

# **Mercedes-Benz Finans Danmark A/S**

**Digevej 114, 4.  
2300 København S**

CVR no. 16 04 76 86

## **Annual report for 2015**

The annual report was presented and  
adopted at the annual general meeting of  
the Company on 19 April 2016

A handwritten signature in blue ink, appearing to read 'Björn Lind', is written over a horizontal line.

Björn Lind

## Contents

	Page
Statement by the Board of Directors and the Executive Board	2
Independent auditor's report	3
<b>Management's review</b>	
Company details	5
Financial highlights	6
Management's review	7
<b>Financial Statements</b>	
Accounting policies	10
Income statement	15
Balance Sheet	16
Notes to the annual report	18

## Statement by the Board of Directors and the Executive Board

The Board of Directors and the Executive Board have today discussed and approved the annual report of Mercedes-Benz Finans Danmark A/S for the financial year 1 January - 31 December 2015.

The annual report has been prepared in accordance with the Danish Financial Statements Act.

It is our opinion that the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2015 and of the result of the Company's operations for the year 1 January - 31 December 2015.

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

We recommend that the annual report be approved at the annual general meeting.

Copenhagen, 19 April 2016

### Executive Board

  
Andreas Reiner Lehr  
CEO

  
Björn Michael Lind

  
Florian Peterl  
CFO

### Board of Directors

  
Christian Peters  
Chairman

  
Björn Hauber

  
Andreas Reiner Lehr



KPMG P/S  
Dampfærgevej 28  
2100 København Ø

Telefon 70 70 77 60  
www.kpmg.dk  
CVR-nr. 25 57 81 98

To the Shareholder of Mercedes-Benz Finans Danmark A/S

## **Independent auditor's report on the financial statements**

We have audited the financial statements of Mercedes-Benz Finans Danmark A/S for the financial year 1 January - 31 December 2015. The financial statement comprise accounting policies, income statement, balance sheet and notes. The financial statements are prepared in accordance with the Danish Financial Statements Act.

### **Management's responsibility for the financial statements**

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Danish Financial Statements Act and for such internal control that Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditors' responsibility**

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing and additional requirements under Danish audit regulation. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our audit has not resulted in any qualification.

### **Opinion**

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2015 and of the results of the Company's operations for the financial year 1 January – 31 December 2015 in accordance with the Danish Financial Statements Act.

## Independent auditor's report

### Statement on the Management's review

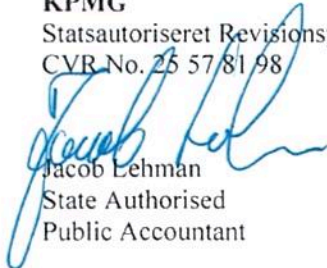
In accordance with the Danish Financial Statements Act, we have read the Management's review. We have not performed any further procedures in addition to the audit of the financial statements. On this basis, it is our opinion that the information provided in the Management's review is consistent with the financial statements.

Copenhagen, 19 April 2016

**KPMG**

Statsautoriseret Revisionspartnerselskab

CVR No. 25 57 81 98



Jacob Lehman  
State Authorised  
Public Accountant

## Management's review

### Company details

#### The Company

Mercedes-Benz Finans Danmark A/S  
Digevej 114, 4  
Postboks 132  
2300 København S

Telephone: 33 78 89 00  
Fax: 33 78 89 01  
E-mail: [info.finans.dk@daimler.com](mailto:info.finans.dk@daimler.com)  
Website: [www.mercedes-benz.dk](http://www.mercedes-benz.dk)

CVR no.: 16 04 76 86  
Financial Period: 1 January - 31 December  
Incorporated: 25 March 1992  
Municipality of reg. office: Copenhagen

