



MANAGEMENT BOARD

Koprivnica, 28 July 2017

**PODRAVKA INC.**  
**UNCONSOLIDATED FINANCIAL REPORT**  
**FOR 1 - 6 2017 PERIOD**



MANAGEMENT BOARD

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## General information

Podravka prehrambena industrija Inc., Koprivnica, is incorporated in the Republic of Croatia. Today it is included in leading companies in industry operating in the area of South-Eastern, Central and Eastern Europe. The principal activity of the Company comprises production of a wide range of foodstuffs and non-alcoholic beverages.

The Company is headquartered in Koprivnica, Croatia, Ante Starčevića 32.

The Company's shares are listed on the official market of the Zagreb Stock Exchange.

## Management Board members as at 30 June 2017

President	Marin Pucar
Member	Ljiljana Šapina
Member	Davor Doko
Member	Hrvoje Kolarić

The unconsolidated financial statements have been prepared in accordance with International Financial Reporting Standards as adopted by the European Union ("IFRS").



MANAGEMENT BOARD

Koprivnica, 28 July 2017

## **MANAGEMENT REPORT ON THE ACHIEVED BUSINESS RESULTS OF PODRAVKA INC. FOR THE PERIOD JANUARY - JUNE 2017**

### **Significant events in 1 - 6 2017**

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#### Changes in Supervisory Board and Management Board of Podravka Inc.

On 21<sup>st</sup> February 2017, the General Assembly of PODRAVKA Inc. was held where the decision to recall two members of the Supervisory Board of PODRAVKA Inc. was adopted - Mato Crkvenac and Ivo Družić. At the same General Assembly meeting, the decision on the election of four members of the Supervisory Board of PODRAVKA Inc. was adopted - Marko Kolaković, Slavko Tešija, Luka Burilović and Damir Grbavac. The term of the elected members of PODRAVKA Inc. Supervisory Board started as of 21<sup>st</sup> February 2017 and lasts until 7<sup>th</sup> September 2018. On 30<sup>th</sup> June 2017, the General Assembly of PODRAVKA Inc. was held where the decisions were adopted to recall a member of the PODRAVKA Inc. Supervisory Board Dinko Novoselec and to appoint Ivana Matovina as the PODRAVKA Inc. Supervisory Board member for the period of 4 years.

On 23<sup>rd</sup> February 2017, the meeting of the PODRAVKA Inc. Supervisory Board was held where the decision on the appointment of the president and members of the Management Board of PODRAVKA Inc. was adopted. Marin Pucar was appointed president of the Management Board of PODRAVKA Inc., Ljiljana Šapina, Iva Brajević and Hrvoje Kolarić were appointed as members of the Management Board. The term of the appointed president and members of the Management Board began as of 24<sup>th</sup> February 2017 and was determined to last until 31<sup>st</sup> October 2018, except for the appointed Management Board member Iva Brajević, whose term was determined to expire on 30<sup>th</sup> April 2017. As of 1<sup>st</sup> May 2017, Davor Doko was appointed a PODRAVKA Inc. Management Board member, and his term was determined to last until the expiration of the term of the Management Board as a whole. At the PODRAVKA Inc. Supervisory Board meeting held on 18<sup>th</sup> July 2017, the decisions were adopted that Marko Đerek be appointed a member of the Management Board and that the term for the president and members of the Management Board be prolonged until 23<sup>rd</sup> February 2022.

#### Exposure of the Podravka Group to the key buyer in the Adria region

The Agrokor concern is the key buyer of Podravka, which makes approximately 20% of sales of food products in the Adria region. As of 10 April 2017, the extraordinary administration over



#### MANAGEMENT BOARD

companies in the Agrokor concern headquartered in Croatia was initiated and Podravka pays special attention to monitoring its exposure in operations with these companies. As at 30 June 2017, the total receivables from Agrokor's companies over which the extraordinary administration procedure had been initiated amounted to HRK 130.1 million. This amount also includes receivables for bills of exchange received in the amount of HRK 60.9 million, purchased by Podravka from a factoring company.

Podravka reported receivables of HRK 97.4 million in the extraordinary administration procedure. At the moment, there is insufficient information to assess the need to make provisions for a possible receivables write-off. Podravka continues its business cooperation with companies in the Agrokor concern, controlling its overall exposure.

