



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

**STATEMENT OF PERSON RESPONSIBLE FOR PRODUCTION OF THE
THREE-MONTH REPORT FOR 4Q 2016**

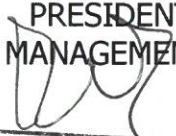
With this statement, in compliance with article 410 of the Law on capital market, I state that to the best of our knowledge

- the set of financial reports of VIRO TVORNICA ŠEĆERA d.d., Zagreb for the period I-XII 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 February 22, 2017

RESPONSIBLE PERSON

PRESIDENT OF THE
MANAGEMENT BOARD:


Zeljko Zadro, dipl.oec

TVORNICA ŠEĆERA d.d. 4
ZAGREB

Appendix 1

Reporting period:

1.1.2016

to

31.12.2016

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 | 198 |

(at quarter end)

Consolidated statement | NO |

NKD/NWC code: | 1081 |

Subsidiaries subject to consolidation (according to IFRS):

Registration number:

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 31.12.2016

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	765.801.159	749.273.897
I. INTANGIBLE ASSETS (004 to 009)	003	86.315	136.740
1. Assets development	004		
2. Concessions, patents, licences fees, trade and service marks, software and other rights	005	86.315	136.740
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	168.306.215	179.990.028
1. Land	011	5.548.592	5.548.592
2. Buildings	012	71.331.533	68.340.805
3. Plant and equipment	013	83.772.355	66.153.617
4. Tools, facility inventory and transport assets	014		
5. Biological assets	015		
6. Prepayments for tangible assets	016	307.627	34.576.964
7. Tangible assets in progress	017	5.112.658	3.286.081
8. Other tangible assets	018	9.300	9.300
9. Investments in buildings	019	2.224.150	2.074.669
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	597.408.629	569.147.129
1. Investments (shares) with related parties	021	419.450.043	419.450.043
2. Loans given to related parties	022	177.343.482	149.216.583
3. Participating interest (shares)	023		
4. Loans to entrepreneurs in whom the entity holds participating interests	024		
5. Investments in securities	025	3.248	3.248
6. Loans, deposits and similar assets	026	611.856	477.255
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	435.839.083	668.453.422
I. INVENTORIES (036 to 042)	035	179.521.872	434.941.674
1. Raw-material and supplies	036	15.634.383	55.191.037
2. Work in progress	037		
3. Finished goods	038	74.153.867	213.847.092
4. Merchandise	039	47.598.499	116.054.925
5. Prepayments for inventories	040	42.135.123	49.848.620
6. Long - term assets held for sales	041		
7. Biological assets	042		
II. RECEIVABLES (044 to 049)	043	204.219.640	184.412.623
1. Receivables from related parties	044	71.406.529	1.259.876
2. Accounts receivable	045	121.960.367	133.612.862
3. Receivables from participating parties	046		
4. Receivables from employees and members of related parties	047	2.372	890
5. Receivables from government and other institutions	048	10.743.689	49.421.570
6. Other receivables	049	106.683	117.425
III. SHORT TERM FINANCIAL ASSETS (051 to 057)	050	45.095.292	26.687.789
1. Shares (stocks) in related parties	051		
2. Loans given to related parties	052	1.735.697	4.681.963
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	12.632.314
7. Other financial assets	057	7.702.943	9.373.512
IV. CASH AT BANK AND IN CASHIER	058	7.002.279	22.411.336
D) PREPAID EXPENSES AND ACCRUED REVENUE	059	7.761.345	5.501.947
E) TOTAL ASSETS (001+002+034+059)	060	1.209.401.587	1.423.229.266
F) OFF-BALANCE RECORDS	061	281.936.097	291.648.942