#### Board of directors

Christian Peters, Chairman  
Björn Hauber  
Andreas Reiner Lehr

#### Executive Board

Andreas Reiner Lehr, CEO  
Björn Michael Lind  
Florian Peterl, CFO

#### Auditors

KPMG P/S  
Dampfærgevej 28  
2100 København Ø

#### General meeting

The annual general meeting is held on 19 April 2016



## Management's review

	2015	2014	2013	2012	2011
	DKKm	DKKm	DKKm	DKKm	DKKm
<b>Key figures</b>					
<b>Profit/loss</b>					
Income from leases and purchase contracts, etc.	278	272	261	287	325
Profit from leases and purchase contracts, etc.	104	96	100	84	76
Operating profit from ordinary activities	61	58	61	45	37
Net profit for the year	<b>51</b>	<b>51</b>	<b>48</b>	<b>34</b>	<b>28</b>
<b>Balance sheet</b>					
Investment in property, plant and equipment	291	270	247	272	309
Non-current assets	2,808	2,428	2,093	1,680	1,726
Current assets	808	653	523	473	462
Total assets	<b>3,615</b>	<b>3,081</b>	<b>2,616</b>	<b>2,153</b>	<b>2,188</b>
Share capital	58	58	58	58	58
Equity	<b>222</b>	<b>223</b>	<b>216</b>	<b>202</b>	<b>196</b>
Provisions	115	104	106	107	96
Non-current liabilities other than provisions	1,158	1,030	670	435	320
Current liabilities other than provisions	2,119	1,724	1,624	1,409	1,576
<b>Ratios</b>					
Net profit ratio	21,9%	21,3%	23,5%	15,8%	11,5%
Return on assets	1,8%	2,0%	2,6%	2,1%	1,7%
Cost ratio	1,3%	1,3%	1,6%	1,8%	1,7%
Solvency ratio	6,1%	7,2%	8,3%	9,4%	9,0%
Return on equity	23,0%	23,2%	22,9%	17,0%	15,4%
<b>Average number of employees</b>	<b>8</b>	<b>7</b>	<b>6</b>	<b>5</b>	<b>7</b>

Reference is made to definitions and terms under accounting policies.

## **Management's review**

### **Operating review**

#### **Principal activities**

The Company's principal activities comprise credit granting in the form of financing and leasing of new and used Mercedes-Benz cars, vans and trucks as well as other makes of vehicles marketed by Mercedes-Benz authorised dealers.

#### **Development in activities and financial position**

Profits from ordinary activities amounted to DKK 61.0 million (2014: DKK 57.8 million), which is an increase in comparison to last year's result and slightly above last years outlook. The increase of the profit can be attributed to higher portfolio volume.

The Danish market environment improved during 2015. Credit reserves for bad and doubtful debts were on the same level in 2015 compared to 2014. A more favourable credit risk situation was resulted in lower cost of risk. Write-offs were also lower in 2015 compared to 2014. The improved portfolio quality is a result of a tightened debt recovery process, and a stricter underwriting policy during the last years. Refinancing costs were stable.

New business acquisitions increased significantly, and the Company's total assets increased to DKK 3.6 billion (2014: DKK 3.1 billion).

#### **Capital resources**

At 31 December 2015, the Company's equity amounted to DKK 222.3 million (31 December 2014: DKK 222.6 million) corresponding to a solvency ratio of 6.1% (31 December 2014: 7.2%). Management considers the Company's capital resources to be satisfactory.

#### **Outlook**

Significant improvements in market conditions were observed in 2015. The company has made investments to further improve processes and systems. This will further enhance the company's value propositions towards customers.

Supported by the strong forecasted sales of Mercedes-Benz vehicles in the Danish market, the Company's assets are planned to increase further in 2016. A profit on the same level as 2015 is expected in 2016.



## Management's review

### Operating review

#### Special risks

The Company's risks primarily include credit risks, market risks and liquidity risks.

#### *Credit risks*

The decisive basis for decision for the Company's credit granting is the borrower's repayment ability. In order to further minimise the risk, the majority of the Company's credits are also hedged through underlying assets subject to restrictions on title. Significant fluctuations in the market prices of the underlying assets will therefore affect the Company's credit risk.

The Company's risk diversification is sound. This is a result of the fact that the Company has relatively few large-scale borrowers and the majority of customers have commitments including only one or a few cars.

#### *Market risks*

The Company's most significant market risks are interest rate and liquidity risk. For both risk areas, the Company is following the matched funded principle to minimise the exposure. The existing portfolio is analysed and the expected new volume is simulated on a monthly basis to determine the funding requirements.

