

Pricing Supplement dated 16 March 2005

Series No.: 2

Tranche No.: 1

The Czech Republic
acting through the Ministry of Finance

Issue of EUR1,000,000,000 4.125% Instruments due 2020
under the EUR3,000,000,000 Programme for the Issuance of Debt Instruments

This document constitutes the Pricing Supplement relating to the issue of Instruments described herein.

Terms used herein shall be deemed to be defined as such for the purposes of the Terms and Conditions set forth in the Information Memorandum dated 3 June 2004 and the Supplemental Information Memorandum dated 16 March 2005 (together, the "Information Memorandum"). This Pricing Supplement contains the final terms of the Instruments and must be read in conjunction with such Information Memorandum.

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| 1. | Issuer | The Czech Republic <i>acting through the Ministry of Finance</i> |
| 2. | (i) Series Number: | 2 |
| | (ii) Tranche Number: | 1 |
| 3. | Specified Currency or Currencies: | Euro ("EUR") |
| 4. | Aggregate Principal Amount: | |
| | (i) Series: | EUR1,000,000,000 |
| | (ii) Tranche: | EUR1,000,000,000 |
| 5. | (i) Issue Price: | 98.905 per cent. of the Aggregate Principal Amount |
| | (ii) Net Proceeds: | EUR987,950,000 |
| 6. | Specified Denominations: | EUR1,000, EUR10,000 and EUR100,000 |
| 7. | (i) Issue Date: | 18 March 2005 |
| | (ii) Interest Commencement Date (if different from the Issue Date): | Not Applicable |
| 8. | Maturity Date: | 18 March 2020 |
| 9. | Interest Basis: | Interest bearing
4.125 per cent. Fixed Rate
(further particulars specified below) |
| 10. | Maturity Redemption Amount: | Redemption at par |
| 11. | Change of Interest or Redemption/Payment Basis: | Not Applicable |

Redemption/Payment Basis:

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|-----------------------------|----------------|
| 12. Put/Call Options: | Not Applicable |
| 13. Status: | Senior |
| 14. Listing: | Luxembourg |
| 15. Method of distribution: | Syndicated |

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

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|---|--|
| 16. Interest: | Interest bearing

4.125 per cent. per annum payable annually in arrear |
| 17. Floating Rate Instruments: | Not Applicable |
| 18. Interest Payment Dates: | 18 March in each year, commencing on 18 March 2006 and ending on the Maturity Date |
| 19. Interest Period End Dates: | Not Applicable |
| 20. Additional Business Centre(s): | Not Applicable |
| 21. Day Count Fraction: | Actual/Actual (ISMA) |
| 22. Other Provisions Relating to Interest Calculations (including Amortisation Yield and other provisions (if non-interest bearing)): | Not Applicable |

PROVISIONS RELATING TO REDEMPTION

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| 23. Call Option: | Not Applicable |
| 24. Put Option: | Not Applicable |
| 25. Final Redemption Amount of each Instrument: | Principal Amount |
| 26. Early Termination Amount: | Principal Amount |

GENERAL PROVISIONS APPLICABLE TO THE INSTRUMENTS

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| 27. Form of Instruments: | Bearer Instruments:

Temporary Global Instrument exchangeable for a Permanent Global Instrument which is exchangeable for Definitive Instruments in the limited circumstances specified in the Permanent Global Instrument. |
| 28. Additional Financial Centre(s) or other special provisions relating to Payment Dates: | Not Applicable |

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| 29. | Talons for future Coupons or Receipts to be attached to Definitive Instruments (and dates on which such Talons mature): | No |
| 30. | Details relating to Partly Paid Instruments:
<i>(Amount of each payment comprising the Issue Price and date on which each payment is to be made and consequences (if any) of failure to pay, including any right of the Issuer to forfeit the Instruments and interest due on late payment)</i> | Not Applicable |
| 31. | Details relating to Instalment Instruments:
<i>(Amount of each instalment, date on which each payment is to be made)</i> | Not Applicable |
| 32. | Redenomination, renominatisation and reconventioning provisions: | Not Applicable |
| 33. | Other terms or special conditions: | Not Applicable |

DISTRIBUTION

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| 34. | (i) If syndicated, names of Managers: | ABN AMRO Bank N.V.
Deutsche Bank AG London
J.P. Morgan Securities Ltd.
Alpha Bank
CALYON
Credit Suisse First Boston (Europe) Ltd.
Daiwa Securities SMBC Europe Limited
Dresdner Bank AG London Branch
Eurohypo Aktiengesellschaft
Goldman Sachs International
Morgan Stanley & Co. International Limited |
| | (ii) Stabilising Manager (if any) | ABN AMRO Bank N.V. |
| 35. | If non-syndicated, name of Dealer: | Not Applicable |
| 36. | TEFRA: | The TEFRA D Rules are applicable |

37. Additional selling restrictions:
- Italy:
- Each Manager has represented and agreed that it has not offered, sold or delivered, will not offer, sell or deliver, has not distributed and will not distribute and has not made and will not make available in Italy any Instruments, the Information Memorandum nor any other offering material relating to the Instruments other than:
- (a) to professional investors (*operatori qualificati*), as defined in Article 31, second paragraph, of Commissione Nazionale per la Società e la Borsa (CONSOB) Regulation No. 11522 of July 1, 1998, as amended; or
 - (b) in circumstances which are exempted from the rules on solicitation of investments pursuant to Article 100 of Legislative Decree No. 58 of February 24, 1998 (the “Financial Services Act”) and Article 33, first paragraph, of CONSOB Regulation No. 11971 of May 14, 1999, as amended.
- Any offer, sale or delivery of the Instruments or distribution of copies of the Information Memorandum or any other document relating to the Instruments in Italy under (a) or (b) above must be:
- (i) made by an investment firm, bank or financial intermediary permitted to conduct such activities in Italy in accordance with the Financial Services Act and the Legislative Decree No. 385 of September 1, 1993, as amended (the “Banking Act”);
 - (ii) in compliance with Article 129 of the Banking Act and the implementing guidelines of the Bank of Italy pursuant to which the issue or the offer of securities in Italy may need to be precedent and followed by an appropriate notice to be filed with the Bank of Italy depending, *inter alia*, on the aggregate value of the securities issued or offered in Italy and their characteristics; and
 - (iii) in accordance with any other applicable laws and regulations.

OPERATIONAL INFORMATION

38. ISIN Code: XS0215153296
39. Common Code: 21515329
40. Any clearing systems other than Euroclear and Clearstream, Luxembourg and the relevant identification number(s): Not Applicable
41. Delivery: Delivery against payment
42. Additional Paying Agent(s) (if any): Not Applicable

LISTING APPLICATION

This Pricing Supplement comprises the final terms required to list the issue of Instruments described herein pursuant to the €3,000,000,000 Programme for the Issuance of Debt Instruments of The Czech Republic *acting through the Ministry of Finance*.

RESPONSIBILITY

The Issuer accepts responsibility for the information contained in this Pricing Supplement.

Signed on behalf of the Issuer:

By:

Duly authorised