



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

**STATEMENT OF PERSON RESPONSIBLE FOR PRODUCTION OF THE
CONSOLIDATED REPORT FOR 1Q 2017**

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 2017, 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, 2017

RESPONSIBLE PERSON:

PRESIDENT OF THE MANAGEMENT BOARD

Željko Zadro, dipl.oec.



MEMBER OF THE MANAGEMENT BOARD

Darko Krstić, dipl.oec

MEMBER OF THE MANAGEMENT BOARD

Ivo Rešić, mr.sc.

Appendix 1

Reporting period:

01.01.2017.

to

31.03.2017.

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.hrInternet address: www.secerana.hrCode and name of comune/town **133** **ZAGREB**Code and county name **21** **GRAD ZAGREB**Number of employees **464**
(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.hrSurname 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 31.03.2017.

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	543.336.279	530.829.121
I. INTANGIBLE ASSETS (004 to 009)	003	769.909	681.384
1. Assets development	004		
2. Concessions, patents, licences fees, trade and service marks, software and other rights	005	769.909	681.384
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	536.749.935	524.359.528
1. Land	011	38.540.921	38.540.921
2. Buildings	012	228.037.294	224.676.837
3. Plant and equipment	013	194.768.612	184.916.914
4. Tools, facility inventory and transport assets	014	2.712.606	2.531.603
5. Biological assets	015		
6. Prepayments for tangible assets	016	34.576.964	34.308.562
7. Tangible assets in progress	017	35.993.969	37.302.492
8. Other tangible assets	018	44.900	44.900
9. Investments in buildings	019	2.074.669	2.037.299
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	5.226.520	5.198.294
1. Investments (shares) with related parties	021	900.000	900.000
2. Loans given to related parties	022		
3. Participating interest (shares)	023		
4. Loans to entrepreneurs in whom the entity holds participating interests	024		
5. Investments in securities	025	910.606	921.115
6. Loans, deposits and similar assets	026	3.415.914	3.377.179
7. Other long - term financial assets	027		
8. Investments accounted by equity method	028		
IV. RECEIVABLES (030 to 032)	029	589.915	589.915
1. Receivables from related parties	030		
2. Receivables from based on trade loans	031		
3. Other receivables	032	589.915	589.915
V. DEFERRED TAX ASSETS	033		
C) SHORT TERM ASSETS (035+043+050+058)	034	928.099.253	797.864.037
I. INVENTORIES (036 to 042)	035	635.711.354	592.641.749
1. Raw-material and supplies	036	76.486.835	78.789.554
2. Work in progress	037		28.972.194
3. Finished goods	038	373.566.269	286.756.101
4. Merchandise	039	134.836.805	135.406.821
5. Prepayments for inventories	040	50.821.445	62.717.079
6. Long - term assets held for sales	041		
7. Biological assets	042		
II. RECEIVABLES (044 to 049)	043	241.144.333	174.080.658
1. Receivables from related parties	044	2.422.079	2.142.499
2. Accounts receivable	045	173.217.676	161.661.364
3. Receivables from participating parties	046		
4. Receivables from employees and members of related parties	047	5.785	5.843
5. Receivables from government and other institutions	048	64.791.695	9.565.595
6. Other receivables	049	707.098	705.357
III. SHORT TERM FINANCIAL ASSETS (051 to 057)	050	23.373.920	16.205.294
1. Shares (stocks) in related parties	051		
2. Loans given to related parties	052		2.502.961
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	14.000.408	12.832.733
7. Other financial assets	057	9.373.512	869.600
IV. CASH AT BANK AND IN CASHIER	058	27.869.646	14.936.336
D) PREPAID EXPENSES AND ACCRUED REVENUE	059	11.332.940	8.290.058
E) TOTAL ASSETS (001+002+034+059)	060	1.482.768.472	1.336.983.216
F) OFF-BALANCE RECORDS	061	1.739.081.455	1.680.825.649