### **Key business highlights of 1 - 6 2017**

In the 1-6 2017 period, Podravka Inc. recorded sales of HRK 891.5 million, which is 1.3% higher than in the same period of the previous year. At the same time, total operating expenses increased by 3.7%, resulting in operating profit of HRK 26.2 million.

In the 1-6 2017 period, finance income of HRK 21.6 million was recorded, with HRK 36.6 million of finance costs, while the effective tax rate was 18.7%. Profit for the period in 1-6 2017 eventually amounted to HRK 9.1 million.

As at 30 June 2017, total assets of Podravka Inc. amount to HRK 3,238.4 million, which is 2.4% lower compared to the end of 2016. The most significant decrease on the assets side was in the line item receivables from related parties and in the line item cash with bank and cash in hand. On the equity and liabilities side, the most significant decrease was in current liabilities.

In the 1-6 2017 period, cash flow from operating activities amounted to negative HRK 13.7 million, as a consequence of operations and movements in the working capital. Cash flow from investing activities at the same time amounted to negative HRK 64.8 million, primarily due to cash used for the purchase of non-current tangible and intangible assets. In the same period, cash flow from financing activities amounted to positive HRK 12.0 million. Overall, in the 1-6 2017 period, cash and cash equivalents decreased by HRK 66.5 million, resulting in the amount of HRK 70.0 million of cash and cash equivalents as at 30 June 2017.



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**UNCONSOLIDATED FINANCIAL REPORTS FOR THE PERIOD  
JANUARY - JUNE 2017**



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Appendix 1  
Reporting period:

1.1.2017.

to

30.6.2017.

Quarterly financial report of entrepreneur - TFI-POD

Registration number (MB)	03454088		
Identification number of subject (MBS)	010006549		
Personal identification number (OIB)	18928523252		
Issuer company:	PODRAVKA prehrambena industrija d.d., KOPRIVNICA		
Postal code and place	48000 KOPRIVNICA		
Street and number	ANTE STARČEVIĆA 32		
E-mail address:	podravka@podravka.hr		
Internet address:	www.podravka.com		
Code and name of comune/town	201 KOPRIVNICA		
Code and county name	6 KOPRIVNIČKO-KRIŽEVAČKA	Number of employees (at quarter end)	3170
Consolidated statement	NO	NKD/NWC code:	1039
Subsidiaries subject to consolidation (according to IFRS):	Headquarters	Registration number:	

Book keeping service:		
Contact person:	Laljek Senka	
	(authorised person for representation)	
Phone number:	048 653 203	Fascimile: 048 220 562
E-mail address:	senka.laljek@podravka.hr	
Surname and name:	Pucar Marin	
	(authorised person for representation)	

Disclosure documents:

1. Financial statements (balance sheet, profit and loss account, cash flow statement, statement of changes in shareholders' equity and notes to the financial statements)
2. Interim management Report
3. Statement of responsible persons for preparation of financial statements

M.P.



(signed by authorised person for representation)



MANAGEMENT BOARD

PROFIT AND LOSS ACCOUNT  
for the period 1.1.2017. to 30.06.2017.

