



MANAGEMENT BOARD

Koprivnica, 27 October 2015

PODRAVKA INC.
UNCONSOLIDATED QUARTERLY FINANCIAL REPORT
FOR 1 – 9 2015 PERIOD



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General information

Podravka prehrambena industrija d.d., Koprivnica, is incorporated in the Republic of Croatia. Today it is included in leading companies in industry operating in the area of South-Eastern, Central and Eastern Europe. The principal activity of the Company comprises production of a wide range of foodstuffs and non-alcoholic beverages.

The Company is headquartered in Koprivnica, Croatia, Ante Starčevića 32.

The Company's shares are listed on the official market of the Zagreb Stock Exchange.

Management Board members as at 30 September 2015

President	Zvonimir Mršić
Member	Olivija Jakupec
Member	Miroslav Klepač
Member	Hrvoje Kolarić

The unconsolidated financial statements have been prepared in accordance with International Financial Reporting Standards as adopted by the European Union ("IFRS").



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Koprivnica, 27 October 2015

MANAGEMENT REPORT ON THE ACHIEVED BUSINESS RESULTS OF PODRAVKA INC. FOR THE PERIOD JANUARY – SEPTEMBER 2015

Significant events in 1 – 9 2015

Podravka d.d. share capital increase and ESOP¹

On 3 June 2015, the General Assembly of Podravka d.d., among other decisions, adopted the decision to increase the share capital by issuing new 1,700,000 regular shares and to introduce ESOP. According to the decision, on 7 July 2015 the subscription of new shares of Podravka d.d. was initiated, which ended as at 20 July 2015. The interest shown for subscription of new shares was 33 percent higher than the number of available shares, which proves a significant interest on the part of investors. Domestic pension funds subscribed 60.7% of new shares, the Republic of Croatia 22.2%, Skagen Funds 6.8%, employees 5.2%, and other shareholders subscribed 5.1% of new shares.

New regular shares were issued at the price of HRK 300.00 per share, whereby the amount of HRK 510 million was raised. The raised amount is planned to be used primarily to finance the acquisition of the company Žito d.d., while the remaining amount will be used to invest in business expansion to new markets and to finance the construction of the new solid, semi-solid and liquid drugs factory of Belupo d.d..

As part of the share capital increase process, the ESOP programme was initiated with the aim to further develop employee loyalty through participation in the company's ownership, increase in Podravka's productivity based on medium-term and long-term effects of the programme (motivation, efficiency, reliability, commitment...), including employees in share ownership at special terms, connecting employee interests with interests of the owners and creating additional impetus in achieving the company strategy, in the sense of connecting growth interests and profitability on the one hand and long-term benefits for the workers on the other.

¹ Employee Stock Ownership Programme.



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Detailed information on the share capital increase and related documents are available on the websites of the Zagreb Stock Exchange (www.zse.hr) and the Podravka Group (www.podravka.hr).

Podravka concluded the agreement on acquiring 51.54% of Žito d.d. shares

On 21 April 2015, Podravka concluded the Agreement on the acquisition of 51.54 percent of regular shares of the company Žito d.d. at a price of EUR 180.1 per share, i.e. for the total amount of EUR 33,027,819. This transaction, after all preconditions determined by the Agreement had been met, was closed as at 5 October 2015 with the Central Securities Clearing Corporation of the Republic of Slovenia (KDD). The consortium of sellers is composed of Slovenski državni holding d.d. and Modra zavarovalnica, d.d., KD Kapital, d.o.o., KD Skladi, d.o.o., Adriatic Slovenica, d.d. and NLB Skladi, d.o.o.

In accordance with the regulations of the Republic of Slovenia, on 22 October Podravka submitted a takeover offer for the remaining shares of Žito d.d.. The takeover offer is valid from 23 October 2015 to 23 November 2015, till 12.00 AM. Depending on the interest of the remaining shareholders to sell shares, the total value of the transaction will possibly increase to EUR 57,670,361.

Žito is one of the largest and most renowned food producers in Slovenia with high recognisability on the markets of South-East Europe. With the stated acquisition, Podravka consolidates its position and becomes a leader in several additional product categories – thereby significantly improving its market position, especially on the Slovenian market.

