

Annex 1.

Reporting period

1/1/2016

to

Annual financial report GFI-POD

Tax number (MB): 01244272

Company registration number (MRS): 080111595

Personal identification number (OIB): 59064993527

Issuing company: GRANOLIO d.d.

Postal code and place: 10000 ZAGREB

Street and house number: BUDMANIJEVA 5

E-mail address: granolio@granolio.hrInternet address: www.granolio.hr

Municipality/city code and name: 133 ZAGREB

County code and name: 21 GRAD ZAGREB

Consolidated report: YES

Companies of the consolidation subject (according to IFRS)

Seat:

GRANOLIO D.D.	ZAGREB
ZDENAČKA FARMA D.O.O.	VELIKI ZDENCI
PRERADA ŽITARICA D.O.O.	GRUBIŠNO POLJE
ZDENKA - MLIJEČNI PROIZVODI D.O.O.	VELIKI ZDENCI
ŽITAR D.O.O.	DONJI MIHOLJAC
ŽITAR KONTO D.O.O.	DONJI MIHOLJAC

Bookkeeping service: _____

Contact person: JASENKA KORDIĆ
(only surname and name)

Telephone: 01/6320261 Telefax: _____

E-mail address: jkordic@granolio.hrFamily name and name: HRVOJE FILIPOVIĆ
(person authorized to represent the company)

12/31/2016

Number of employees: **488**

(period end)

NKD code: **1061**

MB:

01244272

02095777

02095696

01623982

01443119

04212517

01/6320224

erson authorized to represent the company)

Balance Sheet
as of 31.12.2016

Company: GRANOLIO d.d.	
Position	AOP
1	2
ASSETS	
A) RECEIVABLES FOR SUBSCRIBED BUT NOT PAID-IN CAPITAL	001
B) LONG-TERM ASSETS (003+010+020+029+033)	002
I. INTANGIBLE ASSETS (004 do 009)	003
1. Assets development	004
2. Concessions, patents, licenses, trademarks, service marks, software and other rights	005
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 do 019)	010
1. Land	011
2. Buildings	012
3. Plant and equipment	013
4. Tools, working inventory and transportation assets	014
5. Biological assets	015
6. Prepayments for tangible assets	016
7. Tangible assets in progress	017
8. Other tangible assets	018
9. Investments in buildings	019
III. LONG-TERM FINANCIAL ASSETS (021 do 028)	020
1. Investments (shares) with related parties	021
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
6. Loans, deposits and similar assets	026
7. Other long - term financial assets	027
8. Investments accounted by equity method	028
IV. RECEIVABLES (030 do 032)	029
1. Receivables from related parties	030
2. Receivables from based on trade loans	031
3. Other receivables	032
V. DEFERRED TAX ASSET	033
C) SHORT TERM ASSETS (035+043+050+058)	034
I. INVENTORIES (036 do 042)	035
1. Raw materials and supplies	036
2. Work in progress	037
3. Finished goods	038
4. Merchandise	039
5. Prepayments for inventories	040
6. Long term assets held for sale	041
7. Biological assets	042
II. RECEIVABLES (044 do 049)	043
1. Receivables from related parties	044
2. Accounts receivable	045
3. Receivables from participating parties	046
4. Receivables from employees and members of related parties	047

5. Receivables from government and other institutions	048
6. Other receivables	049
III. SHORT TERM FINANCIAL ASSETS (051 do 057)	050
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
6. Loans, deposits, etc.	056
7. Other financial assets	057
IV. CASH AND CASH EQUIVALENTS	058
D) PREPAID EXPENSES AND ACCRUED REVENUE	059
E) TOTAL ASSETS (001+002+034+059)	060
F) OFF-BALANCE RECORDS	061