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	479.530.197	488.142.166
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	56.410.827	56.410.827
1. Reserves prescribed by law	066	12.525.652	12.525.652
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	18.505	18.505
IV. REVALUATION RESERVES	071		
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	99.270.607	155.510.045
1. Retained earnings	073	99.270.607	155.510.045
2. Accumulated loss	074		
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	075	57.514.007	9.916.970
1. Profit for the current year	076	57.514.007	9.916.970
2. Loss for the current year	077		
IX. MINORITY INTERESTS	078	6.366.595	6.336.163
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	243.460.737	222.205.126
1. Liabilities to related parties	084		
2. Liabilities for loans, deposits etc.	085	1.936.506	1.772.825
3. Liabilities to banks and other financial institutions	086	241.447.754	220.355.824
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	76.477	76.477
9. Deferred tax liability	092		
D) SHORT - TERM LIABILITIES (094 to 105)	093	755.547.863	623.871.938
1. Liabilities to related parties	094	35.000	31.078
2. Liabilities for loans, deposits etc.	095	12.921.646	6.477.169
3. Liabilities to banks and other financial institutions	096	202.505.024	218.113.260
4. Liabilities for received prepayments	097	1.675.462	5.189.022
5. Accounts payable	098	419.205.766	269.778.794
6. Liabilities arising from debt securities	099		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100		
8. Liabilities to employees	101	3.153.292	3.460.423
9. Liabilities for taxes, contributions and similar fees	102	4.916.880	7.660.374
10. Liabilities to share - holders	103	30.963	30.963
11. Liabilities for long-term assets held for sale	104		
12. Other short - term liabilities	105	111.103.830	113.130.855
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	3.776.466	2.310.777
F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)	107	1.482.768.472	1.336.983.216
G) OFF-BALANCE RECORDS	108	1.739.081.455	1.680.825.649
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	473.163.602	481.806.003
2. Attributed to minority interest	110	6.366.595	6.336.163

PROFIT AND LOSS ACCOUNT
for the period 01.01.2017. do 31.03.2017.

Item	AOP code	Last year		Current year	
		Comulative	Quarterly	Comulative	Quarterly
1	2	3	4	5	6
I. OPERATING REVENUE (112+113)	111	181.533.305	181.533.305	190.680.268	190.680.268
1. Sales revenue	112	176.495.523	176.495.523	189.396.410	189.396.410
2. Other operating revenues	113	5.037.782	5.037.782	1.283.858	1.283.858
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	181.264.039	181.264.039	191.182.329	191.182.329
1. Changes in value of work in progress and finished products	115	91.263.948	91.263.948	57.836.951	57.836.951
2. Material costs (117 to 119)	116	55.235.046	55.235.046	98.649.997	98.649.997
a) Raw material and material costs	117	8.955.225	8.955.225	8.550.205	8.550.205
b) Costs of goods sold	118	35.445.650	35.445.650	80.866.171	80.866.171
c) Other external costs	119	10.834.171	10.834.171	9.233.621	9.233.621
3. Staff costs (121 to 123)	120	12.330.091	12.330.091	12.527.642	12.527.642
a) Net salaries and wages	121	7.653.000	7.653.000	7.953.131	7.953.131
b) Cost for taxes and contributions from salaries	122	2.879.339	2.879.339	2.766.406	2.766.406
c) Contributions on gross salaries	123	1.797.752	1.797.752	1.808.105	1.808.105
4. Depreciation	124	14.955.290	14.955.290	13.655.653	13.655.653
5. Other costs	125	6.243.991	6.243.991	6.525.042	6.525.042
6. Impairment (127+128)	126	55.218	55.218	0	0
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	1.180.455	1.180.455	1.987.044	1.987.044
III. FINANCIAL INCOME (132 to 136)	131	8.418.000	8.418.000	17.299.924	17.299.924
1. Interest income, foreign exchange gains, dividends and similar income from related parties povezanim poduzetnicima	132	1.984	1.984	21.644	21.644
2. Interest income, foreign exchange gains, dividends and similar income from non - related	133	8.400.971	8.400.971	9.899.515	9.899.515
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135				
5. Other financial income	136	15.045	15.045	7.378.765	7.378.765
IV. FINANCIAL EXPENSES (138 do 141)	137	7.427.151	7.427.151	6.911.326	6.911.326
1. Interest expenses, foreign exchange losses, dividends and similar expenses from related	138			544.323	544.323
2. Interest expenses, foreign exchange losses, dividends and similar expenses from non -	139	7.421.758	7.421.758	6.071.903	6.071.903
3. Unrealized losses (expenses) on financial assets	140				
4. Other financial expenses	141	5.393	5.393	295.100	295.100
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	189.951.305	189.951.305	207.980.192	207.980.192
X. TOTAL EXPENSES (114+137+143 + 145)	147	188.691.190	188.691.190	198.093.655	198.093.655
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	1.260.115	1.260.115	9.886.537	9.886.537
1. Profit before taxation (146-147)	149	1.260.115	1.260.115	9.886.537	9.886.537
2. Loss before taxation (147-146)	150	0	0	0	0
XII. PROFIT TAX	151				
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	1.260.115	1.260.115	9.886.537	9.886.537
1. Profit for the period (149-151)	153	1.260.115	1.260.115	9.886.537	9.886.537
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	1.223.671	1.223.671	9.916.970	9.916.970
2. Attributed to minority interest	156	36.444	36.444	-30.433	-30.433
STATEMENT OF OTHER COMPREHENSIVE INCOME (IFRS)					
I. PROFIT OR LOSS FOR THE PERIOD (= 152)	157	1.260.115	1.260.115	9.886.537	9.886.537
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	1.260.115	1.260.115	9.886.537	9.886.537
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	1.223.671	1.223.671	9.916.970	9.916.970
2. Attributed to minority interest	170	36.444	36.444	-30.433	-30.433

