

Maersk Eastern Europe ApS
Esplanaden 50, DK-1263 Copenhagen

(CVR No 14 22 36 06)

Annual report for 2017

Presented and adopted at the Annual General Meeting of the Company on:

25 May 2018



Frith Brennan, Chairman

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Management's Statement

The Executive Board and Board of Directors have today considered and adopted the Annual Report of Maersk Eastern Europe ApS for the financial year 1 January - 31 December 2017.

The Annual Report is prepared in accordance with the Danish Financial Statements Act.

In our opinion, the Financial Statements give a true and fair view of the financial position at 31 December 2017 of the Company and of the results of the Company operations for 2017.

In our opinion, Management's Review includes a true and fair account of the matters addressed in the Review.

The annual report is recommended for approval by the Company at the Annual General Meeting.

The Annual Report is not being audited as adopted on the annual general meeting.

Copenhagen, 25 May 2018

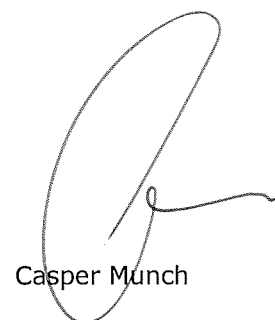
Director

Casper Munch

Board


Caroline Pontoppidan


Soren Toft


Casper Munch

Company Information

The Company

Maersk Eastern Europe ApS
Esplanaden 50
DK-1263 Copenhagen
CVR No: 14 22 36 06
Financial period: 1 January - 31 December
Incorporated: 1 June 1990
Municipality of reg. office: Copenhagen

Board of Directors

Caroline Pontoppidan, Chairman
Søren Toft
Casper Munch

Executive Board

Casper Munch

Management's Review

Financial Statements of Maersk Eastern Europe ApS for 2017 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B. The Annual Report has been prepared under the same accounting policies as last year.

Main activity

In the financial year, the company has been acting as an agent in countries of the Eastern Europe Cluster.

Development in the year

The income statement of the Company for 2017 shows a loss of TUSD 12, and at 31 December 2017, the Balance sheet of the Company shows equity of TUSD 760.

Subsequent events

No events materially affecting the assessment of the Annual Report have occurred after the balance sheet date.

Income Statement 1 January - 31 December 2017

| | Note | TUSD <u>2017</u> | TUSD <u>2016</u> |
|--|------|---------------------|---------------------|
| Revenue | | 71 | 55 |
| Other External Expenses | | <u>(70)</u> | <u>(54)</u> |
| Gross profit/loss | | 1 | 1 |
| Financial income | 1 | 1 | 1 |
| Financial expenses | 2 | <u>(15)</u> | <u>(15)</u> |
| Profit/loss before tax | | (13) | (13) |
| Tax on profit/loss for the year | 3 | <u>1</u> | <u>2</u> |
| Net profit/loss for the year | | <u>(12)</u> | <u>(11)</u> |
| Distribution of profit | | | |
| Proposed distribution of profit | | | |
| Proposed dividend for the year | | 0 | 0 |
| Retained earnings | | <u>(12)</u> | <u>(11)</u> |
| | | <u>(12)</u> | <u>(11)</u> |

Balance Sheet 31 December 2017

Assets

| | Note | TUSD <u>2017</u> | TUSD <u>2016</u> |
|---------------------------------|------|---------------------|---------------------|
| Receivables from group entities | | 7,777 | 4,965 |
| Receivables | | <u>7,777</u> | <u>4,965</u> |
| Currents assets | | <u>7,777</u> | <u>4,965</u> |
| Assets | | <u>7,777</u> | <u>4,965</u> |

Balance Sheet 31 December 2017

Liabilities and equity

| | Note | TUSD <u>2017</u> | TUSD <u>2016</u> |
|--|------|---------------------|---------------------|
| Share Capital | 4 | 84 | 84 |
| Retained earnings | | <u>675</u> | <u>687</u> |
| Equity | | <u>759</u> | <u>771</u> |
| Payables to group entities | | 7,017 | 4,194 |
| Other payables | | <u>1</u> | <u>0</u> |
| Short-term debt | | <u>7,018</u> | <u>4,194</u> |
| Debt | | <u>7,018</u> | <u>4,194</u> |
| Liabilities and equity | | <u>7,777</u> | <u>4,965</u> |
| Contingent assets, liabilities and other financial obligations | 5 | - | - |
| Related parties and ownership | 6 | - | - |

Statement of Changes in Equity

| | <u>Share Capital</u> | <u>Retained earnings</u> | <u>Total</u> |
|------------------------------|--------------------------|------------------------------|--------------|
| 2017 | | | |
| Equity at 1 January | 84 | 687 | 771 |
| Net profit/loss for the year | 0 | (12) | (12) |
| Equity at 31 December | <u>84</u> | <u>675</u> | <u>759</u> |
| 2016 | | | |
| Equity at 1 January | 84 | 698 | 782 |
| Net profit/loss for the year | 0 | (11) | (11) |
| Equity at 31 December | <u>84</u> | <u>687</u> | <u>771</u> |

