



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

**STATEMENT OF PERSON RESPONSIBLE FOR PRODUCTION OF THE
CONSOLIDATED REPORT FOR 1Q 2016**

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 2016, 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 26, 2016

RESPONSIBLE PERSON

PRESIDENT OF THE
MANAGEMENT BOARD:


Željko Zadro, dipl. oec.



Appendix 1

Reporting period:

01.01.2016.

to

31.03.2016.

Quarterly Financial Report - TFI-PODRegistration 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: **info@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 **462**

(at quarter end)

Consolidated statement **YES**NKD/NWC code: **1081**

Subsidiaries subject to consolidation (according to IFRS):

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: **DRAGIĆ NEVENA**

(fill in only surname and name of contact person)

Phone number: **033840117**Fascimile: **033840103**E-mail address: **nevena.dragic@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 31.03.2016.

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	529.062.517	517.507.001
I. INTANGIBLE ASSETS (004 to 009)	003	1.008.224	928.416
1. Assets development	004		
2. Concessions, patents, licences fees, trade and service marks, software and other rights	005	1.008.224	928.416
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	525.093.960	512.601.080
1. Land	011	38.540.921	38.540.921
2. Buildings	012	238.204.927	235.566.486
3. Plant and equipment	013	231.922.597	222.161.970
4. Tools, facility inventory and transport assets	014	3.368.260	3.077.034
5. Biological assets	015		
6. Prepayments for tangible assets	016	307.627	507.651
7. Tangible assets in progress	017	10.480.578	10.515.338
8. Other tangible assets	018	44.900	44.900
9. Investments in buildings	019	2.224.150	2.186.780
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	2.923.012	3.940.184
1. Investments (shares) with related parties	021	900.000	900.000
2. Loans given to related parties	022		
3. Participating interest (shares)	023	1.320.983	1.320.983
4. Loans to entrepreneurs in whom the entity holds participating interests	024		
5. Investments in securities	025	60.173	60.173
6. Loans, deposits and similar assets	026	641.856	1.659.028
7. Other long - term financial assets	027		
8. Investments accounted by equity method	028		
IV. RECEIVABLES (030 to 032)	029	37.321	37.321
1. Receivables from related parties	030		
2. Receivables from based on trade loans	031		
3. Other receivables	032	37.321	37.321
V. DEFERRED TAX ASSETS	033		
C) SHORT TERM ASSETS (035+043+050+058)	034	704.103.328	529.809.471
I. INVENTORIES (036 to 042)	035	413.955.438	342.633.299
1. Raw-material and supplies	036	37.569.067	38.041.947
2. Work in progress	037		31.896.390
3. Finished goods	038	251.210.014	129.203.188
4. Merchandise	039	80.795.687	94.962.646
5. Prepayments for inventories	040	44.380.670	48.529.128
6. Long - term assets held for sales	041		
7. Biological assets	042		
II. RECEIVABLES (044 to 049)	043	208.388.541	121.870.142
1. Receivables from related parties	044	743.933	2.283.949
2. Accounts receivable	045	178.183.726	104.979.395
3. Receivables from participating parties	046		
4. Receivables from employees and members of related parties	047	6.387	24.246
5. Receivables from government and other institutions	048	29.187.271	11.088.687
6. Other receivables	049	267.224	3.493.865
III. SHORT TERM FINANCIAL ASSETS (051 to 057)	050	44.910.145	43.052.628
1. Shares (stocks) in related parties	051		
2. Loans given to related parties	052		4.410.500
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	37.141.162	36.871.010
7. Other financial assets	057	7.768.983	1.771.118
IV. CASH AT BANK AND IN CASHIER	058	36.849.204	22.253.402
D) PREPAID EXPENSES AND ACCRUED REVENUE	059	14.121.337	8.547.817
E) TOTAL ASSETS (001+002+034+059)	060	1.247.287.182	1.055.864.289
F) OFF-BALANCE RECORDS	061	2.236.261.172	2.118.907.354

