



**TVORNICA ŠEĆERA d.d.**  
**ZAGREB, ULICA GRADA VUKOVARA 269 G**

**STATEMENT OF PERSON RESPONSIBLE FOR PRODUCTION OF THE  
CONSOLIDATED REPORT FOR 1Q 2015**

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

- the set of consolidated financial reports of VIRO TVORNICA ŠEĆERA d.d., Zagreb and its subsidiaries for the period I-III 2015, 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 Group.
- The Management report contains a true overview of business results and position of the Group, with a description of the most significant risks and uncertainties to which the Group is exposed.

In Zagreb, on April 27, 2015

RESPONSIBLE PERSON

PRESIDENT OF THE  
MANAGEMENT BOARD:

  
Željko Zadro, dipl.oec.  TVORNICA ŠEĆERA d.d. 1  
ZAGREB

**Appendix 1**  
Reporting period:

01.01.2015

to

31.03.2015.

**Quarterly Financial Report - TFI-POD**

Registration number (MB)

Identification number of subject (MBS)

Personal identification number (OIB)

Issuer company:

Postal code and place

Street and number

E-mail address:

Internet address:

Code and name of comune/town

Code and county name   Number of employees   
(at quarter end)

Consolidated statement  NKD/NWC code:

Subsidiaries subject to consolidation (according to IFRS):

Registration number:

Subsidiary name	Address	Registration number
SLADORANA d.o.o.	ŠEĆERANA 63, ŽUPANJA	03307484
SLAVONIJA ŽUPANJA d.d.	J.J.STROSSMAYERA 65, ŽUPANJA	01841009
VIRO-KOOPERACIJA d.o.o.	ŠEĆERANA 63, ŽUPANJA	02835398

Book keeping service:

Contact person:   
(fill in only surname and name of contact person)

Phone number:  Fascimile:

E-mail address:

Surname and name:   
(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

31.03.2015.

