



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

**STATEMENT OF PERSON RESPONSIBLE FOR PRODUCTION OF THE  
THREE-MONTH REPORT FOR 4Q 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 financial reports of VIRO TVORNICA ŠEĆERA d.d., Zagreb for the period I-XII 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 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 22, 2016

RESPONSIBLE PERSON

PRESIDENT OF THE  
MANAGEMENT BOARD:

  
Željko Zadro, dipl.oec



**Appendix 1**

Reporting period:

01.01.2015

to

31.12.2015

**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 | 10000 |

ZAGREB |

Street and number: ULICA GRADA VUKOVARA 269 g |

E-mail address: viro@secerana.hr |

Internet address: www.secerana.hr |

Code and name of comune/town | 133 | ZAGREB |

Code and county name | 21 | GRAD ZAGREB |

Number of employees | 188 |

(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 31.12.2015

Item	AOP code	Last year (net)	Current year (net)
1	2	3	4
<b>ASSETS</b>			
A) RECEIVABLES FOR SUBSCRIBED BUT NOT PAID-IN CAPITAL	001		
B) LONG-TERM ASSETS (003+010+020+029+033)	002	722.754.354	765.801.159
I. INTANGIBLE ASSETS (004 to 009)	003	107.764	86.315
1. Assets development	004		
2. Concessions, patents, licences fees, trade and service marks, software and other rights	005	107.764	86.315
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	186.018.070	168.306.215
1. Land	011	5.548.592	5.548.592
2. Buildings	012	76.745.263	71.331.533
3. Plant and equipment	013	98.044.216	83.772.355
4. Tools, facility inventory and transport assets	014		
5. Biological assets	015		
6. Prepayments for tangible assets	016		307.627
7. Tangible assets in progress	017	3.297.068	5.112.658
8. Other tangible assets	018	9.300	9.300
9. Investments in buildings	019	2.373.631	2.224.150
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	536.628.520	597.408.629
1. Investments (shares) with related parties	021	419.450.043	419.450.043
2. Loans given to related parties	022	91.163.404	177.343.482
3. Participating interest (shares)	023		
4. Loans to entrepreneurs in whom the entity holds participating interests	024		
5. Investments in securities	025	1.829	3.248
6. Loans, deposits and similar assets	026	26.013.244	611.856
7. Other long - term financial assets	027		
8. Investments accounted by equity method	028		
IV. RECEIVABLES (030 to 032)	029	0	0
1. Receivables from related parties	030		
2. Receivables from based on trade loans	031		
3. Other receivables	032		
V. DEFERRED TAX ASSETS	033		
C) SHORT TERM ASSETS (035+043+050+058)	034	504.045.176	435.839.083
I. INVENTORIES (036 to 042)	035	328.405.604	179.521.872
1. Raw-material and supplies	036	24.346.161	15.634.383
2. Work in progress	037		
3. Finished goods	038	242.054.551	74.153.867
4. Merchandise	039	4.512.584	47.598.499
5. Prepayments for inventories	040	57.492.308	42.135.123
6. Long - term assets held for sales	041		
7. Biological assets	042		
II. RECEIVABLES (044 to 049)	043	103.055.920	204.219.640
1. Receivables from related parties	044	23.148.850	71.406.529
2. Accounts receivable	045	39.032.135	121.960.367
3. Receivables from participating parties	046		
4. Receivables from employees and members of related parties	047	50	2.372
5. Receivables from government and other institutions	048	40.731.922	10.743.689
6. Other receivables	049	142.963	106.683
III. SHORT TERM FINANCIAL ASSETS (051 to 057)	050	57.483.376	45.095.292
1. Shares (stocks) in related parties	051		
2. Loans given to related parties	052	37.883.980	1.735.697
3. Participating interests (shares)	053		
4. Loans to entrepreneurs in whom the entity holds participating interests	054		
5. Investments in securities	055		
6. Loans, deposits, etc.	056	10.946.857	35.656.652
7. Other financial assets	057	8.652.539	7.702.943
IV. CASH AT BANK AND IN CASHIER	058	15.100.276	7.002.279
D) PREPAID EXPENSES AND ACCRUED REVENUE	059	7.525.706	7.761.345
E) TOTAL ASSETS (001+002+034+059)	060	1.234.325.236	1.209.401.587
F) OFF-BALANCE RECORDS	061	213.764.364	281.936.097

