

**STATEMENT OF PERSON RESPONSIBLE FOR PRODUCTION OF THE
CONSOLIDATED REPORT FOR 4Q 2013**

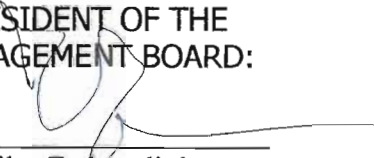
With this statement, in compliance with article 407 and article 410 of the Law on capital market, I state that to the best of our knowledge

- the set of consolidated financial reports of VIRO TVORNICA ŠEĆERA d.d., Virovitica and its subsidiaries for the period I-XII 2013, 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 Virovitica, on February 14, 2014

RESPONSIBLE PERSON

PRESIDENT OF THE
MANAGEMENT BOARD:


Željko Zadro, dipl.oec



Appendix 1

Reporting period:

01.01.2013

to

31.12.2013.

Quarterly Financial Report - TFI-POD

Registration number (MB)

Identification number of subject (MBS)

Personal identification number (OIB)

Issuer company:

Postal code and place

Street and number

E-mail address:

Internet address:

Code and name of comune/town

Code and county name Number of employees
(at quarter end)

Consolidated statement NKD/NWC code:

Subsidiaries subject to consolidation (according to IFRS):

Registration number:

SLADORANA d.d.	ŠEĆERANA 63, ŽUPANJA	03307484
SLAVONIJA NOVA d.d.	J.J.STROSSMAYERA 65, ŽUPANJA	01841009
VIRO-KOOPERACIJA d.o.o.	ŠEĆERANA 63, ŽUPANJA	02835398

Book keeping service:

Contact person:
(fill in only surname and name of contact person)

Phone number: Fascimile:

E-mail address:

Surname and name
(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

M.P.

(signed by authorised person for representation)



BALANCE SHEET

as at 31.12.2013.

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	715.428.950	663.778.681
I. INTANGIBLE ASSETS (004 to 009)	003	1.920.010	1.684.426
1. Assets development	004	395.598	195.493
2. Concessions, patents, licences fees, trade and service marks, software and other rights	005	1.224.012	1.111.383
3. Goodwill	006		
4. Prepayments for purchase of intangible assets	007		
5. Intangible assets in preparation	008	300.400	377.550
6. Other intangible assets	009		
II. TANGIBLE ASSETS (011 to 019)	010	670.455.686	626.003.478
1. Land	011	38.164.239	38.528.588
2. Buildings	012	270.937.574	263.793.539
3. Plant and equipment	013	344.653.382	308.260.681
4. Tools, facility inventory and transport assets	014	8.561.858	5.183.657
5. Biological assets	015		
6. Prepayments for tangible assets	016		562.042
7. Tangible assets in progress	017	5.421.140	7.106.959
8. Other tangible assets	018	44.900	44.900
9. Investments in buildings	019	2.672.593	2.523.112
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	43.015.933	35.886.711
1. Investments (shares) with related parties	021	1.416.310	900.000
2. Loans given to related parties	022		
3. Participating interest (shares)	023	3.098.960	1.953.434
4. Loans to entrepreneurs in whom the entity holds participating interests	024		
5. Investments in securities	025	50.250	44.624
6. Loans, deposits and similar assets	026	38.450.413	32.988.653
7. Other long - term financial assets	027		
8. Investments accounted by equity method	028		
IV. RECEIVABLES (030 to 032)	029	37.321	204.066
1. Receivables from related parties	030		
2. Receivables from based on trade loans	031		
3. Other receivables	032	37.321	204.066
V. DEFERRED TAX ASSETS	033		
C) SHORT TERM ASSETS (035+043+050+058)	034	1.018.881.857	1.111.509.351
I. INVENTORIES (036 to 042)	035	586.925.890	667.626.864
1. Raw-material and supplies	036	108.237.915	109.636.635
2. Work in progress	037		
3. Finished goods	038	407.480.652	478.422.404
4. Merchandise	039	48.830.652	65.634.902
5. Prepayments for inventories	040	22.376.671	13.932.923
6. Long - term assets held for sales	041		
7. Biological assets	042		
II. RECEIVABLES (044 to 049)	043	268.291.341	226.082.191
1. Receivables from related parties	044	2.430.091	80.154
2. Accounts receivable	045	150.055.439	171.387.096
3. Receivables from participating parties	046		
4. Receivables from employees and members of related parties	047	18.583	22.706
5. Receivables from government and other institutions	048	115.733.598	54.198.586
6. Other receivables	049	53.630	393.649
III. SHORT TERM FINANCIAL ASSETS (051 to 057)	050	132.156.311	64.838.454
1. Shares (stocks) in related parties	051		
2. Loans given to related parties	052		
3. Participating interests (shares)	053		
4. Loans to entrepreneurs in whom the entity holds participating interests	054		
5. Investments in securities	055	38.075.726	19.642.708
6. Loans, deposits, etc.	056	94.080.585	45.195.746
7. Other financial assets	057		
IV. CASH AT BANK AND IN CASHIER	058	31.508.315	152.961.842
D) PREPAID EXPENSES AND ACCRUED REVENUE:	059	9.251.271	12.533.399
E) TOTAL ASSETS (001+002+034+059)	060	1.743.562.078	1.787.821.431
F) OFF-BALANCE RECORDS	061	1.431.644.842	1.365.025.525