Item	AOP code	Last year (net)	Current year (net)
1	2	3	4
A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)	062	628.667.495	665.899.638
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	56.346.673	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	0	0
4. Statutory reserves	069		
5. Other reserves	070		
IV. REVALUATION RESERVES	071		
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	318.901.121	312.352.661
1. Retained earnings	073	318.901.121	312.352.661
2. Accumulated loss	074		
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	075	-6.548.460	37.232.143
1. Profit for the current year	076		37.232.143
2. Loss for the current year	077	6.548.460	
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	305.499.913	229.589.347
1. Liabilities to related parties	084		
2. Liabilities for loans, deposits etc.	085	4.015.994	1.375.750
3. Liabilities to banks and other financial institutions	086	301.483.919	228.213.597
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	274.543.567	527.558.401
1. Liabilities to related parties	094	2.393.482	30.738.212
2. Liabilities for loans, deposits etc.	095	7.992.303	7.443.244
3. Liabilities to banks and other financial institutions	096	66.603.095	101.174.511
4. Liabilities for received prepayments	097	3.275.008	1.302.698
5. Accounts payable	098	104.881.026	313.719.185
6. Liabilities arising from debt securities	099		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100		
8. Liabilities to employees	101	1.155.944	1.284.066
9. Liabilities for taxes, contributions and similar fees	102	5.514.605	2.101.273
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	82.696.401	69.764.249
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	690.612	181.880
F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)	107	1.209.401.587	1.423.229.266
G) OFF-BALANCE RECORDS	108	281.936.097	291.648.942
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 01.01.2016. do 31.12.2016.

VIRO TVORNICA ŠEĆERA d.d.

item	AOP code	Last year		Current year	
		Comulative	Quarterly	Comulative	Quarterly
1	2	3	4	5	6
I. OPERATING REVENUE (112+113)	111	920.723.764	415.001.950	700.509.756	357.913.815
1. Sales revenue	112	916.069.380	412.493.177	696.989.106	356.312.911
2. Other operating revenues	113	4.654.384	2.508.773	3.520.650	1.600.904
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	917.161.191	428.217.826	656.350.120	320.602.802
1. Changes in value of work in progress and finished products	115	168.687.561	148.986.742	-138.523.037	-82.897.367
2. Material costs (117 to 119)	116	679.505.672	259.437.299	725.178.607	382.045.364
a) Raw material and material costs	117	338.787.709	120.498.510	510.624.754	335.806.332
b) Costs of goods sold	118	305.901.254	133.092.481	181.160.920	37.442.516
c) Other external costs	119	34.816.709	5.846.308	33.392.933	8.796.516
3. Staff costs (121 to 123)	120	19.829.901	5.318.534	21.966.324	6.185.503
a) Net salaries and wages	121	12.245.975	3.309.141	13.578.823	3.850.366
b) Cost for taxes and contributions from salaries	122	4.683.623	1.231.984	5.194.585	1.439.383
c) Contributions on gross salaries	123	2.900.303	777.409	3.192.916	895.754
4. Depreciation	124	31.256.001	7.427.441	28.759.248	6.574.580
5. Other costs	125	10.734.767	3.071.182	10.773.515	2.736.376
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	7.147.289	3.976.628	8.195.463	5.958.346
III. FINANCIAL INCOME (132 to 136)	131	11.950.936	1.758.196	13.825.221	4.127.499
1. Interest income, foreign exchange gains, dividends and similar income from related parties	132	2.491.641	504.949	2.804.648	2.105.806
2. Interest income, foreign exchange gains, dividends and similar income from non - related parties and other entities	133	9.157.795	1.253.247	10.520.573	2.021.693
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135	301.500		500.000	
5. Other financial income	136				
IV. FINANCIAL EXPENSES (138 do 141)	137	22.061.969	9.115.288	20.752.714	7.063.143
1. Interest expenses, foreign exchange losses, dividends and similar expenses from related parties	138	927.316		2.957.899	1
2. Interest expenses, foreign exchange losses, dividends and similar expenses from non - related parties and other entities	139	20.693.318	8.808.023	17.292.315	6.933.142
3. Unrealized losses (expenses) on financial assets	140			502.500	130.000
4. Other financial expenses	141	441.335	307.265		
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	932.674.700	416.760.146	714.334.977	362.041.314
X. TOTAL EXPENSES (114+137+143 + 145)	147	939.223.160	437.333.114	677.102.834	327.665.945
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	-6.548.460	-20.572.968	37.232.143	34.375.369
1. Profit before taxation (146-147)	149	0	0	37.232.143	34.375.369
2. Loss before taxation (147-146)	150	6.548.460	20.572.968	0	0
XII. PROFIT TAX	151				
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	-6.548.460	-20.572.968	37.232.143	34.375.369
1. Profit for the period (149-151)	153	0	0	37.232.143	34.375.369
2. Loss for the period (151-148)	154	6.548.460	20.572.968	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	-6.548.460	-20.572.968	37.232.143	34.375.369
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 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	0	0	0	0
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)	168	-6.548.460	-20.572.968	37.232.143	34.375.369
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 1.1.2016 do 31.12.2016