Item	AOP code	Last year (net)	Current year (net)
1	2	3	4
<b>A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)</b>	<b>062</b>	<b>635.215.955</b>	<b>628.667.495</b>
<b>I. SUBSCRIBED CAPITAL</b>	<b>063</b>	<b>249.600.060</b>	<b>249.600.060</b>
<b>II. CAPITAL RESERVES</b>	<b>064</b>	<b>10.368.101</b>	<b>10.368.101</b>
<b>III. RESERVES FROM PROFIT (066+067-068+069+070)</b>	<b>065</b>	<b>56.346.673</b>	<b>56.346.673</b>
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	0	0
4. Statutory reserves	069		
5. Other reserves	070		
<b>IV. REVALUATION RESERVES</b>	<b>071</b>		
<b>V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)</b>	<b>072</b>	<b>380.427.183</b>	<b>318.901.121</b>
1. Retained earnings	073	380.427.183	318.901.121
2. Accumulated loss	074		
<b>VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)</b>	<b>075</b>	<b>-61.526.062</b>	<b>-6.548.460</b>
1. Profit for the current year	076		
2. Loss for the current year	077	61.526.062	6.548.460
<b>IX. MINORITY INTERESTS</b>	<b>078</b>		
<b>B) PROVISIONS (080 to 082)</b>	<b>079</b>	<b>0</b>	<b>0</b>
1. Provisions for pensions, severance pay, and similar liabilities	080		
2. Reserves for tax liabilities	081		
3. Other reserves	082		
<b>C) LONG - TERM LIABILITIES (084 to 092)</b>	<b>083</b>	<b>178.558.830</b>	<b>305.499.913</b>
1. Liabilities to related parties	084		
2. Liabilities for loans, deposits etc.	085	9.972.178	4.015.994
3. Liabilities to banks and other financial institutions	086	168.586.652	301.483.919
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		
<b>D) SHORT - TERM LIABILITIES (094 to 105)</b>	<b>093</b>	<b>417.237.577</b>	<b>274.543.567</b>
1. Liabilities to related parties	094	253.895	2.393.482
2. Liabilities for loans, deposits etc.	095	10.518.487	7.992.303
3. Liabilities to banks and other financial institutions	096	126.698.673	66.603.095
4. Liabilities for received prepayments	097	2.514.105	3.275.008
5. Accounts payable	098	171.660.194	104.881.026
6. Liabilities arising from debt securities	099		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100		
8. Liabilities to employees	101	1.351.986	1.155.944
9. Liabilities for taxes, contributions and similar fees	102	762.818	5.514.605
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	103.445.716	82.696.401
<b>E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD</b>	<b>106</b>	<b>3.312.874</b>	<b>690.612</b>
<b>F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)</b>	<b>107</b>	<b>1.234.325.236</b>	<b>1.209.401.587</b>
<b>G) OFF-BALANCE RECORDS</b>	<b>108</b>	<b>213.764.364</b>	<b>281.936.097</b>
<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		
2. Attributed to minority interest	110		



**PROFIT AND LOSS ACCOUNT**  
for the period 01.01.2015. do 31.12.2015.

VIRO TVORNICA ŠEĆERA d.d.