EQUITY AND LIABILITIES	
A) ISSUED CAPITAL AND RESERVES (063+064+065+071+072+075+078)	062
I. SUBSCRIBED SHARE CAPITAL	063
II. CAPITAL RESERVES	064
III. RESERVES FROM PROFIT (066+067-068+069+070)	065
1. Reserves prescribed by law	066
2. Reserves for treasury shares	067
3. Treasury shares (deductible items)	068
4. Statutory reserves	069
5. Other reserves	070
IV. REVALUATION RESERVES	071
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	072
1. Retained earnings	073
2. Accumulated loss	074
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	075
1. Profit for the current year	076
2. Loss for the current year	077
VII. MINORITY INTEREST	078
B) PROVISIONS (080 do 082)	079
1. Provisions for pensions, severance pay and similar liabilities	080
2. Provisions for tax liabilities	081
3. Other provisions	082
C) LONG - TERM LIABILITIES (084 do 092)	083
1. Liabilities to related parties	084
2. Liabilities for loans, deposits, etc.	085
3. Liabilities to banks and other financial institutions	086
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 do 105)	093
1. Liabilities to related parties	094
2. Liabilities for loans, deposits, etc.	095
3. Liabilities to banks and other financial institutions	096
4. Liabilities for received prepayments	097
5. Accounts payable	098
6. Liabilities arising from debt securities	099
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100
8. Liabilities to employees	101
9. Liabilities for taxes, contributions and similar fees	102
10. Liabilities to share - holders	103
11. Liabilities for long-term assets held for sale	104
12. Other short - term liabilities	105
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106
F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)	107
G) OFF-BALANCE RECORDS	108
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. Attributable to minority interest	110

Previous period	Current period
3	4
596,406,026	578,546,115
188,875,484	187,085,450
0	0
121,134,245	121,010,211
60,379,072	60,379,072
0	0
0	0
7,362,167	5,696,167
377,614,949	362,311,987
27,362,704	27,668,452
234,107,823	230,490,380
73,907,487	67,677,246
3,051,260	3,297,415
11,399,835	10,626,471
326,290	259,709
24,522,991	21,777,202
85,030	83,112
2,851,529	432,000
29,900,593	27,023,566
0	0
0	0
0	0
0	0
0	0
9,428,404	6,551,376
20,472,190	20,472,190
0	0
15,000	25,111
0	0
0	0
15,000	25,111
0	2,100,000
355,387,852	414,454,289
108,938,184	90,701,654
56,935,547	24,362,650
10,424,738	8,917,080
25,790,300	29,038,079
15,731,197	28,368,130
56,402	15,715
0	0
0	0
194,253,685	285,925,497
507,912	330,668
173,091,842	167,141,969
0	0
34,063	10,786

13,536,151	10,863,809
7,083,716	107,578,264
29,770,052	28,097,767
0	0
20,120,845	20,558,658
0	0
0	0
696,026	881,994
8,953,181	6,657,115
0	0
22,425,931	9,729,371
5,307,463	4,600,594
957,101,341	997,600,997
16,245,585	23,560,428

232,514,314	237,208,256
19,016,430	19,016,430
84,186,547	84,186,547
183,484	1,083,227
183,484	283,227
0	800,000
64,473,012	61,561,956
-5,125,637	7,812,413
	7,812,413
5,125,637	
11,149,794	2,406,269
11,149,794	2,406,269
58,630,686	61,141,415
249,821	0
0	0
0	0
249,821	0
383,292,406	351,567,682
0	0
11,453	11,337
366,923,849	335,953,544
0	0
238,851	212,312
0	0
0	0
0	0
16,118,253	15,390,489
326,691,154	396,020,238
0	0
0	0
96,041,511	136,578,173
2,882,763	3,653,467
130,612,145	103,073,841
80,887,770	39,770,000
0	0
2,337,948	2,521,343
10,775,124	6,830,478
0	0
0	0
3,153,894	103,592,936
14,353,646	12,804,821
957,101,342	997,600,998
16,245,585	23,560,428
173,883,629	176,066,841
58,630,686	61,141,415

Income statement
period 01.01.2016. to 31.12.2016.

Company: GRANOLIO d.d.