Item	AOP code	Last year (net)	Current year (net)
1	2	3	4
<b>ASSETS</b>			
<b>A) RECEIVABLES FOR SUBSCRIBED BUT NOT PAID-IN CAPITAL</b>	<b>001</b>		
<b>B) LONG-TERM ASSETS (003+010+020+029+033)</b>	<b>002</b>	597.980.241	587.503.284
<b>I. INTANGIBLE ASSETS (004 to 009)</b>	<b>003</b>	1.342.748	1.289.737
1. Assets development	<b>004</b>		
2. Concessions, patents, licences fees, trade and service marks, software and other rights	<b>005</b>	1.242.748	1.169.737
3. Goodwill	<b>006</b>		
4. Prepayments for purchase of intangible assets	<b>007</b>		
5. Intangible assets in preparation	<b>008</b>	100.000	120.000
6. Other intangible assets	<b>009</b>		
<b>II. TANGIBLE ASSETS (011 to 019)</b>	<b>010</b>	567.933.628	555.880.408
1. Land	<b>011</b>	38.528.588	38.528.588
2. Buildings	<b>012</b>	248.942.326	245.559.775
3. Plant and equipment	<b>013</b>	266.778.858	257.176.520
4. Tools, facility inventory and transport assets	<b>014</b>	2.870.003	2.361.785
5. Biological assets	<b>015</b>		
6. Prepayments for tangible assets	<b>016</b>		
7. Tangible assets in progress	<b>017</b>	8.395.322	9.872.579
8. Other tangible assets	<b>018</b>	44.900	44.900
9. Investments in buildings	<b>019</b>	2.373.631	2.336.261
<b>III. LONG-TERM FINANCIAL ASSETS (021 to 028)</b>	<b>020</b>	28.590.276	30.158.132
1. Investments (shares) with related parties	<b>021</b>	900.000	900.000
2. Loans given to related parties	<b>022</b>		
3. Participating interest (shares)	<b>023</b>	1.622.029	1.622.029
4. Loans to entrepreneurs in whom the entity holds participating interests	<b>024</b>		
5. Investments in securities	<b>025</b>	55.003	56.422
6. Loans, deposits and similar assets	<b>026</b>	26.013.244	27.579.681
7. Other long - term financial assets	<b>027</b>		
8. Investments accounted by equity method	<b>028</b>		
<b>IV. RECEIVABLES (030 to 032)</b>	<b>029</b>	113.589	175.007
1. Receivables from related parties	<b>030</b>		
2. Receivables from based on trade loans	<b>031</b>		
3. Other receivables	<b>032</b>	113.589	175.007
<b>V. DEFERRED TAX ASSETS</b>	<b>033</b>		
<b>C) SHORT TERM ASSETS (035+043+050+058)</b>	<b>034</b>	860.890.873	891.452.084
<b>I. INVENTORIES (036 to 042)</b>	<b>035</b>	632.643.781	666.372.440
1. Raw-material and supplies	<b>036</b>	53.591.410	52.316.221
2. Work in progress	<b>037</b>		33.852.524
3. Finished goods	<b>038</b>	484.992.866	318.038.430
4. Merchandise	<b>039</b>	32.091.542	203.521.060
5. Prepayments for inventories	<b>040</b>	61.967.963	58.644.205
6. Long - term assets held for sales	<b>041</b>		
7. Biological assets	<b>042</b>		
<b>II. RECEIVABLES (044 to 049)</b>	<b>043</b>	164.623.705	174.673.313
1. Receivables from related parties	<b>044</b>	274.357	373.982
2. Accounts receivable	<b>045</b>	85.740.610	152.267.789
3. Receivables from participating parties	<b>046</b>		
4. Receivables from employees and members of related parties	<b>047</b>	8.966	5.508
5. Receivables from government and other institutions	<b>048</b>	78.331.696	21.803.251
6. Other receivables	<b>049</b>	268.076	222.783
<b>III. SHORT TERM FINANCIAL ASSETS (051 to 057)</b>	<b>050</b>	20.303.808	22.476.483
1. Shares (stocks) in related parties	<b>051</b>		
2. Loans given to related parties	<b>052</b>		
3. Participating interests (shares)	<b>053</b>		