The majority of the Company's loans and leases consist of lease agreements where the interest rate and lease payment, respectively, are adjusted in relation to the development of the short-term market rate. Similarly, the Company's refinancing consists of loan arrangements adjusted in relation to the development in the short-term market rate.

The Company is continuously matching the Company's loans and depreciation of leases to refinancing with similar terms. If funding cannot be raised with the required terms through external banks, funding is raised through Daimler AG Group.

#### *Liquidity risks*

Mercedes-Benz Finans Danmark A/S funds itself with external bank loans and Daimler group internal financing. The structure of the funding is done in a way to eliminate any liquidity risk. Mercedes-Benz Finans Danmark A/S runs a monthly Asset Liability Management analysis takes into account the run-off of the portfolio and the financial liabilities as well as non-interest bearing assets and liabilities. Based on those results as well as new acquisitions in the Company's portfolios the funding is determined and executed.

## Management's review

### Operating review

#### *Social responsibility*

At Mercedes-Benz Finans Danmark AS, we believe corporate social responsibility is an integral part of our identity as a global company. The Company is therefore participating as part of the Daimler Financial Services Group in multifaceted activities reflecting its social commitment. The global key focus areas are education and community advancement where Daimler Financial Services assists through donations, cash contributions and the development of sustainable programmes.

For example, for many years now, Daimler Financial Services helped company founders in numerous countries achieve lasting success. The company founders' innovative business ideas have been deserving of support and the entrepreneurs' courage and new ideas serve as the basis of a flourishing and dynamic economy. They create jobs and thereby give people security. Entrepreneurs have a positive impact on their environment, each in his or her own way - for example, in Mozambique, Scotland, and South Africa.

Consumer demand for individual mobility is growing worldwide. Daimler wants to continue to satisfy this demand as optimally as possible in the future, and this is only possible with concepts and products for sustainable mobility. Above all, this includes safe, fuel-efficient, and low-emission vehicles. One of our goals is to minimise our products' impact on the climate and the environment - from production and operation all the way to end-of-life vehicle recycling. On the "Road to Emission free Mobility," our focus is on innovative drive concepts supplemented by improved and alternative fuels. During the development phase, we optimise consumption of primary energy, the use of raw materials, and recyclability.

Besides these factors, our product strategy also focuses on vehicle safety. We are therefore employing a range of different safety technologies as we progress along the "Road to Accident-free Driving." A key role is played here by innovative assistance systems, which can prevent accidents. They are very effective in protecting the life and health of vehicle occupants and other road users. Further information can be found on <http://www.daimler.com/sustainability/focus2015.html>

#### *Statutory statement regarding gender quotation in Management*

For further information regarding the gender quotation in the Mercedes-Benz Danmark Group, we refer to the annual report for 2015 of Mercedes-Benz Danmark A/S, cf. section 99b of the Danish Financial Statements Act.

## **Financial statements 1 January - 31 December**

### **Accounting policies**

The annual report of Mercedes-Benz Finans Danmark A/S for 2015 has been prepared in accordance with the provisions applying to reporting class C enterprises (large) under the Danish Financial Statements Act.

The accounting policies applied are consistent with those of last year.

### **Foreign currency translation**

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rates at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and at the date of payment are recognised in the income statement as interest income or expense and similar items.

Receivables and payables and other monetary items denominated in foreign currencies are translated at the exchange rates at the balance sheet date. The difference between the exchange rates at the balance sheet date and at the date at which the receivable or payable arose or was recognised in the latest financial statements is recognised in the income statement as interest income or expense and similar items.

### **Income Statement**

#### **Income from leases and purchase contracts etc.**

Income for the year from leases and purchase contracts, etc., comprises interest income, fees, and service income, etc., from finance leases, purchase contracts, financing of inventories for distributors and lease payments from operating leases.

#### **Costs relating to leases and purchase contracts etc.**

Costs relating to leases and purchase contracts etc. comprise interest expense concerning financing of the portfolio, depreciation of assets comprised by operating leases, service costs as well as losses on contracts, etc.