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	639.097.055	661.950.194
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	56.376.876
1. Reserves prescribed by law	066	12.480.003	12.514.967
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		-4.761
IV. REVALUATION RESERVES	071	3.726.291	1.222.294
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072	177.780.305	317.506.795
1. Retained earnings	073	177.780.305	317.506.795
2. Accumulated loss	074		
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	075	131.128.314	16.788.650
1. Profit for the current year	076	131.128.314	16.788.650
2. Loss for the current year	077		
IX. MINORITY INTERESTS	078	10.147.311	10.087.418
B) PROVISIONS (080 to 082)	079	50.837.118	35.102.579
1. Provisions for pensions, severance pay, and similar liabilities	080		
2. Reserves for tax liabilities	081		
3. Other reserves	082	50.837.118	35.102.579
C) LONG - TERM LIABILITIES (084 to 092)	083	179.628.626	240.753.734
1. Liabilities to related parties	084		
2. Liabilities for loans, deposits etc.	085	19.186.058	17.384.649
3. Liabilities to banks and other financial institutions	086	160.060.181	223.063.175
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	382.387	305.910
9. Deferred tax liability	092		
D) SHORT - TERM LIABILITIES (094 to 105)	093	867.351.837	846.356.046
1. Liabilities to related parties	094	6.592	568.145
2. Liabilities for loans, deposits etc.	095	26.426.690	12.144.346
3. Liabilities to banks and other financial institutions	096	152.967.583	248.930.776
4. Liabilities for received prepayments	097	221.114.292	69.339.528
5. Accounts payable	098	436.189.040	294.783.369
6. Liabilities arising from debt securities	099		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100		
8. Liabilities to employees	101	5.847.614	5.470.406
9. Liabilities for taxes, contributions and similar fees	102	6.119.751	6.550.926
10. Liabilities to share - holders	103	16.556.077	32.539
11. Liabilities for long-term assets held for sale	104		
12. Other short - term liabilities	105	2.124.198	208.536.011
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	6.647.442	3.658.878
F) TOTAL - CAPITAL AND LIABILITIES (062+079+083+093+106)	107	1.743.562.078	1.787.821.431
G) OFF-BALANCE RECORDS	108	1.431.644.842	1.365.025.525
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	628.949.744	651.862.776
2. Attributed to minority interest	110	10.147.311	10.087.418

PROFIT AND LOSS ACCOUNT
for the period 01.01.2013. do 31.12.2013.

