

DRAFTS**notifications - first, third and fourth quarter****на индивидуална основа****over Art. 33a1, p. 1 from Regulation N2****for public entities, other issuers of securities, JSC with special investment purposes and entities over §1d from POSA****Data for the reporting period**

Starting date:	1.1.2016
End date:	31.12.2016
Date of preparation:	31.1.2017

Data for the entity

Entity name:	ALPIQ ENERGY SE
Entity type:	European Company
ID:	28477090
Represented by:	Statutory representatives: Zdenek Cihak, Peter Dworak
Kind of representation:	Statutory representatives
Management address:	Rohanske nabrezi 670/19, 186 00, Prague 8
Address for correspondance:	Rohanske nabrezi 670/19, 186 00, Prague 8
Phone:	+420 221 720 111
Fax:	+420 221 720 999
E-mail:	info.cee@alpiq.com
Web site:	www.alpiq.cz
Media:	www.investor.bg
Preparer of the report:	Karel Ouska
Position of the preparer:	Head of Accounting

* Последна актуализация на 14.09.2016 г.

Balance sheet
(na individualna osnovu)

of ALPIQ ENERGY SE
ID of BULSTAT:
as of 31.12.2016

(in thousand EUR)

ASSETS	Code of the row	Current period	Pre period	EQUITY, MINORITY INTEREST AND LIABILITIES		
				Code of the row	Current period	Pre period
a	b	1	2	a	1	2
A. NON-CURRENT ASSETS				A. EQUITY		
I. Property, plants and equipment				I. Equity		
1. Land (land)	1-0011			Subscribed and paid-up capital incl.:	1-0411	7,000
2. Buildings and constructions	1-0012			ordinary shares	1-0411-1	7,000
3. Machinery and equipment	1-0013			preferred shares	1-0411-2	
4. Equipment	1-0014	507	235	Paid back ordinary shares	1-0417-1	
5. Transport vehicles	1-0015			Paid back preferred shares	1-0417-1	
6. Fixtures	1-0017-1	95	147	Unpaid capital	1-0416	
7. Expenses for acquisition and liquidation of tangible fixed assets	1-0018			Total for group I:	1-0410	7,000
8. Other	1-0017	5		II. Reserves		
Total for group I:	1-0010	607	390	1. Share premium reserves from issue of securities	1-0421	
II. Investment property	1-0041			2. Reserve from revaluation of assets and liabilities	1-0422	
III. Biological assets	1-0016			3. Target reserves, incl.:	1-0423	25,521
IV. Intangible assets				general reserves	1-0424	
1. Ownership rights	1-0021			specialized reserves	1-0425	25,000
2. Software	1-0022	30	7	other reserves	1-0426	521
3. Products from development activities	1-0023			Total for group II:	1-0420	25,521
4. Other	1-0024			III. Financial results		
Total for group IV:	1-0020	30	7	1. Retained profit (loss) incl.:	1-0451	39,389
V. Trade goodwill				retained earnings including FX differences	1-0452	39,389
1. Positive goodwill	1-0051			uncovered loss	1-0453	
2. Negative goodwill	1-0052			off effect of changes in accounting policies	1-0451-1	
Total for group V:	1-0050	0	0	2. Current profit	1-0454	1,619
VI. Financial assets				3. Current loss	1-0455	-54,621
1. Investments in:	1-0031	275	274	Total for group III:	1-0450	-15,232
subsidiaries	1-0032			TOTAL ITEM "A" (I+II+III):	1-0400	17,289
joint ventures	1-0033					
associates	1-0034			B. MINORITY INTEREST	1-0400-1	
other companies	1-0035	275	274	C. NON-CURRENT LIABILITIES		
2. Hold up to maturity	1-0042	0	0	I. Trade and other payables		
government securities	1-0042-1			1. Liabilities to related parties	1-0511	
