



TVORNICA ŠEĆERA d.d.
VIROVITICA, MATIJE GUPCA 254

**STATEMENT OF PERSON RESPONSIBLE FOR PRODUCTION OF THE
THREE-MONTH REPORT FOR 4Q 2011**

With this statement, in compliance with the Law on capital market (official gazette 88/08 and 146/08) I state that to the best of our knowledge

- the set of consolidated financial reports of VIRO TVORNICA ŠEĆERA d.d., Virovitica and the company included in consolidation for the period 01.01.-31.12.2011, which was produced by applying International standards of financial reporting and in compliance with the Croatian Law on Accounting, provides an integral and true overview of assets and liabilities, loss and profit, financial position and operations of the company.
- the Management report contains a true overview of business results and position of the company, with a description of the most significant risks and uncertainties to which the company is exposed.

In Virovitica, on February 14, 2012

RESPONSIBLE PERSON

GEO:

Željko Zadro, dipl.oec



Appendix 1

Reporting period:

1.1.2011

to

31.12.2011

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 (at quarter end) 576

Consolidated statement YES

NKD/NWC code: 1081

Subsidiaries subject to consolidation (according to IFRS):

Registration number:

SLADORANA d.d.	ŽUPANJA, ŠEĆERANA 63	03307484

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

31.12.2011

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	615.716.560	700.703.243
I. INTANGIBLE ASSETS (004 to 009)	003	5.026.559	2.561.187
1. Assets development	004	368.866	518.268
2. Concessions, patents, licences fees, trade and service marks, software and other rights	005	2.341.601	1.326.159
3. Goodwill	006	2.316.092	716.760
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	597.016.129	610.109.883
1. Land	011	33.729.172	33.729.172
2. Buildings	012	199.733.792	208.464.753
3. Plant and equipment	013	346.713.059	331.084.051
4. Tools, facility inventory and transport assets	014		7.745.791
5. Biological assets	015		
6. Prepayments for tangible assets	016	2.874.452	2.587.429
7. Tangible assets in progress	017	12.659.056	25.264.121
8. Other tangible assets	018	9.300	9.300
9. Investments in buildings	019	1.297.298	1.225.266
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	13.532.973	88.007.309
1. Investments (shares) with related parties	021	1.000.000	63.166.800
2. Loans given to related parties	022		
3. Participating interest (shares)	023	458.205	7.378.475
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	11.209.440
7. Other long - term financial assets	027		
8. Investments accounted by equity method	028		6.252.594
IV. RECEIVABLES (030 to 032)	029	140.899	24.864
1. Receivables from related parties	030		
2. Receivables from based on trade loans	031	140.899	24.864
3. Other receivables	032		
V. DEFERRED TAX ASSETS	033		
C) SHORT TERM ASSETS (035+043+050+058)	034	771.283.184	899.086.337
I. INVENTORIES (036 to 042)	035	366.716.814	480.650.927
1. Raw-material and supplies	036	51.632.052	48.399.921
2. Work in progress	037		
3. Finished goods	038	243.409.271	405.945.345
4. Merchandise	039	53.620.832	8.743.623
5. Prepayments for inventories	040	18.054.659	17.562.038
6. Long - term assets held for sales	041		
7. Biological assets	042		
II. RECEIVABLES (044 to 049)	043	215.175.721	247.477.072
1. Receivables from related parties	044	20.470.164	33.424.549
2. Accounts receivable	045	139.136.144	143.844.580
3. Receivables from participating parties	046		
4. Receivables from employees and members of related parties	047	64.468	20.182
5. Receivables from government and other institutions	048	55.414.908	69.998.437
6. Other receivables	049	90.037	189.324
III. SHORT TERM FINANCIAL ASSETS (051 to 057)	050	130.113.129	143.164.104
1. Shares (stocks) in related parties	051		
2. Loans given to related parties	052		8.803.709
3. Participating interests (shares)	053		
4. Loans to entrepreneurs in whom the entity holds participating interests	054		
5. Investments in securities	055	4.350.000	39.779.361
6. Loans, deposits, etc.	056	102.460.737	46.428.978
7. Other financial assets	057	23.302.392	48.152.056
IV. CASH AT BANK AND IN CASHIER	058	59.277.520	27.794.234
D) PREPAID EXPENSES AND ACCRUED REVENUE	059	5.706.555	2.516.731
E) TOTAL ASSETS (001+002+034+059)	060	1.392.706.299	1.602.306.311
F) OFF-BALANCE RECORDS	061	740.636.185	882.103.298