Obligator: Podravka prehrambena industrija d.d., Koprivnica					
Item	AOP code	Last Year		Current year	
		Cumulative	Quarterly	Cumulative	Quarterly
1	2	3	4	5	6
<b>I. OPERATING REVENUE (112+113)</b>	<b>111</b>	911.625.809	+56.329.599	915.997.905	502.426.693
1. Sales revenue	112	880.116.838	441.534.272	891.530.391	492.504.802
2. Other operating revenues	113	31.508.971	14.795.327	23.667.604	9.921.071
<b>II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)</b>	<b>114</b>	857.046.027	444.970.006	888.963.089	489.676.424
1. Changes in value of work in progress and finished products	115	-9.792.799	-13.160.126	23.845.816	23.729.199
2. Material costs (117 to 119)	116	577.115.595	303.647.044	560.651.089	299.929.912
a) Raw material and material costs	117	388.206.337	201.264.530	362.962.168	188.523.242
b) Costs of goods sold	118	98.412.174	51.867.289	122.991.146	69.558.835
c) Other external costs	119	90.497.087	50.515.219	74.597.775	41.846.835
3. Staff costs (121 to 123)	120	184.316.937	92.935.647	177.473.483	81.196.672
a) Net salaries and wages	121	110.391.295	53.917.361	109.690.794	55.839.441
b) Cost for taxes and contributions from salaries	122	46.491.265	24.526.088	41.591.249	21.748.544
c) Contributions on gross salaries	123	27.434.276	14.462.218	26.191.440	13.020.287
4. Depreciation	124	46.888.485	23.625.294	48.432.589	23.403.493
5. Other costs	125	47.379.062	30.202.492	61.571.891	39.654.017
6. Impairment (127+128)	126	-4.012.394	-2.430.685	2.652.307	2.877.204
a) Impairment of long-term assets (financial assets excluded)	127	0	0	0	0
b) Impairment of short-term assets (financial assets excluded)	128	-4.012.394	-2.430.685	2.652.307	2.877.204
7. Provisions	129	531.670	129.126	1.233.072	362.988
8. Other operating costs	130	14.679.660	10.021.216	13.222.852	8.513.938
<b>III. FINANCIAL INCOME (132 to 136)</b>	<b>131</b>	26.467.774	11.026.071	21.632.998	7.957.433
1. Interest income, foreign exchange gains, dividends and similar income from related parties	132	10.510.003	7.654.887	9.947.735	3.789.973
2. Interest income, foreign exchange gains, dividends and similar income from non-related parties	133	15.946.041	3.371.184	10.402.474	3.386.089
3. Share in income from affiliated entrepreneurs and participating interests	134	0	0	0	0
4. Unrealized gains (income) from financial assets	135	5.730	0	1.282.789	778.361
5. Other financial income	136	0	0	0	0
<b>IV. FINANCIAL EXPENSES (138 do 141)</b>	<b>137</b>	26.596.829	9.180.257	36.802.039	20.040.869
1. Interest expenses, foreign exchange losses, dividends and similar expenses from related parties	138	5.141.033	255.707	22.875.330	14.308.345
2. Interest expenses, foreign exchange losses, dividends and similar expenses from non-related parties	139	19.943.173	9.072.074	13.925.579	6.690.827
3. Unrealized losses (expenses) on financial assets	140	1.512.617	-147.824	0	-918.273
4. Other financial expenses	141	0	0	0	0
<b>V. INCOME FROM INVESTMENT - SHARE IN PROFIT OF ASSOCIATED ENTREPRENEURS</b>	<b>142</b>	0	0	0	0
<b>VI. LOSS FROM INVESTMENT - SHARE IN LOSS OF ASSOCIATED ENTREPRENEURS</b>	<b>143</b>	0	0	0	0
<b>VII. EXTRAORDINARY - OTHER INCOME</b>	<b>144</b>	0	0	0	0
<b>VIII. EXTRAORDINARY - OTHER EXPENSES</b>	<b>145</b>	0	0	0	0
<b>IX. TOTAL INCOME (111+131+142 + 144)</b>	<b>146</b>	938.093.374	+87.385.670	936.630.903	510.384.296
<b>X. TOTAL EXPENSES (114+137+143 + 145)</b>	<b>147</b>	883.642.890	-54.190.263	925.896.018	609.711.323
<b>XI. PROFIT OR LOSS BEFORE TAXATION (146-147)</b>	<b>148</b>	54.450.484	13.205.407	11.244.965	672.973
1. Profit before taxation (146-147)	149	54.450.484	13.205.407	11.244.965	672.973
2. Loss before taxation (147-146)	150	0	0	0	0
<b>XII. PROFIT TAX</b>	<b>151</b>	11.375.502	3.327.652	2.103.769	120.297
<b>XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)</b>	<b>152</b>	43.075.022	9.877.745	9.141.196	552.676
1. Profit for the period (149-151)	153	43.075.022	9.877.745	9.141.196	552.676
2. Loss for the period (151-148)	154	0	0	0	0
<b>APPENDIX to P&amp;L account (to be filled in by entrepreneur that prepares consolidated financial report)</b>					
<b>XIV. PROFIT OR LOSS FOR THE PERIOD</b>					
1. Attributed to equity holders of parent company	155	0	0	0	0
2. Attributed to minority interest	156	0	0	0	0
<b>STATEMENT OF OTHER COMPREHENSIVE INCOME (IFRS)</b>					
<b>I. PROFIT OR LOSS FOR THE PERIOD (= 152)</b>	<b>157</b>	43.075.022	9.877.745	9.141.196	552.676
<b>II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 do 165)</b>	<b>158</b>	0	0	0	0
1. Exchange differences on translation of foreign operations	159	0	0	0	0
2. Movements in revaluation reserves of long-term tangible and intangible assets	160	0	0	0	0
3. Profit or loss from revaluation of financial assets available for sale	161	0	0	0	0
4. Gains or losses on efficient cash flow hedging	162	0	0	0	0
5. Gains or losses on efficient hedge of a net investment in foreign countries	163	0	0	0	0
6. Share in other comprehensive income / loss of associated companies	164	0	0	0	0
7. Actuarial gains / losses on defined benefit plans	165	0	0	0	0
<b>III. TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>166</b>	0	0	0	0
<b>IV. NET OTHER COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (158-166)</b>	<b>167</b>	0	0	0	0
<b>V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)</b>	<b>168</b>	43.075.022	9.877.745	9.141.196	552.676
<b>APPENDIX to Statement of other comprehensive income (to be filled in by entrepreneur that prepares consolidated financial report)</b>					
<b>VI. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD</b>					
1. Attributed to equity holders of parent company	169	0	0	0	0
2. Attributed to minority interest	170	0	0	0	0





