, Argentina, registr. No. IGJT de Salta Folio 253/4 asiento 3484 L 13
Liberty One Methanol LLC	400 Capitol Street, Suite 200, Charleston WV 25301, United States of America, EI. No.32-0521898
Liberty One O&M LLC	400 Capitol Street, Suite 200, Charleston WV 25301, United States of America, EI. No. 30-0975326
Liberty Two Methanol LLC	400 Capitol Street, Suite 200, Charleston WV 25301, United States of America, EI. No. 30-0988055
LTB Beteiligungs GmbH	Universitätsring 10, 1010 Vienna, Austria, reg. No. FN84439a
MEDICEM Group a.s.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 07118422
Medicem Inc.	125 High Street, Boston, MA-02110, United States of America, EI. No. 38-4126132
MEDICEM Institute s.r.o.	Kamenné Žehrovice, Karlovarská třída 20, post code 273 01, Czech Republic, identification No. 26493331
MEDICEM Technology s.r.o.	Kamenné Žehrovice, Karlovarská třída 20, post code 273 01, Czech Republic, identification No. 48036374
Metanol d.o.o.	Lendava, Mlínska ulica 5, 9220 Lendava – Lendva, Slovenia, reg. No. 6564534000
Mindsquared a.s. (dříve / formerly Media Marketing & Communication, a.s.)	Evropská 866/63, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 09771492
MND a.s.	Úprkova 807/6, post code 695 01, Hodonín, Czech Republic, identification No. 28483006
MND Drilling & Services a.s.	Velkomoravská 900/405, post code 696 18, Lužice, Czech Republic, identification No. 25547631
MND Drilling Germany GmbH	31582 Nienburg, Domänenweg 7, Germany, reg. No. HRB206722
MND Energie a.s.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 29137624
MND Energy Storage a.s. (dříve / formerly MND Gas Storage a.s.)	Úprkova 807/6, post code 695 01, Hodonín, Czech Republic, identification No. 27732894
MND Energy Storage Germany GmbH (dříve / formerly MND Gas Storage Germany GmbH)	64665 Alsbach-Hähnlein, Birkenweg 2, Germany, reg. No. HRB96046
MND Germany GmbH	Lüneburger Heerstraße 77A, 29223 Celle, Germany, reg. No. HRB207844
MND Group AG	Kapellgasse 21, 6004 Lucerne, Switzerland, reg. No. CHE-448.401.517
MND Prodej a.s.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 09002359
MND Ukraine a.s.	Úprkova 807/6, post code 695 01, Hodonín, Czech Republic, identification No. 08957517
Moravia Systems a.s.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 26915189
Musala Services EOOD	36 Dragan Tsankov blvd, Office 505, 1057 Sofia, Bulgaria, reg. No. 205329279
Musala Soft DOOEL	3, Filip II Makedonski, Str., fl.4, office 4003, Skopje 1000, Republic of North Macedonia, reg. No. 7008040
Musala Soft EAD	36 Dragan Tsankov blvd, Office 505, 1057 Sofia, Bulgaria, reg. No. 202569949
Musala Soft Kosovo LLC	Str.Mujo Ulqinaku No 5-, Ap.10 Qyteza Pejton, 1000 Pristina, Kosovo, reg. No. 810171728
Musala Soft LLC	16 Khartoum St, Floor 4, Heliopolis Cairo, Egypt, reg. No. 180934
NEUROSOFT S.A.	466 Irakliou Avenue & Kiprou Street, 141 22 Iraklio Attikis, Athens, Greece, registration No. 84923002000
Nikolajka Development s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 08797072
NOVECON a.s.	Evropská 866/63, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 08270783
ÖLG Holding GmbH	Rennweg 44, 1038 Vienna, Austria, registr. No. FN268558p
OPAP CYPRUS LTD	128-130 Lemesos Avenue, Strovolos, 2015, Nicosia, Republic of Cyprus, registration No. HE140568
OPAP INTERNATIONAL LTD	128-130 Lemesos Avenue, Strovolos, 2015, Nicosia, Republic of Cyprus, registration No. HE145913

Annex No. 1 - List of related parties

List of parties controlled by the company KKCG AG, with its registered seat at Kapellgasse 21, 6004 Lucerne, The Swiss Confederation, registration number CHE-326.367.231, as of 31 December 2022