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	421.326.312	423.242.839
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	56.393.357	56.393.357
1. Reserves prescribed by law	066	12.520.931	12.520.931
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	5.756	5.756
IV. REVALUATION RESERVES	071		
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	95.792.725	100.041.303
1. Retained earnings	073	95.792.725	100.041.303
2. Accumulated loss	074		
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	075	2.494.952	1.223.671
1. Profit for the current year	076	2.494.952	1.223.671
2. Loss for the current year	077		
IX. MINORITY INTERESTS	078	6.677.117	5.616.347
B) PROVISIONS (080 to 082)	079	453.209	453.209
1. Provisions for pensions, severance pay, and similar liabilities	080		
2. Reserves for tax liabilities	081		
3. Other reserves	082	453.209	453.209
C) LONG - TERM LIABILITIES (084 to 092)	083	322.078.301	299.196.760
1. Liabilities to related parties	084		
2. Liabilities for loans, deposits etc.	085	4.932.877	4.149.848
3. Liabilities to banks and other financial institutions	086	316.992.469	294.893.957
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	152.955	152.955
9. Deferred tax liability	092		
D) SHORT - TERM LIABILITIES (094 to 105)	093	502.133.908	331.846.112
1. Liabilities to related parties	094	150.000	2.783.277
2. Liabilities for loans, deposits etc.	095	8.595.581	7.606.142
3. Liabilities to banks and other financial institutions	096	195.181.628	180.776.487
4. Liabilities for received prepayments	097	41.478.736	21.281.130
5. Accounts payable	098	137.241.601	51.451.710
6. Liabilities arising from debt securities	099		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100		
8. Liabilities to employees	101	2.943.764	2.842.286
9. Liabilities for taxes, contributions and similar fees	102	11.844.700	9.563.465
10. Liabilities to share - holders	103	31.703	30.963
11. Liabilities for long-term assets held for sale	104		
12. Other short - term liabilities	105	104.666.195	55.510.652
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	1.295.452	1.125.369
F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)	107	1.247.287.182	1.055.864.289
G) OFF-BALANCE RECORDS	108	2.236.261.172	2.118.907.354
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	414.649.195	417.626.492
2. Attributed to minority interest	110	6.677.117	5.616.347

PROFIT AND LOSS ACCOUNT
for the period 01.01.2016. do 31.03.2016.

Item	AOP code	Last year		Current year	
		Comulative	Quarterly	Comulative	Quarterly
1	2	3	4	5	6
I. OPERATING REVENUE (112+113)	111	202.420.541	202.420.541	181.533.305	181.533.305
1. Sales revenue	112	201.300.607	201.300.607	176.495.523	176.495.523
2. Other operating revenues	113	1.119.934	1.119.934	5.037.782	5.037.782
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	187.922.195	187.922.195	181.264.039	181.264.039
1. Changes in value of work in progress and finished products	115	5.096.372	5.096.372	91.263.948	91.263.948
2. Material costs (117 to 119)	116	146.855.422	146.855.422	55.235.046	55.235.046
a) Raw material and material costs	117	102.762.661	102.762.661	8.955.225	8.955.225
b) Costs of goods sold	118	31.052.802	31.052.802	35.445.650	35.445.650
c) Other external costs	119	13.039.959	13.039.959	10.834.171	10.834.171
3. Staff costs (121 to 123)	120	12.006.884	12.006.884	12.330.091	12.330.091
a) Net salaries and wages	121	7.448.845	7.448.845	7.653.000	7.653.000
b) Cost for taxes and contributions from salaries	122	2.799.203	2.799.203	2.879.339	2.879.339
c) Contributions on gross salaries	123	1.758.836	1.758.836	1.797.752	1.797.752
4. Depreciation	124	16.114.499	16.114.499	14.955.290	14.955.290
5. Other costs	125	5.788.998	5.788.998	6.243.991	6.243.991
6. Impairment (127+128)	126	0	0	55.218	55.218
a) Impairment of long-term assets (financial assets excluded)	127				
b) Impairment of short-term assets (financial assets excluded)	128			55.218	55.218
7. Provisions	129				
8. Other operating costs	130	2.060.020	2.060.020	1.180.455	1.180.455
III. FINANCIAL INCOME (132 to 136)	131	2.477.459	2.477.459	8.418.000	8.418.000
1. Interest income, foreign exchange gains, dividends and similar income from related parties povezanim poduzetnicima	132			1.984	1.984
2. Interest income, foreign exchange gains, dividends and similar income from non-related	133	2.462.821	2.462.821	8.400.971	8.400.971
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135				
5. Other financial income	136	14.638	14.638	15.045	15.045
IV. FINANCIAL EXPENSES (138 do 141)	137	7.770.925	7.770.925	7.427.151	7.427.151
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	5.798.586	5.798.586	7.421.758	7.421.758
3. Unrealized losses (expenses) on financial assets	140				
4. Other financial expenses	141	1.972.339	1.972.339	5.393	5.393
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	204.898.000	204.898.000	189.951.305	189.951.305
X. TOTAL EXPENSES (114+137+143 + 145)	147	195.693.120	195.693.120	188.691.190	188.691.190
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	9.204.880	9.204.880	1.260.115	1.260.115
1. Profit before taxation (146-147)	149	9.204.880	9.204.880	1.260.115	1.260.115
2. Loss before taxation (147-146)	150	0	0	0	0
XII. PROFIT TAX	151	0	0	0	0
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	9.204.880	9.204.880	1.260.115	1.260.115
1. Profit for the period (149-151)	153	9.204.880	9.204.880	1.260.115	1.260.115
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	9.369.016	9.369.016	1.223.671	1.223.671
2. Attributed to minority interest	156	-164.136	-164.136	36.444	36.444
STATEMENT OF OTHER COMPREHENSIVE INCOME (IFRS)					
I. PROFIT OR LOSS FOR THE PERIOD (= 152)	157	9.204.880	9.204.880	1.260.115	1.260.115
II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 do 165)	158	0	0	0	0
1. Exchange differences on translation of foreign operations	159				
2. Movements in revaluation reserves of long-term tangible and intangible assets	160				
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				
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	0	0
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)	168	9.204.880	9.204.880	1.260.115	1.260.115
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	9.369.016	9.369.016	1.223.671	1.223.671
2. Attributed to minority interest	170	-164.136	-164.136	36.444	36.444