4. Loans to entrepreneurs in whom the entity holds participating interests	<b>054</b>		
5. Investments in securities	<b>055</b>		
6. Loans, deposits, etc.	<b>056</b>	12.408.720	16.241.322
7. Other financial assets	<b>057</b>	7.895.088	6.235.161
<b>IV. CASH AT BANK AND IN CASHIER</b>	<b>058</b>	43.319.579	27.929.848
<b>D) PREPAID EXPENSES AND ACCRUED REVENUE</b>	<b>059</b>	13.523.976	11.746.586
<b>E) TOTAL ASSETS (001+002+034+059)</b>	<b>060</b>	1.472.395.090	1.490.701.954
<b>F) OFF-BALANCE RECORDS</b>	<b>061</b>	1.742.417.196	1.825.050.707



Item	AOP 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>	420.549.897	430.445.674
I. SUBSCRIBED CAPITAL	063	249.600.060	249.600.060
II. CAPITAL RESERVES	064	10.368.101	10.368.101
III. RESERVES FROM PROFIT (066+067-068+069+070)	065	56.386.226	56.386.226
1. Reserves prescribed by law	066	12.514.497	12.514.497
2. Reserves for treasury shares	067	43.866.670	43.866.670
3. Treasury stocks and shares (deduction)	068		
4. Statutory reserves	069		
5. Other reserves	070	5.059	5.059
IV. REVALUATION RESERVES	071		
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	327.510.245	99.333.703
1. Retained earnings	073	327.510.245	99.333.703
2. Accumulated loss	074		
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	075	-229.470.611	9.369.016
1. Profit for the current year	076		9.369.016
2. Loss for the current year	077	229.470.611	
IX. MINORITY INTERESTS	078	6.155.876	5.388.568
<b>B) PROVISIONS (080 to 082)</b>	079	34.772.094	34.772.094
1. Provisions for pensions, severance pay, and similar liabilities	080		
2. Reserves for tax liabilities	081		
3. Other reserves	082	34.772.094	34.772.094
<b>C) LONG - TERM LIABILITIES (084 to 092)</b>	083	198.028.109	186.609.462
1. Liabilities to related parties	084		
2. Liabilities for loans, deposits etc.	085	11.503.287	9.840.267
3. Liabilities to banks and other financial institutions	086	186.295.390	176.539.763
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	229.432	229.432
9. Deferred tax liability	092		
<b>D) SHORT - TERM LIABILITIES (094 to 105)</b>	093	811.547.418	834.947.385
1. Liabilities to related parties	094	231.947	542.994
2. Liabilities for loans, deposits etc.	095	11.326.614	14.404.275
3. Liabilities to banks and other financial institutions	096	290.721.283	274.556.878
4. Liabilities for received prepayments	097	20.383.396	16.601.138
5. Accounts payable	098	308.609.784	342.375.243
6. Liabilities arising from debt securities	099		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100		
8. Liabilities to employees	101	3.183.178	2.743.830
9. Liabilities for taxes, contributions and similar fees	102	1.887.139	9.404.567
10. Liabilities to share - holders	103	31.703	31.703
11. Liabilities for long-term assets held for sale	104		
12. Other short - term liabilities	105	175.172.374	174.286.757
<b>E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD</b>	106	7.497.572	3.927.339
<b>F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)</b>	107	1.472.395.090	1.490.701.954
<b>G) OFF-BALANCE RECORDS</b>	108	1.742.417.196	1.825.050.707
<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	109	414.394.021	425.057.106
2. Attributed to minority interest	110	6.155.876	5.388.568