SPOLEČNOST / COMPANY	Seat, Identification No. / Registration No.
OPAP INVESTMENT LTD	128-130 Lemesos Avenue, Strovolos, 2015, Nicosia, Republic of Cyprus, registration No. HE297411
OPAP S.A.	112 Athinon Avenue, GR 104 42, Athens, Greece, registration No. 3823201000
OPAP SPORTS LTD	128-130 Lemesos Avenue, Strovolos, 2015, Nicosia, Republic of Cyprus, registration No. HE133603
Oriv Holding a.s.	Úprkova 807/6, post code 695 01, Hodonin, Czech Republic, identification No. 11735376
Österreichische Klassenlotterie Vertriebsgesellschaft m.b.H.	Rennweg 44, 1038 Vienna, Austria, registr. No. FN468412t
Österreichische Lotterien Gesellschaft m.b.H.	Rennweg 44, 1038 Vienna, Austria, registr. No. FN54472g
Österreichische Sportwetten Gesellschaft m.b.H.	Rennweg 44, 1038 Vienna, Austria, registr. No. FN196645i
Pernerova Development s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 08682844
POM Czech, s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 06773800
Precarpathian energy company LLC	Ivano-Frankovska Oblast, Bogorodchany, 77701, ul. Shevchenka, Ukraine, reg. No. 36042045
Rabcat Computer Graphics GmbH	Rennweg 40-50/1/6 (1.OG), 1030 Vienna, Austria, registr. No. FN276027y
Relax Rezidence Cihlářka, s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 05662079
Rezervoarji d.o.o	Lendava, Mlinska ulica 5, 9220 Lendava – Lendva, Slovenia, reg. No. 6564470000
Sabris Consulting s.r.o.	Pekařská 621/7, Jinonice, post code 155 00, Prague 5, Czech Republic, identification No. 04701780
SALEZA, a.s. (v konkurzu, v úpadku, zahájeno insolvenční řízení / in bankruptcy, insolvency proceedings initiated)	K Žižkovu 851, post code 19093, Prague 9, Czech Republic, identification No. 47116307
SAZKA a.s.	Evropská 866/69, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 26493993
SAZKA Austrian Gaming Holding a.s.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 04047788
SAZKA DELTA AIF VARIABLE CAPITAL INVESTMENT COMPANY LTD	Arch. Makariou III, 195, Neocleous House, 3030 Limassol, Republic of Cyprus, registr. No. HE314350
SAZKA DELTA MANAGEMENT LTD	Arch. Makariou III, 195, Neocleous House, 3030 Limassol, Republic of Cyprus, registr. No. HE314151
SAZKA FTS a.s.	Evropská 866/69, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 01993143
SAZKA Group Financing a.s.	Dúbravská cesta 14, 841 04 Bratislava - mestská časť Karlova Ves, Slovak Republic, identification No. 51142317
SAZKA Services s.r.o.	Evropská 866/69, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 05111901
SAZKAmobil 5G a.s.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 07911319
SC Czech ACI, s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 10969551
SC Czech ACJ, s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 10969560
SC Czech ADV, s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 11977051
SC Czech AER, s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 117084458
SC Czech AES, s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 17084539
Seavus DOOEL	11 Oktomvri 33A, 1000 Skopje, Republic of North Macedonia, reg. No. 5323983
Seavus AB	Scheelevägen 27, floor 16, 223 63 Lund, Sweden, reg. No. 556588-5935
Seavus DOO (BA)	Ivana Franje Jukica 7, Banja Luka, Bosnia and Hercegovina, Republic of Serbia, reg. No. 57-01-0252-17
Seavus Educational and Development Center DOO	Vojvode Misica 9, 18 000 Nis, Republic of Serbia, reg. No. 29508429
Seavus Educational and Development Center DOOEL	11 Oktomvri 33A, 1000 Skopje, Republic of North Macedonia, reg. No. 6643140
Seavus FLCC	FLCC SEAVUS, 25A Internatsionalnaya st., office 420, Minsk, 220 030, Republic of Belarus, reg. No. 190835458
Seavus GmbH	Itziker Dorf Strasse 57, 8627 Grüningen, Switzerland, reg. No. CHE-020.4.049.285-2
Seavus S.R.L.	MD-2071, str. Alba-Iulia, 79/1, mun. Kishinev, Republic of Moldova, reg. No. 1020600026584
Seavus SHPK (v likvidaci / in liquidation)	Njësia Bashkiake nr. 5, Rruga Abdyl Frasheri, Ndërtesa 8, Hyrja 7, Ap. 25, 1019 Tirana, Republic of Albania, reg. No. L62225007B
SEAVUS SOFTWARE TECHNOLOGIES J.S.C.	Fulya Mah. Büyükdere Cad. Pekintaş Group Blok No: 32 İç Kapı No: 4 Şişli / İstanbul, Turkey, reg. No. 352133

Annex No. 1 - List of related parties

List of parties controlled by the company KKCG AG, with its registered seat at Kapellgasse 21, 6004 Lucerne, The Swiss Confederation, registration number CHE-326.367.231, as of 31 December 2022

SPOLEČNOST / COMPANY	Seat, Identification No. / Registration No.
Seavus Sp. z o.o.	59 Zlota Street, 00-120 Warsaw, Poland, reg. No. 913203
Seavus USA Inc.	2352 Main Street, Suite 200, Concord, MA 01742, United states of America, reg. No. 000873055
Spielbanken Niedersachsen GmbH	Karmarschstraße 37-39, 30159 Hannover, Germany, registr. No. HRB 50373
SPORTLEASE a.s.	Evropská 866/69, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 62361546
Springtide Ventures s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 01726587
Stoiximan Limited	Flat B8, The Atrium West Street Msida, MSD1731 Malta, registr. No. C95597
STR Czech s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 07728344
Stratiteq Sweden AB	Gustav Adolfs Torg 10 A, 211 39 Malmö, Sweden, reg. No. 556622-2682
SUPERMARINE, s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 08062773
Sweetspot CZ s.r.o.	Evropská 866/63, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 09858636
Theta Real s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 27631842
ThreatMark s.r.o.	Hlinky 505/118, Pisárky, post code 603 00, Brno, Czech Republic, Identification No. 04222091
ThreatMark, Inc.	19801 Wilmington, New Castle, Delaware, Orange Street 1209, United states of America, reg. No. 6381229
TORA DIRECT S.A.	108 Athinon Avenue and Chrimatistiriou Street, Athens, Greece, registr. No. 5641201000
TORA WALLET SINGLE MEMBER S.A.	108 Athinon Avenue and Chrimatistiriou Street, Athens, Greece, registr. No. 139861001000
US Methanol LLC	400 Capitol Street, Suite 200, Charleston WV 25301, United States, EI. No. 81-1952040
US Methanol Midco LLC	400 Capitol Street, Suite 200, Charleston WV 25301, United States of America, EI. No. 81-1952040
VESTINLOG, s.r.o.	Evropská 866/71, Vokovice, post code 160 00, Prague 6, Czech Republic, identification No. 05629276
Viage Production S.A.	Rue Grétry 16-20, 1000 Bruxelles, Belgium, registr. No. 0474.725.225
Vinohradská 230 a.s.	Vinohradská 1511/230, Strašnice, post code 100 00, Prague 10, Czech Republic, identification No. 26203944
win2day International GmbH (v likvidaci /in liquidation)	Rennweg 44, 1038 Vienna, Austria, registr. No. FN371257t