Position	AOP	Previous period	Current period
1	2	3	4
I. OPERATING REVENUE (112 do 113)	111	938,217,697	842,988,481
1. Sales revenue	112	900,270,185	810,075,354
2. Other operating revenues	113	37,947,511	32,913,127
II. OPERATING COSTS (115+116+120+124+125+126+129+130)	114	896,860,250	809,761,597
1. Changes in value of work in progress and finished products	115	-9,173,189	-4,280,655
2. Material costs (117 do 119)	116	802,714,779	710,226,866
a) Raw material and material costs	117	396,823,533	343,835,855
b) Cost of goods sold	118	344,402,884	308,144,157
c) Other external costs	119	61,488,362	58,246,855
3. Staff costs (121 do 123)	120	42,623,460	45,603,435
a) Net salaries and wages	121	26,075,536	27,727,544
b) Tax and contributions from salary expenses	122	10,342,777	11,184,918
c) Contributions on gross salaries	123	6,205,146	6,690,972
4. Depreciation and amortisation	124	30,252,637	31,201,964
5. Other costs	125	11,826,008	9,843,030
6. Impairment (127+128)	126	967,784	3,794,123
a) Impairment of long-term assets (financial assets excluded)	127	0	0
b) Impairment of short - term assets (financial assets excluded)	128	967,784	3,794,123
7. Provisions	129	0	0
8. Other operating costs	130	17,648,772	13,372,834
III. FINANCIAL INCOME (132 do 136)	131	10,218,997	5,069,104
1. Interest income, foreign exchange gains, dividends and similar income from related parties	132	245,495	245,598
2. Interest income, foreign exchange gains, dividends and similar income from non - related parties and other entities	133	7,741,907	4,663,956
3. Share in income from affiliated entrepreneurs and participating interests	134	0	0
4. Unrealized gains (income) from financial assets	135	0	0
5. Other financial income	136	2,231,595	159,549
IV. FINANCIAL EXPENSES (138 do 141)	137	31,925,932	33,398,173
1. Interest expenses, foreign exchange losses, dividends and similar expenses from related parties	138	0	0
2. Interest expenses, foreign exchange losses, dividends and similar expenses from non - related parties and other entities	139	31,745,367	33,134,407
3. Unrealized losses (expenses) on financial assets	140	28,932	0
4. Other financial expenses	141	151,633	263,766
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+144)	146	948,436,694	848,057,585
X. TOTAL EXPENSES (114+137+143+145)	147	928,786,182	843,159,770
XI. PROFIT OR LOSS BEFORE TAXES (146-147)	148	19,650,512	4,897,814
1. Profit before taxes (146-147)	149	19,650,512	4,897,814
2. Loss before taxes (147-146)	150	0	0
XII. PROFIT TAX	151	3,581,715	-19,902
XII. PROFIT OR LOSS FOR THE PERIOD (148-151)	152	16,068,797	4,917,716
1. Profit for the period (149-151)	153	16,068,797	4,917,716
2. Loss for the period (151-148)	154	0	0
ADDITION TO PROFIT AND LOSS ACCOUNT (only for consolidated financial statements)			
XIV. PROFIT OR LOSS FOR THE PERIOD			
1. Attributed to equity holders of parent company	155	11,149,794	2,406,269
2. Attributable to minority interest	156	4,919,003	2,511,447
STATEMENT OF OTHER COMPREHENSIVE INCOME (only for IFRS adopters)			
I. PROFIT OR LOSS FOR THE PERIOD (=152)	157	16,068,797	4,917,716
II. OTHER COMPREHENSIVE INCOME/LOSS BEFORE TAXES (159 TO 165)	158	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
V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)	168	16,068,797	4,917,716
ADDITION TO STATEMENT OF OTHER COMPREHENSIVE INCOME (only for consolidated financial statements)			
VI. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD			
1. Attributed to equity holders of parent company	169		
2. Attributed to minority interest	170		