**PROFIT AND LOSS ACCOUNT**  
for the period 01.01.2015. do 31.03.2015.

Item	AOP code	Last year		Current year	
		Comulative	Quarterly	Comulative	Quarterly
1	2	3	4	5	6
<b>I. OPERATING REVENUE (112+113)</b>	<b>111</b>	<b>180.048.727</b>	<b>180.048.727</b>	<b>202.420.541</b>	<b>202.420.541</b>
1. Sales revenue	112	178.633.295	178.633.295	201.300.607	201.300.607
2. Other operating revenues	113	1.415.432	1.415.432	1.119.934	1.119.934
<b>II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)</b>	<b>114</b>	<b>183.500.052</b>	<b>183.500.052</b>	<b>187.922.195</b>	<b>187.922.195</b>
1. Changes in value of work in progress and finished products	115	58.806.060	58.806.060	5.096.372	5.096.372
2. Material costs (117 to 119)	116	81.066.891	81.066.891	146.855.422	146.855.422
a) Raw material and material costs	117	19.551.742	19.551.742	102.762.661	102.762.661
b) Costs of goods sold	118	44.797.475	44.797.475	31.052.802	31.052.802
c) Other external costs	119	16.717.674	16.717.674	13.039.959	13.039.959
3. Staff costs (121 to 123)	120	17.047.659	17.047.659	12.006.884	12.006.884
a) Net salaries and wages	121	10.393.508	10.393.508	7.448.845	7.448.845
b) Cost for taxes and contributions from salaries	122	4.420.414	4.420.414	2.799.203	2.799.203
c) Contributions on gross salaries	123	2.233.737	2.233.737	1.758.836	1.758.836
4. Depreciation	124	17.601.111	17.601.111	16.114.499	16.114.499
5. Other costs	125	6.097.144	6.097.144	5.788.998	5.788.998
6. Impairment (127+128)	126	128.107	128.107	0	0
a) Impairment of long-term assets (financial assets excluded)	127				
b) Impairment of short-term assets (financial assets excluded)	128	128.107	128.107		
7. Provisions	129				
8. Other operating costs	130	2.753.080	2.753.080	2.060.020	2.060.020
<b>III. FINANCIAL INCOME (132 to 136)</b>	<b>131</b>	<b>923.371</b>	<b>923.371</b>	<b>2.477.459</b>	<b>2.477.459</b>
1. Interest income, foreign exchange gains, dividends and similar income from related parties povezanim poduzetnicima	132	3.714	3.714		
2. Interest income, foreign exchange gains, dividends and similar income from non-related	133	906.956	906.956	2.462.821	2.462.821
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135				
5. Other financial income	136	12.701	12.701	14.638	14.638
<b>IV. FINANCIAL EXPENSES (138 do 141)</b>	<b>137</b>	<b>8.957.512</b>	<b>8.957.512</b>	<b>7.770.925</b>	<b>7.770.925</b>
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	6.614.729	6.614.729	5.798.586	5.798.586
3. Unrealized losses (expenses) on financial assets	140				
4. Other financial expenses	141	2.342.783	2.342.783	1.972.339	1.972.339
<b>V. INCOME FROM INVESTMENT - SHARE IN PROFIT OF ASSOCIATED ENTREPRENEURS</b>	<b>142</b>				
<b>VI. LOSS FROM INVESTMENT - SHARE IN LOSS OF ASSOCIATED ENTREPRENEURS</b>	<b>143</b>				
<b>VII. EXTRAORDINARY - OTHER INCOME</b>	<b>144</b>				
<b>VIII. EXTRAORDINARY - OTHER EXPENSES</b>	<b>145</b>				
<b>IX. TOTAL INCOME (111+131+142 + 144)</b>	<b>146</b>	<b>180.972.098</b>	<b>180.972.098</b>	<b>204.898.000</b>	<b>204.898.000</b>
<b>X. TOTAL EXPENSES (114+137+143 + 145)</b>	<b>147</b>	<b>192.457.564</b>	<b>192.457.564</b>	<b>195.693.120</b>	<b>195.693.120</b>
<b>XI. PROFIT OR LOSS BEFORE TAXATION (146-147)</b>	<b>148</b>	<b>-11.485.466</b>	<b>-11.485.466</b>	<b>9.204.880</b>	<b>9.204.880</b>
1. Profit before taxation (146-147)	149	0	0	9.204.880	9.204.880
2. Loss before taxation (147-146)	150	11.485.466	11.485.466	0	0
<b>XII. PROFIT TAX</b>	<b>151</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)</b>	<b>152</b>	<b>-11.485.466</b>	<b>-11.485.466</b>	<b>9.204.880</b>	<b>9.204.880</b>
1. Profit for the period (149-151)	153	0	0	9.204.880	9.204.880
2. Loss for the period (151-148)	154	11.485.466	11.485.466	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	-11.400.385	-11.400.385	9.369.016	9.369.016
2. Attributed to minority interest	156	-85.081	-85.081	-164.136	-164.136
<b>STATEMENT OF OTHER COMPREHENSIVE INCOME (IFRS)</b>					
<b>I. PROFIT OR LOSS FOR THE PERIOD (= 152)</b>	<b>157</b>	<b>-11.485.466</b>	<b>-11.485.466</b>	<b>9.204.880</b>	<b>9.204.880</b>
<b>II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 do 165)</b>	<b>158</b>	<b>625.999</b>	<b>625.999</b>	<b>0</b>	<b>0</b>
1. Exchange differences on translation of foreign operations	159				
2. Movements in revaluation reserves of long-term tangible and intangible assets	160	625.999	625.999		
3. Profit or loss from revaluation 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				
<b>III. TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>166</b>				
<b>IV. NET OTHER COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (158-166)</b>	<b>167</b>	<b>625.999</b>	<b>625.999</b>	<b>0</b>	<b>0</b>
<b>V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)</b>	<b>168</b>	<b>-10.859.467</b>	<b>-10.859.467</b>	<b>9.204.880</b>	<b>9.204.880</b>
<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	-10.774.386	-10.774.386	9.369.016	9.369.016
2. Attributed to minority interest	170	-85.081	-85.081	-164.136	-164.136



