

Appendix 1

Reporting period:

1.1.2011

to

30.6.2011

Quarterly Financial Report - TFI-POD

Registration number (MB) 01650971

Identification number of subject (MBS) 010049135

Personal identification number (OIB) 04525204420

Issuer company: VIRO TVORNICA ŠEĆERA d.d.

Postal code and place 33000 VIROVITICA

Street and number MATIJE GUPCA 254

E-mail address: viro@secerana.hr

Internet address: www.secerana.hr

Code and name of comune/town 491 VIROVITICA

Code and county name 10 VIROVITIČKO-PODRAVSKA Number of employees 245

(at quarter end)

Consolidated statement NO NKD/NWC code: 1081

Subsidiaries subject to consolidation (according to IFRS):

Registration number:

Book keeping service:

Contact person: SMOJVER ZDENKA

(fill in only surname and name of contact person)

Phone number: 033840122 Fascimile: 033840103

E-mail address: racunovodstvo-viro@secerana.hr

Surname and name ZADRO ŽELJKO

(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. Statement of responsible persons for preparation of financial statements
3. Report of the Management Board on position of the Company



(signed by authorised person for representation)

BALANCE SHEET

as at 30.6.2011

Item	AOP code	Last year (net)	Current year (net)
1	2	3	4
ASSETS			
A) RECEIVABLES FOR SUBSCRIBED BUT NOT PAID-IN CAPITAL	001		
B) LONG-TERM ASSETS (003+010+020+029+033)	002	509.611.901	500.592.821
I. INTANGIBLE ASSETS (004 to 009)	003	825.820	613.285
1. Assets development	004	368.866	409.275
2. Concessions, patents, licences fees, trade and service marks, software and other rights	005	456.954	204.010
3. Goodwill	006		
4. Prepayments for purchase of intangible assets	007		
5. Intangible assets in preparation	008		
6. Other intangible assets	009		
II. TANGIBLE ASSETS (011 to 019)	010	276.594.386	267.576.923
1. Land	011	3.685.749	3.685.749
2. Buildings	012	83.831.465	81.254.730
3. Plant and equipment	013	177.235.263	167.460.370
4. Tools, facility inventory and transport assets	014		
5. Biological assets	015		
6. Prepayments for tangible assets	016	2.874.452	3.531.418
7. Tangible assets in progress	017	7.660.859	10.374.074
8. Other tangible assets	018	9.300	9.300
9. Investments in buildings	019	1.297.298	1.261.282
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	232.124.907	232.335.981
1. Investments (shares) with related parties	021	220.050.139	220.950.139
2. Loans given to related parties	022		
3. Participating interest (shares)	023		
4. Loans to entrepreneurs in whom the entity holds participating interests	024		
5. Investments in securities	025		
6. Loans, deposits and similar assets	026	12.074.768	11.385.842
7. Other long - term financial assets	027		
8. Investments accounted by equity method	028		
IV. RECEIVABLES (030 to 032)	029	66.788	66.632
1. Receivables from related parties	030		
2. Receivables from based on trade loans	031	66.788	66.632
3. Other receivables	032		
V. DEFERRED TAX ASSETS	033		
C) SHORT TERM ASSETS (035+043+050+058)	034	459.415.019	513.704.705
I. INVENTORIES (036 to 042)	035	179.545.466	233.614.713
1. Raw-material and supplies	036	23.353.642	26.157.441
2. Work in progress	037		38.629.486
3. Finished goods	038	80.127.199	120.824.632
4. Merchandise	039	60.161.254	33.456.088
5. Prepayments for inventories	040	15.903.371	14.547.066
6. Long - term assets held for sales	041		
7. Biological assets	042		
II. RECEIVABLES (044 to 049)	043	154.135.955	175.772.655
1. Receivables from related parties	044	31.702.076	32.453.903
2. Accounts receivable	045	88.550.478	119.171.152
3. Receivables from participating parties	046		
4. Receivables from employees and members of related parties	047	266	1.000
5. Receivables from government and other institutions	048	33.878.734	24.126.377
6. Other receivables	049	4.401	20.223
III. SHORT TERM FINANCIAL ASSETS (051 to 057)	050	75.816.709	85.138.780
1. Shares (stocks) in related parties	051		
2. Loans given to related parties	052		785.014
3. Participating interests (shares)	053		
4. Loans to entrepreneurs in whom the entity holds participating interests	054		
5. Investments in securities	055	16.720.661	37.824.074
6. Loans, deposits, etc.	056	59.096.048	46.529.692
7. Other financial assets	057		
IV. CASH AT BANK AND IN CASHIER	058	49.916.889	19.178.557
D) PREPAID EXPENSES AND ACCRUED REVENUE	059	1.137.763	2.571.837
E) TOTAL ASSETS (001+002+034+059)	060	970.164.683	1.016.869.363
F) OFF-BALANCE RECORDS	061	10.745.168	251.304.553