bonds, incl.:	1-0042-2			2. Liabilities on borrowings from banks and non-bank financial institutions	1-0512	
municipal bonds	1-0042-3			3. Duties ZUNIK	1-0512-1	
other investments hold up to maturity	1-0042-4			4. Liabilities on received trade loans	1-0514	
3. Other	1-0042-5			5. Payables on contractual loans	1-0515	
Total for group VI:	1-0040	275	274	6. Other	1-0517	289
VII. Trade and other receivables				Total for group I:	1-0510	289
1. Receivables from related parties	1-0044			II. Other non current liabilities	1-0510-1	
2. Receivables on trade loans	1-0045			III. Incomes for future periods	1-0520	
3. Receivables over financial leasing	1-0046-1			IV. Liabilities to deferred tax	1-0516	97
4. Other	1-0046			V. Financing	1-0520-1	
Total for group VII:	1-0040-1	0	0	TOTAL ITEM "B" (I+II+III+IV+V):	1-0500	386
VIII. Expenses for future periods	1-0060			D. CURRENT LIABILITIES		
IX. Deferred tax assets	1-0060-1	1,111	2,274	I. Trade and other obligations		
TOTAL ITEM "A" (I+II+III+IV+V+VI+VII+VIII+IX):	1-0100	2,023	2,945	1. Liabilities on loans to banks and non-bank financial institutions	1-0612	
B. CURRENT ASSETS				2. Current part from non-current liabilities	1-0510-2	
I. Inventory				3. Current liabilities, incl.:	1-0630	361,200
1. Materials	1-0071			liabilities to the related parties	1-0611	198,723
2. Production	1-0072			liabilities to received trade loans	1-0614	
3. Goods	1-0073			liabilities to suppliers and clients	1-0613	160,902
4. Work in progress	1-0076			received advances	1-0613-1	181
5. Biological assets	1-0074			personel obligations	1-0615	282
6. Other	1-0077	1,613	24	social securities obligations	1-0616	134
Total for group I:	1-0070	1,613	24	tax obligations	1-0617	978
II. Trade and other receivables				4. Other	1-0618	254
1. Receivables from related parties	1-0081	166,872	111,484	5. Provisions	1-0619	9,793
2. Receivables from customers and suppliers	1-0082	192,217	150,284	Total for group I:	1-0610	371,247
3. Prepayments	1-0086-1	20,250	12,074	II. Other current liabilities	1-0610-1	61,882
4. Receivables from trade loans	1-0083	1,771	1,741	III. Incomes for future periods	1-0700	
5. Court and awarded receivables	1-0084			IV. Financing	1-0700-1	
6. Tax for recovery	1-0085	595	8,549	TOTAL ITEM "B" (I+II+III+IV):	1-0750	433,129
7. Personel receivables	1-0086-2	2				
8. Other	1-0086	13,346	7,950	TOTAL ITEM "A" (I+II+III+IV):	1-0800	450,804
Total for group II:	1-0080	395,053	292,082			
III. Financial assets						
1. Financial assets held for trading incl.:	1-0093	36,073	21,405			
debt securities	1-0093-1					
derivatives	1-0093-2	36,073	21,405			
other	1-0093-3					
2. Financial assets available for sale	1-0093-4					
3. Other	1-0095					
Total for group III:	1-0090	36,073	21,405			
IV. Cash and cash equivalents						
1. Cash	1-0151	16,042	16,199			
2. Cash equivalents in deposits	1-0153					
3. Restricted cash	1-0155					
4. Cash equivalents	1-0157					
Total for group IV:	1-0150	16,042	16,199			
V. Expenses for future periods	1-0160					
TOTAL ITEM "B" (I+II+III+IV+V):	1-0200	448,781	329,710			
TOTAL ASSETS (A+B):	1-0300	450,804	332,655	EQUITY, MINORITY INTEREST AND LIABILITIES (A+B+C+D):	1-0800	450,804
						332,655

