



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

**STATEMENT OF PERSON RESPONSIBLE FOR PRODUCTION OF THE  
THREE-MONTH 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 financial reports of VIRO TVORNICA ŠEĆERA d.d., Zagreb 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 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 April 25, 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-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 (at quarter end)	185
Consolidated statement	NO	NKD/NWC code:	1081

Subsidiaries subject to consolidation (according to IFRS):

Registration number:

Subsidiary name	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

31.03.2016

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>	765.801.159	758.401.079
<b>I. INTANGIBLE ASSETS (004 to 009)</b>	<b>003</b>	86.315	74.064
1. Assets development	004		
2. Concessions, patents, licences fees, trade and service marks, software and other rights	005	86.315	74.064
3. Goodwill	006		
4. Prepayments for purchase of intangible assets	007		
5. Intangible assets in preparation	008		
6. Other intangible assets	009		
<b>II. TANGIBLE ASSETS (011 to 019)</b>	<b>010</b>	168.306.215	162.980.464
1. Land	011	5.548.592	5.548.592
2. Buildings	012	71.331.533	70.569.661
3. Plant and equipment	013	83.772.355	79.022.092
4. Tools, facility inventory and transport assets	014		
5. Biological assets	015		
6. Prepayments for tangible assets	016	307.627	507.651
7. Tangible assets in progress	017	5.112.658	5.136.388
8. Other tangible assets	018	9.300	9.300
9. Investments in buildings	019	2.224.150	2.186.780
<b>III. LONG-TERM FINANCIAL ASSETS (021 to 028)</b>	<b>020</b>	597.408.629	595.346.551
1. Investments (shares) with related parties	021	419.450.043	419.450.043
2. Loans given to related parties	022	177.343.482	174.757.233
3. Participating interest (shares)	023		
4. Loans to entrepreneurs in whom the entity holds participating interests	024		
5. Investments in securities	025	3.248	3.247
6. Loans, deposits and similar assets	026	611.856	1.136.028
7. Other long - term financial assets	027		
8. Investments accounted by equity method	028		
<b>IV. RECEIVABLES (030 to 032)</b>	<b>029</b>	0	0
1. Receivables from related parties	030		
2. Receivables from based on trade loans	031		
3. Other receivables	032		
<b>V. DEFERRED TAX ASSETS</b>	<b>033</b>		
<b>C) SHORT TERM ASSETS (035+043+050+058)</b>	<b>034</b>	435.839.083	331.465.768
<b>I. INVENTORIES (036 to 042)</b>	<b>035</b>	179.521.872	157.098.671
1. Raw-material and supplies	036	15.634.383	16.386.534
2. Work in progress	037		16.883.875
3. Finished goods	038	74.153.867	22.365.972
4. Merchandise	039	47.598.499	55.663.890
5. Prepayments for inventories	040	42.135.123	45.798.400
6. Long - term assets held for sales	041		
7. Biological assets	042		
<b>II. RECEIVABLES (044 to 049)</b>	<b>043</b>	204.219.640	115.443.740
1. Receivables from related parties	044	71.406.529	64.224.136
2. Accounts receivable	045	121.960.367	45.087.414
3. Receivables from participating parties	046		
4. Receivables from employees and members of related parties	047	2.372	645
5. Receivables from government and other institutions	048	10.743.689	5.999.937
6. Other receivables	049	106.683	131.608
<b>III. SHORT TERM FINANCIAL ASSETS (051 to 057)</b>	<b>050</b>	45.095.292	42.368.793
1. Shares (stocks) in related parties	051		
2. Loans given to related parties	052	1.735.697	6.305.712
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	35.656.652	34.671.425
7. Other financial assets	057	7.702.943	1.391.656
<b>IV. CASH AT BANK AND IN CASHIER</b>	<b>058</b>	7.002.279	16.554.564
<b>D) PREPAID EXPENSES AND ACCRUED REVENUE</b>	<b>059</b>	7.761.345	3.947.672
<b>E) TOTAL ASSETS (001+002+034+059)</b>	<b>060</b>	1.209.401.587	1.093.814.519
<b>F) OFF-BALANCE RECORDS</b>	<b>061</b>	281.936.097	198.367.135