#### **Distribution costs and administrative expenses**

Distribution costs and administrative expenses comprise costs and expenses incurred during the year for marketing, management and administration of the Company, including costs for staff, management, advertising, office premises and office expenses, and depreciation.

#### **Interest income and expense and similar items**

Interest income and expense and similar items for the year comprise interest income and expense, gains and losses on receivables, payables and transactions denominated in foreign currencies as well as surcharges and refunds under the on-account tax scheme, etc.



## **Financial statements 1 January - 31 December**

### **Accounting policies**

#### **Tax on profit for the year**

The Company is covered by the Danish rules on compulsory joint taxation of the Mercedes-Benz Group's Danish subsidiaries.

The parent company Mercedes-Benz Danmark A/S is the administrative company for the joint taxation and consequently settles all corporation tax payments with the tax authorities.

The current Danish corporation tax is allocated by settlement of joint taxation contribution between the jointly taxed companies in proportion to their taxable income. In this relation, companies with tax loss carry forwards receive joint taxation contribution from companies that have used these losses to reduce their own taxable profits.

Tax for the year comprises current tax, joint taxation contributions for the year and changes in deferred tax for the year - due to changes in the tax rate. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

### **Balance Sheet**

#### **Property, plant and equipment**

##### **Fixtures and fittings, tools and equipment**

Fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation.

Cost comprises the purchase price and any costs directly attributable to the acquisition until the date when the asset is available for use.

Depreciation is provided on a straight-line basis to the anticipated scrap value over the expected useful lives of the assets of 3-5 years.

Depreciation is recognised in the income statement as distribution costs and administrative expenses, respectively.

Fixtures and fittings, tools and equipment are written down to the recoverable amount if this is lower than the carrying amount.

Gains and losses on the disposal of fixtures and fittings, tools and equipment are determined as the difference between the sales price less disposal costs and the carrying amount at the date of disposal. The gains and losses are recognised in the income statement as distribution costs and administrative expenses, respectively.

## Financial statements 1 January - 31 December

### Accounting policies

#### *Lease automobiles*

Lease automobiles, which comprise operating lease contracts are measured at cost less accumulated depreciation.

Cost comprises the purchase price and any costs directly attributable to the acquisition until the date when the asset is available for use.

Depreciation is provided on a straight-line basis to the anticipated scrap value over the term of the lease agreement.

Depreciation is recognised in the income statement as costs regarding leases and purchase contracts, etc.

Lease automobiles are written down to the recoverable amount if this is lower than the carrying amount.

Gains and losses on the disposal of leasing automobiles are determined as the difference between the sales price less disposal costs and the carrying amount at the date of disposal. The gains and losses are recognised in the income statement as costs regarding leases and purchase contracts, etc.

### Investments

#### Leases

Finance leases are recognised as a financial receivable from the lessee. At the conclusion of the contract, the receivable is measured at the cost of the underlying asset.

Lease payments are divided into interest and instalments according to the principle of annuities. Interest is recognised in the income statement whereas instalments reduce the amount owed by the lessee.

Leases are measured at the balance due from the lessee. Provisions are made for losses according to an individual assessment.

Gains and losses from the disposal of the underlying assets are calculated as the difference between the selling price less distribution costs and the carrying amount at the date of disposal. Gains and losses are recognised in the income statement as income from leases and purchase contracts, etc.

#### *Purchase contracts*

Purchase contracts are measured at the nominal value at the balance sheet date less provision for losses according to an individual assessment.

## **Financial statements 1 January - 31 December**

### **Accounting policies**

#### **Receivables**

Receivables are measured at amortised cost. Write-down is made for bad debt losses.

#### **Prepayments**

Prepayments comprise costs incurred in connection with the conclusion of leases and purchase contracts as well as bonus to distributors. The costs are recognised in the income statement as interest is added to the contracts.

The item also comprises costs incurred concerning subsequent financial years.

#### **Capital and reserves – dividends**

Proposed dividends are recognised as a liability at the date when they are adopted at the annual general meeting (declaration date). The expected dividend payment for the year is disclosed as a separate item under equity.

