



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

**STATEMENT OF PERSON RESPONSIBLE FOR PRODUCTION OF THE  
THREE-MONTH REPORT FOR 1H 2018**

With this statement, in compliance with article 407, paragraph 2, an 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-VI 2018, 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 July 23, 2018

RESPONSIBLE PERSON

PRESIDENT OF THE  
MANAGEMENT BOARD:



  
Željko Zadro, dipl.oec

Darko Krstić, Member of the  
Management Board



Ivo Rešić, Member of the  
Management Board



**Appendix 1**  
Reporting period:

1.1.2018

to

30.6.2018

**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 209

(at quarter end)

NKD/NWC code: 1081

Consolidated statement NO

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

30.6.2018

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>	692.483.146	669.684.879
<b>I. INTANGIBLE ASSETS (004 to 009)</b>	<b>003</b>	515.755	1.387.089
1. Assets development	004		
2. Concessions, patents, licences fees, trade and service marks, software and other rights	005	515.755	1.387.089
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>	156.523.874	143.605.641
1. Land	011	5.548.592	5.548.592
2. Buildings	012	62.595.526	59.585.115
3. Plant and equipment	013	49.960.898	40.721.863
4. Tools, facility inventory and transport assets	014		
5. Biological assets	015		
6. Prepayments for tangible assets	016	34.254.275	33.643.053
7. Tangible assets in progress	017	2.230.095	2.247.271
8. Other tangible assets	018	9.300	9.300
9. Investments in buildings	019	1.925.188	1.850.447
<b>III. LONG-TERM FINANCIAL ASSETS (021 to 028)</b>	<b>020</b>	535.443.517	524.692.149
1. Investments (shares) with related parties	021	419.833.409	419.826.568
2. Loans given to related parties	022	115.338.105	104.590.564
3. Participating interest (shares)	023		
4. Loans to entrepreneurs in whom the entity holds participating interests	024		
5. Investments in securities	025	13.848	13.697
6. Loans, deposits and similar assets	026	258.155	261.320
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>	525.589.492	512.537.907
<b>I. INVENTORIES (036 to 042)</b>	<b>035</b>	168.479.068	91.116.495
1. Raw-material and supplies	036	15.746.983	16.392.755
2. Work in progress	037		28.382.407
3. Finished goods	038	125.761.431	2.988.839
4. Merchandise	039	22.475.298	38.505.285
5. Prepayments for inventories	040	4.495.356	4.847.209
6. Long - term assets held for sales	041		
7. Biological assets	042		
<b>II. RECEIVABLES (044 to 049)</b>	<b>043</b>	135.261.230	120.056.921
1. Receivables from related parties	044	45.106.773	15.862.620
2. Accounts receivable	045	80.332.841	87.993.388
3. Receivables from participating parties	046		
4. Receivables from employees and members of related parties	047	759	3.990
5. Receivables from government and other institutions	048	9.664.925	11.970.853
6. Other receivables	049	155.932	4.226.070
<b>III. SHORT TERM FINANCIAL ASSETS (051 to 057)</b>	<b>050</b>	159.166.060	277.172.355
1. Shares (stocks) in related parties	051		
2. Loans given to related parties	052	152.546.574	268.050.824
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	6.219.986	8.571.531
7. Other financial assets	057	399.500	550.000
<b>IV. CASH AT BANK AND IN CASHIER</b>	<b>058</b>	62.683.134	24.192.136
<b>D) PREPAID EXPENSES AND ACCRUED REVENUE</b>	<b>059</b>	1.503.946	2.299.305
<b>E) TOTAL ASSETS (001+002+034+059)</b>	<b>060</b>	1.219.576.584	1.184.522.091
<b>F) OFF-BALANCE RECORDS</b>	<b>061</b>	120.241.416	105.885.597



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>562.457.426</b>	<b>576.941.794</b>
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	51.711.553
1. Reserves prescribed by law	066	12.480.003	12.480.003
2. Reserves for treasury shares	067	43.866.670	39.231.550
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	349.584.804	246.142.592
1. Retained earnings	073	349.584.804	246.142.592
2. Accumulated loss	074		
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	075	-103.442.212	19.119.488
1. Profit for the current year	076		19.119.488
2. Loss for the current year	077	103.442.212	
IX. MINORITY INTERESTS	078		
<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>157.643.945</b>	<b>120.299.507</b>
1. Liabilities to related parties	084		
2. Liabilities for loans, deposits etc.	085	572.633	312.830
3. Liabilities to banks and other financial institutions	086	157.071.312	119.986.677
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>499.168.562</b>	<b>486.817.570</b>
1. Liabilities to related parties	094	5.174.487	9.552.119
2. Liabilities for loans, deposits etc.	095	12.999.840	4.840.394
3. Liabilities to banks and other financial institutions	096	259.345.545	383.940.341
4. Liabilities for received prepayments	097	13.553.903	21.207.237
5. Accounts payable	098	162.866.591	62.290.638
6. Liabilities arising from debt securities	099		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100		
8. Liabilities to employees	101	1.427.626	1.370.055
9. Liabilities for taxes, contributions and similar fees	102	6.566.560	775.248
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	37.203.047	2.810.575
<b>E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD</b>	<b>106</b>	<b>306.651</b>	<b>463.220</b>
<b>F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)</b>	<b>107</b>	<b>1.219.576.584</b>	<b>1.184.522.091</b>
<b>G) OFF-BALANCE RECORDS</b>	<b>108</b>	<b>120.241.416</b>	<b>105.885.597</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 01.01.2018. do 30.06.2018.

