

Inside information

6 March 2020

The Board of Directors of O2 Czech Republic (the „Company”) approved the **2019 dividend proposal** in the total amount of CZK 5,274 million, which represents **CZK 17** before tax **per share** with the nominal value of CZK 10 (and CZK 170 before tax per share with the nominal value of CZK 100). This represents 99% of the unconsolidated net profit for 2019.

On top of the regular dividend, the Company’s Board of Directors proposes **a distribution of a part of the share premium** in the amount of up to CZK 1,241 million, which means **CZK 4** before tax **per share** with the nominal value of CZK 10 (and CZK 40 before tax per share with the nominal value of CZK 100).

The proposed dividend and share premium distribution **payment date is 6 May 2020**, while the **record date** is proposed to fall on **6 April 2020**.

The Company holds treasury shares. The Company will not be entitled to the dividend payment and the amount related to the distribution of the share premium to the treasury shares. Thus, the final total amount paid to the shareholders will depend on the actual number of treasury shares held by the Company as of 6 April 2020.

The Board of Directors of the Company proposes to **reduce the registered capital by cancelling treasury shares**. The Board of Directors proposes the **cancellation of 9,337,910 treasury shares** with the nominal value of CZK 10 by deleting them from the register of dematerialised securities. The registered capital is proposed to be reduced by the amount corresponding to the total nominal value of the cancelled shares and the difference between the purchase price and the nominal value of the cancelled shares is proposed to reduce the share premium.

The Board of Directors of the Company proposes to allow the Company to **execute share buy-back** even **after the expiry of the decision of the General Meeting of 8 December 2015**. The Board of Directors proposes to **extend** the option to **buy back own shares after 8 December 2020 for a maximum of 5 years, of up to 30,088,214 shares or volume of CZK 5.5 billion**. The Company could acquire shares in the price range of CZK 10 to 297.

The dividend proposal and the partial share premium distribution proposal have been acknowledged by the Supervisory Board and along with the other proposals mentioned above will be subject to votes at the Annual General Meeting to be held on 16 April 2020, where the shareholders of the Company will be deciding on their adoption. The proposals will also form a part of the invitation to the Annual General Meeting. The invitation will be published in due course as required by the law.

O2 Czech Republic as the sole shareholder exercising the powers of the General Meeting of O2 Slovakia approved the **O2 Slovakia’s 2019 profit distribution in the amount of EUR 53.1 million (ca. CZK 1.3 billion)** to the sole shareholder, O2 Czech Republic. The



payment of the O2 Slovakia's 2019 profit distribution will be part of the O2 Czech Republic's profit for the year 2020.

Contacts

Investor Relations
O2 Czech Republic a.s.
investor_relations@o2.cz
t +420 271 462 076

About O2 Czech Republic

O2 is the largest operator on the Czech market. It provides voice, internet and data services to customers ranging from households to small and medium-sized businesses to large corporations. O2 always offers the latest technology. Currently, it is preparing for the arrival of the fifth-generation networks (5G) and it was the first to test them in a real environment. O2 is also the largest internet provider for homes and businesses, covering 99% of addresses. Fixed connection works the best in combination with the O₂ Smart Box modem, which has been developed in-house. With its O₂ TV service, it is the largest provider of IPTV service in the Czech Republic. O2 has acquired a number of exclusive sports rights for its customers and thus offers the most attractive sports content on the Czech market. The company is one of the largest players in hosting and cloud services, as well as in managed services and ICT. As trends in the telecommunications sector are changing significantly, O2 also focuses on the development and offering of non-traditional telecommunications services. These include, in particular, financial services such as equipment insurance, mobile travel insurance or O₂ eKasa electronic sales registration solutions.