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**BALANCE SHEET**  
as at 30.06.2017.

Obligator: Podravka prehrambena industrija d.d., Koprivnica				
Item	AOP code	Last year (net)	Current year (net)	
1	2	3	4	
<b>ASSETS</b>				
A) RECEIVABLES FOR SUBSCRIBED BUT NOT PAID-IN CAPITAL	001	0	0	
B) LONG-TERM ASSETS (003+010+020+029+033)	002	1.851.327.653	2.020.644.228	
I. INTANGIBLE ASSETS (004 to 009)	003	107.785.978	112.684.849	
1. Assets development	004	0	0	
2. Concessions, patents, licences fees, trade and service marks, software and other rights	005	101.805.354	91.430.686	
3. Goodwill	006	0	0	
4. Prepayments for purchase of intangible assets	007	0	0	
5. Intangible assets in preparation	008	5.950.624	21.254.163	
6. Other intangible assets	009	0	0	
II. TANGIBLE ASSETS (011 to 019)	010	850.156.418	836.036.505	
1. Land	011	43.034.502	43.034.502	
2. Buildings	012	473.435.374	461.975.436	
3. Plant and equipment	013	263.555.792	269.286.409	
4. Tools, facility inventory and transport assets	014	22.786.284	22.044.317	
5. Biological assets	015	0	0	
6. Prepayments for tangible assets	016	3.503.215	1.413.627	
7. Tangible assets in progress	017	43.134.729	37.583.530	
8. Other tangible assets	018	706.522	698.684	
9. Investments in buildings	019	0	0	
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	867.752.211	1.047.626.303	
1. Investments (shares) with related parties	021	808.073.131	977.936.261	
2. Loans given to related parties	022	56.465.262	67.105.303	
3. Participating interest (shares)	023	1.225.020	1.225.020	
4. Loans to entrepreneurs in whom the entity holds participating interests	024	0	0	
5. Investments in securities	025	0	0	
6. Loans, deposits and similar assets	026	1.988.798	1.359.719	
7. Other long - term financial assets	027	0	0	
8. Investments accounted by equity method	028	0	0	
IV. RECEIVABLES (030 to 032)	029	0	0	
1. Receivables from related parties	030	0	0	
2. Receivables from based on trade loans	031	0	0	
3. Other receivables	032	0	0	
V. DEFERRED TAX ASSETS	033	25.663.046	24.296.571	
C) SHORT TERM ASSETS (035+043+050+058)	034	1.459.124.345	1.212.279.634	
I. INVENTORIES (036 to 042)	035	478.624.439	458.787.768	
1. Raw-material and supplies	036	111.660.293	117.365.631	
2. Work in progress	037	42.880.136	32.865.481	
3. Finished goods	038	140.823.462	127.785.682	
4. Merchandise	039	42.841.093	40.827.769	
5. Prepayments for inventories	040	0	0	
6. Long - term assets held for sales	041	140.419.456	139.963.203	
7. Biological assets	042	0	0	
II. RECEIVABLES (044 to 049)	043	763.611.620	593.288.286	
1. Receivables from related parties	044	465.173.908	299.731.312	
2. Accounts receivable	045	279.386.040	286.109.856	
3. Receivables from participating parties	046	0	0	
4. Receivables from employees and members of related parties	047	733.464	855.648	
5. Receivables from government and other institutions	048	7.744.536	621.207	
6. Other receivables	049	10.573.672	5.970.283	
III. SHORT TERM FINANCIAL ASSETS (051 to 057)	050	80.335.253	90.176.605	
1. Shares (stocks) in related parties	051	0	0	
2. Loans given to related parties	052	75.449.677	87.549.892	
3. Participating interests (shares)	053	0	0	
4. Loans to entrepreneurs in whom the entity holds participating interests	054	0	0	
5. Investments in securities	055	306.000	162.000	
6. Loans, deposits, etc.	056	2.544.119	1.757.668	
7. Other financial assets	057	2.035.457	687.045	
IV. CASH AT BANK AND IN CASHIER	058	136.593.033	70.026.977	
D) PREPAID EXPENSES AND ACCRUED REVENUE	059	6.155.104	5.441.438	
E) TOTAL ASSETS (001+002+034+059)	060	3.316.607.102	3.238.365.300	
F) OFF-BALANCE RECORDS	061	966.890.614	990.588.945	