Item	AOP code	Last year (net)	Current year (net)
1	2	3	4
LIABILITIES AND CAPITAL			
A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)	062	486.589.292	464.316.906
I. SUBSCRIBED CAPITAL	063	249.600.060	249.600.060
II. CAPITAL RESERVES	064	9.064.213	9.064.213
III. RESERVES FROM PROFIT (066+067-068+069+070)	065	15.495.835	17.980.863
1. Reserves prescribed by law	066	12.480.003	12.480.003
2. Reserves for treasury shares	067	3.015.832	5.500.860
3. Treasury stocks and shares (deduction)	068		
4. Statutory reserves	069		
5. Other reserves	070		
IV. REVALUATION RESERVES	071	6.844.438	3.033.638
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	163.421.726	157.278.336
1. Retained earnings	073	163.421.726	157.278.336
2. Accumulated loss	074		
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	075	42.163.020	27.359.796
1. Profit for the current year	076	42.163.020	27.359.796
2. Loss for the current year	077		
IX. MINORITY INTERESTS	078		
B) PROVISIONS (080 to 082)	079	0	0
1. Provisions for pensions, severance pay, and similar liabilities	080		
2. Reserves for tax liabilities	081		
3. Other reserves	082		
C) LONG - TERM LIABILITIES (084 to 092)	083	252.504.135	227.111.580
1. Liabilities to related parties	084		
2. Liabilities for loans, deposits etc.	085	2.204.010	3.865.444
3. Liabilities to banks and other financial institutions	086	250.300.125	223.246.136
4. Liabilities for received prepayments	087		
5. Accounts payable	088		
6. Liabilities arising from debt securities	089		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	090		
8. Other long-term liabilities	091		
9. Deferred tax liability	092		
D) SHORT - TERM LIABILITIES (094 to 105)	093	215.861.365	318.871.629
1. Liabilities to related parties	094	56.343.792	19.322.713
2. Liabilities for loans, deposits etc.	095	1.118.745	1.682.286
3. Liabilities to banks and other financial institutions	096	53.428.183	53.346.961
4. Liabilities for received prepayments	097	528.903	18.031.113
5. Accounts payable	098	101.294.701	223.141.250
6. Liabilities arising from debt securities	099		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100		
8. Liabilities to employees	101	1.599.716	1.527.193
9. Liabilities for taxes, contributions and similar fees	102	900.965	1.264.891
10. Liabilities to share - holders	103	11.874	11.874
11. Liabilities for long-term assets held for sale	104		
12. Other short - term liabilities	105	634.486	543.348
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	15.209.891	6.569.248
F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)	107	970.164.683	1.016.869.363
G) OFF-BALANCE RECORDS	108	10.746.168	251.304.553
APPENDIX to balance sheet (to be filled in by entrepreneur that prepares consolidated annual financial report)			
CAPITAL AND RESERVES			
1. Attributed to equity holders of parent company	109		
2. Attributed to minority interest	110		

PROFIT AND LOSS ACCOUNT
for the period 01.01.2011. do 30.06.2011.