III. Financial Statements and Notes to Financial Statements

MND Energy Storage a.s.
(MND Gas Storage a.s. until 31 January 2022)

Financial statements

31 December 2022

Translation note

This version of our report is a translation from the original, which was prepared in the Czech language. All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation of information, views or opinions, the Czech version of our report takes precedence over this translation.

Company name: MND Energy Storage a.s.
Identification number: 27732894
Legal form: Joint-Stock Company
Primary business: Gas storage
Balance sheet date: 31 December 2022
Date of preparation of the financial statements: 29 March 2023

BALANCE SHEET
(in thousand Czech crowns)

Ref.	ASSETS	Row	31.12.2022			31.12.2021
			Gross 1	Provision 2	Net 3	Net 4
a	b	c				
	TOTAL ASSETS	001	3,656,991	(1,441,503)	2,215,488	2,218,269
B.	Fixed assets	003	3,445,984	(1,441,503)	2,004,481	2,109,846
B. I.	Intangible fixed assets	004	(17,949)	43,842	25,893	12,301
B. I. 2.	Royalties	006	15,426	(14,153)	1,273	1,374
B. I. 2. 1.	Software	007	14,856	(13,583)	1,273	1,374
B. I. 2. 2.	Other royalties	008	570	(570)	-	-
B. I. 3.	Goodwill	009	(59,079)	59,079	-	-
B. I. 4.	Other intangible fixed assets	010	24,710	(1,084)	23,626	10,927
B. I. 5.	Advances paid and intangible fixed assets in the course of construction	011	994	-	994	-
B. I. 5. 2.	Intangible fixed assets in the course of construction	013	994	-	994	-
B. II.	Tangible fixed assets	014	3,463,933	(1,485,345)	1,978,588	2,097,545
B. II. 1.	Land and constructions	015	1,887,044	(653,612)	1,233,432	1,275,547
B. II. 1. 1.	Land	016	695,248	-	695,248	695,248
B. II. 1. 2.	Constructions	017	1,191,796	(653,612)	538,184	580,299
B. II. 2.	Equipment	018	1,226,804	(831,354)	395,450	447,118
B. II. 4.	Other tangible fixed assets	020	349,235	(379)	348,856	374,860
B. II. 4. 3.	Tangible fixed assets - other	023	349,235	(379)	348,856	374,860
B. II. 5.	Advances paid and tangible fixed assets in the course of construction	024	850	-	850	20
B. II. 5. 2.	Tangible fixed assets in the course of construction	026	850	-	850	20
C.	Current assets	037	210,270	-	210,270	107,771
C. I.	Inventories	038	23,948	-	23,948	14,198
C. I. 1.	Raw materials	039	23,931	-	23,931	14,181
C. I. 5.	Advances paid for inventory	045	17	-	17	17
C. II.	Receivables	046	21,491	-	21,491	16,672
C. II. 2.	Short-term receivables	057	21,491	-	21,491	16,672
C. II. 2. 1.	Trade receivables	058	8,213	-	8,213	2,901
C. II. 2. 4.	Receivables - other	061	13,278	-	13,278	13,771
C. II. 2. 4. 3.	Taxes - receivables from the state	064	5,025	-	5,025	8,441
C. II. 2. 4. 4.	Short-term advances paid	065	5,148	-	5,148	5,299
C. II. 2. 4. 5.	Estimated receivables	066	2,902	-	2,902	-
C. II. 2. 4. 6.	Other receivables	067	203	-	203	31
C. III.	Short-term financial investments	072	70,292	-	70,292	35,004
C. III. 2.	Other short-term investments	074	70,292	-	70,292	35,004
C. IV.	Cash	075	94,539	-	94,539	41,897
C. IV. 1.	Cash in hand	076	61	-	61	77
C. IV. 2.	Cash at bank	077	94,478	-	94,478	41,820
D.	Prepayments and accrued income	078	737	-	737	652
D. 1.	Prepaid expenses	079	737	-	737	652