VIRO TVORNICA ŠEĆERA d.d.

Item	AOP code	Last year		Current year	
		Comulative	Quarterly	Comulative	Quarterly
1	2	3	4	5	6
<b>I. OPERATING REVENUE (112+113)</b>					
1. Sales revenue	111	424.674.161	246.753.193	331.656.828	132.924.617
2. Other operating revenues	112	423.599.945	246.355.560	323.490.559	124.821.432
	113	1.074.216	397.633	8.166.269	8.103.185
<b>II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)</b>	114	420.836.168	248.415.831	346.304.382	141.543.813
1. Changes in value of work in progress and finished products i and finished products	115	82.776.461	14.610.821	97.477.363	16.255.704
2. Material costs (117 to 119)	116	305.065.170	216.931.381	218.545.922	108.827.425
a) Raw material and material costs	117	96.751.554	93.961.250	4.652.890	2.627.327
b) Costs of goods sold	118	189.234.474	110.017.672	193.844.974	97.260.768
c) Other external costs	119	19.079.142	12.952.459	20.048.058	8.939.330
3. Staff costs (121 to 123)	120	11.612.802	6.533.329	10.946.418	5.530.948
a) Net salaries and wages	121	7.243.723	4.032.928	6.930.724	3.501.131
b) Cost for taxes and contributions from salaries	122	2.726.092	1.583.439	2.494.485	1.261.122
c) Contributions on gross salaries	123	1.642.987	916.962	1.521.209	768.695
4. Depreciation	124	13.119.856	6.590.754	12.682.268	6.330.844
5. Other costs	125	6.092.915	3.317.003	2.974.902	1.479.967
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	2.168.964	432.543	3.677.509	3.118.925
<b>III. FINANCIAL INCOME (132 to 136)</b>	131	20.227.531	3.473.020	46.755.085	15.125.797
1. Interest income, foreign exchange gains, dividends and similar income from related parties	132	1.418.837	1.134.762	6.420.032	3.584.793
2. Interest income, foreign exchange gains, dividends and similar income from non - related parties and other entities	133	11.443.842	2.338.258	6.407.172	2.899.691
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135			150.500	150.500
5. Other financial income	136	7.364.852		33.777.381	8.490.813
<b>IV. FINANCIAL EXPENSES (138 do 141)</b>	137	12.450.599	6.826.795	12.988.043	6.279.607
1. Interest expenses, foreign exchange losses, dividends and similar expenses from related parties	138	3.644.741	743.112	2.990.315	1.299.796
2. Interest expenses, foreign exchange losses, dividends and similar expenses from non - related parties and other entities	139	8.805.858	6.083.683	9.997.728	4.979.811
3. Unrealized losses (expenses) on financial assets	140				
4. Other financial expenses	141				
<b>V. INCOME FROM INVESTMENT - SHARE IN PROFIT OF ASSOCIATED ENTREPRENEURS</b>	142				
<b>VI. LOSS FROM INVESTMENT - SHARE IN LOSS OF ASSOCIATED ENTREPRENEURS</b>	143				
<b>VII. EXTRAORDINARY - OTHER INCOME</b>	144				
<b>VIII. EXTRAORDINARY - OTHER EXPENSES</b>	145				
<b>IX. TOTAL INCOME (111+131+142 + 144)</b>	146	444.901.692	250.226.213	378.411.913	148.050.414
<b>X. TOTAL EXPENSES (114+137+143 + 145)</b>	147	433.286.767	255.242.626	359.292.425	147.823.420
<b>XI. PROFIT OR LOSS BEFORE TAXATION (146-147)</b>	148	11.614.925	-5.016.413	19.119.488	226.994
1. Profit before taxation (146-147)	149	11.614.925	0	19.119.488	226.994
2. Loss before taxation (147-146)	150	0	5.016.413	0	0
<b>XII. PROFIT TAX</b>	151				
<b>XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)</b>	152	11.614.925	-5.016.413	19.119.488	226.994
1. Profit for the period (149-151)	153	11.614.925	0	19.119.488	226.994
2. Loss for the period (151-148)	154	0	5.016.413	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>	157	11.614.925	-5.016.413	19.119.488	226.994
<b>II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 do 165)</b>	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				
<b>III. TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD</b>	166				
<b>IV. NET OTHER COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (158-166)</b>	167	0	0	0	0
<b>V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)</b>	168	11.614.925	-5.016.413	19.119.488	226.994
<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 1.1.2018 do 30.6.2018