Item	AOP code	Last year		Current year	
		Comulative	Quarterly	Comulative	Quarterly
1	2	3	4	5	6
I. OPERATING REVENUE (112+113)	111	250.184.215	116.880.206	334.895.104	228.676.462
1. Sales revenue	112	247.311.256	115.329.517	328.289.651	223.768.119
2. Other operating revenues	113	2.872.959	1.550.689	6.605.453	4.908.343
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	223.792.321	102.052.177	304.099.279	215.696.383
1. Changes in value of work in progress and finished products	115	97.775.900	54.046.244	-78.815.422	-107.054.304
2. Material costs (117 to 119)	116	88.712.647	26.543.376	341.048.180	301.304.512
a) Raw material and material costs	117	9.333.153	3.808.481	242.649.446	237.142.152
b) Costs of goods sold	118	69.481.110	18.133.365	79.140.946	52.069.100
c) Other external costs	119	9.898.384	4.601.530	19.257.788	12.093.260
3. Staff costs (121 to 123)	120	11.974.119	6.053.218	12.651.849	6.798.311
a) Net salaries and wages	121	7.404.142	3.747.153	7.838.398	4.177.756
b) Cost for taxes and contributions from salaries	122	2.811.690	1.417.245	2.963.183	1.629.166
c) Contributions on gross salaries	123	1.758.287	888.820	1.850.268	991.389
4. Depreciation	124	14.870.909	7.894.453	16.350.968	8.915.741
5. Other costs	125	4.708.103	2.100.530	4.335.441	2.679.022
6. Impairment (127+128)	126	0	0	0	0
a) Impairment of long-term assets (financial assets excluded)	127				
b) Impairment of short-term assets (financial assets excluded)	128				
7. Provisions	129				
8. Other operating costs	130	5.750.643	5.414.356	8.528.263	3.053.101
III. FINANCIAL INCOME (132 to 136)	131	7.334.892	4.436.581	1.504.188	907.773
1. Interest income, foreign exchange gains, dividends and similar income from related	132	597.733	300.518	3.083	3.083
2. Interest income, foreign exchange gains, dividends and similar income from non-related	133	6.737.159	4.136.063	1.501.105	904.690
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135				
5. Other financial income	136				
IV. FINANCIAL EXPENSES (138 do 141)	137	7.396.453	3.573.675	4.940.217	2.622.042
1. Interest expenses, foreign exchange losses, dividends and similar expenses from related	138				
2. Interest expenses, foreign exchange losses, dividends and similar expenses from non-	139	7.396.453	3.573.675	4.816.361	2.498.186
3. Unrealized losses (expenses) on financial assets	140				
4. Other financial expenses	141			123.856	123.856
V. INCOME FROM INVESTMENT - SHARE IN PROFIT OF ASSOCIATED ENTREPRENEURS	142				
VI. LOSS FROM INVESTMENT - SHARE IN LOSS OF ASSOCIATED ENTREPRENEURS	143				
VII. EXTRAORDINARY - OTHER INCOME	144				
VIII. EXTRAORDINARY - OTHER EXPENSES	145				
IX. TOTAL INCOME (111+131+142 + 144)	146	257.519.107	121.316.787	336.399.292	229.584.235
X. TOTAL EXPENSES (114+137+143 + 145)	147	231.188.774	105.625.852	309.039.496	218.318.425
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	26.330.333	15.690.935	27.359.796	11.265.810
1. Profit before taxation (146-147)	149	26.330.333	15.690.935	27.359.796	11.265.810
2. Loss before taxation (147-146)	150	0	0	0	0
XII. PROFIT TAX	151				
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	26.330.333	15.690.935	27.359.796	11.265.810
1. Profit for the period (149-151)	153	26.330.333	15.690.935	27.359.796	11.265.810
2. Loss for the period (151-148)	154	0	0	0	0
APPENDIX to P&L account (to be filled in by entrepreneur that prepares consolidated financial report)					
XIV. PROFIT OR LOSS FOR THE PERIOD					
1. Attributed to equity holders of parent company	155				
2. Attributed to minority interest	156				
STATEMENT OF OTHER COMPREHENSIVE INCOME (IFRS)					
I. PROFIT OR LOSS FOR THE PERIOD (= 152)	157	26.330.333	15.690.935	27.359.796	11.265.810
II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 do 165)	158	0	0	1.510.300	755.150
1. Exchange differences on translation of foreign operations	159				
2. Movements in revaluation reserves of long-term tangible and intangible assets	160			1.510.300	755.150
3. Profit or loss from reevaluation of financial assets available for sale	161				
4. Gains or losses on efficient cash flow hedging	162				
5. Gains or losses on efficient hedge of a net investment in foreign countries	163				
6. Share in other comprehensive income / loss of associated companies	164				
7. Actuarial gains / losses on defined benefit plans	165				
III. TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD	166				
IV. NET OTHER COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (158-166)	167	0	0	1.510.300	755.150
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)	168	26.330.333	15.690.935	28.870.096	12.020.960
APPENDIX to Statement of other comprehensive income (to be filled in by entrepreneur that prepares consolidated financial report)					
VI. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD					
1. Attributed to equity holders of parent company	169				
2. Attributed to minority interest	170				