Ref.	LIABILITIES AND EQUITY	Row	31.12.2022	31.12.2021
			5	6
a	b	c		
	TOTAL LIABILITIES AND EQUITY	082	2,215,488	2,218,269
A.	Equity	083	1,980,003	1,959,307
A. I.	Share capital	084	1,749,480	1,749,480
A. I. 1.	Share capital	085	1,749,480	1,749,480
A. II.	Share premium and capital contributions	088	16,320	96,320
A. II. 2.	Capital contributions	090	16,320	96,320
A. II. 2. 1.	Other capital contributions	091	16,320	96,320
A. III.	Reserves from profit	096	454	105
A. III. 2.	Statutory and other reserves	098	454	105
A. IV.	Retained earnings / Accumulated losses	099	112,602	75,889
A. IV. 1.	Retained earnings or (accumulated losses)	100	112,602	75,889
A. V.	Profit / (loss) for the current period	102	101,147	37,513
B. + C.	Liabilities	104	235,409	258,452
B.	Provisions	105	20,495	14,510
B. 2.	Income tax provision	107	4,038	-
B. 3.	Tax-deductible provisions	108	9,982	9,651
B. 4.	Other provisions	109	6,475	4,859
C.	Payables	110	214,914	243,942
C. I.	Long-term payables	111	154,486	165,665
C. I. 8.	Deferred tax liability	121	154,486	165,665
C. II.	Short-term payables	126	60,428	78,277
C. II. 2.	Liabilities due to financial institutions	130	-	60,000
C. II. 3.	Short-term advances received	131	31,495	1,389
C. II. 4.	Trade payables	132	11,585	4,875
C. II. 8.	Liabilities - other	136	17,348	12,013
C. II. 8. 3.	Liabilities to employees	139	2,100	1,804
C. II. 8. 4.	Liabilities for social security and health insurance	140	1,070	872
C. II. 8. 5.	Taxes and state subsidies payable	141	2,940	2,003
C. II. 8. 6.	Estimated payables	142	11,238	7,278
C. II. 8. 7.	Other liabilities	143	-	56
D.	Accruals and deferred income	147	76	510
D. 1.	Accrued expenses	148	76	510

Company name: MND Energy Storage a.s.
Identification number: 27732894
Legal form: Joint-Stock Company
Primary business: gas storage
Balance sheet date: 31 December 2022
Date of preparation of the financial statements: 29 March 2023

INCOME STATEMENT

(in thousand Czech crowns)

Ref. a	TEXT b	Row c	Accounting period	
			2022	2021
			1	2
I.	Sales of products and services	01	451,895	237,395
A.	Cost of sales	03	176,108	44,511
A. 2.	Raw materials and consumables used	05	25,651	15,288
A. 3.	Services	06	150,457	29,223
D.	Staff costs	09	43,732	39,558
D. 1.	Wages and salaries	10	31,821	28,840
D. 2.	Social security, health insurance and other costs	11	11,911	10,718
D. 2. 1.	Social security and health insurance costs	12	10,555	9,410
D. 2. 2.	Other costs	13	1,356	1,308
E.	Value adjustments in operating activities	14	95,897	97,671
E. 1.	Value adjustments of fixed assets	15	95,897	97,671
E. 1. 1.	Depreciation, amortisation and write off of fixed assets	16	95,897	97,671
III.	Operating income - other	20	2,165	3,868
III. 1.	Sales of fixed assets	21	7	2,445
III. 2.	Sales of raw materials	22	7	40
III. 3.	Other operating income	23	2,151	1,383
F.	Operating expenses - other	24	14,583	11,761
F. 1.	Net book value of fixed assets sold	25	-	2,149
F. 3.	Taxes and charges	27	192	212
F. 4.	Operating provisions and complex prepaid expenses	28	1,947	457
F. 5.	Other operating expenses	29	12,444	8,943
*	Operating result	30	123,740	47,762
VI.	Interest and similar income	39	683	124
VI. 1.	Interest and similar income - subsidiaries or controlling party	40	365	-
VI. 2.	Other interest and similar income	41	318	124
J.	Interest and similar expenses	43	675	592
J. 2.	Other interest and similar expenses	45	675	592
VII.	Other financial income	46	1,493	311
K.	Other financial expenses	47	220	1,152
*	Financial result	48	1,281	(1,309)
**	Net profit / (loss) before tax	49	125,021	46,453
L.	Tax on profit or loss	50	23,874	8,940
L. 1.	Tax on profit or loss - current	51	35,054	18,759
L. 2.	Tax on profit or loss - deferred	52	(11,180)	(9,819)
**	Net profit / (loss) after tax	53	101,147	37,513
***	Net profit / (loss) for the financial period	55	101,147	37,513
*	Net turnover for the financial period	56	456,236	241,698

Company name: MND Energy Storage a.s.
Identification number: 27732894
Legal form: Joint-Stock Company
Primary business: Gas storage
Balance sheet date: 31 December 2022
Date of preparation of the financial statements: 29 March 2023

STATEMENT OF CASH FLOWS

(in thousand Czech crowns)

Ref.	TEXT	Accounting period	
		2022	2021
a	b	1	2
	Cash flows from operating activities		
	Net profit / (loss) before tax	125,021	46,453
A. 1.	Adjustments for non-cash movements:		
A. 1. 1.	Depreciation and amortisation of fixed assets	97,852	98,300
A. 1. 2.	Change in provisions and provisions for impairment	1,947	457
A. 1. 3.	(Profit)/loss from sales of fixed assets	(7)	(296)
A. 1. 5.	Net interest expense/(income)	(8)	468
A. 1. 6.	Other non-cash movements	23	-
A *	Net cash flow from operating activities before tax and changes in working capital	222,873	144,753
A. 2.	Non-cash working capital changes:		
A. 2. 1.	Change in receivables and prepayments	45,370	11,884
A. 2. 2.	Change in payables and accruals	(13,051)	1,498
A. 2. 3.	Change in inventories	42,199	1,772
		16,222	8,614
A **	Net cash flow from operating activities before tax	268,243	156,637
A. 3.	Interest paid	(1,012)	(255)
A. 4.	Interest received	391	124
A. 5.	Income tax paid	(22,577)	(33,788)
A ***	Net cash flow from operating activities	245,045	122,718
	Cash flows from investing activities		
B. 1.	Acquisition of fixed assets	(16,671)	(47,327)
B. 2.	Proceeds from sale of fixed assets	7	2,445
B ***	Net cash flow from investing activities	(16,664)	(44,882)
	Cash flows from financing activities		
C. 1.	Change in long- and short-term liabilities from financing activities	(60,000)	60,000
C. 2.	Changes in equity:		
C. 2. 2.	Equity distribution paid to shareholders	(80,451)	(155,434)
C. 2. 5.	Direct payments from funds	(80,000)	(155,000)
		(451)	(434)
C ***	Net cash flow from financing activities	(140,451)	(95,434)
	Net increase/(decrease) in cash and cash equivalents	87,930	(17,598)
	Cash and cash equivalents at the beginning of the year	76,901	94,499
	Cash and cash equivalents at the end of the year	164,831	76,901