Date of preparation: 31.1.2017

Prepared by: Karel Ouska

Representatives:

Zdenek Cihak

Bete Dworkak

ALPIQ ENERGY SE
Rohanské nábřeží 670/19
186 00 Praha 8
IČ 284 77 090

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INCOME STATEMENTS

(на индивидуална основа)

of ALPIQ ENERGY SE

ID on BULSTAT

as of 31.12.2016

(in thousand EUR)

EXPENSES	Code of the row	Current period	Pre period	INCOMES	Code of the row	Current period	Pre period
a	6	1	2	a	6	1	2
A. Expenses for the activity				A. Incomes from activity			
I. Expenses to economic elements				I. Net incomes from sales of:			
1. Expenses for materials	2-1120	1,162,145	1,081,149	1. Production	2-1551		
2. Expenses for hired services	2-1130	14,505	18,158	2. Goods	2-1552	1,161,018	1,115,319
3. Depreciation expenses	2-1160	225	235	3. Services	2-1560	1,590	2,674
4. Personnel expenses	2-1140	6,053	5,168	4. Other	2-1556	7,112	2,495
5. Social security costs	2-1150	1,899	1,668	Total for group I:	2-1610	1,169,720	1,120,488
6. Balance value of sold assets (without production)	2-1010						
7. Changes in inventories of products and work in progress	2-1030			II. Income from financing	2-1620		
8. Other, incl:	2-1170	19,402	12,166	incl. government	2-1621		
revaluation of assets	2-1171						
provisions	2-1172	6,676	618	III. Financial incomes			
Total for group I:	2-1100	1,204,229	1,118,544	1. Income from interests	2-1710	83	6
				2. Revenue from dividends	2-1721		1
II. Financial expenses				3. Gains from transactions with financial assets and instruments	2-1730		3,839
1. Expenses for interests	2-1210	56	161	4. Gains from foreign exchange	2-1740		
2. Losses from operations with financial assets and instruments	2-1220	17,581		5. Other	2-1745	166	580
3. Losses from foreign exchange	2-1230	515	1,717	Total for group III:	2-1700	249	4,426
4. Other	2-1240	893	1,493				
Total for group II:	2-1200	19,045	3,371				
B. Total expenses from activity (I + II)	2-1300	1,223,274	1,121,915	B. Total incomes from activity (I + II + III):	2-1600	1,169,969	1,124,914
B. Profit from activity	2-1310	0	2,999	B. Loss from activity	2-1810	53,305	0
III. Share of profit of associates and joint ventures	2-1250-1			IV. Share of loss of associates and joint ventures	2-1810-1		
IV. Extraordinary expenses	2-1250			V. Extraordinary revenues	2-1750		
Г. Total expenses (Б+ III +IV)	2-1350	1,223,274	1,121,915	Г. Total incomes (Б + IV + V)	2-1800	1,169,969	1,124,914
Д. Profit before tax	2-1400	0	2,999	Д. Loss before tax	2-1850	53,305	0
V. Expenses за данъци	2-1450	1,316	1,380				
1. Expenses for current corporate income tax	2-1451	1,226	901				
2. Expense / (benefit) for deferred income taxes	2-1452	90	479				
3. Other	2-1453						
Е. Profit after tax (Д - V)	2-0454	0	1,619	Е. Loss after taxation (Д + V)	2-0455	54,621	0
including a minority participation	2-0454-1			including a minority participation	2-0455-1		
Ж. Net income for the period	2-0454-2	0	1,619	Ж. Net loss for the period	2-0455-2	54,621	0
Total (Г+ V + Е):	2-1500	1,224,590	1,124,914	Total (Г + Е):	2-1900	1,224,590	1,124,914

Note: Reference № 2 - Income Statement shall be made only with accumulation.

Date of preparation: 31.1.2017

Prepared by: Karel Ouska

Representatives:

Zdenek Cihak

Peter Dvorak

ALPIQ ENERGY SE

Rohanské nábřeží 670/19

186 00 Praha 8

IČ 284 77 090

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CASH FLOWS STATEMENT ON DIRECT METHOD

(на индивидуална основа)

of ALPIQ ENERGY SE
ID on BULSTAT
as of 31.12.2016

(in thousand EUR)

Cash flows	Code of the row	Current period	Pre period
a	б	1	2
A. Cash flows from main activity			
1. Cash receipts from customers	3-2201	831,586	929,944
2. Payments to suppliers	3-2201-1	-825,515	-878,648
3. Payments / receipts related to financial assets held for trading	3-2202		0
4. Payments related to salaries	3-2203	-7,873	-6,374
5. Paid /recovered taxes (without corporate income tax)	3-2206	-6,443	-9,123
6. Paid corporate income tax	3-2206-1	-692	-833
7. Received interests	3-2204	74	17
8. Paid bank fees and interest on short-term loans for working capital	3-2204-1	-949	-447
9. Currency revaluations	3-2205	-328	137
10. Other receipts / payments from operating activities	3-2208	-14,541	901
Net cash flow from main activity (A):	3-2200	-24,681	35,574
B. Cash flows from investment activity			
1. Purchase of tangible assets	3-2301	-474	-305
2. Cash flows from sales of tangible assets	3-2301-1	10	16
3. Given loans	3-2302	-30	-2,508
4. Recovered (paid) loans, including financial leasing	3-2302-1		800
5. Received interests on granted loans	3-2302-2	18	6
6. Purchase of investments	3-2302-3	-45	-1
7. Cash flows from sales of investments	3-2302-4	45	
8. Received dividends from investments	3-2303		1
9. Currency revaluations	3-2305		
10. Other receipts / payments from investment activities	3-2306		1,974
Net cash flow from investment activity (B):	3-2300	-476	-17
B. Cash flows from financial activities			
1. Proceeds from the issue of securities	3-2401		
2. Payments under reverse acquisition of securities	3-2401-1		
3. Proceeds from loans	3-2403		
4. Paid loans	3-2403-1		-37,000
5. Paid obligations over leased contracts	3-2405		
6. Paid interest, fee, taxes and commissions over loans with investment purposes	3-2404		-161
7. Paid dividends	3-2404-1		
8. Other proceeds / payments from financial activity	3-2407	25,000	
Net cash flow from financial activity (B):	3-2400	25,000	-37,161
Г. Changes of cash during the period (A+B+B):	3-2500	-157	-1,603
Д. Cash at the beginning of the period	3-2600	16,199	17,802
Е. Cash at the end of the period, incl:	3-2700	16,042	16,199
cash and cash in the bank accounts	3-2700-1	16,042	16,199
Restricted cash	3-2700-2		

Note:

In cell "Cash at beginning of period" put the value of cash at the beginning of the respective year.

