



**TVORNICA ŠEĆERA d.d.
VIROVITICA, MATIJE GUPCA 254**

**STATEMENT OF PERSON RESPONSIBLE FOR PRODUCTION OF THE
THREE-MONTH REPORT FOR 3Q 2012**

With this statement, in compliance with article 407, paragraph 2, and article 410 of the Law on capital market, I state that to the best of our knowledge

- the set of financial reports of VIRO TVORNICA ŠEĆERA d.d., Virovitica for the period I-IX 2012, 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 October 26, 2012

RESPONSIBLE PERSON

PRESIDENT OF THE
MANAGEMENT BOARD:

Željko Zadro, dipl.oec

Appendix 1

Reporting period:

01.01.2012

to

30.09.2012

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 **242**
(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

30.9.2012

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	569.899.534	671.387.598
I. INTANGIBLE ASSETS (004 to 009)	003	531.083	510.891
1. Assets development	004	518.268	445.625
2. Concessions, patents, licences fees, trade and service marks, software and other rights	005	12.815	65.266
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	272.801.344	250.270.370
1. Land	011	3.685.749	5.184.243
2. Buildings	012	81.588.110	85.803.166
3. Plant and equipment	013	160.293.587	153.020.482
4. Tools, facility inventory and transport assets	014		
5. Biological assets	015		
6. Prepayments for tangible assets	016	2.587.429	1.413.674
7. Tangible assets in progress	017	23.411.903	3.109.477
8. Other tangible assets	018	9.300	9.300
9. Investments in buildings	019	1.225.266	1.730.028
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	296.542.243	420.582.742
1. Investments (shares) with related parties	021	285.332.803	383.031.683
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	11.209.440	37.551.059
7. Other long - term financial assets	027		
8. Investments accounted by equity method	028		
IV. RECEIVABLES (030 to 032)	029	24.864	23.595
1. Receivables from related parties	030		
2. Receivables from based on trade loans	031	24.864	23.595
3. Other receivables	032		
V. DEFERRED TAX ASSETS	033		
C) SHORT TERM ASSETS (035+043+050+058)	034	455.543.559	562.090.865
I. INVENTORIES (036 to 042)	035	211.954.385	276.196.911
1. Raw-material and supplies	036	20.391.554	26.367.528
2. Work in progress	037		50.274.832
3. Finished goods	038	175.331.477	176.325.701
4. Merchandise	039	2.869.607	11.151.759
5. Prepayments for inventories	040	13.361.747	12.077.091
6. Long - term assets held for sales	041		
7. Biological assets	042		
II. RECEIVABLES (044 to 049)	043	131.418.296	179.086.310
1. Receivables from related parties	044	23.314.628	49.904.130
2. Accounts receivable	045	78.898.405	122.045.321
3. Receivables from participating parties	046		
4. Receivables from employees and members of related parties	047		
5. Receivables from government and other institutions	048	29.020.843	7.129.455
6. Other receivables	049	184.420	7.404
III. SHORT TERM FINANCIAL ASSETS (051 to 057)	050	85.497.110	95.622.836
1. Shares (stocks) in related parties	051		
2. Loans given to related parties	052	1.506.678	17.949.378
3. Participating interests (shares)	053		
4. Loans to entrepreneurs in whom the entity holds participating interests	054		
5. Investments in securities	055	39.779.361	46.146.069
6. Loans, deposits, etc.	056	44.211.071	31.502.109
7. Other financial assets	057		25.280
IV. CASH AT BANK AND IN CASHIER	058	26.673.768	11.184.808
D) PREPAID EXPENSES AND ACCRUED REVENUE	059	2.122.790	2.625.967
E) TOTAL ASSETS (001+002+034+059)	060	1.027.565.883	1.236.104.430
F) OFF-BALANCE RECORDS	061	10.852.530	86.546.433