Item	AOP code	Last year	Current year
1	2	3	4
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
1. Profit before tax	001	11.614.925	19.119.488
2. Depreciation	002	13.119.856	12.682.268
3. Increase in short term liabilities	003		
4. Decrease in short term receivables	004	12.420.244	15.204.309
5. Decrease in inventories	005	61.744.279	77.362.573
6. Other increase in cash flow	006	2.982.679	156.569
<b>I. Total increase in cash flow from operating activities (001 to 006)</b>	<b>007</b>	<b>101.881.983</b>	<b>124.525.207</b>
1. Decrease in short term liabilities	008	118.785.088	123.677.584
2. Increase in short term receivables	009		
3. Increase in inventories	010		
4. Other decrease in cash flow	011	107.146.351	127.914.126
<b>II. Total decrease in cash flow from operating activities (008 to 011)</b>	<b>012</b>	<b>225.931.439</b>	<b>251.591.710</b>
<b>A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES AKTIVNOSTI (007-012)</b>	<b>013</b>		
<b>A2) NET DECREASE IN IN CASH FLOW FROM OPERATING ACTIVITIES AKTIVNOSTI (012-007)</b>	<b>014</b>	<b>124.049.456</b>	<b>127.066.503</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
1. Cash inflows from sales of long-term tangible and intangible assets	015	76.042	28.955
2. Cash inflows from sales of equity and debt instruments	016		
3. Interests receipts	017	562.607	5.102.187
4. Dividend receipts	018		75.390
5. Other cash inflows from investing activities	019	10.196.923	10.918.196
<b>III. Total cash inflows from investing activities (015 to 019)</b>	<b>020</b>	<b>10.835.572</b>	<b>16.124.728</b>
1. Cash outflow for purchase of long-term tangible and intangible assets	021	1.174.880	664.324
2. Cash outflow for acquisition of equity and debt financial instruments	022		
3. Other cash outflow for investing activities	023	28.663	166.828
<b>IV. Total cash outflow for investing activities (021 do 023)</b>	<b>024</b>	<b>1.203.543</b>	<b>831.152</b>
<b>B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)</b>	<b>025</b>	<b>9.632.029</b>	<b>15.293.576</b>
<b>B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES AKTIVNOSTI (024-020)</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	182.908.500	304.325.331
3. Other proceeds from financial activities	029	8.000.000	5.500.000
<b>V. Total cash inflows from financial activities (027 to 029)</b>	<b>030</b>	<b>190.908.500</b>	<b>309.825.331</b>
1. Cash outflow for repayment of credit principal and bonds	031	95.422.574	217.997.370
2. Cash outflow for dividends paid	032		
3. Cash outflow for financial lease	033	1.804.931	410.912
4. Cash outflow for purchase of treasury shares	034		4.635.120
5. Other cash outflow for financial activities	035	500.000	13.500.000
<b>VI. Total cash outflow for financial activities (031 to 035)</b>	<b>036</b>	<b>97.727.505</b>	<b>236.543.402</b>
<b>C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES AKTIVNOSTI (030-036)</b>	<b>037</b>	<b>93.180.995</b>	<b>73.281.929</b>
<b>C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES AKTIVNOSTI (036-030)</b>	<b>038</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	21.236.432	38.490.998
Cash and cash equivalents at the beginning of the period	041	22.411.336	62.683.134
Increase of cash and cash equivalents	042	0	0
Decrease of cash and cash equivalents	043	21.236.432	38.490.998
Cash and cash equivalents at the end of the period	044	1.174.904	24.192.136

## STATEMENT OF CHANGES IN EQUITY

for the period 1.1.2018 do 30.6.2018

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	51.711.553
4. Retained earnings or accumulated loss	004	349.584.804	246.142.592
5. Profit or loss for the current year	005	-103.442.212	19.119.488
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>562.457.426</b>	<b>576.941.794</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		

## Notes

THERE WERE NO ACCOUNTING POLICY CHANGES IN RELATION TO HTE ANNUAL FINANCIAL REPORT FOR YEAR 2017.