Item	AOP code	Last year	Current year
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax	001	-6.548.460	37.232.143
2. Depreciation	002	31.256.001	28.759.248
3. Increase in short term liabilities	003		218.992.477
4. Decrease in short term receivables	004		19.807.017
5. Decrease in inventories	005	148.883.732	
6. Other increase in cash flow	006	12.388.084	20.666.901
I. Total increase in cash flow from operating activities (001 to 006)	007	185.979.357	325.457.786
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		255.419.802
4. Other decrease in cash flow	011	6.273.084	6.114.639
II. Total decrease in cash flow from operating activities (008 to 011)	012	187.509.051	261.534.441
A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES AKTIVNOSTI (007-012)	013		63.923.345
A2) NET DECREASE IN CASH FLOW FROM OPERATING ACTIVITIES AKTIVNOSTI (012-007)	014	1.529.694	
CASH FLOW FROM INVESTING ACTIVITIES			
1. Cash inflows from sales of long-term tangible and intangible assets	015	13.344	217.805
2. Cash inflows from sales of equity and debt instruments	016		
3. Interests receipts	017	2.683.636	1.679.568
4. Dividend receipts	018	40.596	56.703
5. Other cash inflows from investing activities	019	47.639.936	34.039.033
III. Total cash inflows from investing activities (015 to 019)	020	50.377.512	35.993.109
1. Cash outflow for purchase of long-term tangible and intangible assets	021	13.536.041	40.711.291
2. Cash outflow for acquisition of equity and debt financial instruments	022		
3. Other cash outflow for investing activities	023	108.420.045	5.777.533
IV. Total cash outflow for investing activities (021 do 023)	024	121.956.086	46.488.824
B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)	025		
B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES AKTIVNOSTI (024-020)	026	71.578.574	10.495.715
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	465.716.896	177.339.572
3. Other proceeds from financial activities	029	338.000.000	247.628.278
V. Total cash inflows from financial activities (027 to 029)	030	803.716.896	424.967.850
1. Cash outflow for repayment of credit principal and bonds	031	392.268.843	212.228.499
2. Cash outflow for dividends paid	032		
3. Cash outflow for financial lease	033	6.627.929	5.977.777
4. Cash outflow for purchase of treasury shares	034		
5. Other cash outflow for financial activities	035	339.809.853	244.780.147
VI. Total cash outflow for financial activities (031 to 035)	036	738.706.625	462.986.423
C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES AKTIVNOSTI (030-036)	037	65.010.271	
C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES AKTIVNOSTI (036-030)	038		38.018.573
Total increase in cash flow (013 – 014 + 025 – 026 + 037 – 038)	039		15.409.057
Total decrease in cash flow (014 – 013 + 026 – 025 + 038 – 037)	040	8.097.997	
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	15.409.057
Decrease of cash and cash equivalents	043	8.097.997	0
Cash and cash equivalents at the end of the period	044	7.002.279	22.411.336

STATEMENT OF CHANGES IN EQUITY

for the period 1.1.2016 do 31.12.2016

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	37.232.143
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	628.667.495	665.899.638
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 2015.