After this transaction is completed, the Podravka Group will be at the top of the food industry in the market of Slovenia, with total annual revenue amounting to approximately HRK 900 million. It is expected that, after the takeover of Žito, the total consolidated annual revenue of the Podravka Group will be approximately HRK 4.5 billion.

Podravka and Žito have a very complementary product range – food products with similar models of production, sales, promotion, distribution and logistics. Žito has a wide portfolio of recognisable brands holding the leading or the second positions in the market, such as the umbrella brand Žito (flour and bakery products), Zlato polje (rice, pasta, mill products), Maestro (monospices), 1001 Cvet (teas), Natura (cereals and pulses), Gorenjka (chocolate), Šumi (candies).



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Extending the business in complementary product groups, opportunities are created for the production, and sales and marketing synergies, improving the operational efficiency of both companies and increasing their competitiveness. It is particularly worth emphasising that this opens the possibility of selling Žito products through the Podravka's sales and distribution network in more than 20 countries around the world.

New organization of markets management and further strengthening of international operations

In the Podravka d.d. Management Board meeting held on 13 January 2015, the decision was made to form new market regions and to further strengthen business internationalization. There are four newly-formed regions: the Adria region including the market of Croatia and the previous South East Europe market, the Europe region including the previous markets of Western Europe and Central Europe, the Russia, CIS and Baltic region and the New markets region including America, Asia, Australia and Africa. The new organisation of markets management significantly simplifies the previous markets management complexity, increases the opportunities for a more efficient utilisation of own size and knowledge and provides a better and more cost-efficient support to markets where the Podravka Group operates.

One of the preconditions for the commencement of operations in international markets estimated as very potent was to register Podravka's company in Dubai (United Arab Emirates), Dar es Salaam (Tanzania) and the representative office in Beijing (China).

Podravka's decision to initiate the procedure for merging Danica d.o.o.

Continuing the implementation of measures to improve operational efficiency, Podravka's management made the decision to initiate the procedure for merging the limited liability subsidiary DANICA d.o.o. which ended on 1 October 2015.

Podravka's meat industry Danica d.o.o. has been operating as a separate entity for twenty years. After conducting business analyses of all business programmes within the Podravka Group, it was determined that by integrating Danica d.o.o., i.e. the meat programme, into the Podravka's food and drinks segment, a better focus on the development of this programme will be achieved, together with additional savings in almost all business processes, and thus presuppositions for better management of this business programme will be created.

Certain restructuring measures, i.e. business rationalisation, have been implemented in Danica d.o.o. over the past three years. Financial business indicators have been



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improved, and further improvements can be achieved through the full integration of the meat programme into the Podravka's food segment.

The intention of this merger is to advance the development of Podravka's meat cans and meat products portfolio and to generate additional funds for strengthening the competitive position of this production programme on the increasingly demanding market.

Mirna d.d.'s account unblocked

On 25 August 2014, at public auctions for the sale of shares of Mirna d.d. through the trading system of Zagrebačka burza d.d. in the procedure of out-of-court settlement, Podravka d.d. acquired 198,209 shares of Mirna d.d., which represents 53.9% of the total issued shares of the company. Podravka d.d. acquired shares of Mirna d.d. at HRK 38.02 per share, or for a total of HRK 7.5 million. The shares of the company carried the voluntary lien on behalf of Podravka d.d. as security for loans granted by Podravka during 2009.

By acquiring these shares, on 29 September 2014 Podravka d.d., in accordance with the Act on the Takeover of Joint Stock Companies, issued a bid for taking over the remaining shares of Mirna d.d. at the price of HRK 38.02 per share, other than those carrying pledges. The takeover bid was accepted by seven shareholders, whereby Podravka d.d. acquired additional 37,153 shares, or additional 10.09% of the total issued shares of Mirna d.d. Following the takeover bid, Podravka d.d. became the holder of 235,362 shares of Mirna d.d. or 63.95% of the total issued shares.

In December 2014, Management of Mirna d.d. submitted a request to initiate the pre-bankruptcy settlement proceeding following the freezing of Mirna d.d. account, which was rejected. However, as at 29 January 2015, the Commercial Court in Rijeka decided to initiate the preliminary procedure for determining whether the conditions are met for initiating the bankruptcy procedure of the company Mirna d.d. As part of this, the temporary bankruptcy manager was appointed, and the hearing was scheduled for 30 March 2015.