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	532.440.254	666.767.633
I. SUBSCRIBED CAPITAL	063	249.600.060	249.600.060
II. CAPITAL RESERVES	064	9.064.213	10.368.101
III. RESERVES FROM PROFIT (066+067-068+069+070)	065	19.389.313	56.346.673
1. Reserves prescribed by law	066	12.480.003	12.480.003
2. Reserves for treasury shares	067	43.866.670	43.866.670
3. Treasury stocks and shares (deduction)	068	36.957.360	0
4. Statutory reserves	069		
5. Other reserves	070		
IV. REVALUATION RESERVES	071	874.338	4.352.290
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	130.952.109	253.633.879
1. Retained earnings	073	130.952.109	253.633.879
2. Accumulated loss	074		
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	075	122.560.221	92.466.630
1. Profit for the current year	076	122.560.221	92.466.630
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	142.272.174	103.632.201
1. Liabilities to related parties	084		
2. Liabilities for loans, deposits etc.	085	16.985.496	20.564.812
3. Liabilities to banks and other financial institutions	086	125.286.678	83.067.389
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	350.998.386	465.658.008
1. Liabilities to related parties	094	9.040.876	4.289.687
2. Liabilities for loans, deposits etc.	095	5.198.874	35.208.946
3. Liabilities to banks and other financial institutions	096	65.505.340	79.750.446
4. Liabilities for received prepayments	097	154.321.367	231.002.730
5. Accounts payable	098	111.464.083	111.313.473
6. Liabilities arising from debt securities	099		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100		
8. Liabilities to employees	101	1.897.442	1.817.672
9. Liabilities for taxes, contributions and similar fees	102	1.906.090	1.426.768
10. Liabilities to share - holders	103	11.874	20.740
11. Liabilities for long-term assets held for sale	104		
12. Other short - term liabilities	105	1.652.440	827.546
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	1.855.069	46.588
F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)	107	1.027.565.883	1.236.104.430
G) OFF-BALANCE RECORDS	108	10.852.530	86.546.433
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 01.01.2012. do 30.09.2012.

VIRO TVORNICA ŠEĆERA d.d.

Item	AOP code	Last year		Current year	
		Cumulative	Quarterly	Cumulative	Quarterly
1	2	3	4	5	6
I. OPERATING REVENUE (112+113)	111	581.575.564	246.680.460	524.266.999	129.746.052
1. Sales revenue	112	563.162.574	234.872.923	504.854.545	128.617.531
2. Other operating revenues	113	18.412.990	11.807.537	19.412.454	1.128.521
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	531.952.074	227.852.795	417.224.372	79.938.857
1. Changes in value of work in progress and finished products	115	12.194.963	91.010.385	-51.269.056	-45.843.965
2. Material costs (117 to 119)	116	447.834.007	106.785.827	394.760.576	106.418.224
a) Raw material and material costs	117	298.954.082	56.304.636	278.258.681	68.748.081
b) Costs of goods sold	118	116.660.881	37.519.935	84.975.974	25.635.266
c) Other external costs	119	32.219.044	12.961.256	31.525.921	12.034.877
3. Staff costs (121 to 123)	120	19.693.602	7.041.753	22.352.612	6.980.405
a) Net salaries and wages	121	12.098.125	4.259.727	13.416.459	4.170.877
b) Cost for taxes and contributions from salaries	122	4.718.777	1.755.594	5.854.164	1.888.225
c) Contributions on gross salaries	123	2.876.700	1.026.432	3.081.989	921.303
4. Depreciation	124	24.664.117	8.313.149	27.585.180	9.125.310
5. Other costs	125	7.156.458	2.821.017	6.463.926	2.054.577
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	20.408.927	11.880.664	17.331.134	1.204.306
III. FINANCIAL INCOME (132 to 136)	131	2.794.875	1.290.687	9.402.545	5.005.404
1. Interest income, foreign exchange gains, dividends and similar income from related	132	5.567	2.484	455.782	313.302
2. Interest income, foreign exchange gains, dividends and similar income from non-related	133	2.789.308	1.288.203	8.891.459	4.673.736
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135				
5. Other financial income	136			55.304	18.366
IV. FINANCIAL EXPENSES (138 do 141)	137	14.307.022	9.366.805	23.978.542	8.561.475
1. Interest expenses, foreign exchange losses, dividends and similar expenses from related	138	281.342	281.342	260.164	0
2. Interest expenses, foreign exchange losses, dividends and similar expenses from non-	139	13.561.178	8.744.817	19.609.239	4.811.475
3. Unrealized losses (expenses) on financial assets	140			3.750.000	3.750.000
4. Other financial expenses	141	464.502	340.646	359.139	0
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	584.370.439	247.971.147	533.669.544	134.751.456
X. TOTAL EXPENSES (114+137+143 + 145)	147	546.259.096	237.219.600	441.202.914	88.500.332
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	38.111.343	10.751.547	92.466.630	46.251.124
1. Profit before taxation (146-147)	149	38.111.343	10.751.547	92.466.630	46.251.124
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	38.111.343	10.751.547	92.466.630	46.251.124
1. Profit for the period (149-151)	153	38.111.343	10.751.547	92.466.630	46.251.124
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	38.111.343	10.751.547	92.466.630	46.251.124
II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 do 165)	158	2.265.450	755.150	1.877.998	625.999
1. Exchange differences on translation of foreign operations	159				
2. Movements in revaluation reserves of long-term tangible and intangible assets	160	2.265.450	755.150	1.877.998	625.999
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	2.265.450	755.150	1.877.998	625.999
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)	168	40.376.793	11.506.697	94.344.628	46.877.123
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 1.1.2012 do 30.9.2012