Date of preparation: 31.1.2017

Prepared by: Karel Ouska

Representatives:

Zdenek Cihak

Peter Dworak

ALPIQ ENERGY SE

Rohanské nábřeží 670/19

186 00 Praha 8

IČ 284 77 090

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STATEMENT OF CHANGES IN EQUITY
(in thousand EUR)

HA ALPIQ ENERGY SE
БНК по БУЖТАТ:
as of 31.12.2016

(in thousand EUR)

ITEMS	Code of the row	EQUITY	Reserves					Accumulated profit / loss:		Reserv from transfers	Total equity	Minority participation
			premiams from issue (share premium reserve)	Reserves from revaluations	Assigned reserves			Profit	Loss			
					General	Specialized	Other					
		1	2	3	4	5	6	7	8	9	10	11
а		1-0410	1-0410	1-0422	1-0424	1-0425	1-0426	1-0452	1-0453	4-0426-1	1-0400	1-0400-1
Balance at the beginning of the reporting period	4-01	7,000	0	0	0	0	521	39,665	0	0	47,186	0
Changes in opening balances due:	4-15											
Effects from changes of accountancy policy:	4-15-1											
Fundamental mistakes:	4-15-2											
Adjusted balance at the beginning of the reporting period	4-01-1	7,000	0	0	0	0	521	39,665	0	0	47,186	0
Net profit / loss for the period	4-05								-54,621			
1. Profit distribution for:	4-06											
dividends	4-07											
other	4-07-1											
2. Loss covering	4-08										25,000	
3. Subsequent valuations of tangible and intangible assets, incl	4-09											
increasing	4-10											
decreasing	4-11											
4. Subsequent revaluations of financial assets and instruments, incl:	4-12											
increasing	4-13											
decreasing	4-14											
5. Effect from deferred tax	4-16-1											
6. Other changes	4-16											
Balance at end of the period	4-17	7,000	0	0	0	25,000	521	39,389	-54,621	0	17,289	0
7. Changes from translation of annual financial statements of companies abr	4-18											
8. Changes restatement of financial statements in hyperinflationary	4-19											
Equity up to the end of the period	4-20	7,000	0	0	0	25,000	521	39,389	-54,621	0	17,289	0

Note: On the line "Balance at the beginning of the reporting period" is submitted the balance, which is reported at the end of the previous year.

Date of preparation: 31.1.2017

Prepared by: Karel Ouska

Representatives:

Zdenek Chlak

Peter Dvornik

ALPIQ ENERGY SE
Rohanske nabrezi 670/19
186 00 Praha 8
IČ 284 77 090

REFERENCE FOR INVESTMENTS IN SUBSIDIARIES, JOINT VENTURES, ASSOCIATED AND OTHER COMPANIES

of ALPIQ ENERGY SE
 ЕИК no БУЈСТАТ:
 as of 31.12.2016

(in thousand EUR)

Name and address of the entities in which are made the investments	Code of the row	Investment amount	Percentage of investment in the equity of the other entity	Investment in securities admitted for trading on a stock exchange	Investment in securities not admitted for trading on a stock exchange
a	б	1	2	3	4
A. IN THE COUNTRY					
I. Investments in subsidiaries					
1					0
2					0
3					0
4					0
5					0
6					0
7					0
8					0
9					0
10					0
11					0
12					0
13					0
14					0
15					0
<i>Total amount I:</i>	<i>8-4001</i>	<i>0</i>		<i>0</i>	<i>0</i>
II. Investments in joint ventures					
1					0
2					0
3					0
4					0
5					0
6					0
7					0
8					0
9					0
10					0
11					0
12					0
13					0
14					0
15					0
<i>Total amount II:</i>	<i>8-4006</i>	<i>0</i>		<i>0</i>	<i>0</i>
III. Investments in associated entities					
1					0
2					0
3					0
4					0
5					0
6					0
7					0
8					0
9					0
10					0
11					0
12					0
13					0
14					0
15					0
<i>Total amount III:</i>	<i>84011</i>	<i>0</i>		<i>0</i>	<i>0</i>
IV. Investment in other entities					
1					0
2					0
3					0
4					0
5					0
6					0
7					0
8					0
9					0
10					0
11					0
12					0
13					0
14					0
15					0
<i>Total amount IV:</i>	<i>8-4016</i>	<i>0</i>		<i>0</i>	<i>0</i>