#### **Corporation tax and deferred tax**

According to the joint taxation rules, the Company's liability towards the tax authorities is settled in line with payment of joint taxation contribution to the administrative company.

Joint taxation contribution payable and receivable is recognised separately in the balance sheet.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax base of assets and liabilities.

Deferred tax is measured according to the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax.

#### **Liabilities other than provisions**

Financial liabilities are recognised at the date of borrowing at the net proceeds received less transaction costs paid. In subsequent periods, the financial liabilities are measured at amortised cost, corresponding to the capitalised value using the effective interest rate. Accordingly, the difference between the proceeds and the nominal value is recognised in the income statement over the term of the loan.

Other liabilities are measured at net realisable value.



## Financial statements 1 January - 31 December

### Accounting policies

#### Deferred income

Deferred income comprises payments received concerning the establishment of purchase contracts. The income is recognised in the income statement as interest payments are added to the contracts.

The item also comprises payments received concerning income in subsequent years.

### Cash Flow Statement

Pursuant to section 86(4) of the Danish Financial Statements Act. The Company has not prepared a cash flow statement, as the Company is included in the consolidated financial statements of Daimler AG.

#### Financial ratios

The financial ratios stated in the survey of financial highlights have been calculated as follows:

Net profit ratio:	$\frac{\text{Profit / loss from ordinary activities before tax} \times 100}{\text{Income from leases and purchase contracts etc.}}$
Return on assets:	$\frac{\text{Profit / loss from ordinary activities before tax} \times 100}{\text{Average operating assets}}$
Cost ratio:	$\frac{\text{Distribution costs and administrative expenses} \times 100}{\text{Average total assets}}$
Solvency ratio:	$\frac{\text{Equity, ex. minority interests at year end} \times 100}{\text{Total equity and liabilities at year end}}$
Return on equity:	$\frac{\text{Profit / loss for the year} \times 100}{\text{Average equity, ex. minority interest}}$

## Financial statements 1 January - 31 December

### Income statement

	Note	2015 DKK'000	2014 DKK'000
Income from leases and purchase contracts, etc.	1	278,447	272,246
Cost relating to leases and purchase contracts, etc.		<u>-174,738</u>	<u>-176,392</u>
<b>Profit from leases and purchase contracts, etc.</b>		<b>103,709</b>	<b>95,854</b>
Distribution costs and administrative expenses	2	<u>-42,697</u>	<u>-38,100</u>
<b>Profit before tax</b>		<b>61,012</b>	<b>57,754</b>
Tax on profit for the year	4	<u>-9,888</u>	<u>-6,307</u>
<b>Net profit for the year</b>		<b><u>51,124</u></b>	<b><u>51,447</u></b>
Proposed dividend for the year		51,124	51,447
Retained earnings		<u>0</u>	<u>0</u>
		<b><u>51,124</u></b>	<b><u>51,447</u></b>

## Financial statements 1 January - 31 December

### Balance Sheet

	Note	2015 DKK'000	2014 DKK'000
<b>Assets</b>			
Lease automobiles		604,918	569,743
Fixtures and fittings, tools and equipment		<u>91</u>	<u>91</u>
<b>Property, plant and equipment</b>	5	<b><u>605,009</u></b>	<b><u>569,834</u></b>
Finance leases		1,573,495	1,240,249
Purchase contracts		<u>629,061</u>	<u>617,597</u>
<b>Investments</b>	6	<b><u>2,202,556</u></b>	<b><u>1,857,846</u></b>
<b>Total non-current assets</b>		<b><u>2,807,565</u></b>	<b><u>2,427,680</u></b>
Financing of inventories, distributors	7	462,553	547,704
Receivables from leases and purchase contracts		69,962	62,581
Receivables from affiliated companies		195,807	0
Other receivables		35,175	8,681
Prepayments		<u>44,175</u>	<u>34,154</u>
<b>Receivables</b>		<b><u>807,672</u></b>	<b><u>653,120</u></b>
<b>Total current assets</b>		<b><u>807,672</u></b>	<b><u>653,120</u></b>
<b>Total assets</b>		<b><u>3,615,237</u></b>	<b><u>3,080,800</u></b>