Item	AOP code	Last year	Current year
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax	001	38.111.343	92.466.630
2. Depreciation	002	24.664.117	27.585.180
3. Increase in short term liabilities	003	88.423.322	70.404.444
4. Decrease in short term receivables	004	15.400.237	
5. Decrease in inventories	005	39.561.620	
6. Other increase in cash flow	006		
I. Total increase in cash flow from operating activities (001 to 006)	007	206.160.639	190.456.254
1. Decrease in short term liabilities	008		
2. Increase in short term receivables	009		47.668.014
3. Increase in inventories	010		64.242.526
4. Other decrease in cash flow	011	35.332.221	39.339.104
II. Total decrease in cash flow from operating activities (008 to 011)	012	35.332.221	151.249.644
A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES	013	170.828.418	39.206.610
A2) NET DECREASE IN IN CASH FLOW FROM OPERATING ACTIVITIES	014		
CASH FLOW FROM INVESTING ACTIVITIES			
1. Cash inflows from sales of long-term tangible and intangible assets	015	461.605	12.221.607
2. Cash inflows from sales of equity and debt instruments	016		
3. Interests receipts	017	840.037	902.054
4. Dividend receipts	018		191.080
5. Other cash inflows from investing activities	019		10.637.007
III. Total cash inflows from investing activities (015 to 019)	020	1.301.642	23.951.748
1. Cash outflow for purchase of long-term tangible and intangible assets	021	26.481.625	17.255.621
2. Cash outflow for acquisition of equity and debt financial instruments	022		
3. Other cash outflow for investing activities	023	901.490	109.707.097
IV. Total cash outflow for investing activities (021 do 023)	024	27.383.115	126.962.718
B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)	025		
B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES	026	26.081.473	103.010.970
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	227.680.394	168.432.559
3. Other proceeds from financial activities	029	1.194.232	278.095.871
V. Total cash inflows from financial activities (027 to 029)	030	228.874.626	446.528.430
1. Cash outflow for repayment of credit principal and bonds	031	299.678.818	177.677.810
2. Cash outflow for dividends paid	032	49.556.935	
3. Cash outflow for financial lease	033	6.036.872	6.850.898
4. Cash outflow for purchase of treasury shares	034	21.523.710	
5. Other cash outflow for financial activities	035	2.725.261	213.684.322
VI. Total cash outflow for financial activities (031 to 035)	036	379.521.596	398.213.030
C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	037		48.315.400
C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	038	150.646.970	
Total increase in cash flow (013 – 014 + 025 – 026 + 037 – 038)	039		
Total decrease in cash flow (014 – 013 + 026 – 025 + 038 – 037)	040	5.900.025	15.488.960
Cash and cash equivalents at the beginning of the period	041	49.916.889	26.673.768
Increase of cash and cash equivalents	042	0	
Decrease of cash and cash equivalents	043	5.900.025	15.488.960
Cash and cash equivalents at the end of the period	044	44.016.864	11.184.808

STATEMENT OF CHANGES IN EQUITY

for the period **1.1.2012** do **30.9.2012**

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	10.368.101
3. Reserves from profit	003	19.389.313	56.346.673
4. Retained earnings or accumulated loss	004	130.952.109	253.633.879
5. Profit or loss for the current year	005	122.560.221	92.466.630
6. Revaluation of long - term tangible assets	006	4.473.838	4.352.290
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	532.440.254	666.767.633
11. Currency gains and losses arising from net investment 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 2011.