



České dráhy, a.s. – Press Release – The most significant subsidiary of České dráhy, a.s. reports the financial results in the 1st half of 2011

Prague, August 19, 2011

České dráhy, a.s. (IČ 70994226)
Information obligation for releasing inside information

Press Release – Financial results of ČD Cargo, a.s. in the 1st half of 2011

ČD Cargo, a.s. is the most significant subsidiary in the 100% ownership of České dráhy, a.s.

As of August 16, 2011 the Board of Directors of ČD Cargo, a.s. approved the financial results for the 1st half of 2011.

In the financial period January – June 2011 the company's revenues reached CZK 7,589.61 MM and the expenses (excluding income tax) amounted to CZK 7,538.31 MM. EBIDTA reported for the 1st half of 2011 is CZK 719.2 MM and EBT is CZK 51.31 MM.

The company positively assesses the reached revenues from transportation. The total transportation revenues in the period Jan – Jun 2011 reached CZK 6,356.73 MM, which is an increase of 9.2% in comparison to the last year. The positive results were achieved primarily thanks to the increases in transportation of commodities lignite, wood and paper products, building materials, iron and machinery and chemical and liquids.

The company negatively assesses the continuous increases in the energy prices, which can have a negative impact on meeting the planned results for the 2nd half of 2011. Another risk of not meeting the plan is the increasing pressure on the transportation prices, which is caused by the strengthening competition. This can eventually lead to the stagnation of revenues in the 2nd half of 2011, since the potential increases in the transportation volumes will be downgraded by the decrease in price per unit.