Company name: MND Energy Storage a.s.
 Identification number: 27732894
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STATEMENT OF CHANGES IN EQUITY
 (in thousand Czech crowns)

	Share capital	Other capital contributions	Statutory and other reserves	Retained earnings or (accumulated losses)	Total
As at 1 January 2021	1,749,480	251,320	39	76,389	2,077,228
Allocation to funds	-	-	500	(500)	-
Distributions from funds	-	(155,000)	(434)	-	(155,434)
Net profit/(loss) for the current period	-	-	-	37,513	37,513
As at 31 December 2021	1,749,480	96,320	105	113,402	1,959,307
Allocation to funds	-	-	800	(800)	-
Distributions from funds	-	(80,000)	(451)	-	(80,451)
Net profit/(loss) for the current period	-	-	-	101,147	101,147
As at 31 December 2022	1,749,480	16,320	454	213,749	1,980,003

1. General information

1.1. Introductory information about the Company

MND Energy Storage a.s. (MND Gas Storage a.s. until 31 January 2022) ("the Company") was incorporated on 30 May 2007 by the Regional Court in Brno, Section B, Insert 4925 and has its registered office at Úprkova 807/6, Hodonín. The Company's primary business activity is the storage of gas and the commercial supply of this service to third parties.

The Company is not a shareholder with unlimited liability in any undertaking.

1.2. Current economic situation

The Company assessed direct business risks including adverse effects of economic sanctions imposed on Russia, restrictions on trade with Russia and with Russian companies, increased incidence of cyber attacks, risk of violations of legal and regulatory rules, uncertainty in commodity and financial markets, negative trend of key macroeconomic indicators such as the inflation rate, the growth of interest rates, the volatility of exchange rates and many others, and in conclusion, the Company evaluated that their direct influence on the Company is currently insignificant.

Furthermore, in 2022, in connection with the facts described above, there was a significant increase in the price of gas, and at the same time, with regard to the development of the electricity market in Europe, there was also a significant increase in electricity prices in 2022. The Company has taken these effects on the Company's activities into account in the financial statements.

2. Accounting policies

2.1. Basis of preparation

The financial statements have been prepared in accordance with Generally Accepted Accounting Principles in the Czech Republic relevant for medium sized companies and have been prepared under the historical cost convention.

2.2. Tangible and intangible fixed assets

All intangible (and tangible) assets with a useful life longer than one year and a unit cost of more than CZK 80 thousand (CZK 80 thousand) are treated as intangible (and tangible) fixed assets.

Purchased intangible and tangible fixed assets are initially recorded at cost, which includes all costs related to their acquisition.

Intangible and tangible fixed assets are amortised/depreciated applying the straight-line method over their estimated useful lives. The amortisation / depreciation plan is updated during the useful life of the intangible and tangible fixed assets in the case of change of expected useful life.

A provision for impairment is created when the carrying value of an asset is greater than its estimated recoverable amount. The estimated recoverable amount is determined based on expected future cash flows generated by this asset.

Repairs and maintenance expenditures for tangible fixed assets are expensed as incurred. Technical improvements of intangible and tangible fixed assets are capitalised.

Tangible fixed assets are also a special construction - an underground gas storage facility. This is an underground space used for the storage of natural gas, but it does not need to be reproduced and is therefore not depreciated. The gas storage is reported as part of the land.

MND Energy Storage a.s (MND Gas Storage a.s. until 31 January 2022)

Notes to financial statements
for the year ended 31 December 2022

Tangible fixed assets are also a gas cushion and gas in the gas pipeline. This is a necessary filling in the underground gas storage and pipeline, without which the underground space cannot function as a storage space. The gas cushion and gas in the pipeline are not depreciated and are presented as Other tangible fixed assets.

2.3. Inventories

Purchased inventories are stated at the lower of cost and net realisable amount. Cost includes all costs related with its acquisition (mainly transport costs, customs duty, etc.). The first-in-first-out method is applied for all disposals of purchased stocks.

2.4. Receivables

Receivables are stated at nominal value less a provision for doubtful amounts. A provision for doubtful amounts is created on the basis of an ageing analysis and an individual evaluation of the credit worthiness of the customers. Receivables from related parties have not been provided for.

2.5. Foreign currency translation

Transactions denominated in a foreign currency are translated and recorded at the fixed exchange rate determined by the Company as the first day of each month.

Cash, receivables and liabilities balances denominated in foreign currencies have been translated at the exchange rate published by the Czech National Bank as at the balance sheet date. All exchange gains and losses on cash, receivables and liabilities balances are recorded in the income statement and presented net.

2.6. Changes in accounting policies and corrections of prior-period errors

Changes to accounting policies (inclusive of deferred tax impact) and corrections of errors arising from incorrect accounting or unrecorded expenses and income in prior periods, if material, are recorded in the financial statements on line Restatements of retained earnings.

2.7. Provisions

Provisions are recognised when the Company has a present obligation, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made.