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Obligator: Podravka prehrambena industrija d.d., Koprivnica			
Item	AQP code	Last year (net)	Current year (net)
1	2	3	4
<b>LIABILITIES AND CAPITAL</b>			
<b>A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)</b>	<b>062</b>	2.076.079.537	2.091.517.353
I. SUBSCRIBED CAPITAL	<b>063</b>	1.566.400.660	1.566.400.660
II. CAPITAL RESERVES	<b>064</b>	185.313.851	182.752.349
III. RESERVES FROM PROFIT (066+067-068+069+070)	<b>065</b>	143.682.952	282.022.740
1. Reserves prescribed by law	<b>066</b>	17.659.521	26.625.605
2. Reserves for treasury shares	<b>067</b>	147.604.502	147.604.502
3. Treasury stocks and shares (deduction)	<b>068</b>	72.539.675	63.681.553
4. Statutory reserves	<b>069</b>	0	0
5. Other reserves	<b>070</b>	50.956.604	171.474.186
IV. REVALUATION RESERVES	<b>071</b>	0	0
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	<b>072</b>	1.360.387	51.200.408
1. Retained earnings	<b>073</b>	1.360.387	51.200.408
2. Accumulated loss	<b>074</b>	0	0
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	<b>075</b>	179.321.687	9.141.196
1. Profit for the current year	<b>076</b>	179.321.687	9.141.196
2. Loss for the current year	<b>077</b>	0	0
IX. MINORITY INTERESTS	<b>078</b>	0	0
<b>B) PROVISIONS (080 to 082)</b>	<b>079</b>	31.469.021	32.684.933
1. Provisions for pensions, severance pay, and similar liabilities	<b>080</b>	17.750.427	17.750.427
2. Reserves for tax liabilities	<b>081</b>	0	0
3. Other reserves	<b>082</b>	13.718.594	14.934.506
<b>C) LONG - TERM LIABILITIES (084 to 092)</b>	<b>083</b>	398.472.313	426.094.100
1. Liabilities to related parties	<b>084</b>	0	0
2. Liabilities for loans, deposits etc.	<b>085</b>	0	0
3. Liabilities to banks and other financial institutions	<b>086</b>	398.472.313	426.094.100
4. Liabilities for received prepayments	<b>087</b>	0	0
5. Accounts payable	<b>088</b>	0	0
6. Liabilities arising from debt securities	<b>089</b>	0	0
7. Liabilities to entrepreneurs in whom the entity holds participating interests	<b>090</b>	0	0
8. Other long-term liabilities	<b>091</b>	0	0
9. Deferred tax liability	<b>092</b>	0	0
<b>D) SHORT - TERM LIABILITIES (094 to 105)</b>	<b>093</b>	771.097.403	635.734.805
1. Liabilities to related parties	<b>094</b>	156.695.883	196.980.380
2. Liabilities for loans, deposits etc.	<b>095</b>	324.985	318.486
3. Liabilities to banks and other financial institutions	<b>096</b>	233.177.632	180.958.793
4. Liabilities for received prepayments	<b>097</b>	0	0
5. Accounts payable	<b>098</b>	263.032.904	189.576.178
6. Liabilities arising from debt securities	<b>099</b>	82.720.316	0
7. Liabilities to entrepreneurs in whom the entity holds participating interests	<b>100</b>	0	0
8. Liabilities to employees	<b>101</b>	30.943.833	49.076.006
9. Liabilities for taxes, contributions and similar fees	<b>102</b>	1.750.091	17.756.116
10. Liabilities to share - holders	<b>103</b>	676.368	676.368
11. Liabilities for long-term assets held for sale	<b>104</b>	0	0
12. Other short - term liabilities	<b>105</b>	1.875.269	392.480
<b>E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD</b>	<b>106</b>	39.488.828	52.334.109
<b>F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)</b>	<b>107</b>	3.316.607.102	3.238.365.300
<b>G) OFF-BALANCE RECORDS</b>	<b>108</b>	966.890.614	990.588.945
<b>APPENDIX to balance sheet(to be filled in by entrepreneur that prepares consolidated annual financial report)</b>			
<b>CAPITAL AND RESERVES</b>			
1. Attributed to equity holders of parent company	<b>109</b>	0	0
2. Attributed to minority interest	<b>110</b>	0	0