At the hearing held as at 30 March on the Commercial Court in Rijeka it was established that there are no longer reasons to initiate the bankruptcy procedure over Mirna d.d. from Rovinj. Considering that by the completion of the preliminary procedure, the debtor Mirna d.d. became solvent as its account was unblocked, reasons envisaged by law for further bankruptcy procedures are no longer valid. Podravka d.d. as the majority shareholder of



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Mirna d.d. directly settled a significant amount of due claims by Mirna d.d. and provided guarantees for settling other claims by the creditors of Mirna d.d. which are registered in the register of FINA. This creates preconditions for further normal operations of Mirna d.d.

On 9 July 2015 Podravka acquired additional 11.64% shares of the company Mirna d.d. and on 6 August 2015 additional 8.6% shares of the company Mirna d.d., reaching 84.2% ownership share in the company.

Key business highlights of 1 – 9 2015

In the first nine months of 2015, Podravka d.d. recorded sales of HRK 1,349.3 million, which is a 3.3% growth compared to the same period of the previous year. The increase in sales is a result, among other things, of the increase in sales of soups subcategory in the Adria region and condiments in the Adria and Europe regions. The increase in sales of the soups subcategory in the Adria region is the result of the fact that the soups range is better represented in chain stores than in the comparative period, entering the new category of premium cream soups and increased marketing activities. The condiments range had good sales results in the Adria and Europe regions as a result of increased marketing activities and better representation of the range in sales channels.

Total operating expenses of Podravka d.d. in the first nine months of 2015 amount to HRK 1,280.1 million which is 3.6% higher compared to the first nine months of 2014. In this, material costs increased the most, by 7.7%, as a result of the volume growth in sales in the period under consideration and higher marketing investments. The observed period was not burdened by significant costs of severance payments, which amounted to HRK 32.1 million in the first nine months of 2014.

Operating profit of Podravka d.d. in the first nine months of 2015 amounts to HRK 111.0 million, which is a 2.4% growth in relation to the comparative period.

In the first nine months of 2015, net finance costs of HRK 0.2 million were realised, positively impacted by the recognition of revenue arising from the fair valuation of the land used in the capital increase of the related company Belupo d.d..

Net profit realised in the first nine months of 2015 amounted to HRK 95.5 million which, in addition to the effects above the EBT level, was impacted by a lower tax rate due to utilisation of tax losses realised in 2014 based on reinvestment of profit.



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As at 30 September 2015, the assets of Podravka d.d. amount to HRK 3,131.8 million and compared to the end of 2014 they are higher by HRK 549.0 million. The most significant change occurred on items loans given, deposits, etc. and cash at bank and cash in hand, primarily as a result of cash collected by issuing new 1,700,000 shares at a price of HRK 300.00 per share. In equity and liabilities, the most significant change occurred in the item registered (subscribed) capital, which increased by 44.5% following the decision on reinvesting net profit from 2014 and the already mentioned issuing of new shares. In the General Assembly meeting held on 3 June 2015, the decision was made to reinvest net profit for 2014 in a way that a portion of the net profit is used to increase the registered capital of Podravka d.d.. In accordance with this decision, the nominal value of Podravka d.d.'s shares was increased from HRK 200.00 to HRK 220.00. The nominal value of the new 1,700,000 issued shares was HRK 220.00 per share.

Cash flow from operating activities in the first nine months of 2015 was negative HRK 19.0 million which, among other things, was impacted by the increase in short-term receivables as a result of the seasonal nature where larger orders of products are recorded in the summer season compared to the end of the year. Cash flow from investing activities at the same time amounted to negative HRK 219.9 million, primarily due to cash used in the acquisition of equity and debt financial instruments. The cash collected by issuing new shares was deposited in cash funds until the moment of its utilisation. In the same period, cash flow from financing activities amounted to positive HRK 433.0 million, primarily due to proceeds from issued new 1,700,000 shares. In total, in the first nine months of 2015, there was an increase in cash and cash equivalents of HRK 194.1 million, an consequently cash and cash equivalents as at 30 September 2015 amounted to HRK 282.9 million.