The Company recognises a provision for its income tax payable which is presented net of advances paid for the income tax and any overpayment of income tax for previous tax periods. If advances paid are higher than the estimated income tax payable, the difference is recognised as a short-term receivable.

The Company creates provisions in accordance with special legal regulations. These are provisions for reclamation and remediation of land affected by mining pursuant to Act no. 44/1988 Coll., in accordance with § 10 of Act no. 593/92 Coll. Creation and use of provisions is subject to the approval of the District Mining Authority.

2.8. Revenue recognition

Sales are recognised as at the date the services are rendered and are stated net of discounts and value added tax.

2.9. Related parties

The Company's related parties are considered to be the following:

- parties, which directly or indirectly control the Company, their subsidiaries and associates;
- parties, which have directly or indirectly significant influence on the Company;
- members of the Company's or parent company's statutory and supervisory boards and management and parties close to such members, including entities in which they have a controlling or significant influence;

Material transactions and outstanding balances with related parties are disclosed in Notes 12 and 13.

2.10. Leases

The costs of assets held under both finance and operating leases are not capitalised as fixed assets. Lease payments are expensed evenly over the life of the lease. Future lease payments not yet due are disclosed in the notes but not recognised in the balance sheet.

2.11. Interest expense

All borrowing costs are expensed.

2.12. Deferred tax

Deferred tax is recognised on all temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. Deferred tax asset is recognised if it is probable that sufficient future taxable profit will be available against which the asset can be utilised.

2.13. Cash-flow statement

The Company has prepared the Cash-flow statement using the indirect method. Cash equivalents represent short-term liquid investments, which are readily convertible for a known amount of cash.

The Company uses so-called cash-pooling within the group. A receivable (liability) that arises from cash-pooling is presented in the Cash-flow statement as a part of the item Cash and Cash equivalents. If the liability arising from cash-pooling represents a form of financing, then it is not presented in the Cash-flow statement as a part of the item Cash and Cash equivalents.

2.14. Subsequent events

The effects of events, which occurred between the balance sheet date and the date of preparation of the financial statements, are recognised in the financial statements in the case that these events provide further evidence of conditions that existed as at the balance sheet date.

Where significant events occur subsequent to the balance sheet date but prior to the preparation of the financial statements, which are indicative of conditions that arose subsequent to the balance sheet date, the effects of these events are quantified and disclosed but are not themselves recognised in the financial statements.

3. Intangible fixed assets

(CZK'000)	1 January 2022	Additions / transfers	Disposals	31 December 2022
Cost				
Software	14,256	600	-	14,856
Royalties	570	-	-	570
Goodwill	(59,079)	-	-	(59,079)
Other intangible assets	12,011	19,150	(6,451)	24,710
Intangible fixed assets in the course of construction	-	994	-	994
Total	(32,242)	20,744	(6,451)	(17,949)
Accumulated amortisation				
Software	(12,882)	(701)	-	(13,583)
Royalties	(570)	-	-	(570)
Goodwill	59,079	-	-	59,079
Other intangible assets	(1,084)	-	-	(1,084)
Total	44,543	(701)	-	43,842
Net book value	12,301			25,893

(CZK'000)	1 January 2021	Additions / transfers	Disposals	31 December 2021
Cost				
Software	12,881	1,375	-	14,256
Royalties	570	-	-	570
Goodwill	(59,079)	-	-	(59,079)
Other intangible assets	2,135	12,135	(2,259)	12,011
Total	(43,493)	13,510	(2,259)	(32,242)
Accumulated amortisation				
Software	(12,302)	-	(580)	(12,882)
Royalties	(570)	-	-	(570)
Goodwill	59,079	-	-	59,079
Other intangible assets	(1,084)	-	-	(1,084)
Total	45,123	-	(580)	44,543
Net book value	1,630			12,301

4. Tangible fixed assets

(CZK'000)	1 January 2022	Additions / transfers	Disposals	31 December 2022
Cost				
Land and underground gas storage	695,248	-	-	695,248
Constructions	1,191,056	740	-	1,191,796
Equipment	1,226,163	641	-	1,226,804
Other tangible fixed assets	375,207	-	(25,972)	349,235
Tangible fixed assets in the course of construction	20	830	-	850
Total	3,487,694	2,211	(25,972)	3,463,933
Accumulated depreciation				
Constructions	(610,757)	(42,855)	-	(653,612)
Equipment	(779,045)	(52,309)	-	(831,354)
Other tangible fixed assets	(347)	(32)	-	(379)
Total	(1,390,149)	(95,196)	-	(1,485,345)
Net book value	2 097 545			1 978 588

MND Energy Storage a.s (MND Gas Storage a.s. until 31 January 2022)Notes to financial statements
for the year ended 31 December 2022

(CZK'000)	1 January 2021	Additions / transfers	Disposals	31 December 2021
Cost				
Land and underground gas storage	695,248	-	-	695,248
Constructions	1,160,101	30,955	-	1,191,056
Equipment	1,221,707	7,987	(3,531)	1,226,163
Other tangible fixed assets	375,207	-	-	375,207
Tangible fixed assets in the course of construction	2,886	(2,866)	-	20
Total	3,455,149	36,076	(3,531)	3,487,694
Accumulated depreciation				
Constructions	(568,119)	(42,638)	-	(610,757)
Equipment	(726,006)	(54,420)	1,381	(779,045)
Other tangible fixed assets	(314)	(33)	-	(347)
Total	(1,294,439)	(97,091)	1,381	(1,390,149)
Net book value	2,160,710			2,097,545

The Company records different amounts of accounting and tax valuation for land. It does not follow from the current intentions of the Company's management that this difference will result in a tax liability in the future and is therefore not included in the calculation of deferred tax.