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>628.667.495</b>	<b>632.045.659</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	<b>066</b>	12.480.003	12.480.003
2. Reserves for treasury shares	<b>067</b>	43.866.670	43.866.670
3. Treasury stocks and shares (deduction)	<b>068</b>	0	0
4. Statutory reserves	<b>069</b>		
5. Other reserves	<b>070</b>		
<b>IV. REVALUATION RESERVES</b>	<b>071</b>		
<b>V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)</b>	<b>072</b>	<b>318.901.121</b>	<b>312.352.661</b>
1. Retained earnings	<b>073</b>	318.901.121	312.352.661
2. Accumulated loss	<b>074</b>		
<b>VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)</b>	<b>075</b>	<b>-6.548.460</b>	<b>3.378.164</b>
1. Profit for the current year	<b>076</b>		3.378.164
2. Loss for the current year	<b>077</b>	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	<b>080</b>		
2. Reserves for tax liabilities	<b>081</b>		
3. Other reserves	<b>082</b>		
<b>C) LONG - TERM LIABILITIES (084 to 092)</b>	<b>083</b>	<b>305.499.913</b>	<b>282.846.940</b>
1. Liabilities to related parties	<b>084</b>		
2. Liabilities for loans, deposits etc.	<b>085</b>	4.015.994	3.235.368
3. Liabilities to banks and other financial institutions	<b>086</b>	301.483.919	279.611.572
4. Liabilities for received prepayments	<b>087</b>		
5. Accounts payable	<b>088</b>		
6. Liabilities arising from debt securities	<b>089</b>		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	<b>090</b>		
8. Other long-term liabilities	<b>091</b>		
9. Deferred tax liability	<b>092</b>		
<b>D) SHORT - TERM LIABILITIES (094 to 105)</b>	<b>093</b>	<b>274.543.567</b>	<b>178.453.854</b>
1. Liabilities to related parties	<b>094</b>	2.393.482	228.276
2. Liabilities for loans, deposits etc.	<b>095</b>	7.992.303	7.260.032
3. Liabilities to banks and other financial institutions	<b>096</b>	66.603.095	87.459.275
4. Liabilities for received prepayments	<b>097</b>	3.275.008	1.734.357
5. Accounts payable	<b>098</b>	104.881.026	31.027.630
6. Liabilities arising from debt securities	<b>099</b>		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	<b>100</b>		
8. Liabilities to employees	<b>101</b>	1.155.944	1.112.316
9. Liabilities for taxes, contributions and similar fees	<b>102</b>	5.514.605	2.524.446
10. Liabilities to share - holders	<b>103</b>	31.703	30.963
11. Liabilities for long-term assets held for sale	<b>104</b>		
12. Other short - term liabilities	<b>105</b>	82.696.401	47.076.559
<b>E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD</b>	<b>106</b>	<b>690.612</b>	<b>468.066</b>
<b>F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)</b>	<b>107</b>	<b>1.209.401.587</b>	<b>1.093.814.519</b>
<b>G) OFF-BALANCE RECORDS</b>	<b>108</b>	<b>281.936.097</b>	<b>198.367.135</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	<b>109</b>		
2. Attributed to minority interest	<b>110</b>		

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

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>193.486.854</b>	<b>193.486.854</b>	<b>107.280.233</b>	<b>107.280.233</b>
1. Sales revenue	112	192.942.799	192.942.799	106.236.019	106.236.019
2. Other operating revenues	113	544.055	544.055	1.044.214	1.044.214
<b>II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)</b>	<b>114</b>	<b>190.156.461</b>	<b>190.156.461</b>	<b>105.254.509</b>	<b>105.254.509</b>
1. Changes in value of work in progress and finished products	115	42.466.196	42.466.196	35.621.973	35.621.973
2. Material costs (117 to 119)	116	131.368.896	131.368.896	53.909.039	53.909.039
a) Raw material and material costs	117	94.090.444	94.090.444	3.744.554	3.744.554
b) Costs of goods sold	118	29.552.604	29.552.604	42.782.044	42.782.044
c) Other external costs	119	7.725.848	7.725.848	7.382.441	7.382.441
3. Staff costs (121 to 123)	120	4.768.404	4.768.404	4.947.770	4.947.770
a) Net salaries and wages	121	2.931.939	2.931.939	3.049.510	3.049.510
b) Cost for taxes and contributions from salaries	122	1.140.000	1.140.000	1.175.036	1.175.036
c) Contributions on gross salaries	123	696.465	696.465	723.224	723.224
4. Depreciation	124	8.043.359	8.043.359	7.406.637	7.406.637
5. Other costs	125	2.290.469	2.290.469	2.657.288	2.657.288
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	1.219.137	1.219.137	711.802	711.802
<b>III. FINANCIAL INCOME (132 to 136)</b>	<b>131</b>	<b>3.357.217</b>	<b>3.357.217</b>	<b>7.337.706</b>	<b>7.337.706</b>
1. Interest income, foreign exchange gains, dividends and similar income from related	132	1.429.375	1.429.375	6.228	6.228
2. Interest income, foreign exchange gains, dividends and similar income from non-related	133	1.927.842	1.927.842	7.331.478	7.331.478
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135				
5. Other financial income	136				
<b>IV. FINANCIAL EXPENSES (138 do 141)</b>	<b>137</b>	<b>3.807.905</b>	<b>3.807.905</b>	<b>5.985.266</b>	<b>5.985.266</b>
1. Interest expenses, foreign exchange losses, dividends and similar expenses from related	138	161.305	161.305	2.586.249	2.586.249
2. Interest expenses, foreign exchange losses, dividends and similar expenses from non-	139	3.570.773	3.570.773	3.399.017	3.399.017
3. Unrealized losses (expenses) on financial assets	140				
4. Other financial expenses	141	75.827	75.827		
<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>196.844.071</b>	<b>196.844.071</b>	<b>114.617.939</b>	<b>114.617.939</b>
<b>X. TOTAL EXPENSES (114+137+143 + 145)</b>	<b>147</b>	<b>193.964.366</b>	<b>193.964.366</b>	<b>111.239.775</b>	<b>111.239.775</b>
<b>XI. PROFIT OR LOSS BEFORE TAXATION (146-147)</b>	<b>148</b>	<b>2.879.705</b>	<b>2.879.705</b>	<b>3.378.164</b>	<b>3.378.164</b>
1. Profit before taxation (146-147)	149	2.879.705	2.879.705	3.378.164	3.378.164
2. Loss before taxation (147-146)	150	0	0	0	0
<b>XII. PROFIT TAX</b>	<b>151</b>				
<b>XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)</b>	<b>152</b>	<b>2.879.705</b>	<b>2.879.705</b>	<b>3.378.164</b>	<b>3.378.164</b>
1. Profit for the period (149-151)	153	2.879.705	2.879.705	3.378.164	3.378.164
2. Loss for the period (151-148)	154	0	0	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				
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>2.879.705</b>	<b>2.879.705</b>	<b>3.378.164</b>	<b>3.378.164</b>
<b>II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 do 165)</b>	<b>158</b>	<b>0</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				
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>0</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>2.879.705</b>	<b>2.879.705</b>	<b>3.378.164</b>	<b>3.378.164</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 **01.01.2016** do **31.03.2016**