**STATEMENT OF CASH FLOWS - INDIRECT METHOD**

for the period      01.01.2015      do      31.03.2015

Item	AOP code	Last year	Current year
1	2	3	4
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
1. Profit before tax	001	-11.485.466	9.204.880
2. Depreciation	002	17.601.111	16.114.499
3. Increase in short term liabilities	003		33.321.274
4. Decrease in short term receivables	004	123.914.062	
5. Decrease in inventories	005	6.789.106	28.649.254
6. Other increase in cash flow	006	14.999.474	15.956.964
<b>I. Total increase in cash flow from operating activities (001 to 006)</b>	<b>007</b>	<b>151.818.287</b>	<b>103.246.871</b>
1. Decrease in short term liabilities	008	184.641.705	10.412.221
2. Increase in short term receivables	009		27.227.336
3. Increase in inventories	010	15.189.335	61.606.488
4. Other decrease in cash flow	011	57.508.875	3.426.587
<b>II. Total decrease in cash flow from operating activities (008 to 011)</b>	<b>012</b>	<b>257.339.915</b>	<b>102.672.632</b>
<b>A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>013</b>	<b>0</b>	<b>574.239</b>
<b>A2) NET DECREASE IN IN CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>014</b>	<b>105.521.628</b>	<b>0</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
1. Cash inflows from sales of long-term tangible and intangible assets	015	162.040	
2. Cash inflows from sales of equity and debt instruments	016		
3. Interests receipts	017	1.100.580	446.749
4. Dividend receipts	018		40.596
5. Other cash inflows from investing activities	019	1.383.761	662.171
<b>III. Total cash inflows from investing activities (015 to 019)</b>	<b>020</b>	<b>2.646.381</b>	<b>1.149.516</b>
1. Cash outflow for purchase of long-term tangible and intangible assets	021	957.210	3.593.890
2. Cash outflow for acquisition of equity and debt financial instruments	022		494.908
3. Other cash outflow for investing activities	023	3.247.195	2.230.027
<b>IV. Total cash outflow for investing activities (021 do 023)</b>	<b>024</b>	<b>4.204.405</b>	<b>6.318.825</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</b>	<b>026</b>	<b>1.558.024</b>	<b>5.169.309</b>
<b>CASH FLOW FROM FINANCIAL ACTIVITIES</b>			
1. Cash inflow from issuing property and debt financial instruments	027		
2. Proceeds from the credit principal, promissory notes, borrowings and other loans	028	15.522.340	30.185.558
3. Other proceeds from financial activities	029	64.047.964	82.000.000
<b>V. Total cash inflows from financial activities (027 to 029)</b>	<b>030</b>	<b>79.570.304</b>	<b>112.185.558</b>
1. Cash outflow for repayment of credit principal and bonds	031	50.994.095	42.586.515
2. Cash outflow for dividends paid	032		
3. Cash outflow for financial lease	033	1.656.128	1.673.281
4. Cash outflow for purchase of treasury shares	034		
5. Other cash outflow for financial activities	035	64.201.263	78.720.423
<b>VI. Total cash outflow for financial activities (031 to 035)</b>	<b>036</b>	<b>116.851.486</b>	<b>122.980.219</b>
<b>C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES</b>	<b>037</b>	<b>0</b>	<b>0</b>
<b>C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES</b>	<b>038</b>	<b>37.281.182</b>	<b>10.794.661</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	144.360.834	15.389.731
Cash and cash equivalents at the beginning of the period	041	152.961.843	43.319.579
Increase of cash and cash equivalents	042	0	0
Decrease of cash and cash equivalents	043	144.360.834	15.389.731
Cash and cash equivalents at the end of the period	044	8.601.009	27.929.848

## STATEMENT OF CHANGES IN EQUITY

for the period 01.01.2015 do 31.03.2015

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	10.368.101	10.368.101
3. Reserves from profit	003	56.386.226	56.386.226
4. Retained earnings or accumulated loss	004	327.510.245	99.333.703
5. Profit or loss for the current year	005	-229.470.611	9.369.016
6. Revaluation of long - term tangible assets	006		
7. Revaluation of intangible assets	007		
8. Revaluation of financial assets available for sale	008		
9. Other revaluation	009		
<b>10. Total capital and reserves (AOP 001 do 009)</b>	<b>010</b>	<b>414.394.021</b>	<b>425.057.106</b>
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		
<b>17. Total increase or decrease in capital (AOP 011 do 016)</b>	<b>017</b>	<b>0</b>	<b>0</b>
17 a. Attributed to equity holders of parent company	018	414.394.021	425.057.106
17 b. Attributed to minority interest	019	6.155.876	5.388.568

**Notes**

THERE WERE NO ACCOUNTING POLICY CHANGES IN RELATION TO THE ANNUAL FINANCIAL REPORT FOR YEAR 2014.