Item	AOP code	Last year		Current year	
		Cumulative	Quarterly	Cumulative	Quarterly
1	2	3	4	5	6
I. OPERATING REVENUE (112+113)	111	1.488.344.605	636.807.879	979.314.473	384.870.492
1. Sales revenue	112	1.468.014.470	626.034.727	951.829.718	367.553.331
2. Other operating revenues	113	20.330.135	10.773.152	27.484.755	17.317.161
II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)	114	1.328.520.842	593.919.124	926.399.542	356.007.550
1. Changes in value of work in progress and finished products	115	896.251	-46.305.543	-68.450.957	-188.663.911
2. Material costs (117 to 119)	116	1.119.596.432	577.646.002	799.868.579	490.384.937
a) Raw material and material costs	117	802.617.590	463.218.507	609.862.342	434.160.900
b) Costs of goods sold	118	214.940.402	84.246.270	113.793.981	36.312.461
c) Other external costs	119	102.038.440	30.181.225	76.212.256	19.911.576
3. Staff costs (121 to 123)	120	88.929.302	23.034.459	82.555.187	21.872.552
a) Net salaries and wages	121	53.500.661	14.176.605	49.924.436	13.451.326
b) Cost for taxes and contributions from salaries	122	22.962.847	5.657.226	21.815.787	5.554.116
c) Contributions on gross salaries	123	12.465.794	3.200.628	10.814.964	2.867.110
4. Depreciation	124	72.115.666	18.080.778	71.683.404	16.721.348
5. Other costs	125	27.575.784	6.838.858	27.689.925	9.601.457
6. Impairment (127+128)	126	6.114.791	5.809.355	222.759	202
a) Impairment of long-term assets (financial assets excluded)	127	5.799.103	5.799.103		
b) Impairment of short-term assets (financial assets excluded)	128	315.688	10.252	222.759	202
7. Provisions	129	1.972.894	1.972.894	158.800	158.800
8. Other operating costs	130	11.319.722	7.042.521	12.671.845	5.932.165
III. FINANCIAL INCOME (132 to 136)	131	14.150.169	3.406.000	5.008.885	1.623.201
1. Interest income, foreign exchange gains, dividends and similar income from related parties povezanim poduzetnicima	132	77	0		
2. Interest income, foreign exchange gains, dividends and similar income from non-related	133	14.097.520	3.449.686	3.882.042	571.720
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135			1.040.001	1.040.001
5. Other financial income	136	52.572	-43.686	86.842	11.480
IV. FINANCIAL EXPENSES (138 do 141)	137	45.420.067	9.980.268	38.945.922	21.583.801
1. Interest expenses, foreign exchange losses, dividends and similar expenses from related	138	260.164	-325.957	1.850	
2. Interest expenses, foreign exchange losses, dividends and similar expenses from non-	139	39.809.340	10.029.368	30.693.923	13.720.756
3. Unrealized losses (expenses) on financial assets	140	3.950.000	200.000	1.625.527	1.476.027
4. Other financial expenses	141	1.400.563	76.857	6.624.622	6.387.018
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	1.502.494.774	640.213.879	984.323.358	386.493.693
X. TOTAL EXPENSES (114+137+143 + 145)	147	1.373.940.909	603.899.392	965.345.464	377.591.351
XI. PROFIT OR LOSS BEFORE TAXATION (146-147)	148	128.553.865	36.314.487	18.977.894	8.902.342
1. Profit before taxation (146-147)	149	128.553.865	36.314.487	18.977.894	8.902.342
2. Loss before taxation (147-146)	150	0	0	0	0
XII. PROFIT TAX	151	495.554	-2.084.142	2.180.847	585.270
XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	128.058.311	38.398.629	16.797.047	8.317.072
1. Profit for the period (149-151)	153	128.058.311	38.398.629	16.797.047	8.317.072
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	131.128.314	40.246.876	16.788.650	8.304.751
2. Attributed to minority interest	156	-3.070.003	-1.848.247	8.397	12.321
STATEMENT OF OTHER COMPREHENSIVE INCOME (IFRS)					
I. PROFIT OR LOSS FOR THE PERIOD (= 152)	157	128.058.311	38.398.629	16.797.047	8.317.072
II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 do 165)	158	2.503.997	625.999	2.503.997	625.999
1. Exchange differences on translation of foreign operations	159				
2. Movements in revaluation reserves of long-term tangible and intangible assets	160	2.503.997	625.999	2.503.997	625.999
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	2.503.997	625.999	2.503.997	625.999
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)	168	130.562.308	39.024.628	19.301.044	8.943.071
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	133.632.311	40.872.875	19.292.647	8.930.750
2. Attributed to minority interest	170	-3.070.003	-1.848.247	8.397	12.321