MANAGEMENT BOARD

STATEMENT OF CASH FLOWS - INDIRECT METHOD

for the period 1.1.2017. to 30.06.2017.

Obligator: Podravka prehrambena industrija d.d., Koprivnica				
Item	AOP code	Last year	Current year	
1	2	3	4	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
1. Profit before tax	001	54.450.524	11.244.965	
2. Depreciation	002	46.888.455	48.432.589	
3. Increase in short term liabilities	003	0	0	
4. Decrease in short term receivables	004	0	0	
5. Decrease in inventories	005	7.501.357	19.380.420	
6. Other increase in cash flow	006	2.502.222	14.730.232	
<b>I. Total increase in cash flow from operating activities (001 to 006)</b>	<b>007</b>	<b>111.342.558</b>	<b>93.788.206</b>	
1. Decrease in short term liabilities	008	19.280.121	101.008.471	
2. Increase in short term receivables	009	9.517.355	563.082	
3. Increase in inventories	010	0	0	
4. Other decrease in cash flow	011	42.158.973	5.945.668	
<b>II. Total decrease in cash flow from operating activities (008 to 011)</b>	<b>012</b>	<b>70.956.449</b>	<b>107.517.221</b>	
<b>A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES (007-012)</b>	<b>013</b>	<b>40.386.109</b>	<b>0</b>	
<b>A2) NET DECREASE IN IN CASH FLOW FROM OPERATING ACTIVITIES (012-007)</b>	<b>014</b>	<b>0</b>	<b>13.729.015</b>	
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>				
1. Cash inflows from sales of long-term tangible and intangible assets	015	11.325.990	1.560.706	
2. Cash inflows from sales of equity and debt instruments	016	6.156.177	0	
3. Interests receipts	017	1.601.757	1.047.087	
4. Dividend receipts	018	0	0	
5. Other cash inflows from investing activities	019	1.189.399	9.686.780	
<b>III. Total cash inflows from investing activities (015 to 019)</b>	<b>020</b>	<b>20.273.323</b>	<b>12.294.573</b>	
1. Cash outflow for purchase of long-term tangible and intangible assets	021	80.222.775	40.052.621	
2. Cash outflow for acquisition of equity and debt financial instruments	022	11.119.047	1.255.550	
3. Other cash outflow for investing activities	023	58.256.901	35.761.769	
<b>IV. Total cash outflow for investing activities (021 do 023)</b>	<b>024</b>	<b>149.598.723</b>	<b>77.069.940</b>	
<b>B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)</b>	<b>025</b>	<b>0</b>	<b>0</b>	
<b>B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES (024-020)</b>	<b>026</b>	<b>129.325.400</b>	<b>64.775.367</b>	
<b>CASH FLOW FROM FINANCIAL ACTIVITIES</b>				
1. Cash inflow from issuing property and debt financial instruments	027	0	0	
2. Proceeds from the credit principal, promissory notes, borrowings and other loans	028	264.690.452	97.988.485	
3. Other proceeds from financial activities	029	312.672	6.945.454	
<b>V. Total cash inflows from financial activities (027 to 029)</b>	<b>030</b>	<b>265.003.124</b>	<b>104.933.939</b>	
1. Cash outflow for repayment of credit principal and bonds	031	214.321.518	92.955.613	
2. Cash outflow for dividends paid	032	0	0	
3. Cash outflow for financial lease	033	529.732	0	
4. Cash outflow for purchase of treasury shares	034	4.628.876	0	
5. Other cash outflow for financial activities	035	0	0	
<b>VI. Total cash outflow for financial activities (031 to 035)</b>	<b>036</b>	<b>219.480.126</b>	<b>92.955.613</b>	
<b>C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES (030-036)</b>	<b>037</b>	<b>45.522.998</b>	<b>11.978.326</b>	
<b>C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES (036-030)</b>	<b>038</b>	<b>0</b>	<b>0</b>	
Total increase in cash flow (013 – 014 + 025 – 026 + 037 – 038)	039	0	0	
Total decrease in cash flow (014 – 013 + 026 – 025 + 038 – 037)	040	43.416.293	66.526.056	
Cash and cash equivalents at the beginning of the period	041	95.413.823	136.553.033	
Increase of cash and cash equivalents	042	0	0	
Decrease of cash and cash equivalents	043	43.416.293	66.526.056	
Cash and cash equivalents at the end of the period	044	51.997.530	70.026.977	