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	622.938.288	624.482.442
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	14.845.835	19.389.313
1. Reserves prescribed by law	066	12.480.003	12.480.003
2. Reserves for treasury shares	067	3.015.832	43.866.670
3. Treasury stocks and shares (deduction)	068	8.747.611	36.957.360
4. Statutory reserves	069		
5. Other reserves	070	8.097.611	
IV. REVALUATION RESERVES	071	7.494.439	874.338
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	163.421.726	130.952.109
1. Retained earnings	073	163.421.726	130.952.109
2. Accumulated loss	074		
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	075	27.892.840	128.257.928
1. Profit for the current year	076	27.892.840	128.257.928
2. Loss for the current year	077		
IX. MINORITY INTERESTS	078	150.619.175	86.344.481
B) PROVISIONS (080 to 082)	079	61.164.647	55.955.921
1. Provisions for pensions, severance pay, and similar liabilities	080		
2. Reserves for tax liabilities	081		
3. Other reserves	082	61.164.647	55.955.921
C) LONG - TERM LIABILITIES (084 to 092)	083	293.753.859	253.375.825
1. Liabilities to related parties	084		
2. Liabilities for loans, deposits etc.	085	2.204.010	16.985.496
3. Liabilities to banks and other financial institutions	086	290.938.030	235.854.987
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	611.819	535.342
9. Deferred tax liability	092		
D) SHORT - TERM LIABILITIES (094 to 105)	093	383.355.727	655.216.468
1. Liabilities to related parties	094	224.975	2.258.095
2. Liabilities for loans, deposits etc.	095	1.118.745	6.198.874
3. Liabilities to banks and other financial institutions	096	63.435.078	67.377.410
4. Liabilities for received prepayments	097	108.417.000	264.959.247
5. Accounts payable	098	200.483.070	303.159.725
6. Liabilities arising from debt securities	099		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100		
8. Liabilities to employees	101	4.495.863	4.517.795
9. Liabilities for taxes, contributions and similar fees	102	4.317.005	5.004.257
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	852.117	1.729.191
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	31.493.778	13.275.655
F) TOTAL - CAPITAL AND LIABILITIES (062+079+083+093+106)	107	1.392.706.299	1.602.306.311
G) OFF-BALANCE RECORDS	108	740.636.185	882.103.298
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	472.319.113	538.137.961
2. Attributed to minority interest	110	150.619.175	86.344.481

PROFIT AND LOSS ACCOUNT
for the period 01.01.2011. do 31.12.2011.

Item	AOP code	Last year		Current year	
		Cumulative	Quarterly	Cumulative	Quarterly
1	2	3	4	5	6
I. OPERATING REVENUE (112+113)	111	1.121.307.598	0	1.339.440.647	496.156.577
1. Sales revenue	112	1.106.566.671		1.311.928.316	489.658.469
2. Other operating revenues	113	14.740.927		27.512.331	6.498.108
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	1.073.831.591	0	1.179.504.971	400.182.196
1. Changes in value of work in progress and finished products	115	171.168.240		-162.137.581	-242.112.781
2. Material costs (117 to 119)	116	736.612.622	0	1.137.550.777	573.334.247
a) Raw material and material costs	117	477.788.481		901.892.465	497.849.167
b) Costs of goods sold	118	162.254.639		127.256.864	25.496.005
c) Other external costs	119	96.569.502		108.401.448	49.989.075
3. Staff costs (121 to 123)	120	77.589.827	0	74.426.245	21.227.448
a) Net salaries and wages	121	46.644.649		44.866.468	12.762.810
b) Cost for taxes and contributions from salaries	122	19.574.701		18.685.756	5.363.265
c) Contributions on gross salaries	123	11.370.477		10.874.021	3.101.373
4. Depreciation	124	52.037.378		63.597.792	20.862.022
5. Other costs	125	27.038.659		24.629.299	8.089.759
6. Impairment (127+128)	126	543.983	0	2.166.516	1.692.554
a) Impairment of long-term assets (financial assets excluded)	127				
b) Impairment of short - term assets (financial assets excluded)	128	543.983		2.166.516	1.692.554
7. Provisions	129	359.036		621.358	621.358
8. Other operating costs	130	8.481.846		38.650.565	16.467.589
III. FINANCIAL INCOME (132 to 136)	131	11.493.129	0	4.941.296	1.958.194
1. Interest income, foreign exchange gains, dividends and similar income from related	132	501		155.375	125.460
2. Interest income, foreign exchange gains, dividends and similar income from non - related	133	11.479.178		4.785.921	1.887.558
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135	13.450			-54.824
5. Other financial income	136				
IV. FINANCIAL EXPENSES (138 do 141)	137	31.151.271	0	31.572.206	10.874.157
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	30.997.391		30.435.183	10.596.917
3. Unrealized losses (expenses) on financial assets	140	414		81.380	81.380
4. Other financial expenses	141	153.466		1.055.643	195.860
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	1.132.800.727	0	1.344.381.943	498.114.771
X. TOTAL EXPENSES (114+137+143 + 145)	147	1.104.982.862	0	1.211.077.177	411.056.353
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	27.817.865	0	133.304.766	87.058.418
1. Profit before taxation (146-147)	149	27.817.865	0	133.304.766	87.058.418
2. Loss before taxation (147-146)	150	0	0	0	0
XII. PROFIT TAX	151	2.569.650		3.137.229	3.137.229
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	25.248.215	0	130.167.537	83.921.189
1. Profit for the period (149-151)	153	25.248.215	0	130.167.537	83.921.189
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	24.869.507		128.257.928	86.385.114
2. Attributed to minority interest	156	378.708		1.909.609	-2.463.925
STATEMENT OF OTHER COMPREHENSIVE INCOME (IFRS)					
I. PROFIT OR LOSS FOR THE PERIOD (= 152)	157	25.248.215	0	130.167.537	83.921.189
II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 do 165)	158	3.023.333	0	3.020.600	755.150
1. Exchange differences on translation of foreign operations	159				
2. Movements in revaluation reserves of long - term tangible and intangible assets	160	3.020.600		3.020.600	755.150
3. Profit or loss from reevaluation of financial assets available for sale	161	2.733			
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	3.023.333	0	3.020.600	755.150
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)	168	28.271.548	0	133.188.137	84.676.339
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	27.892.840		131.278.528	87.140.264
2. Attributed to minority interest	170	378.708		1.909.609	-2.463.925