Total amount for the country (I+II+III+IV):		8-4025	0	0	0	
B. IN ABROAD						
I. Investments in subsidiaries						
1					0	
2					0	
3					0	
4					0	
5					0	
6					0	
7					0	
8					0	
9					0	
10					0	
11					0	
12					0	
13					0	
14					0	
15					0	
Total amount I:		8-4030	0	0	0	
II. Investments in joint ventures						
1					0	
2					0	
3					0	
4					0	
5					0	
6					0	
7					0	
8					0	
9					0	
10					0	
11					0	
12					0	
13					0	
14					0	
15					0	
Total amount II:		8-4035	0	0	0	
III. Investments in associated entities						
1					0	
2					0	
3					0	
4					0	
5					0	
6					0	
7					0	
8					0	
9					0	
10					0	
11					0	
12					0	
13					0	
14					0	
15					0	
Total amount III:		8-4040	0	0	0	
IV. Investment in other entities						
1	Alpiq RomEnergie S.r.l.		74	0.10%	0	74
2	Alpiq Turkey Enerji Tiptan Satis Ltd		196	6.53%	0	196
3	Alpiq Energy Ukraine		1	1.00%	0	1
4	Atel Energy Romania S.r.l.		4	10.00%	0	4
5						0
6						0
7						0
8						0
9						0
10						0
11						0
12						0
13						0
14						0
15						0
Total amount IV:		8-4045	275		0	275
Total amount for abroad (I+II+III+IV):		8-4050	275		0	275

Date of preparation: 31.1.2017

Prepared by: Karel Ouska

Representatives:

Zdenek Cihak

Peter Dworak

ALPIQ ENERGY SE
Rohanské nábřeží 670/19
186 00 Praha 8
IČ 284 77 090

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(Handwritten signatures and initials)

UNAUDITED INTERIM ACTIVITY REPORT

**FOR THE REPORTING PERIOD FROM
1 JANUARY 2016 TO 31 December 2016**

OF

ALPIQ ENERGY SE

with its registered address at Rohanské nábřeží 670/19, 186 00 Prague 8, business
registration No. (IC): 284 77 090

1. GENERAL INFORMATION

ALPIQ ENERGY SE ("the Company") is a European joint stock company having its registered address at Rohanské nábřeží 670/19, 186 00, Prague 8 Czech Republic, business registration No. (IC): 284 77 090, Tax ID: CZ 284 77 090, incorporated by an entry in the Commercial Register maintained with the Registration Court in Prague, File H81, on 20 October 2008. The Company is involved in electricity and gas trading. Alpiq Energy SE is a member of the Swiss energy group Alpiq (parent company of whole group is Alpiq Holding Ltd.).

2. COMPANY PROFILE

Name:	ALPIQ ENERGY SE
Registered Address:	Rohanské nábřeží 670/19, 186 00 Prague 8
Business Registration Number:	284 77 090
Legal form:	European company (société européenne - SE)
Business:	production, trading and services not included in appendices 1 to 3 of the Trade Licensing Act gas trading (as of 1 April 2014)
Scope of activities:	electricity trading lease of real estate, apartments and non-residential premises.
Basic capital:	EUR 7,000,000 (CZK 172,655,000)
Statutory bodies of the Company:	as at 31 December 2016

Board of Directors

Chair:	Zdeněk Čihák
Member:	Edgar Carsten Lehrmann
Member:	Peter Dworak

Supervisory Board

Member:	Markus Brokhof
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Procurators:

Alena Divišová	Michal Dubeň
Cornelia Häuptli Baumgartner	Tomáš Plocek
Martin Hulena	Claudia Erni Eiholzer
Hans Günther Mayer	Marie Adamová
Janberk Sahin	Tobias Meyer
Marek Musial	Hana Lindovská
Radomír Roháč	Martin Šiška
Jacek Zoladek	Karel Ouška
Paulius Gineitis	Pavle Čulibrk
Gergely Gonda	Martin Pich

At least two members of the Board of Directors jointly (including the Board of Director's chairman and a member), or at least two procurators act and sign on the Company's behalf. In compliance with the Czech provisions of Section 164, paragraph 3 of Act No. 89/2012, the Civil Code, the Board of Directors Chairman is empowered to carry out legal acts towards the employees.

Shareholder: Alpiq AG (Alpiq Central Europe AG until 24 June 2014)
Olten, Bahnhofquai 12, zip code 4600
the Swiss Confederation
business registration No.: CHE-105.974.401

The Company has foreign branches in Hungary, Poland, Romania and Switzerland. The Company has a permanent establishment in Lithuania.

3. BUSINESS PERFORMANCE

The Company is providing comprehensive energy services to its customers along with ensuring high financial stability. Its customers and business partners benefit from a strong centralized structure and firm capital base. The Company offers simplified business terms to its global partners. All transactions rely on a wide international portfolio that reduces credit risk of contractual parties.

In 2016 the Company continued in developing its electricity and gas trading business in the region of Central and East Europe. The Company started the activity on new energy exchange markets in the region, currently on the energy exchanges SEEPEX in Serbia and IBEX in Bulgaria. At the same time the Company offers new products in the field of trading ("contracts for difference" – contracts with financial settlement), energy services, auxiliary services or in the field of local distribution network and management portfolio.

As a result of the merger of Alpiq Energy SE with Alpiq Energija Lietuva AB in 2015, the Company also expanded its trading activities to all Baltic countries and also to the power markets NASDAQ and Nordpool in the Scandinavian countries. The Company also projects to expand its activities in the Baltic countries to the sale of electricity to end customers.

