

ENCLOSURE 1

Reporting period:

1 January 2010

to

31 December 2010

Quarterly Financial Report-TFI-POD

Tax number (MB): 01650971

Registration number (MBS): 010049135

Personal identification number (OIB): 04525204420

Issuer: VIRO TVORNICA ŠEĆERA d.d.

Postal code and location: 33000

VIROVITICA

Street and number: MATIJE GUPCA 254

E-mail: viro@secerana.hr

Internet address: www.secerana.hr

Code and city / municipality: 491 VIROVITICA

Code and county: 10 VIROVITIČKO PODRAVSKA

Number of employees: 590
(at the end of trimester)

Consolidated Report: YES

Business activity code: 1081

Entities in consolidation (according to IFRS)

Registered seat:

Tax number (MB):

Entities in consolidation (according to IFRS)	Registered seat:	Tax number (MB):

Book-keeping office:

Contact person: ZDENKA SMOJVER

(name and surname of the contact person)

Telephone: 033840100

Fax: 033840103

E-mail: racunovodstvo-viro@secerana.hr

Name and surname: ŽELJKO ZADRO

(authorized representatives)

Documents to be published:

1. Financial Statements (Balance Sheet, Profit and Loss Account, Cash Flow Statement, Change in Capital Statement and Notes to Financial Statements)
2. Statement of persons in charge of making Financial Statements
3. Management Board's Report



(signature of authorized representative)

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BALANCE SHEET

as at

31 December 2010

Item	EDP #	Previous period	Current period
1	2	3	4
ASSETS			
A) SUBSCRIBED CAPITAL UNPAID	001		
B) LONG-TERM ASSETS	002	582.825.465	615.716.560
I. INTANGIBLE ASSETS	003	314.650	5.026.559
II. TANGIBLE ASSETS	004	568.578.813	597.016.129
III. FIXED FINANCIAL ASSETS	005	13.550.288	13.532.973
IV. RECEIVABLES	006	381.714	140.899
V. DEFERRED TAX ASSETS	007		
C) SHORT-TERM ASSETS	008	849.490.417	771.283.184
I. STOCKS	009	475.797.123	366.716.814
II. RECEIVABLES	010	210.919.640	215.175.721
III. CURRENT FINANCIAL ASSETS	011	99.801.282	130.113.129
IV. CASH AT BANK AND IN CASHIER	012	62.972.372	59.277.520
D) PREPAID EXPENSES AND ACCRUED INCOME	013	7.792.564	5.706.555
E) LOSS ABOVE CAPITAL	014		
F) TOTAL ASSETS	015	1.440.108.446	1.392.706.299
G) OFF-BALANCE RECORDS	016	417.364.560	740.636.185
LIABILITIES AND CAPITAL			
A) CAPITAL AND RESERVES	017	612.215.968	622.938.288
I. INITIAL (SUBSCRIBED) CAPITAL	018	249.600.060	249.600.060
II. CAPITAL RESERVES	019	9.064.214	13.659.552
III. RESERVES FROM PROFIT	020	21.969.365	24.917.010
IV. REVALUATION RESERVES	021	10.014.538	7.494.438
V. RETAINED PROFIT	022	166.462.784	163.646.966
VI. LOSS BROUGHT FORWARD	023		
VII. PROFIT OF FINANCIAL YEAR	024	1.302.042	28.271.548
VIII. LOSS OF FINANCIAL YEAR	025		
IX. MINORITY INTEREST	026	153.802.965	135.348.714
B) PROVISIONS	027	60.908.251	61.164.647
C) LONG-TERM LIABILITIES	028	437.097.287	293.753.859
D) SHORT-TERM LIABILITIES	029	319.195.780	383.355.727
E) DEFERRED SETTLEMENT OF CHARGES AND INCOME OF FUTURE PERIOD	030	10.691.160	31.493.778
F) TOTAL CAPITAL AND LIABILITIES	031	1.440.108.446	1.392.706.299
G) OFF-BALANCE RECORDS	032	417.364.560	740.636.185
ANNEX TO THE BALANCE SHEET (to be filled in by entrepreneur submitting consolidated financial report)			
CAPITAL AND RESERVES			
1. Attributed to equity holders of parent company	033	458.413.003	384.948.774
2. Attributed to minority interest	034	153.802.965	135.348.714