STATEMENT OF CASH FLOWS - INDIRECT METHOD

for the period 01.01.2016 do 31.03.2016

Item	AOP code	Last year	Current year
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax			
2. Depreciation	001	9.204.880	1.260.115
3. Increase in short term liabilities	002	16.114.499	14.955.290
4. Decrease in short term receivables	003	33.321.274	
5. Decrease in inventories	004		87.938.734
6. Other increase in cash flow	005	28.649.254	71.978.298
I. Total increase in cash flow from operating activities (001 to 006)	006	15.956.964	6.543.523
1. Decrease in short term liabilities	007	103.246.871	182.675.960
2. Increase in short term receivables	008	10.412.221	167.408.088
3. Increase in inventories	009	27.227.336	
4. Other decrease in cash flow	010	61.606.488	
II. Total decrease in cash flow from operating activities (008 to 011)	011	3.426.587	5.605.974
A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES	012	102.672.632	173.014.062
A2) NET DECREASE IN IN CASH FLOW FROM OPERATING ACTIVITIES	013	574.239	9.661.898
CASH FLOW FROM INVESTING ACTIVITIES	014	0	0
1. Cash inflows from sales of long-term tangible and intangible assets	015		
2. Cash inflows from sales of equity and debt instruments	016		
3. Interests receipts	017	446.749	100.504
4. Dividend receipts	018	40.596	
5. Other cash inflows from investing activities	019	662.171	
III. Total cash inflows from investing activities (015 to 019)	020	1.149.516	100.504
1. Cash outflow for purchase of long-term tangible and intangible assets	021	3.593.890	2.382.603
2. Cash outflow for acquisition of equity and debt financial instruments	022	494.908	
3. Other cash outflow for investing activities	023	2.230.027	524.171
IV. Total cash outflow for investing activities (021 do 023)	024	6.318.825	2.906.774
B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)	025	0	0
B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES	026	5.169.309	2.806.270
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	30.185.558	71.499.768
3. Other proceeds from financial activities	029	82.000.000	25.906.110
V. Total cash inflows from financial activities (027 to 029)	030	112.185.558	97.405.878
1. Cash outflow for repayment of credit principal and bonds	031	42.586.515	89.801.317
2. Cash outflow for dividends paid	032		
3. Cash outflow for financial lease	033	1.673.281	1.709.024
4. Cash outflow for purchase of treasury shares	034		
5. Other cash outflow for financial activities	035	78.720.423	27.346.967
VI. Total cash outflow for financial activities (031 to 035)	036	122.980.219	118.857.308
C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	037	0	0
C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	038	10.794.661	21.451.430
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	15.389.731	14.595.802
Cash and cash equivalents at the beginning of the period	041	43.319.579	36.849.204
Increase of cash and cash equivalents	042	0	0
Decrease of cash and cash equivalents	043	15.389.731	14.595.802
Cash and cash equivalents at the end of the period	044	27.929.848	22.253.402

STATEMENT OF CHANGES IN EQUITY

for the period 01.01.2016 do 31.03.2016

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	56.393.357	56.393.357
4. Retained earnings or accumulated loss	004	95.792.725	100.041.303
5. Profit or loss for the current year	005	2.494.952	1.223.671
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		
10. Total capital and reserves (AOP 001 do 009)	010	414.649.195	417.626.492
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	414.649.195	417.626.492
17 b. Attributed to minority interest	019	6.677.117	5.616.347

Notes

THERE WERE NO ACCOUNTING POLICY CHANGES IN RELATION TO THE ANNUAL FINANCIAL REPORT FOR YEAR 2015.