President of the Management Board:

Zvonimir Mršić



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**UNCONSOLIDATED FINANCIAL REPORTS FOR THE PERIOD
JANUARY – SEPTEMBER 2015**



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Appendix 1
Reporting period:

1.1.2015.

to

30.09.2015.

Quarterly financial report of entrepreneur - TFI-POD

Registration number (MB)	03454088
Identification number of subject (MBS)	010006549
Personal identification number (OIB)	18928523252
Issuer company	PODRAVKA prehrambena industrija d.d., KOPRIVNICA
Postal code and place	48000 KOPRIVNICA
Street and number	ANTE STARČEVIĆA 32
E-mail address	podravka@podravka.hr
Internet address	www.podravka.com
Code and name of community	201 KOPRIVNICA
Code and county name	6 KOPRIVNIČKO-KRŽEVAČKA
Number of employees (at quarter end)	3210
Consolidated statement	NO
NKDNWC code	1039

Subsidiaries subject to consolidation (according to IFRS)	Headquarters	Registration number

Book keeping service		
Contact person	Laljak Senka (authorised person for representation)	
Phone number	048 653 203	Facsimile: 048 220 562
E-mail address	senka.laljak@podravka.hr	
Surname and name	Mršić Zvonimir (authorised person for representation)	

Disclosures 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. Interim management Report
3. Statement of responsible persons for preparation of financial statements



(signed by authorised person for representation)



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PROFIT AND LOSS ACCOUNT
for the period 1.1.2015. to 30.09.2015.