STATEMENT OF CASH FLOWS - INDIRECT METHOD

for the period 01.01.2017 do 31.03.2017

Item 1	AOP code 2	Last year 3	Current year 4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax	001	1.260.115	9.886.537
2. Depreciation	002	14.955.290	13.655.653
3. Increase in short term liabilities	003		
4. Decrease in short term receivables	004	87.938.734	132.130.268
5. Decrease in inventories	005	71.978.298	65.718.986
6. Other increase in cash flow	006	6.543.523	1.858.159
I. Total increase in cash flow from operating activities (001 to 006)	007	182.675.960	223.249.603
1. Decrease in short term liabilities	008	167.408.088	211.595.113
2. Increase in short term receivables	009		
3. Increase in inventories	010		23.923.950
4. Other decrease in cash flow	011	5.605.974	62.137.748
II. Total decrease in cash flow from operating activities (008 to 011)	012	173.014.062	297.656.811
A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES	013	9.661.898	0
A2) NET DECREASE IN IN CASH FLOW FROM OPERATING ACTIVITIES	014	0	74.407.208
CASH FLOW FROM INVESTING ACTIVITIES			
1. Cash inflows from sales of long-term tangible and intangible assets	015		58.333
2. Cash inflows from sales of equity and debt instruments	016		
3. Interests receipts	017	100.504	116.003
4. Dividend receipts	018		
5. Other cash inflows from investing activities	019		1.779.973
III. Total cash inflows from investing activities (015 to 019)	020	100.504	1.954.309
1. Cash outflow for purchase of long-term tangible and intangible assets	021	2.382.603	1.235.055
2. Cash outflow for acquisition of equity and debt financial instruments	022		
3. Other cash outflow for investing activities	023	524.171	15.722
IV. Total cash outflow for investing activities (021 do 023)	024	2.906.774	1.250.777
B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)	025	0	703.532
B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES	026	2.806.270	0
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	71.499.768	149.578.861
3. Other proceeds from financial activities	029	25.906.110	
V. Total cash inflows from financial activities (027 to 029)	030	97.405.878	149.578.861
1. Cash outflow for repayment of credit principal and bonds	031	89.801.317	87.227.081
2. Cash outflow for dividends paid	032		
3. Cash outflow for financial lease	033	1.709.024	872.338
4. Cash outflow for purchase of treasury shares	034		
5. Other cash outflow for financial activities	035	27.346.967	709.076
VI. Total cash outflow for financial activities (031 to 035)	036	118.857.308	88.808.495
C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	037	0	60.770.366
C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	038	21.461.430	0
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	14.595.802	12.933.310
Cash and cash equivalents at the beginning of the period	041	36.849.204	27.869.646
Increase of cash and cash equivalents	042	0	0
Decrease of cash and cash equivalents	043	14.595.802	12.933.310
Cash and cash equivalents at the end of the period	044	22.253.402	14.936.336

STATEMENT OF CHANGES IN EQUITY
for the period **01.01.2017** do **31.03.2017**

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	56.410.827	56.410.827
4. Retained earnings or accumulated loss	004	99.270.607	155.510.045
5. Profit or loss for the current year	005	57.514.007	9.916.970
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	473.163.602	481.806.003
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		
17. Total increase or decrease in capital (AOP 011 do 016)	017	0	0
17 a. Attributed to equity holders of parent company	018	473.163.602	481.806.003
17 b. Attributed to minority interest	019	6.366.595	6.336.163

Notes

THERE WERE NO ACCOUNTING POLICY CHANGES IN RELATION TO THE ANNUAL FINANCIAL REPORT FOR YEAR 2016.