5. Inventories

The Company did not create a provision for inventories as at 31 December 2022 and 2021.

6. Receivables

Overdue receivables as at 31 December 2022 amounted to CZK nil thousand (as at 31 December 2021: CZK 253 thousand).

The provision for doubtful receivables as at 31 December 2022 was CZK nil thousand (as at 31 December 2021: CZK nil thousand).

Unsettled receivables have not been covered by guarantees and none of them are due after more than 5 years.

The Company has no receivables nor provided any guarantees which are not included in the balance sheet.

7. Short-term financial assets

The most significant item of short-term financial assets in the amount of CZK 70,292 thousand (as at 31 December 2021: CZK 35,004 thousand) consists of receivables of the Company from short-term deposited funds under an agreement concluded with KKCG STRUCTURED FINANCE AG, Switzerland.

8. Equity

The Company is fully owned by MND a.s. incorporated in Czech Republic.

The Company MND a.s with the registered office at Úprkova 807/6, Hodonín, Czech Republic prepares the consolidated financial statements of the smallest group of entities of which the Company forms a part as a subsidiary.

The Company KKCG AG with the registered office at Kapellgasse 21, 6004 Lucerne, Swiss Confederation prepares the consolidated financial statements of the largest group of entities of which the Company forms a part as a subsidiary.

MND Energy Storage a.s (MND Gas Storage a.s. until 31 January 2022)

Notes to financial statements
for the year ended 31 December 2022

The consolidated financial statements of the smallest group of entities of which the Company is a part can be obtained in Commercial Register within the statutory time limit and the consolidated financial statements of the largest group of entities of which the Company is a part can be obtained the registered office of the consolidating company.

The general meeting of the Company's shareholders decided on the payment from Other capital funds in total of CZK 135,000 thousand on 31 May 2021. The general meeting of the Company's shareholders decided on the payment from Other capital funds in total of CZK 20,000 thousand on 29 November 2021.

The general meeting of the Company's shareholders approved the financial statements for 2021 and decided about the allocation of profit earned in 2021 of CZK 37,513 thousand on 9 May 2022 and its transfer to Retained earnings valued CZK 36,713 thousand.

The general meeting of the Company's shareholders decided on the payment from Other capital funds in total of CZK 80,000 thousand on 9 May 2022.

Up to the date of preparation of these financial statements, the Company has not proposed distribution of the profit earned in 2022.

9. Provisions

In accordance with applicable legislation, the Company created provision for remediation and reclamation amounted to CZK 9,982 thousand as at 31 December 2022 (as at 31 December 2021: CZK 9,651 thousand).

Advances for income tax and income tax overpayment of CZK 31,267 thousand paid by the Company by 31 December 2022 (by 31 December 2021: CZK 27,233 thousand) are netted off with the provision for income tax of CZK 35,305 thousand as at 31 December 2022 (as at 31 December 2021: CZK 18,792 thousand).

10. Payables, commitments and contingent liabilities

Except as presented below, the liabilities recognized in the balance sheet are not secured against any assets of the Company.

Trade and other payables are not due after more than 5 years

During the accounting period, the Company drew a revolving bank loan. As at 31 December 2022 the amount of the loan was CZK 0 thousand (as at 31 December 2021: CZK 60,000 thousand). The loan agreement was terminated and repaid on 3 October 2022. From this date, a new loan agreement for an overdraft is valid up to the amount of CZK 100,000 thousand. The loan bears interest at a variable interest rate (O/N PRIBOR rate + 1% margin/markup) and is not secured. The loan has no final maturity with the possibility of termination.

The Company has issued a financial guarantee amounted EUR 4,893 thousand (as at 31 December 2022: CZK 117,995 thousand) in favour of State of Hessen, Germany in relation to gas storage services provided by MND Gas Storage GmbH in Germany. The guarantee is fully compensated by a financial guarantee issued by MND Group AG in favour of the Company. The Company does not register any other liabilities that would not be reported in the balance sheet.

The management of the Company is not aware of any contingent liabilities as at 31 December 2022 and 2021.

The Company does not have any liabilities or commitments that are not recognised in the balance sheet.

MND Energy Storage a.s (MND Gas Storage a.s. until 31 January 2022)

Notes to financial statements
for the year ended 31 December 2022

11. Revenue analysis

Revenue analysis:

(CZK'000)	2022	2021
Revenues from the operation of underground gas storage		
- domestic	234,332	171,020
- foreign	193,141	50,670
Revenues from other services		
- domestic	15,279	11,933
- foreign	9,143	3,772
Total sales of own products and services	451,895	237,395
Other operating income	2,165	3,868
Total operating income	454,060	241,263

12. Related-party transactions

All material transactions with related parties are presented in this note.

(CZK'000)	2022	2021
Revenues		
Sales of services	110,514	154,281
Sales of finished products, materials and goods	30	40
Interest income, other financial income	365	32
Other operating income	346	1,926
Total	111,255	156,279
Costs / purchases		
Purchase of raw material	6,506	3,653
Purchase of services	128,752	15,299
Royalties	457	243
Total	135,715	19,195

In 2022 and 2021 there were a payment from Other capital funds (see Note 8).