PROFIT AND LOSS ACCOUNT

for the period from 1 January to 31 December 2010

Item	EDP #	Previous period		Current period	
		Cumulative	Quarter	Cumulative	Quarter
1	2	3	4	5	6
OPERATING INCOME	035	953.163.524	0	1.124.328.198	0
1. Sales income	036	928.822.676		1.106.566.671	
2. Income from usage of own products and services	037	1.515.836			
3. Other operating income	038	22.825.012		17.761.527	
II. OPERATING EXPENSES	039	894.747.479	0	1.073.831.591	0
1. Reduction on stocks of finished goods and work in progress	040	7.135.108		171.168.240	
2. Increase of stocks of finished goods and work in progress	041				
3. Material costs	042	713.937.990		736.612.622	
4. Staff expenses	043	84.070.960		77.589.827	
5. Depreciation	044	46.342.475		52.037.378	
6. Other expenses	045	29.876.638		27.038.659	
7. Value adjustment	046	251.863		543.983	
8. Reserves	047	5.907.670		359.036	
9. Other operating expenses	048	7.224.775		8.481.846	
III. FINANCIAL INCOME	049	25.556.726	0	11.495.862	0
1. Interest income, foreign exchange differences, dividends and other financial income from related parties	050	1.208		501	
2. Interest income, foreign exchange differences, dividends and other financial income from non-related parties and other entities	051	25.435.571		11.481.911	
3. Share in income from affiliated entrepreneurs and participating interests	052				
4. Unrealized income from financial assets	053	119.947		13.450	
5. Other financial income	054				
IV. FINANCIAL EXPENSES	055	81.094.188	0	31.151.271	0
1. Interest expenses, foreign exchange losses and similar expenses from related parties	056				
2. Interest expenses, foreign exchange losses and similar expenses from non-related parties and other entities	057	42.652.391		30.997.391	
3. Unrealized losses (expenses) on financial assets	058	37.449.505		414	
4. Other financial expenses	059	992.292		153.466	
V. EXTRAORDINARY - OTHER INCOME	060				
VI. EXTRAORDINARY - OTHER EXPENSES	061				
VII. TOTAL INCOME	062	978.720.250	0	1.135.824.060	0
VIII. TOTAL EXPENSES	063	975.841.667	0	1.104.982.862	0
IX. PROFIT BEFORE TAXATION	064	2.878.583	0	30.841.198	0
X. LOSS BEFORE TAXATION	065				
XI. PROFIT TAX	066	1.576.541		2.569.650	
XII. PROFIT FOR THE PERIOD	067	1.302.042	0	28.271.548	0
XIII. LOSS FOR THE PERIOD	068				
ANNEX TO THE PROFIT AND LOSS ACCOUNT (to be filled in by entrepreneur submitting consolidated financial report)					
XIV.* PROFIT ASSIGNED TO HOLDERS OF PARENT COMPANY'S CAPITAL	069	1.076.804		27.892.840	
XV.* PROFIT ASSIGNED TO MINORITY INTEREST	070	225.236		378.708	
XVI.* LOSS ASSIGNED TO HOLDERS OF PARENT COMPANY'S CAPITAL	071				
XVII.* LOSS ASSIGNED TO MINORITY INTEREST	072				