In 2016 the Company was facing significant changes in the market prices of electricity and gas. Increased volatility on electricity and gas market on both forward and spot and price movement deviations from fundamental expectations making the prediction and strategies more difficult and were the main factor resulting in the losses in four quarters of the year 2016.

The Company financial result was also negatively influenced by worsening value of portfolio for the year 2017 and consequent recognition of provision in the amount of approx.. EUR 6.9 million.

In line with the group strategy the Company continuously focus on liquidity and capital stability strengthening. The group strategy also involves continuous modifications and streamlining of internal processes that help to increase the flexibility and stability of the Company.

4. SIGNIFICANT CHANGES

On 21 January 2016 procurators Laura Feleki, Fabio Marcin and Petr Radina were deleted from the Commercial Register. On 5 March 2016 procurator Koryun Shahbazyan was deleted from the Commercial Register.

On 21 January 2016 the information was added in the Commercial Register entry regarding the manner of acting, specifically that in compliance with Section 164 para. 3 of Act No. 89/20012 Coll., the Civil Code the Board of Directors' chairman is authorized to carry out legal acts with respect to Company employees.

ALPIQ ENERGY SE obtained a license for electricity traders in Serbia on 22 January 2016.

On 5 March 2016 the extension of terms for another 6 years for the Board of Directors' member Peter Dworak was recorded in the Commercial Register.

On 16 June 2016 the Company decided in the closing of its branch ALPIQ ENERGY SE, o. z. in Slovakia.

On 27 July 2016 procurator Karel Ouška was recorded in the Commercial Register. On the same date Nebojsa Bogdanovic was deleted from the Commercial Register.

The Company obtained a license for electricity and gas trading in Croatia on 3 October 2016 and 17 October 2016 respectively.

On 27 October 2016 procurators Karel Kadlec and Petr Seigertschmid were deleted from the Commercial register.

On 26 November 2016 procurator Kosta Kosoric was deleted from the Commercial register.

On 5 December 2016 the Company obtained the contribution to equity from parent company in the amount of EUR 25 million.

On 14 December 2016 the Company registered a new Polish subsidiary PO PROSTU ENERGIA SPOLKA AKCYJNA which was subsequently sold to parent company on 23 December 2016.

On 24 January 2017 procurator Martin Pich was deleted from the Commercial register.

5. DESCRIPTION OF MAJOR RISKS AND UNCERTAINTIES

The risks the Company is exposed to stem from its primary business activity being forward energy trading with electricity, gas and related commodities.

The Company is exposed to the following risks:

Market risk:

Market risk is the risk that the value of an investment will change due to changes in market factors. Such factors comprise for instance macroeconomic and political instability and volatility on the financial markets, i.e. from fluctuations of market prices, interest rates, exchange rates, commodity prices, and equity.

Energy and gas price fluctuations

The principal activity of the Company is forward trading and distribution of electricity and gas. Thus, it is influenced by the changes in market prices of those commodities. Degree of such impacts depends on the open position of the Company. The risk management is done by setting limits on value at risk and profit at risk, as well as by making business decisions based on the detailed market analysis and thorough knowledge and understanding of fundamental market factors.

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in interest rates. The Company is exposed to the interest rate risk due to its loans drawn as well as provided. It is the Company policy to use as much as possible loans with fixed interest rates.

Foreign currency risk

Foreign currency risk is the risk that the fair value of future cash flows of financial instruments will fluctuate because of changes in foreign currency exchange rates. The Company's exposure to the risk of changes in foreign currency exchange rates relates primarily to the Company's operating activities (when revenue or expenses are denominated in a different currency from the Company's functional currency).

The Company manages its foreign currency exposure primarily by a natural hedging, i.e. by matching

assets and liabilities in foreign currencies and using its offsetting effect in terms of the foreign exchange risk. The remaining balance is then hedged using primarily derivative instruments like FX forwards and swaps. Those are concluded with the ultimate parent company Alpiq Holding A.G.

Credit risk

Credit risk includes risk that a counterparty will not settle their obligations arising from financial instruments or contracts, leading to financial losses. The level of a credit risk depends on the general credit risk of the relevant party's country as well as the risks directly originating from the relevant party. The Company is exposed to credit risk from operating activities (mainly on the basis of receivables and borrowings) and from financing activities, including deposits with banks and financial institutions, foreign currency transactions and other financial instruments.

The credit risk is managed by setting limits for credit risk exposure. Those limits are maintained per counterparty and are subject to regular monitoring.

Liquidity risk

Liquidity risk occurs when the Company cannot fulfill its liabilities at maturity. The management of the Company monitors future cash flows and liquidity on a regular basis in order to mitigate this risk. In case of short term shortages of liquidity the Company uses short term loans, mainly provided by the ultimate parent company Alpiq Holding A.G.