Cash flow statement - indirect method
period 01.01.2016 to 31.12.2016

Company: GRANOLIO d.d.	
Position	AOP
1	2
CASH FLOWS FROM OPERATING ACTIVITIES	
1. Profit before tax	001
2. Depreciation and amortisation	002
3. Increase in short term liabilities	003
4. Decrease in short term receivables	004
5. Decrease in inventories	005
6. Other increase in cash flow	006
I. Total increase in cash flow from operating activities (001 to 006)	007
1. Decrease in short term liabilities	008
2. Increase in short term receivables	009
3. Increase in inventories	010
4. Other decrease in cash flow	011
II. Total decrease in cash flow from operating activities (008 to 011)	012
A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES (007-012)	013
A2) NET DECREASE IN IN CASH FLOW FROM OPERATING ACTIVITIES (012-007)	014
CASH FLOW FROM INVESTING ACTIVITIES	
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
4. Dividend receipts	018
5. Other cash inflows from investing activities	019
III. Total cash inflows from investing activities (015 to 019)	020
1. Cash outflow for purchase of long-term tangible and intangible assets	021
2. Cash outflow for acquisition of equity and debt financial instruments	022
3. Other cash outflow for investing activities	023
IV. Total cash outflow for investing activities (021 do 023)	024
B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)	025
B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES (024-020)	026
CASH FLOW FROM FINANCING 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
3. Other proceeds from financial activities	029
V. Total cash inflows from financial activities (027 to 029)	030
1. Cash outflow for repayment of credit principal and bonds	031
2. Cash outflow for dividends paid	032
3. Cash outflow for financial lease	033
4. Cash outflow for purchase of treasury shares	034
5. Other cash outflow for financial activities	035
VI. Total cash outflow for financial activities (031 to 035)	036
C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES (030-036)	037
C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES (036-030)	038
Total increase in cash flow (013 – 014 + 025 – 026 + 037 – 038)	039
Total decrease in cash flow (014 – 013 + 026 – 025 + 038 – 037)	040
Cash and cash equivalents at the beginning of the period	041
Increase of cash and cash equivalents	042
Decrease of cash and cash equivalents	043
Cash and cash equivalents at the end of the period	044

Previous period	Current period
3	4
19,650,512	4,897,814
30,252,638	31,201,964
	67,954,638
15,791,095	
37,602,770	19,684,492
32,804,054	42,195,997
136,101,069	165,934,905
11,267,446	
	92,817,869
13,790,675	12,988,487
25,058,121	105,806,355
111,042,948	60,128,550
0	0
74,877	2,807,460
30,583,626	86,565,012
4,445,745	1,816,437
0	19,794
1,217,319	193,745
36,321,567	91,402,447
15,086,526	18,725,583
27,679,600	82,086,034
	27,137
42,766,126	100,838,754
0	0
6,444,559	9,436,306
435,971,206	369,439,938
435,971,206	369,439,938
454,233,936	355,637,226
0	950,822
4,219,674	3,609,414
63,040,290	72,631,280
521,493,900	432,828,742
0	0
85,522,694	63,388,804
19,075,695	0
0	12,696,560
3,350,236	22,425,931
19,075,695	0
0	12,696,560
22,425,931	9,729,371

STATEMENT OF CHANGES IN EQUITY

period **1/1/2016** to **12/31/2016**

Company: GRANOLIO d.d.			
Position	AOP	Previous year	Current year
1	2	3	4
1. Subscribed capital	001	19,016,430	19,016,430
2. Capital reserves	002	84,186,547	84,186,547
3. Reserves from profit	003	183,484	1,083,227
4. Retained earnings or accumulated loss	004	-5,125,637	7,812,413
5. Profit or loss for the current year	005	11,149,794	2,406,269
6. Revaluation of long - term tangible assets	006	64,473,012	61,561,956
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 to 009)	010	173,883,629	176,066,841
11. Currency gains and losses arising from net investement in foreign operations	011		
12. Current and deferred taxes (part)	012	727,764	727,764
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	9,981,101	1,455,449
17. Total increase or decrease in capital (AOP 011 to 016)	017	10,708,865	2,183,213
17 a. Attributed to equity holders of parent company	018	10,708,865	2,183,213
17 b. Attributed to minority interest	019		