Item	AOP code	Last year		Current year	
		Comulative	Quartely	Comulative	Quartely
1	2	3	4	5	6
<b>I. OPERATING REVENUE (112+113)</b>	<b>111</b>	<b>588.827.324</b>	<b>217.174.197</b>	<b>920.723.764</b>	<b>415.001.950</b>
1. Sales revenue	112	584.420.720	215.379.331	916.069.380	412.493.177
2. Other operating revenues	113	4.406.604	1.794.866	4.654.384	2.508.773
<b>II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)</b>	<b>114</b>	<b>644.428.102</b>	<b>270.181.533</b>	<b>917.161.191</b>	<b>428.217.826</b>
1. Changes in value of work in progress and finished products	115	-138.823.942	-175.744.361	168.687.561	148.986.742
2. Material costs (117 to 119)	116	656.752.493	382.995.958	679.505.672	259.437.299
a) Raw material and material costs	117	477.445.944	362.370.733	338.787.709	120.498.510
b) Costs of goods sold	118	137.120.534	6.702.119	305.901.254	133.092.481
c) Other external costs	119	42.186.015	13.923.106	34.816.709	5.846.308
3. Staff costs (121 to 123)	120	22.820.743	5.666.753	19.829.901	5.318.534
a) Net salaries and wages	121	13.728.865	3.480.325	12.245.975	3.309.141
b) Cost for taxes and contributions from salaries	122	5.846.558	1.358.700	4.683.623	1.231.984
c) Contributions on gross salaries	123	3.245.320	827.728	2.900.303	777.409
4. Depreciation	124	34.294.646	8.168.757	31.256.001	7.427.441
5. Other costs	125	17.116.106	5.838.491	10.734.767	3.071.182
6. Impairment (127+128)	126	38.889.077	34.233.210	0	0
a) Impairment of long-term assets (financial assets excluded)	127				
b) Impairment of short-term assets (financial assets excluded)	128	38.889.077	34.233.210		
7. Provisions	129				
8. Other operating costs	130	13.378.979	9.022.725	7.147.289	3.976.628
<b>III. FINANCIAL INCOME (132 to 136)</b>	<b>131</b>	<b>17.453.269</b>	<b>2.771.906</b>	<b>11.950.936</b>	<b>1.758.196</b>
1. Interest income, foreign exchange gains, dividends and similar income from related	132	9.668.847	1.828.626	2.491.641	504.949
2. Interest income, foreign exchange gains, dividends and similar income from non-related	133	7.784.422	943.280	9.157.795	1.253.247
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135			301.500	
5. Other financial income	136				
<b>IV. FINANCIAL EXPENSES (138 do 141)</b>	<b>137</b>	<b>23.378.553</b>	<b>4.926.039</b>	<b>22.061.969</b>	<b>9.115.288</b>
1. Interest expenses, foreign exchange losses, dividends and similar expenses from related	138	1.161.626	-1	927.316	
2. Interest expenses, foreign exchange losses, dividends and similar expenses from non-related	139	20.653.407	4.977.039	20.693.318	8.808.023
3. Unrealized losses (expenses) on financial assets	140	349.000	-51.000		
4. Other financial expenses	141	1.214.520	1	441.335	307.265
<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>606.280.593</b>	<b>219.946.103</b>	<b>932.674.700</b>	<b>416.760.146</b>
<b>X. TOTAL EXPENSES (114+137+143 + 145)</b>	<b>147</b>	<b>667.806.655</b>	<b>275.107.572</b>	<b>939.223.160</b>	<b>437.333.114</b>
<b>XI. PROFIT OR LOSS BEFORE TAXATION (146-147)</b>	<b>148</b>	<b>-61.526.062</b>	<b>-55.161.469</b>	<b>-6.548.460</b>	<b>-20.572.968</b>
1. Profit before taxation (146-147)	149	0	0	0	0
2. Loss before taxation (147-146)	150	61.526.062	55.161.469	6.548.460	20.572.968
<b>XII. PROFIT TAX</b>	<b>151</b>				
<b>XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)</b>	<b>152</b>	<b>-61.526.062</b>	<b>-55.161.469</b>	<b>-6.548.460</b>	<b>-20.572.968</b>
1. Profit for the period (149-151)	153	0	0	0	0
2. Loss for the period (151-148)	154	61.526.062	55.161.469	6.548.460	20.572.968
<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				
2. Attributed to minority interest	156				
<b>STATEMENT OF OTHER COMPREHENSIVE INCOME (IFRS)</b>					
<b>I. PROFIT OR LOSS FOR THE PERIOD (= 152)</b>	<b>157</b>	<b>-61.526.062</b>	<b>-55.161.469</b>	<b>-6.548.460</b>	<b>-20.572.968</b>
<b>II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 do 165)</b>	<b>158</b>	<b>1.222.294</b>	<b>0</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	1.222.294			
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				
<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>1.222.294</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)</b>	<b>168</b>	<b>-60.303.768</b>	<b>-55.161.469</b>	<b>-6.548.460</b>	<b>-20.572.968</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				
2. Attributed to minority interest	170				