STATEMENT OF CASH FLOWS - INDIRECT METHOD
for the period **1.1.2011** do **31.12.2011**

Item	AOP code	Last year	Current year
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax	001	30.841.198	133.304.766
2. Depreciation	002	52.037.378	63.597.792
3. Increase in short term liabilities	003	118.877.550	255.837.750
4. Decrease in short term receivables	004		
5. Decrease in inventories	005	109.080.308	
6. Other increase in cash flow	006	45.093.545	
I. Total increase in cash flow from operating activities (001 to 006)	007	355.929.979	452.740.308
1. Decrease in short term liabilities	008		
2. Increase in short term receivables	009	4.256.081	28.126.500
3. Increase in inventories	010		99.706.797
4. Other decrease in cash flow	011	55.057.103	33.551.744
II. Total decrease in cash flow from operating activities (008 to 011)	012	59.313.184	161.385.041
A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES	013	296.616.795	291.355.267
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		1.519.636
2. Cash inflows from sales of equity and debt instruments	016		
3. Interests receipts	017	2.806.056	1.593.876
4. Dividend receipts	018	100	
5. Other cash inflows from investing activities	019	280.116	41.924
III. Total cash inflows from investing activities (015 to 019)	020	3.086.272	3.155.436
1. Cash outflow for purchase of long-term tangible and intangible assets	021	85.186.602	76.755.960
2. Cash outflow for acquisition of equity and debt financial instruments	022		68.187.070
3. Other cash outflow for investing activities	023	31.409	65.611.568
IV. Total cash outflow for investing activities (021 do 023)	024	85.218.011	210.554.598
B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)	025	0	0
B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES	026	82.131.739	207.399.162
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	54.950.000	292.573.816
3. Other proceeds from financial activities	029		1.311.340
V. Total cash inflows from financial activities (027 to 029)	030	54.950.000	293.885.156
1. Cash outflow for repayment of credit principal and bonds	031	252.042.694	318.196.219
2. Cash outflow for dividends paid	032		49.556.935
3. Cash outflow for financial lease	033	968.261	7.417.850
4. Cash outflow for purchase of treasury shares	034	6.473.530	26.106.522
5. Other cash outflow for financial activities	035	13.645.423	8.047.021
VI. Total cash outflow for financial activities (031 to 035)	036	273.129.908	409.324.547
C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	037	0	0
C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	038	218.179.908	115.439.391
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	3.694.852	31.483.286
Cash and cash equivalents at the beginning of the period	041	62.972.372	59.277.520
Increase of cash and cash equivalents	042		
Decrease of cash and cash equivalents	043	3.694.852	31.483.286
Cash and cash equivalents at the end of the period	044	59.277.520	27.794.234

STATEMENT OF CHANGES IN EQUITY
for the period **1.1.2011** do **31.12.2011**

Item	AOP code	Last year	Current year
1	2	3	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	14.845.835	19.389.313
4. Retained earnings or accumulated loss	004	163.421.726	130.952.109
5. Profit or loss for the current year	005	27.892.840	128.257.928
6. Revaluation of long - term tangible assets	006	7.494.439	4.473.838
7. Revaluation of intangible assets	007		
8. Revaluation of financial assets available for sale	008		-3.599.500
9. Other revaluation	009		
10. Total capital and reserves (AOP 001 do 009)	010	472.319.113	538.137.961
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	472.319.113	538.137.961
17 b. Attributed to minority interest	019	150.619.175	86.344.481