Item	AOP code	Last year	Current year
1	2	3	4
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
1. Profit before tax	001	2.879.705	3.378.164
2. Depreciation	002	8.043.359	7.406.637
3. Increase in short term liabilities	003	43.575.691	
4. Decrease in short term receivables	004		88.775.900
5. Decrease in inventories	005		22.423.201
6. Other increase in cash flow	006	15.058.134	6.540.172
<b>I. Total increase in cash flow from operating activities (001 to 006)</b>	<b>007</b>	<b>69.556.889</b>	<b>128.524.074</b>
1. Decrease in short term liabilities	008		116.213.623
2. Increase in short term receivables	009	608.303	
3. Increase in inventories	010	61.606.488	
4. Other decrease in cash flow	011	3.426.587	5.592.552
<b>II. Total decrease in cash flow from operating activities (008 to 011)</b>	<b>012</b>	<b>65.641.378</b>	<b>121.806.175</b>
<b>A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>013</b>	<b>3.915.511</b>	<b>6.717.899</b>
<b>A2) NET DECREASE IN IN CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>014</b>		
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
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	4.134.069	2.586.249
<b>III. Total cash inflows from investing activities (015 to 019)</b>	<b>020</b>	<b>4.621.414</b>	<b>2.686.753</b>
1. Cash outflow for purchase of long-term tangible and intangible assets	021	413.984	2.068.635
2. Cash outflow for acquisition of equity and debt financial instruments	022		
3. Other cash outflow for investing activities	023	2.230.027	524.171
<b>IV. Total cash outflow for investing activities (021 do 023)</b>	<b>024</b>	<b>2.644.011</b>	<b>2.592.806</b>
<b>B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)</b>	<b>025</b>	<b>1.977.403</b>	<b>93.947</b>
<b>B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>026</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	29.922.246	71.499.768
3. Other proceeds from financial activities	029	82.000.000	24.728.278
<b>V. Total cash inflows from financial activities (027 to 029)</b>	<b>030</b>	<b>111.922.246</b>	<b>96.228.046</b>
1. Cash outflow for repayment of credit principal and bonds	031	42.435.425	67.343.436
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	78.620.000	24.435.147
<b>VI. Total cash outflow for financial activities (031 to 035)</b>	<b>036</b>	<b>122.728.706</b>	<b>93.487.607</b>
<b>C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES</b>	<b>037</b>		<b>2.740.439</b>
<b>C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES</b>	<b>038</b>	<b>10.806.460</b>	
Total increase in cash flow (013 – 014 + 025 – 026 + 037 – 038)	039		9.552.285
Total decrease in cash flow (014 – 013 + 026 – 025 + 038 – 037)	040	4.913.546	
Cash and cash equivalents at the beginning of the period	041	15.100.276	7.002.279
Increase of cash and cash equivalents	042	0	9.552.285
Decrease of cash and cash equivalents	043	4.913.546	0
Cash and cash equivalents at the end of the period	044	10.186.730	16.554.564

## STATEMENT OF CHANGES IN EQUITY

for the period 01.01.2016 do 31.03.2016

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	318.901.121	312.352.661
5. Profit or loss for the current year	005	-6.548.460	3.378.164
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>628.667.495</b>	<b>632.045.659</b>
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		
<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		