Obilježje: Podravka prehrambena industrija d.d., Koprivnica						
Item	AOP code	Last Year		Current Year		
		Cumulative	Quarterly	Cumulative	Quarterly	
1	2	3	4	5	6	
OPERATING REVENUE (110+113)		111	1,894,567,434	496,458,021	1,397,808,009	514,344,119
1. Sales revenue	112	1,350,735,341	474,320,430	1,338,260,033	804,350,187	
2. Other operating revenues	113	50,736,093	12,138,481	16,548,224	9,894,882	
OPERATING EXPENSES (116+116+120+124+126+128+130)		134	1,238,055,994	430,343,000	1,208,863,137	470,813,265
1. Changes in value of work in progress and finished products	135	-24,619,650	-18,724,433	-28,268,009	-25,141,363	
2. Material costs (117 to 119)	136	838,235,043	266,364,323	804,848,470	268,867,318	
a) Raw material and material costs	117	466,788,828	172,543,088	468,503,036	154,052,180	
b) Costs of goods sold	118	261,832,461	71,465,182	248,836,040	97,188,098	
c) Other external costs	119	169,609,754	62,356,053	174,509,394	67,417,034	
3. Staff costs (121 to 123)	120	248,217,896	80,320,428	247,849,032	86,871,734	
a) Net salaries and wages	121	148,683,876	48,826,080	148,768,080	53,412,322	
b) Cost for taxes and contributions from salaries	122	81,732,028	26,848,134	81,122,059	26,878,843	
c) Contributions on gross salaries	123	38,582,002	13,486,084	37,958,903	13,780,569	
4. Depreciation	124	55,004,702	26,818,181	55,218,276	19,635,201	
5. Other costs	125	64,000,876	26,762,364	63,681,286	23,785,718	
6. Impairment (127+128)	126	-2,188,313	3,868,150	3,825,594	3,848,021	
a) Impairment of long-term assets (financial assets excluded)	127		-3,478		-1,470	
b) Impairment of short-term assets (financial assets excluded)	128	-2,188,313	3,868,150	3,825,594	3,849,491	
7. Provisions	129		0	-335,692	0	
8. Other operating costs	130	24,827,838	8,988,078	28,953,089	8,987,210	
FINANCIAL INCOME (132 to 138)		131	30,182,434	23,941,322	26,842,126	3,878,680
1. Interest income, foreign exchange gains, dividends and similar income from related parties	132	7,383,807	2,005,440	11,183,831	3,191,228	
2. Interest income, foreign exchange gains, dividends and similar income from non-related parties	133	28,616,406	17,269,050	12,327,151	1,206,165	
3. Share in income from affiliated entrepreneurs and participating interests	134	0	0	11,804,238	0	
4. Unrealized gains (income) from financial assets	135	162,221	68,072	637,931	-520,268	
5. Other financial income	136	0	0	0	0	
FINANCIAL EXPENSES (139 to 141)		137	66,682,838	28,263,637	38,082,076	10,763,481
1. Interest expenses, foreign exchange losses, dividends and similar expenses from related parties	138	1,327,218	484,207	8,323,151	3,364,788	
2. Interest expenses, foreign exchange losses, dividends and similar expenses from non-related parties	139	64,685,320	28,247,178	28,727,824	12,248,270	
3. Unrealized losses (expenses) on financial assets	140	0	0	0	0	
4. Other financial expenses	141	0	0	0	0	
INCOME FROM INVESTMENT - SHARE IN PROFIT OF ASSOCIATED ENTREPRENEURS		142	0	0	0	0
LOSS FROM INVESTMENT - SHARE IN LOSS OF ASSOCIATED ENTREPRENEURS		143	0	0	0	0
EXTRAORDINARY - OTHER INCOME		144	0	0	0	0
EXTRAORDINARY - OTHER EXPENSES		145	0	0	0	0
TOTAL INCOME (111+131+142 + 144)		146	1,361,689,968	807,429,321	1,426,931,688	518,223,620
TOTAL EXPENSES (116+137+143 + 145)		147	1,202,736,320	458,427,662	1,216,126,312	488,788,778
PROFIT OR LOSS BEFORE TAXATION (146-147)		148	65,953,648	48,921,659	119,785,576	28,450,098
1. Profit before taxation (146-147)	148	65,953,648	48,921,659	119,785,576	28,450,098	
2. Loss before taxation (147-146)	149	0	0	0	0	
PROFIT TAX		151	17,113,808	8,716,856	13,279,880	3,255,271
PROFIT OR LOSS FOR THE PERIOD (148-151)		152	48,840,840	40,204,803	106,505,696	25,194,827
1. Profit for the period (148-151)	153	48,840,840	40,204,803	106,505,696	25,194,827	
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)						
PROFIT OR LOSS FOR THE PERIOD		155	0	0	0	0
1. Attributed to equity holders of parent company	155	0	0	0	0	
2. Attributed to minority interest	156	0	0	0	0	
STATEMENT OF OTHER COMPREHENSIVE INCOME (PFRS)						
PROFIT OR LOSS FOR THE PERIOD (152)		157	21,678,428	38,207,003	56,978,004	28,171,278
OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 do 165)		158	0	0	0	0
1. Exchange differences on translation of foreign operations	159	0	0	0	0	
2. Movements in revaluation reserves of long-term tangible and intangible assets	160	0	0	0	0	
3. Profit or loss from revaluation of financial assets available for sale	161	0	0	0	0	
4. Gains or losses on efficient cash flow hedging	162	0	0	0	0	
5. Gains or losses on efficient hedge of a net investment in foreign countries	163	0	0	0	0	
6. Share in other comprehensive income / loss of associated companies	164	0	0	0	0	
7. Actuarial gains / losses on defined benefit plans	165	0	0	0	0	
TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD		166	0	0	0	0
NET OTHER COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (158-166)		167	0	0	0	0
COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)		168	21,678,428	38,207,003	56,978,004	28,171,278
APPENDIX to statement of other comprehensive income (to be filled in by entrepreneur that prepares consolidated financial report)						
COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD		169	0	0	0	0
1. Attributed to equity holders of parent company	169	0	0	0	0	
2. Attributed to minority interest	170	0	0	0	0	



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BALANCE SHEET
as at 30.09.2016.