The liquidity management approach of the Company is to possess sufficient liquidity at all times, thus to fulfill its liabilities both in normal and challenging conditions without causing any unacceptable losses or any damage on the reputation of the Company in the market.

6. TRANSACTIONS CONCLUDED BETWEEN RELATED PARTIES

The Company purchases electricity and gas, receives services from related parties in the ordinary course of business, pays interest expense for using loans and fees for guarantees provided.

Purchases for 1-12/2016:

Related party	Amount in TEUR
Alpiq AG	-268,477
Alpiq Csepel Kft.	-15
Alpiq Energia Bulgaria EOOD	-292
Alpiq Energija BH d.o.o.	-4,513
Alpiq Energija Hrvatska d.o.o. Zagreb	-35,678
Alpiq Energija RS d.o.o. Beograd	-51,151
Alpiq Energy Albania SHPK	-73
Alpiq Energy Skopje DOOEL	-5,128
Alpiq Generation (CZ) s.r.o.	-51,435
Alpiq RomIndustries S.R.L.	-11,464
Alpiq Turkey Enerji	-88
Total	-428,314


The Company sells electricity and gas and provides services to related parties in the ordinary course of business.

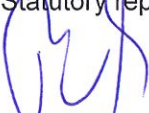
Sales for 1-12/2016:

Related party	Amount in TEUR
Alpiq AG	213,436
Alpiq Csepel Kft.	146
Alpiq Energia Bulgaria EOOD	23
Alpiq Energia Italia F&S	23
Alpiq Energie France F&S	72
Alpiq Energija BH d.o.o.	1,810
Alpiq Energija Hrvatska d.o.o. Zagreb	23,290

Alpiq Energija RS d.o.o. Beograd	30,294
Alpiq Energy Albania SHPK	18
Alpiq Energy Hellas S.A.	1,999
Alpiq Energy Skopje DOOEL	2,341
Alpiq Generation (CZ) s.r.o.	1,535
Alpiq RomIndustries S.R.L.	10,131
Alpiq Turkey Enerji	6,595
Total	291,713

In Prague, 31 January 2017


Zdeněk Čihák
Statutory representative


Peter Dworak
Statutory representative

ALPIQ ENERGY SE
Rohanské nábřeží 670/19
186 00 Praha 8
IČ 284 77 090
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Inside Information
Concerning ALPIQ ENERGY SE for the period from 1 January 2016 to 31
December 2016

1. For the issuer

1.1. Changes in the persons controlling the Company.

No changes during the period.

1.2. Changes in the composition of the governing and supervisory bodies of the Company and reasons for the changes; Changes in the Company representation; Appointment or dismissal of a corporate agent.

On 21 January 2016 procurators Laura Feleki, Fabio Marcin and Petr Radina were deleted from the Commercial Register. On 5 March 2016 procurator Koryun Shahbazyan was deleted from the Commercial Register.

On 5 March 2016 the extension of terms for another 6 years for the Board of Directors' member Peter Dworak was recorded in the Commercial Register.

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On 5 December 2016 the Company obtained the contribution to equity from parent company in the amount of EUR 25 million.

On 14 December 2016 the Company registered a new Polish subsidiary PO PROSTU ENERGIA SPOLKA AKCYJNA which was subsequently sold to parent company on 23 December 2016.

On 24 January 2017 procurator Martin Pich was deleted from the Commercial register.

1.3. Amendments and/or supplements to the Articles of Association.

No changes during the period.

1.4. Decision on transformation of the Company and implementation of the transformation; Structural changes within the Company.

No significant changes during the fourth quarter.

1.5. Entry into liquidation and all substantial phases relating to the production.

No changes during the period.

1.6. Initiation of insolvency proceedings against the Company or its subsidiary and all substantial phases relating to the production.

No changes during the period.

1.7. Acquisition, lease or disposal of valuable assets pursuant to Art. 114 (1)(1) of the Public Offer of Securities Act (POSA).

No changes during the period.

1.8. Decision on execution or termination of and withdrawal from a joint-venture agreement.

No changes during the period.

1.9. (Repealed - Official Journal No. 82/2007).

1.10. Change of the auditors of the Company and reasons for the change.

No changes during the period.

1.11. Information on the Company's profits.

No profits incurred in the year 2016.

1.12. Material losses and the reasons therefor.

According to interim unaudited financial statements prepared under IFRS, the Company realized in 2016 total loss equalled to EUR 54,621 thousand.

In 2016 the Company faced significant changes in the market prices of electricity and gas. Increased volatility on electricity and gas market on both forward and spot and price movement deviations from fundamental expectations making the prediction and strategies more difficult were the main factor resulting in the losses throughout the year 2016.

The Company financial result was further negatively influenced by worsening value of portfolio for the year 2017 and consequent recognition of provision in the amount of approx. EUR 6.9 million.