Notes to the Financial Statements

| | <u>2017</u> | <u>2016</u> |
|---|-------------|-------------|
| 1 Financial income | | |
| Interest received from group enterprises | 1 | 1 |
| Exchange gains | <u>0</u> | <u>0</u> |
| | <u>1</u> | <u>1</u> |
| 2 Financial expenses | | |
| Interest paid to group enterprises | 0 | 0 |
| Other financial expenses | <u>(15)</u> | <u>(15)</u> |
| | <u>(15)</u> | <u>(15)</u> |
| 3 Tax on profit/loss for the year | | |
| Current tax for the year | 3 | 2 |
| Adjustment of tax concerning previous years | <u>(2)</u> | <u>0</u> |
| | <u>1</u> | <u>2</u> |
| 4 Equity | | |

The share Capital consists of 500 shares of a nominal value of TUSD 1,000. No shares carry any special rights.

The share Capital has developed as follows:

| | <u>2017</u> | <u>2016</u> | <u>2015</u> | <u>2014</u> | <u>2013</u> |
|-------------------------------------|-------------|-------------|-------------|-------------|--------------|
| Share Capital at 1 January | 84 | 84 | 84 | 3,330 | 3,330 |
| Capital increase | 0 | 0 | 0 | 0 | 0 |
| Capital decrease | 0 | 0 | 0 | -3,246 | 0 |
| Share Capital at 31 December | <u>84</u> | <u>84</u> | <u>84</u> | <u>84</u> | <u>3,330</u> |

Notes to the Financial Statements

5 Contingent liabilities and other financial obligations

Contingent liabilities

The Danish group enterprises are jointly and severally liable for tax on the jointly taxed income of the Group and for Danish taxes at source such as dividend tax, tax on royalty payments and withholding tax. The total payable Corporation tax is disclosed in the Annual Report of A.P. Møller Holding A/S, which is the management company of the joint taxation.

6 Related parties and ownership

Controlling interest

| | Basis |
|--------------------------------|--------------|
| Maersk Line Agency Holding A/S | 100% |

Other related parties

All companies in the A.P. Møller Holding A/S Group are related.

Ownership

The following shareholder is recorded in the Company's register of shareholders as holding at least 5% of the votes or at least 5% of the share Capital:

Maersk Line Agency Holding A/S

Consolidated Financial Statements

The ultimate parent company of the Group is A.P. Møller Holding A/S. Maersk Eastern Europe ApS is included in the consolidated financial statements for A.P. Møller - Mærsk A/S and A.P. Møller Holding A/S.

Accounting Policies

Basis of Preparation

Financial Statements of Maersk Eastern Europe ApS for 2017 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied remain unchanged from last year.

The Financial Statement for 2017 is presented in TUSD.

Recognition and measurement

Revenue is recognized in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortized cost are recognized. Moreover, all expenses incurred to achieve the earnings for the year are recognized in the income statement.

Assets are recognized in the balance sheet when it is probable that future economic benefits attributable to the asset will flow to the Company, and the value of the asset can be measured reliably.

Liabilities are recognized in the balance sheet when it is probable that future economic benefits will flow out of the Company, and the value of the liability can be measured reliably.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as Described for each item below.

USD is used as the functional currency. All other currencies are regarded as foreign currencies.

Translation policies

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Gains and losses arising due to differences between the transaction date rates and the rates at the dates of payment are recognized in financial income and expenses in the income statement. The exchange rate applied for DKK/USD at the beginning of the year was 7.055 as against 6.2070 at the end of the year.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the Balance sheet date are translated at the exchange rates at the balance sheet date. Any differences between the exchange rates at the balance sheet date and the transaction date rates are recognized in financial income and expenses in the income statement.

Accounting Policies

Income Statement

Revenue

Revenue is recognized in the income statement when delivery and transfer of risk to the buyer have been made before year-end.

Other external expenses

Other external expenses comprise indirect production costs and expenses for premises, sales and Distribution as well as office expenses, etc.

Financial income and expenses

Financial income and expenses are recognized in the income statement at the amounts relating to the financial year.

Tax on profit/loss for the year

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the profit for the year is recognized in the income statement, whereas the tax attributable to equity transactions is recognized directly in equity. The Company is jointly taxed with companies in the A.P. Møller Holding A/S Group. The tax effect of the joint taxation is allocated to enterprises in proportion to their taxable incomes.

Balance Sheet

Receivables

Receivables are measured in the balance sheet at the lower of amortized cost and net realizable value, which corresponds to nominal value less provisions for bad debts. Provisions for bad debts are determined based on an individual assessment of each receivable, and in respect of trade receivables, a general provision is also made based on the Company's experience from previous years.

Dividend

Dividend distribution whenever proposed by Management for the year is disclosed as a separate equity item.