The following related party balances were outstanding as at:

(CZK'000)	31 December 2022	31 December 2021
Receivables		
Trade receivables	3,834	2,303
Short-term investments (cashpooling)	70,292	35,004
Total	74,126	37,307
Liabilities		
Liabilities to companies within the consolidation group	8,477	3,267
Out of which:		
Trade payables	8,477	3,267
Total	8,477	3,267

No loans, credits, deposits, advances were provided to the members of the Company's management, supervisory and administrative bodies.

Company cars are made available for use by the members of the Company's bodies.

MND Energy Storage a.s (MND Gas Storage a.s. until 31 January 2022)

Notes to financial statements
for the year ended 31 December 2022

13. Employees

Average number of employees, managers and personnel costs:

	2022		2021	
	number	CZK'000	number	CZK'000
Emoluments to members of the Statutory Body	3	6,177	3	6,224
Emoluments to members of the Supervisory Board	3	180	3	180
Wages and salaries to other management	3	3,952	2	3,544
Wages and salaries to other employees	36	21,512	37	18,892
Social security costs		10,555		9,410
Other social costs		1,356		1,308
Wages and salaries total	45	43,732	45	39,558

The Company's management includes senior staff members directly reporting to the statutory body.

14. Income tax

The income tax expense analysis:

(CZK'000)	2022	2021
Current tax expense (19%)	35,305	18,792
Deferred tax expense	(11,180)	(9,819)
Adjustment of prior year tax expense based on final CIT return	(251)	(33)
Total income tax expense	23,874	8,940

The deferred tax was calculated at 19% (the rate enacted for 2022 and subsequent years).

The deferred tax asset / (liability) analysis:

(CZK'000)	31 December 2022	31 December 2021
Deferred tax (liability) / asset arising from:		
Difference between accounting and tax net book value of fixed assets	(154,780)	(166,601)
Difference between accounting and tax net book value of inventory	(936)	-
Reserves and provisions and other temporary differences	1,230	936
Net deferred tax liability	(154,486)	(165,665)

15. Fees paid and payable to the audit company

The information relating to the fees paid and payable for services performed by the audit company PricewaterhouseCoopers Audit, s.r.o. is included in the consolidated financial statements of the parent company MND a.s

16. Cash-flow statement

Cash and cash equivalents disclosed in the Cash-flow statement can be analysed as follows:

(CZK'000)	31 December 2022	31 December 2021
Cash in hand	61	77
Cash at banks	94,478	41,820
Cash equivalents included in short-term investments	70,292	35,004
Total cash and cash equivalents	164,831	76,901

17. Subsequent events

No other events have occurred subsequent to year-end that would have a material impact on the financial statement as at 31 December 2022.

29 March 2023



Karel Luner
Chairman of the Board of Directors



Milan Dočkal
Member of the Board of Directors

IV. Independent Auditor's Report



English translation

Independent Auditor's Report

To the shareholder of MND Energy Storage a.s.

Our opinion

In our opinion, the financial statements give a true and fair view of the financial position of MND Energy Storage a.s., with its registered office at Úprkova 807/6, Hodonín (the "Company") as at 31 December 2022, and of the Company's financial performance and cash flows for the year ended 31 December 2022 in accordance with Czech accounting legislation.

What we have audited

The Company's financial statements comprise:

- the balance sheet as at 31 December 2022,
- the income statement for the year ended 31 December 2022,
- the statement of changes in equity for the year ended 31 December 2022,
- the statement of cash flows for the year ended 31 December 2022, and
- the notes to the financial statements including significant accounting policies and other explanatory information.

Basis for opinion

We conducted our audit in accordance with the Act on Auditors and Standards on Auditing of the Chamber of Auditors of the Czech Republic (together the "Audit regulations"). These standards consist of International Standards on Auditing as supplemented and modified by related application guidance. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report.

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

Independence

We are independent of the Company in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (IESBA Code) as adopted by the Chamber of Auditors of the Czech Republic and with the Act on Auditors. We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Act on Auditors.

Other information

The board of directors is responsible for the other information. As defined in Section 2(b) of the Act on Auditors, the other information comprises the annual report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements

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PricewaterhouseCoopers Audit, s.r.o., registered seat Hvězdova 1734/2c, 140 00 Prague 4, Czech Republic, Identification Number: 40765521, registered with the Commercial Register kept by the Municipal Court in Prague, Section C, Insert 3637, and in the Register of Audit Companies with the Chamber of Auditors of the Czech Republic under Licence No. 021.



or our knowledge about the Company obtained in the audit or otherwise appears to be materially misstated. In addition, we assessed whether the other information has been prepared, in all material respects, in accordance with applicable legal requirements, i.e. whether the other information complies with the legal requirements both in terms of formal requisites and the procedure for preparing the other information in the context of materiality.

Based on the procedures performed in the course of our audit, to the extent we are able to assess it, in our opinion:

- the other information describing the facts that are also presented in the financial statements is, in all material respects, consistent with the financial statements; and
- the other information has been prepared in accordance with the applicable legal requirements.

In addition, in the light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we are required to report if we have identified material misstatements in the other information. We have nothing to report in this regard.

Responsibilities of the board of directors and supervisory board of the Company for the financial statements

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

In preparing the financial statements, the board of directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the board of directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The supervisory board of the Company is responsible for overseeing the financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Audit regulations will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Audit regulations, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the board of directors.



- Conclude on the appropriateness of the board of directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors and supervisory board regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

29 March 2023

PricewaterhouseCoopers Audit, s.r.o.
represented by Director

Tomáš Frýbort
Statutory Auditor, Licence No. 2292

Translation note

This version of our report is a translation from the original, which was prepared in the Czech language. All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation of information, views or opinions, the Czech version of our report takes precedence over this translation.