Obligator: Podravka prehrambena industrija d.d., Koprivnica			
Item	AOP code	Last year (HR)	Current year (HR)
1	2	3	4
ASSETS			
A) RECEIVABLES FOR SUBSCRIBED BUT NOT PAID-IN CAPITAL	001	0	0
B) LONG-TERM ASSETS (003+010+020+029+033)	002	1.316.650.930	1.336.773.575
I. INTANGIBLE ASSETS (004 to 009)	003	131.299.857	127.474.672
1. Assets development	004	0	0
2. Concessions, patents, licences fees, trade and service marks, software and other rights	005	123.659.877	110.163.583
3. Goodwill	006	0	0
4. Prepayments for purchase of intangible assets	007	0	0
5. Intangible assets in preparation	008	7.269.880	17.310.989
6. Other intangible assets	009	0	0
II. TANGIBLE ASSETS (011 to 019)	010	685.007.450	706.665.714
1. Land	011	39.690.515	39.379.001
2. Buildings	012	387.566.634	384.366.046
3. Plant and equipment	013	190.426.114	209.162.563
4. Tools, facility inventory and transport assets	014	7.710.488	9.049.494
5. Biological assets	015	0	0
6. Prepayments for tangible assets	016	660.766	9.271.537
7. Tangible assets in progress	017	58.995.048	55.989.000
8. Other tangible assets	018	737.875	726.118
9. Investments in buildings	019	0	0
III. LONG-TERM FINANCIAL ASSETS (021 to 028)	020	432.626.748	487.985.680
1. Investments (shares) with related parties	021	372.362.313	386.833.375
2. Loans given to related parties	022	73.250.000	68.256.405
3. Participating interest (shares)	023	2.319.735	917.500
4. Loans to entrepreneurs in whom the entity holds participating interests	024	0	0
5. Investments in securities	025	0	0
6. Loans, deposits and similar assets	026	4.664.640	3.677.823
7. Other long - term financial assets	027	0	0
8. Investments accounted by equity method	028	0	0
IV. RECEIVABLES (030 to 032)	029	0	0
1. Receivables from related parties	030	0	0
2. Receivables from based on trade loans	031	0	0
3. Other receivables	032	0	0
V. DEFERRED TAX ASSETS	033	36.965.945	36.747.900
C) SHORT TERM ASSETS (035+040+050+056)	034	1.257.415.709	1.739.393.292
I. INVENTORIES (036 to 042)	035	636.075.990	585.173.897
1. Raw-material and supplies	036	117.493.771	148.635.278
2. Work in progress	037	27.484.859	38.203.332
3. Finished goods	038	114.038.767	130.349.308
4. Merchandise	039	67.434.894	46.070.582
5. Prepayments for inventories	040	0	0
6. Long - term assets held for sales	041	209.712.370	291.915.918
7. Biological assets	042	0	0
II. RECEIVABLES (044 to 049)	043	674.962.173	685.464.821
1. Receivables from related parties	044	368.862.905	417.814.536
2. Accounts receivable	045	176.896.430	222.240.587
3. Receivables from participating parties	046	0	0
4. Receivables from employees and members of related parties	047	888.443	542.118
5. Receivables from government and other institutions	048	5.765.621	481.965
6. Other receivables	049	32.898.874	34.375.632
III. SHORT TERM FINANCIAL ASSETS (051 to 057)	050	67.652.780	278.692.787
1. Shares (stocks) in related parties	051	20.000	20.000
2. Loans given to related parties	052	54.673.615	90.168.669
3. Participating interests (shares)	053	0	0
4. Loans to entrepreneurs in whom the entity holds participating interests	054	0	0
5. Investments in securities	055	476.000	1.807.090
6. Loans, deposits, etc.	056	2.483.275	149.004.562
7. Other financial assets	057	0	91.157
IV. CASH AT BANK AND IN CASHIER	058	86.795.415	382.962.617
D) PREPAID EXPENSES AND ACCRUED REVENUE	059	6.459.367	83.564.478
E) TOTAL ASSETS (001+002+034+059)	060	2.562.722.165	3.931.751.345
F) OFF-BALANCE RECORDS	061	608.580.438	685.701.281