1.13. Unpredictable or unforeseen extraordinary circumstances due to which the Company or its subsidiary has suffered damage amounting to three percent or more of the Company's registered capital.

None.

1.14. Publicly disclosed amended auditor's report.

Audit report for financial statements of the year 2016 has not been issued yet.

1.15. Decision of the General Meeting on the type and amount of the dividend and the terms and conditions for its payment.

There was no decision of the General Meeting for payment of dividends in 2016.

1.16. Any liabilities incurred that are essential for the Company or its subsidiary, including any non-satisfaction of or increase in the amount of the liabilities.

During 2016 all material liabilities incurred were from normal course of business. There were no material unusual or extraordinary liabilities that are essential for the Company. As mentioned above provision for onerous contract in the total amount of EUR 9.7 million was recognized in 2015 and 2016.

1.17. Any receivables incurred that are essential for the Company, including their due date.

During 2016 all material receivables incurred were from normal course of business. There were no material unusual or extraordinary receivables that are essential for the Company.

1.18. Any problems with liquidity and measures to secure financial support.

Financial position of the Company has been strengthened by the contribution to equity from parent company in the amount of EUR 25 million.

1.19. Increase or decrease in the share capital.

No changes during the period.

1.20. Confirmation of any negotiations on acquisition of the Company.

No changes during the period.

1.21. Conclusion or performance of substantial contracts that are not related to the main objects of business of the Company.

There were no substantial contracts that are not related to the main course of business during the reporting period

1.22. Opinion of the governing body in connection with a tender.

There were no tenders during the reporting period except tenders related to the main Company's business, e.g. purchases of cross border capacities, electricity etc. No opinion has been issued in this respect.

1.23. Termination or significant limitation of relations with clients who generated at least 10 percent of the Company's revenues in the past three years.

No significant changes during the period.

1.24. Development and introduction of new products in the market.

In the first half year of 2016 the Company continued in developing its electricity and gas trading business in the region of Central and East Europe. The Company started the activity on new energy exchange

markets in the region, on the energy exchanges SEEPEX in Serbia and IBEX in Bulgaria. At the same time the Company offered new products in the field of trading (“contracts for difference” – contracts with financial settlement), energy services, auxiliary services or in the field of local distribution network and management portfolio.

As a result of the merger of Alpiq Energy SE with Alpiq Energija Lietuva AB in 2015, the Company also expanded its trading activities to all Baltic countries and also to the power markets NASDAQ and Nordpool in the Scandinavian countries. The Company also projects to expand its activities in the Baltic countries to the sale of electricity to end customers.

1.25. Large orders (amounting to over 10 percent of the average Company’s revenues in the past three years).

No changes during the period.

1.26. Development and/or changes in the volume of orders and capacity utilisation.

No material changes during the period.

1.27. Termination of sale of a product forming significant part of the Company's revenues.

No significant changes during the period.

1.28. Purchase of patents.

None.

1.29. Obtaining, suspension or revocation of the authorisation to carry out business (trade license).

No changes during the period.

1.30. Initiation or termination of judicial or arbitration proceedings related to liabilities or receivables of the Company or its subsidiary where the amount of the claim corresponds to at least 10 percent of the Company's registered capital.

No events corresponding to the given criterion.

1.31. Purchase, sale or pledge of shares in companies by the issuer or its subsidiary.

On 14 December 2016 the Company registered a new Polish subsidiary PO PROSTU ENERGIA SPOLKA AKCYJNA which was subsequently sold to parent company on 23 December 2016.

1.32. Forecasts prepared by the issuer with respect to its financial results or the results of its group of companies, where it has been decided that the forecast shall be published.

No forecast shall be published.

1.33. Awarding or change of rating of the issuer.

No public rating of the Company available.

1.34. Other circumstances which the Company believes could be important to investors in deciding whether to acquire, sell or retain publicly offered securities.

Company has no publicly offered securities.

2. For issuers of municipal bonds

2.1. New issue of bonds.

Not applicable. None.

2.2. Repayment of obligations under bond lending operations.

Not applicable. None.

2.3. Occurrence of new or reduction of the existing sources of the issuer's income that could lead to a decrease or an increase of 10 percent or more in the revenues or expenditures.

Not applicable. None.

2.4. Change of the collateral under bond lending operations.

Not applicable. None.

2.5. Adoption of the municipal budget.

Not applicable. None.

2.6. Findings of the Court of Auditors on the implementation of the municipal budget and on financial statements.

Not applicable. None.

2.7. Other changes in the financial standing of the municipality that affect or could affect, directly or indirectly, the value of bonds issued by the municipality.

Not applicable. None.

In Prague, on 31 January 2017

Representatives: 

Zdeněk Čihák



Peter Dworak

ALPIQ ENERGY SE

Rohanské nábřeží 670/19

126 00 Praha 8

IČ 284 77 090

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