## Financial statements 1 January - 31 December

### Balance sheet

	Note	2015 DKK'000	2014 DKK'000
<b>Equity and liabilities</b>			
Equity		57,500	57,500
Retained earnings		113,674	113,674
Proposed dividend for the year		<u>51,124</u>	<u>51,447</u>
<b>Total equity</b>	8	<b><u>222,298</u></b>	<b><u>222,621</u></b>
Deferred tax	9	<u>115,343</u>	<u>104,255</u>
<b>Total provisions</b>		<b><u>115,343</u></b>	<b><u>104,255</u></b>
Bank loans and overdrafts		150,000	420,000
Loans from group enterprises		<u>1,008,357</u>	<u>610,000</u>
<b>Non-current liabilities other than provisions</b>	10	<b><u>1,158,357</u></b>	<b><u>1,030,000</u></b>
Bank loans and overdrafts	10	535,044	610,090
Trade payables		30,438	26,163
Amounts owed to group enterprises		37,305	200,665
Loans from group enterprises	10	1,450,717	830,289
Other payables		51,144	42,018
Deferred income		<u>14,591</u>	<u>14,699</u>
<b>Current liabilities other than provisions</b>		<b><u>2,119,239</u></b>	<b><u>1,723,924</u></b>
<b>Total liabilities other than provisions</b>		<b><u>3,277,596</u></b>	<b><u>2,753,924</u></b>
<b>Total equity and liabilities</b>		<b><u>3,615,237</u></b>	<b><u>3,080,800</u></b>
Segment information	1		
Fee paid to auditors appointed at the general meeting	3		
Contingent liabilities and security	11		
Related parties	12		

## Financial statements 1 January - 31 December

### Notes

	<u>2015</u> DKK'000	<u>2014</u> DKK'000
<b>1 Revenue</b>		
Operational leasing	166,773	165,653
Financial leasing and loans	81,867	79,047
Other income	<u>29,807</u>	<u>27,546</u>
	<u><b>278,447</b></u>	<u><b>272,246</b></u>

Revenue is generated in Denmark.

	<u>2015</u> DKK'000	<u>2014</u> DKK'000
<b>2 Distribution costs and administrative expenses</b>		
Wages and salaries	7,540	6,094
Pensions	455	356
Other social security costs	22	106
Other staff costs	<u>956</u>	<u>494</u>
	<u><b>8,973</b></u>	<u><b>7,050</b></u>

Average number of employees

8

7

Distribution costs and administrative expenses include DKK 17,745k in relation to salary recharges from Mercedes-Benz Finans Sverige AB. Wages to the Executive Board is included in the recharges.

	<u>2015</u> DKK'000	<u>2014</u> DKK'000
<b>3 Fee paid to auditors appointed at the general meeting</b>		
KPMG:		
Total fees	229	299
Hereof other non-audit services	30	100

## Financial statements 1 January - 31 December

### Notes

	2015 DKK'000	2014 DKK'000
<b>4 Tax on profit for the year</b>		
Adjustment of deferred tax	11,088	6,153
Adjustment of deferred tax concerning previous years	<u>-1,200</u>	<u>154</u>
	<b><u>9,888</u></b>	<b><u>6,307</u></b>
Tax on profit/loss for the year is calculated as follows:		
Calculated tax on profit/loss for the year before tax	13,423	14,150
Tax effect of:		
Tax on non-deductible expenses and non-taxable income	24	24
Adjustment of provision for deferred tax due to change of tax rate	-2,359	-8,021
Adjustment of tax concerning previous years	<u>-1,200</u>	<u>154</u>
	<b><u>9,888</u></b>	<b><u>6,307</u></b>
Effective tax rate	16,2 %	10,9 %