**STATEMENT OF CASH FLOWS - INDIRECT METHOD**

for the period 01.01.2015 do 31.12.2015

Item	AOP code	Last year	Current year
1	2	3	4
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
1. Profit before tax	001	-61.526.062	-6.548.460
2. Depreciation	002	34.294.646	31.256.001
3. Increase in short term liabilities	003	10.569.371	
4. Decrease in short term receivables	004	10.837.902	
5. Decrease in inventories	005		148.883.732
6. Other increase in cash flow	006	42.020.727	12.388.084
<b>I. Total increase in cash flow from operating activities (001 to 006)</b>	<b>007</b>	<b>36.196.584</b>	<b>185.979.357</b>
1. Decrease in short term liabilities	008		80.072.247
2. Increase in short term receivables	009		101.163.720
3. Increase in inventories	010	85.647.689	
4. Other decrease in cash flow	011	9.276.078	6.273.084
<b>II. Total decrease in cash flow from operating activities (008 to 011)</b>	<b>012</b>	<b>94.923.767</b>	<b>187.509.051</b>
<b>A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>013</b>		
<b>A2) NET DECREASE IN IN CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>014</b>	<b>58.727.183</b>	<b>1.529.694</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
1. Cash inflows from sales of long-term tangible and intangible assets	015	653.220	13.344
2. Cash inflows from sales of equity and debt instruments	016		
3. Interests receipts	017	8.498.625	2.683.636
4. Dividend receipts	018		40.596
5. Other cash inflows from investing activities	019	34.642.095	47.639.936
<b>III. Total cash inflows from investing activities (015 to 019)</b>	<b>020</b>	<b>43.793.940</b>	<b>50.377.512</b>
1. Cash outflow for purchase of long-term tangible and intangible assets	021	4.964.434	13.536.041
2. Cash outflow for acquisition of equity and debt financial instruments	022		
3. Other cash outflow for investing activities	023	11.394.817	108.420.045
<b>IV. Total cash outflow for investing activities (021 do 023)</b>	<b>024</b>	<b>16.359.251</b>	<b>121.956.086</b>
<b>B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)</b>	<b>025</b>	<b>27.434.689</b>	
<b>B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>026</b>		<b>71.578.574</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	99.282.156	465.716.896
3. Other proceeds from financial activities	029	354.000.000	338.000.000
<b>V. Total cash inflows from financial activities (027 to 029)</b>	<b>030</b>	<b>453.282.156</b>	<b>803.716.896</b>
1. Cash outflow for repayment of credit principal and bonds	031	191.618.660	392.268.843
2. Cash outflow for dividends paid	032		
3. Cash outflow for financial lease	033	7.057.450	6.627.929
4. Cash outflow for purchase of treasury shares	034		
5. Other cash outflow for financial activities	035	352.010.000	339.809.853
<b>VI. Total cash outflow for financial activities (031 to 035)</b>	<b>036</b>	<b>550.686.110</b>	<b>738.706.625</b>
<b>C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES</b>	<b>037</b>		<b>65.010.271</b>
<b>C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES</b>	<b>038</b>	<b>97.403.954</b>	
Total increase in cash flow (013 – 014 + 025 – 026 + 037 – 038)	039		
Total decrease in cash flow (014 – 013 + 026 – 025 + 038 – 037)	040	128.696.448	8.097.997
Cash and cash equivalents at the beginning of the period	041	143.796.724	15.100.276
Increase of cash and cash equivalents	042	0	0
Decrease of cash and cash equivalents	043	128.696.448	8.097.997
Cash and cash equivalents at the end of the period	044	15.100.276	7.002.279

## STATEMENT OF CHANGES IN EQUITY

for the period 01.01.2015 do 31.12.2015

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	10.368.101	10.368.101
3. Reserves from profit	003	56.346.673	56.346.673
4. Retained earnings or accumulated loss	004	380.427.183	318.901.121
5. Profit or loss for the current year	005	-61.526.062	-6.548.460
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>635.215.955</b>	<b>628.667.495</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		
17 b. Attributed to minority interest	019		

## Notes

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