STATEMENT OF CASH FLOWS - INDIRECT METHOD
for the period

	1.1.2011	do	30.6.2011
item			
1	2	3	4
AOP code	Last year	Current year	
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax	001	26.330.333	27.359.796
2. Depreciation	002	14.870.909	16.350.968
3. Increase in short term liabilities	003	48.713.790	102.527.946
4. Decrease in short term receivables	004		
5. Decrease in inventories	005	38.898.289	
6. Other increase in cash flow	006	25.948.595	
I. Total increase in cash flow from operating activities (001 to 006)	007	154.761.916	146.238.710
1. Decrease in short term liabilities	008		
2. Increase in short term receivables	009	44.908.094	21.636.700
3. Increase in inventories	010		54.069.247
4. Other decrease in cash flow	011	5.384.246	19.987.975
II. Total decrease in cash flow from operating activities (008 to 011)	012	50.292.340	95.693.922
A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES	013	104.469.576	50.544.788
A2) NET DECREASE IN IN CASH FLOW FROM OPERATING ACTIVITIES	014	0	0
CASH FLOW FROM INVESTING ACTIVITIES			
1. Cash inflows from sales of long-term tangible and intangible assets	015	180.732	3.251.100
2. Cash inflows from sales of equity and debt instruments	016		
3. Interests receipts	017	1.826.657	591.187
4. Dividend receipts	018		
5. Other cash inflows from investing activities	019	81.611	156
III. Total cash inflows from investing activities (015 to 019)	020	2.089.000	3.842.443
1. Cash outflow for purchase of long-term tangible and intangible assets	021	21.955.446	10.372.070
2. Cash outflow for acquisition of equity and debt financial instruments	022		
3. Other cash outflow for investing activities	023	28.996	900.000
IV. Total cash outflow for investing activities (021 do 023)	024	21.984.442	11.272.070
B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)	025	0	0
B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES	026	19.895.442	7.429.627
CASH FLOW FROM FINANCIAL ACTIVITIES			
1. Cash inflow from issuing property and debt financial instruments	027		
2. Proceeds from the credit principal, promissory notes, borrowings and other loans	028		3.622.769
3. Other proceeds from financial activities	029		960.000
V. Total cash inflows from financial activities (027 to 029)	030	0	4.582.769
1. Cash outflow for repayment of credit principal and bonds	031	106.473.043	26.777.832
2. Cash outflow for dividends paid	032		29.816.710
3. Cash outflow for financial lease	033	560.114	1.398.113
4. Cash outflow for purchase of treasury shares	034	194.485	17.514.972
5. Other cash outflow for financial activities	035	1.660.117	2.928.635
VI. Total cash outflow for financial activities (031 to 035)	036	108.887.759	78.436.262
C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	037	0	0
C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	038	108.887.759	73.853.493
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	24.313.625	30.738.332
Cash and cash equivalents at the beginning of the period	041	39.130.611	49.916.889
Increase of cash and cash equivalents	042		
Decrease of cash and cash equivalents	043	24.313.625	30.738.332
Cash and cash equivalents at the end of the period	044	14.816.986	19.178.557

STATEMENT OF CHANGES IN EQUITY

for the period **1.1.2011** do **30.6.2011**

Item 1	AOP code 2	Last year 3	Current year 4
1. Subscribed capital	001	249.600.060	249.600.060
2. Capital reserves	002	9.064.213	9.064.213
3. Reserves from profit	003	15.495.835	17.980.863
4. Retained earnings or accumulated loss	004	163.421.726	157.278.336
5. Profit or loss for the current year	005	42.163.020	27.359.796
6. Revaluation of long - term tangible assets	006	7.494.438	5.984.138
7. Revaluation of intangible assets	007		
8. Revaluation of financial assets available for sale	008	-650.000	-2.950.500
9. Other revaluation	009		
10. Total capital and reserves (AOP 001 do 009)	010	486.589.292	464.316.906
11. Currency gains and losses arising from net investement in foreign operations	011		
12. Current and deferred taxes (part)	012		
13. Cash flow hedging	013		
14. Changes in accounting policy	014		
15. Correction of significant errors in prior period	015		
16. Other changes of capital	016		
17. Total increase or decrease in capital (AOP 011 do 016)	017	0	0
17 a. Attributed to equity holders of parent company	018		
17 b. Attributed to minority interest	019		

Notes

THERE WERE NO ACCOUNTING POLICY CHANGES IN RELATION TO HTE ANNUAL FINANCIAL REPORT FOR YEAR 2010.