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Obligator: Podravka prehrambena industrija d.d., Koprivnica			
Item	AOP code	Last year (net)	Current year (net)
1	2	3	4
LIABILITIES AND CAPITAL			
A) CAPITAL AND RESERVES (063+064+066+071+073+075+076)	062	1.337.863.008	1.539.103.175
I. SUBSCRIBED CAPITAL	063	1.584.000.000	1.560.493.000
II. CAPITAL RESERVES	064	45.763.751	176.897.463
III. RESERVES FROM PROFIT (066+067+068+069+070)	065	5.523.319	59.388.561
1. Reserves prescribed by law	066	3.599.306	12.851.880
2. Reserves for treasury shares	067	67.604.562	147.694.002
3. Treasury stocks and shares (deduction)	068	67.604.562	67.615.031
4. Statutory reserves	069	0	0
5. Other reserves	070	2.656.967	6.148.002
IV. REVALUATION RESERVES	071	0	0
V. RETAINED EARNINGS OR ACCUMULATED LOSSES (073-074)	072	932.407	962.407
1. Retained earnings	073	932.407	932.407
2. Accumulated loss	074	0	0
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	075	201.673.637	95.516.094
1. Profit for the current year	076	201.673.637	95.516.094
2. Loss for the current year	077	0	0
IX. MINORITY INTERESTS	078	0	0
B) PROVISIONS (080 to 082)	079	20.539.209	20.486.962
1. Provisions for pensions, severance pay, and similar liabilities	080	14.460.800	14.460.800
2. Reserves for tax liabilities	081	0	0
3. Other reserves	082	6.078.409	14.036.162
C) LONG - TERM LIABILITIES (084 to 092)	083	694.696.322	690.391.315
1. Liabilities to related parties	084	0	0
2. Liabilities for loans, deposits etc.	085	0	0
3. Liabilities to banks and other financial institutions	086	694.696.322	690.391.315
4. Liabilities for received prepayments	087	0	0
5. Accounts payable	088	0	0
6. Liabilities arising from debt securities	089	0	0
7. Liabilities to entrepreneurs in whom the entity holds participating interests	090	0	0
8. Other long-term liabilities	091	0	0
9. Deferred tax liability	092	0	0
D) SHORT - TERM LIABILITIES (094 to 105)	093	473.166.121	530.547.680
1. Liabilities to related parties	094	50.437.132	20.187.015
2. Liabilities for loans, deposits etc.	095	429.403	429.179
3. Liabilities to banks and other financial institutions	096	173.281.916	226.385.429
4. Liabilities for received prepayments	097	0	39.160
5. Accounts payable	098	214.401.372	224.855.665
6. Liabilities arising from debt securities	099	0	0
7. Liabilities to entrepreneurs in whom the entity holds participating interests	100	0	0
8. Liabilities to employees	101	29.770.352	29.600.806
9. Liabilities for taxes, contributions and similar fees	102	1.843.268	11.723.066
10. Liabilities to share - holders	103	670.666	670.666
11. Liabilities for long-term assets held for sale	104	0	0
12. Other short - term liabilities	105	3.367.541	7.644.201
E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD	106	46.444.565	47.272.213
F) TOTAL - CAPITAL AND LIABILITIES (062+079+083+093+106)	107	3.582.733.165	3.431.751.345
G) OFF-BALANCE RECORDS	108	603.580.439	685.791.261
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	0	0
2. Attributed to minority interest	110	0	0



MANAGEMENT BOARD

STATEMENT OF CASH FLOWS - INDIRECT METHOD

for the period 1.1.2015. to 30.09.2015.