MANAGEMENT BOARD

**STATEMENT OF CHANGES IN EQUITY**  
for the period 1.1.2017. to 30.06.2017.

Obligator: Podravka prehrambena industrija d.d., Koprivnica			
Item	AOP code	Last year	Current year
1	2	3	4
1. Subscribed capital	001	1.566.400.660	1.566.400.660
2. Capital reserves	002	185.313.851	182.752.349
3. Reserves from profit	003	143.682.952	282.022.740
4. Retained earnings or accumulated loss	004	1.360.387	51.200.408
5. Profit or loss for the current year	005	179.321.687	9.141.196
6. Revaluation of long - term tangible assets	006	0	0
7. Revaluation of intangible assets	007	0	0
8. Revaluation of financial assets available for sale	008	0	0
9. Other revaluation	009	0	0
<b>10. Total capital and reserves (AOP 001 do 009)</b>	<b>010</b>	<b>2.076.079.537</b>	<b>2.091.517.353</b>
11. Currency gains and losses arising from net investment in foreign operations	011	0	0
12. Current and deferred taxes (part)	012	0	0
13. Cash flow hedging	013	0	0
14. Changes in accounting policy	014	0	0
15. Correction of significant errors in prior period	015	0	0
16. Other changes of capital	016	125.706.826	15.437.816
<b>17. Total increase or decrease in capital (AOP 011 do 016)</b>	<b>017</b>	<b>125.706.826</b>	<b>15.437.816</b>
17 a. Attributed to equity holders of parent company	018	0	0
17 b. Attributed to minority interest	019	0	0

Notes to the financial statements:

The accounting policy in 2017 did not change.



MANAGEMENT BOARD

## STATEMENT FROM EXECUTIVES RESPONSIBLE FOR PREPARING FINANCIAL STATEMENTS

Koprivnica, 28 July 2017

### STATEMENT FROM EXECUTIVES RESPONSIBLE FOR PREPARING FINANCIAL STATEMENTS

Financial statements of Podravka d.d. for the period January – June 2017 have been prepared in compliance with the Accounting Act of the Republic of Croatia and International Financial Reporting Standards (IFRS) and provide an overall and true presentation of assets, liabilities, profit and loss, financial position and business operations.

Financial statements of Podravka d.d. for the period January – June 2017 were approved by the Management Board on 26 July 2017.

Accounting and Taxes Director:  
Senka Laljek

Board Member:  
Davor Doko



MANAGEMENT BOARD

## Contact

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