



ITEM 17

Adopting of a resolution on the change of the Company's scope of activities

Electrorazpredelitelni mreji Zapad AD (formerly CEZ Distribution Bulgaria AD) has a license № L-135-07 / 13.08.2004 for distribution of electricity. The license is for a period of 35 years.

The activity of the Company is carried out in accordance with the normative base for the energy sector in Bulgaria, regulated by the Energy Act (EA), the Renewable Energy Act (REA), the bylaws on their implementation, the Public Offering of Securities Act (LPOS), Public Procurement Act (PPA), Competition Protection Act (LPC), Spatial Planning Act (SPA), as well as in accordance with the current legislation in the Republic of Bulgaria.

The proposed changes in the registered Subject of activity of the Company are editorial and aim at clearing the used terminology and refining the record in accordance with the license held by the Company and the current regulations.

According to Art. 221, item 1 of the Commercial Law and Art. 48, para. 1, item 1 of the By-Laws of the Company, the General Meeting of the Company is competent to make amendments and supplements to the By-Laws.

Draft resolution:

The General Meeting, on the grounds of Art. 221, item 11 of the Commercial Act and Art. 48, para. 1, item 1 of the By-Laws of the Company changes the Company's scope of activities, as follows:

The Company shall have the following subject of activity:

Operation of the electricity distribution network as an aggregation of Medium Voltage, Low Voltage and High Voltage power lines and facilities, used for transportation and distribution of electricity, with the purpose of procuring the delivery of electricity to the consumers, connected to the Company's Electricity Distribution Network ("EDN") on the territory of which the Company operates, subject to its obtaining and maintaining a valid license for electricity distribution on the respective territory.

On the territory covered by the EDN the Company shall provide:

- distribution of electricity to the consumers connected to the EDN;*
- operation of the EDN;*
- maintenance of the EDN, the sites and the equipment in compliance with the technical requirements;*
- development of the EDN in compliance with the prospects for economic development and the prognosis for changes in the electricity consumption in the region;*
- maintenance and development of the auxiliary network;*
- continuous supply and quality of the electric energy;*
- other electricity services to the consumers related to distribution of electricity.*