

**Maersk Eastern Europe ApS**  
Esplanaden 50, DK-1263 Copenhagen K

(CVR No 14 22 36 06)

Annual Report for 2019

Presented and adopted at the Annual General Meeting of the Company on:  
28 May 2020

\_\_\_\_\_, *Chairman*  
Jacob Ramsgaard Nielsen

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## **Management's Statement**

The Board of Directors and Management have today discussed and approved the annual report of Maersk Eastern Europe ApS for the financial year 1 January - 31 December 2019.

The unaudited annual report for 2019 of Maersk Eastern Europe ApS has been prepared in accordance with the Danish Financial Statements Act. The Board of Directors and Management consider the requirements for not being subject to statutory auditing of the annual report to be met.

In our opinion, the Financial Statements give a true and fair view of the financial position at 31 December 2019 of the Company and of the results of the Company operations for 2019.

In our opinion, the financial statements give a true and fair view of the Company's assets and liabilities, financial position at 31 December 2019 and of the results of the Company's operations for the financial year 1 January – 31 December 2019.

Furthermore, in our opinion, the Management's report includes a fair review of the development in the Company's operations and financial conditions, the results for the year and financial position.

We recommend that the annual report be approved at the Annual General Meeting.

*Copenhagen, 28 May 2020*

*Management*

Casper Munch

*Board of Directors*

Caroline Sundorph Pontoppidan  
Chairman

Karsten Kildahl

Casper Munch

## **Company Information**

### **The Company**

Maersk Eastern Europe ApS  
Esplanaden 50  
DK-1263 Copenhagen K

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 Sundorph Pontoppidan, Chairman  
Karsten Kildahl  
Casper Munch

### **Management**

Casper Munch

## **Management's Review**

The Financial Statements of Maersk Eastern Europe ApS for 2019 have 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 2019 shows a loss of TUSD (14), and at 31 December 2019, the balance sheet of the Company shows equity of TUSD 747.

## **Management Report**

The Company's outlook for the future will be affected by the COVID-19 outbreak and the measures taken by governments in most of the world to mitigate the impacts of the outbreak, see also subsequent events disclosures in note 6.

Management is currently not able to reliably estimate the effect of COVID-19 on the expected revenue and net profit of the Company. Consequently, Management finds itself unable to reliably disclose its outlook for the future in accordance with section 12 of the Danish Financial Statements Act.

## Income Statement 1 January - 31 December

	Note	TUSD <u>2019</u>	TUSD <u>2018</u>
Revenue		0	101
Other external expenses		<u>0</u>	<u>(100)</u>
<b>Gross profit/loss</b>		<b>0</b>	<b>2</b>
Financial income	1	1	1
Financial expenses	2	<u>(19)</u>	<u>(1)</u>
<b>Profit/loss before tax</b>		<b>(18)</b>	<b>2</b>
Tax on profit/loss for the year	3	<u>4</u>	<u>0</u>
<b>Net profit/loss for the year</b>		<b><u>(14)</u></b>	<b><u>1</u></b>

## Distribution of profit

### Proposed distribution of profit

Proposed dividend for the year		0	0
Retained earnings		<u>(14)</u>	<u>1</u>
		<b><u>(14)</u></b>	<b><u>1</u></b>

## Balance Sheet 31 December

### Assets

	Note	TUSD 2019	TUSD 2018
Receivables from group entities		7,925	7,050
Other receivables		36	0
<b>Receivables</b>		<b><u>7,961</u></b>	<b><u>7,050</u></b>
<b>Currents assets</b>		<b><u>7,961</u></b>	<b><u>7,050</u></b>
<b>Assets</b>		<b><u>7,961</u></b>	<b><u>7,050</u></b>

## Balance Sheet 31 December

### Liabilities and equity

	Note	TUSD 2019	TUSD 2018
Share capital		84	84
Retained earnings		<u>663</u>	<u>677</u>
<b>Equity</b>		<b><u>747</u></b>	<b><u>761</u></b>
Payables to group entities		<u>7,214</u>	<u>6,289</u>
<b>Short-term debt</b>		<b><u>7,214</u></b>	<b><u>6,289</u></b>
<b>Debt</b>		<b><u>7,214</u></b>	<b><u>6,289</u></b>
<b>Liabilities and equity</b>		<b><u>7,961</u></b>	<b><u>7,050</u></b>
Contingent assets, liabilities and other financial obligations	4		
Related parties and ownership	5		
Subsequent events	6		



## Statement of Changes in Equity

	TUSD Share capital	TUSD Retained earnings	TUSD Total
<b>2019</b>			
Equity at 1 January	84	677	761
Net profit/loss for the year	0	(14)	(14)
<b>Equity at 31 December</b>	<b>84</b>	<b>663</b>	<b>747</b>
<b>2018</b>			
Equity at 1 January	84	676	760
Net profit/loss for the year	0	1	1
<b>Equity at 31 December</b>	<b>84</b>	<b>677</b>	<b>761</b>

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

## Notes to the Financial Statements

	TUSD 2019	TUSD 2018
<b>1 Financial income</b>		
Interest received from group enterprises	1	1
Exchange gains	<u>0</u>	<u>0</u>
	<b><u>1</u></b>	<b><u>1</u></b>
<b>2 Financial expenses</b>		
Interest paid to group enterprises	0	0
Other financial expenses	<u>(19)</u>	<u>(1)</u>
	<b><u>(19)</u></b>	<b><u>(1)</u></b>
<b>3 Tax on profit/loss for the year</b>		
Current tax for the year	4	3
Adjustment of tax concerning previous years	<u>0</u>	<u>(2)</u>
	<b><u>4</u></b>	<b><u>1</u></b>

## 4 Contingent liabilities and other financial obligations

### Contingent liabilities

Maersk Eastern Europe ApS is jointly taxed with other Danish companies in the A.P. Møller Holding A/S group. All companies participating in the joint taxation scheme are jointly and severally liable for taxes payable, etc. in Denmark.

# Notes to the Financial Statements

## 5 Related parties and ownership

### Controlling interest

	<b>Basis</b>
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, Copenhagen.

### 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, Copenhagen and A.P. Møller Holding A/S, Copenhagen.

## 6 Subsequent events

The implications of COVID-19 with many governments across the world deciding to "close down their countries" will have great impact on the global economy. Management considers the implications of COVID-19 a subsequent event occurred after the balance sheet date (31 December 2019), which is therefore a non-adjusting event to the Company. At this time, it is not possible to calculate the size of the negative COVID-19 impact.

No other significant events have occurred after the balance sheet date up through the date of this report which would influence the evaluation of this annual report.

# Summary of Significant Accounting Policy

## Basis of Preparation

The annual report 2019 of Maersk Eastern Europe ApS has been prepared in accordance with the provisions of the Danish Financial Statements Act applicable for class B companies with options of specific provisions from Danish Financial Statements Act for class C companies.

The accounting policies are unchanged compared to last year.

The Financial Statements for 2019 are presented in United States Dollars and rounded to the nearest thousand (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 6.5213 as against 6.67600 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.

# Summary of Significant Accounting Policy

## 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.

### Gross profit/loss

With reference to section 32 of the Danish Financial Statements Act, gross profit/loss is calculated as a summary of revenue and other external expenses.

### 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.

### Payables to group enterprises

Debts are measured at amortized cost, substantially corresponding to nominal value.

### Dividend

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