STATEMENT OF CASH FLOWS - INDIRECT METHOD

for the period 01.01.2013 do 31.12.2013

Item	AOP code	Last year	Current year
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax	001	128.553.865	18.977.894
2. Depreciation	002	72.115.666	71.683.404
3. Increase in short term liabilities	003	78.755.816	
4. Decrease in short term receivables	004	16.486.877	88.452.565
5. Decrease in inventories	005	32.653.803	11.484.431
6. Other increase in cash flow	006	44.352.011	29.064.175
I. Total increase in cash flow from operating activities (001 to 006)	007	372.918.038	219.662.469
1. Decrease in short term liabilities	008	10.126.174	191.314.736
2. Increase in short term receivables	009	27.048.076	
3. Increase in inventories	010	90.193.239	89.656.624
4. Other decrease in cash flow	011	72.726.931	19.884.471
II. Total decrease in cash flow from operating activities (008 to 011)	012	200.094.420	300.855.831
A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES	013	172.823.618	0
A2) NET DECREASE IN IN CASH FLOW FROM OPERATING ACTIVITIES	014	0	81.193.362
CASH FLOW FROM INVESTING ACTIVITIES			
1. Cash inflows from sales of long-term tangible and intangible assets	015	12.681.409	182.201
2. Cash inflows from sales of equity and debt instruments	016		
3. Interests receipts	017	2.442.364	3.313.917
4. Dividend receipts	018	191.079	
5. Other cash inflows from investing activities	019	27.454.204	27.440.943
III. Total cash inflows from investing activities (015 to 019)	020	42.769.056	30.937.061
1. Cash outflow for purchase of long-term tangible and intangible assets	021	69.328.161	27.192.036
2. Cash outflow for acquisition of equity and debt financial instruments	022	1.850.000	
3. Other cash outflow for investing activities	023	148.729.530	39.840.081
IV. Total cash outflow for investing activities (021 do 023)	024	219.907.691	67.032.117
B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)	025	0	0
B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES	026	177.138.635	36.095.056
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	213.268.362	447.802.488
3. Other proceeds from financial activities	029	310.665.871	278.541.000
V. Total cash inflows from financial activities (027 to 029)	030	523.934.233	726.343.488
1. Cash outflow for repayment of credit principal and bonds	031	231.481.600	203.349.634
2. Cash outflow for dividends paid	032	27.733.340	
3. Cash outflow for financial lease	033	8.635.447	7.273.400
4. Cash outflow for purchase of treasury shares	034		
5. Other cash outflow for financial activities	035	252.328.881	276.978.509
VI. Total cash outflow for financial activities (031 to 035)	036	520.179.268	487.601.543
C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	037	3.754.965	238.741.945
C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES	038	0	0
Total increase in cash flow (013 – 014 + 025 – 026 + 037 – 038)	039	0	121.453.527
Total decrease in cash flow (014 – 013 + 026 – 025 + 038 – 037)	040	560.052	0
Cash and cash equivalents at the beginning of the period	041	32.068.367	31.508.315
Increase of cash and cash equivalents	042		121.453.527
Decrease of cash and cash equivalents	043	560.052	0
Cash and cash equivalents at the end of the period	044	31.508.315	152.961.842

STATEMENT OF CHANGES IN EQUITY

for the period **01.01.2013** do **31.12.2013**

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	56.376.876
4. Retained earnings or accumulated loss	004	177.780.305	317.508.795
5. Profit or loss for the current year	005	131.128.314	16.788.650
6. Revaluation of long - term tangible assets	006	3.726.291	1.222.294
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	628.949.744	651.862.776
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	628.949.744	651.862.776
17 b. Attributed to minority interest	019	10.147.311	10.087.418

Notes

THERE WERE NO ACCOUNTING POLICY CHANGES IN RELATION TO THE ANNUAL FINANCIAL REPORT FOR YEAR 2012.