CASH FLOW STATEMENT - Indirect method

in the period 01.01.2010 to 31.12.2010

in thousands of HRK

Item	EDP #	Previous period	Current period
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before taxation	073	2.878.583	30.841.198
2. Depreciation	074	46.342.475	52.037.378
3. Increase of short-term liabilities	075		118.877.550
4. Decrease of short-term receivables	076	185.970.144	
5. Decrease of stocks	077	139.672.022	109.080.308
6. Other increase of cash flow	078	56.710.929	45.093.545
I. Total increase of cash flow from operating activities	079	431.574.153	355.929.979
1. Decrease of short-term liabilities	080	148.792.961	
2. Increase of short-term receivables	081		4.256.081
3. Increase of stocks	082		
4. Other decrease of cash flow	083	29.804.877	55.057.103
II. Total decrease of cash flow from operating activities	084	178.597.838	59.313.184
A1) NET INCREASE OF CASH FLOW FROM OPERATING ACTIVITIES	085	252.976.315	296.616.795
A2) NET DECREASE OF CASH FLOW FROM OPERATING ACTIVITIES	086		
CASH FLOW FROM INVESTMENT ACTIVITIES			
1. Cash receipt from sale of tangible and intangible assets	087	458.870	
2. Cash receipt from sale of ownership and debt instruments	088		
3. Cash receipt from interest rates	089	7.957.416	2.806.056
4. Cash receipt from dividends	090	7.717.292	100
5. Other cash receipts from investment activities	091	855.565	280.116
III. Total cash receipts from investment activities	092	16.989.143	3.086.272
1. Cash expenditure for buying tangible and intangible fixed assets	093	69.956.113	85.186.602
2. Cash expenditure for acquiring ownership and debt financial instruments	094	87.724.485	
3. Other expenditures from investment activities	095	99.947	31.409
IV. Total cash expenditures from investment activities	096	157.780.545	85.218.011
B1) NET INCREASE OF CASH FLOW FROM INVESTMENT ACTIVITIES	097		
B2) NET DECREASE OF CASH FLOW FROM INVESTMENT ACTIVITIES	098	140.791.402	82.131.739
CASH FLOW FROM FINANCIAL ACTIVITIES			
1. Cash receipt from issuing of ownership and debt financial instruments	099	75.000.000	
2. Cash receipt from loan principal, debentures, loans and other borrowing	100	141.135.540	54.950.000
3. Other receipt from financial activities	101	45.083.518	
V. Total cash receipt from financial activities	102	261.219.058	54.950.000
1. Cash expenditure for the payment of loan principal and bonds	103	277.297.447	252.042.694
2. Cash expenditure for the payment of dividend	104		
3. Cash expenditure for financial lease	105	1.229.879	968.261
4. Cash expenditure for own shares buy-off	106		6.473.530
5. Other expenditures from financial activities	107	37.907.545	13.645.423
VI. Total cash expenditure from financial activities	108	316.434.871	273.129.908
C1) NET INCREASE OF CASH FLOW FROM FINANCIAL ACTIVITIES	109		
C2) NET DECREASE OF CASH FLOW FROM FINANCIAL ACTIVITIES	110	55.215.813	218.179.908
Total increase of cash flow	111	56.969.100	
Total decrease of cash flow	112		3.694.852
Cash and cash equivalents at the beginning of the period	113	6.003.272	62.972.372
Increase of cash and cash equivalents	114	56.969.100	0
Decrease of cash and cash equivalents	115		3.694.852
Cash and cash equivalents at the end of the period	116	62.972.372	59.277.520

CHANGE IN CAPITAL STATEMENT

from 01.01.2010 to 31.12.2010

in HRK 000

Item	EDP #	Previous period	Increase	Decrease	Current period
1	2	31 Dec of the previous year		3	4
1. Subscribed capital	117	384.947.782			384.948.774
2. Capital reserves	118	13.659.518			13.659.552
3. Profit reserves	119	37.932.530			24.917.010
4. Retained profit or loss carried forward	120	166.462.784			163.646.966
5. Profit or loss of the current year	121	1.302.042			28.271.548
6. Revaluation of fixed tangible assets	122	10.515.039			7.494.438
7. Revaluation of intangible assets	123				0
8. Revaluation of financial financial property available for sale	124	-2.603.727			
9. Other revaluation	125				0
10. Foreign exchange differences from net investments in foreign operations	126				0
11. Current and deferred taxes (part)	127				0
12. Cash flow protection	128				0
13. Changes in accounting policies	129				0
14. Correction of significant mistakes from the previous period	130				0
15. Other equity changes	131				0
16. Total capital increase or decrease	132	612.215.968	0	0	622.938.288
16a. Assigned to holders of parent company's capital	133	458.413.003			384.948.774
16b. Assigned to minority interest	134	153.802.965			135.348.714