Obligator: Podravka prehrambena industrija d.d., Koprivnica			
Item	AOP code	Last year	Current year
1	2	3	4
CASH FLOW FROM OPERATING ACTIVITIES			
1. Profit before tax	001	88.931.236	110.796.976
2. Depreciation	002	55.694.131	59.216.215
3. Increase in short term liabilities	003	11.234.606	30.268.265
4. Decrease in short term receivables	004	0	0
5. Decrease in inventories	005	0	0
6. Other increase in cash flow	006	9.948.703	9.408.304
I. Total increase in cash flow from operating activities (001 to 006)	007	165.765.576	209.628.760
1. Decrease in short term liabilities	008	0	0
2. Increase in short term receivables	009	44.371.608	144.040.379
3. Increase in inventories	010	71.083.302	36.894.359
4. Other decrease in cash flow	011	20.692.417	47.720.054
II. Total decrease in cash flow from operating activities (008 to 011)	012	136.147.527	228.654.792
A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES (007-012)	013	29.618.049	0
A2) NET DECREASE IN IN CASH FLOW FROM OPERATING ACTIVITIES (012-007)	014	0	19.026.002
CASH FLOW FROM INVESTING ACTIVITIES			
1. Cash inflows from sales of long-term tangible and intangible assets	015	4.758.470	4.575.640
2. Cash inflows from sales of equity and debt instruments	016	0	295.738.325
3. Interests receipts	017	4.994.853	6.136.911
4. Dividend receipts	018	0	0
5. Other cash inflows from investing activities	019	14.248.472	16.689.746
III. Total cash inflows from investing activities (015 to 019)	020	24.001.566	323.140.623
1. Cash outflow for purchase of long-term tangible and intangible assets	021	89.479.476	68.029.445
2. Cash outflow for acquisition of equity and debt financial instruments	022	18.399	423.498.081
3. Other cash outflow for investing activities	023	29.344.056	51.483.365
IV. Total cash outflow for investing activities (021 do 023)	024	118.842.431	543.010.892
B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)	025	0	0
B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES (024-020)	026	94.840.865	219.870.269
CASH FLOW FROM FINANCIAL ACTIVITIES			
1. Cash inflow from issuing property and debt financial instruments	027	0	506.383.995
2. Proceeds from the credit principal, promissory notes, borrowings and other loans	028	685.235.745	146.151.728
3. Other proceeds from financial activities	029	0	3.011.290
V. Total cash inflows from financial activities (027 to 029)	030	685.235.745	655.546.983
1. Cash outflow for repayment of credit principal and bonds	031	853.058.257	218.461.391
2. Cash outflow for dividends paid	032	0	0
3. Cash outflow for financial lease	033	526.605	560.581
4. Cash outflow for purchase of treasury shares	034	0	3.571.609
5. Other cash outflow for financial activities	035	0	0
VI. Total cash outflow for financial activities (031 to 035)	036	853.584.862	222.593.481
C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES (030-036)	037	31.640.883	432.973.503
C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES (036-030)	038	0	0
Total increase in cash flow (013 – 014 + 025 – 026 + 037 – 038)	039	0	194.077.202
Total decrease in cash flow (014 – 013 + 026 – 025 + 038 – 037)	040	33.581.904	0
Cash and cash equivalents at the beginning of the period	041	72.907.990	88.785.415
Increase of cash and cash equivalents	042	0	194.077.202
Decrease of cash and cash equivalents	043	33.581.904	0
Cash and cash equivalents at the end of the period	044	39.326.086	282.862.617



MANAGEMENT BOARD

STATEMENT OF CHANGES IN EQUITY
for the period 1.1.2015. to 30.09.2015.

Obligator: Podravka prehrambena industrija d.d., Koprivnica			
Item	AOP code	Last year	Current year
1	2	3	4
1. Subscribed capital	001	1.084.000.800	1.566.400.660
2. Capital reserves	002	45.763.751	176.897.463
3. Reserves from profit	003	5.523.313	89.386.961
4. Retained earnings or accumulated loss	004	902.407	902.407
5. Profit or loss for the current year	005	301.673.837	65.516.084
6. Revaluation of long - term tangible assets	006	0	0
7. Revaluation of intangible assets	007	0	0
8. Revaluation of financial assets available for sale	008	0	0
9. Other revaluation	009	0	0
10. Total capital and reserves (AOP 001 do 009)	010	1.337.963.008	1.998.103.175
11. Currency gains and losses arising from net investment in foreign operations	011	0	0
12. Current and deferred taxes (part)	012	0	0
13. Cash flow hedging	013	0	0
14. Changes in accounting policy	014	0	0
15. Correction of significant errors in prior period	015	0	0
16. Other changes of capital	016	203.554.382	601.239.267
17. Total increase or decrease in capital (AOP 011 do 016)	017	203.554.382	601.239.267
17 a. Attributed to equity holders of parent company	018	0	0
17 b. Attributed to minority interest	019	0	0

Notes to the financial statements:

Accounting policies in year 2015 did not change.



MANAGEMENT BOARD

STATEMENT FROM EXECUTIVES RESPONSIBLE FOR PREPARING FINANCIAL STATEMENTS

Koprivnica, 27 October 2015

STATEMENT FROM EXECUTIVES RESPONSIBLE FOR PREPARING FINANCIAL STATEMENTS

Financial statements of Podravka d.d. for the period January – September 2015 have been prepared in compliance with the Accounting Act of the Republic of Croatia and International Financial Reporting Standards (IFRS) and provide an overall and true presentation of assets, liabilities, profit and loss, financial position and business operations.

Financial statements of Podravka d.d. for the period January – September 2015 were approved by the Management Board on 27 October 2015.

Accounting and Taxes Director:
Senka Laljek

Board Member:
Miroslav Klepač



MANAGEMENT BOARD

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