### 5 Property, plant and equipment

	Fixtures and fittings, tools and equipment	Lease automobiles	Total
Cost at 1 January 2015	2,937	837,471	840,408
Additions during the year	0	290,614	290,614
Disposals during the year	<u>0</u>	<u>-273,842</u>	<u>-273,842</u>
Cost at 31 December 2015	<u>2,937</u>	<u>854,243</u>	<u>857,180</u>
Depreciation at 1 January 2015	2,846	267,728	270,574
Depreciation for the year	0	131,574	131,574
Depreciation of disposed assets	<u>0</u>	<u>-149,977</u>	<u>-149,977</u>
Depreciation at 31 December 2015	<u>2,846</u>	<u>249,325</u>	<u>252,171</u>
<b>Carrying amount at 31 December 2015</b>	<b><u>91</u></b>	<b><u>604,918</u></b>	<b><u>605,009</u></b>
Depreciated over	<u>3-5 years</u>	<u>3-5 years</u>	



## Financial statements 1 January - 31 December

### Notes

#### 6 Investments

	<u>Finance leases</u>	<u>Purchase contracts</u>	<u>Total</u>
Residual value at 1 January 2015	1,264,438	627,963	1,892,401
Additions for the year	1,138,262	257,616	1,395,878
Instalments and repayments	<u>-802,337</u>	<u>-245,003</u>	<u>-1,047,340</u>
Residual value at 31 December 2015	<u>1,600,363</u>	<u>640,576</u>	<u>2,240,939</u>
Impairment and write downs at 1 January 2015	24,189	10,367	34,556
Adjustments for the year	<u>2,679</u>	<u>1,148</u>	<u>3,827</u>
Impairment and write downs at 31 December 2015	<u>26,868</u>	<u>11,515</u>	<u>38,382</u>
<b>Carrying amount at 31 December 2015</b>	<b><u>1,573,495</u></b>	<b><u>629,061</u></b>	<b><u>2,202,556</u></b>

	<u>2015</u> DKK'000	<u>2014</u> DKK'000
<b>7 Financing of inventories, distributors</b>		
External distributors	462,553	432,617
Group enterprises	<u>0</u>	<u>115,087</u>
	<b><u>462,553</u></b>	<b><u>547,704</u></b>

Financing of inventories, distributors, comprises financing of distributors' purchase of Mercedes-Benz automobiles. Financing is granted against security provided in automobiles.

## Financial statements 1 January - 31 December

### Notes

#### 8 Equity

	<u>Share Capital</u>	<u>Retained earnings</u>	<u>Proposed dividend for the year</u>	<u>Total</u>
Share Capital at 1 January 2015	57,500	113,674	51,447	222,621
Paid dividend	0	0	-51,447	-51,447
Transferred; see the profit appropriation	<u>0</u>	<u>0</u>	<u>51,124</u>	<u>51,124</u>
<b>Equity at 31 December 2015</b>	<b><u>57,500</u></b>	<b><u>113,674</u></b>	<b><u>51,124</u></b>	<b><u>222,298</u></b>

The equity consists of 57,500 shares of DKK 1,000 each. All shares carry equal voting rights. There have been no changes in the share capital within the last five years.

#### 9 Deferred tax

	<u>2015</u> DKK'000	<u>2014</u> DKK'000
Deferred tax at 1 January	104,255	105,623
Adjustment in respect of prior year	1,200	154
Adjustment for the year of deferred tax	9,888	6,153
Joint taxation	<u>0</u>	<u>-7,675</u>
	<b><u>115,343</u></b>	<b><u>104,255</u></b>
Fixtures and fittings, tools and equipment	0	8
Lease automobiles	123,982	102,602
Currents assets	-2,348	-128
Liabilities other than provisions	6,925	4,912
Retained earnings	<u>-13,216</u>	<u>-3,139</u>
	<b><u>115,343</u></b>	<b><u>104,255</u></b>

## Financial statements 1 January - 31 December

### Notes

	<u>2015</u> DKK'000	<u>2014</u> DKK'000
<b>10 Loans</b>		
Loans raised to finance leases and purchase contracts, etc., are recognised in the balance sheet as follows:		
Long-term liabilities other than provisions	1,158,357	1,030,000
Short-term liabilities other than provisions	<u>1,985,761</u>	<u>1,440,379</u>
	<u><b>3,144,118</b></u>	<u><b>2,470,379</b></u>
The liabilities fall due as follows:		
Within 1 year	1,985,761	1,440,379
Between 1 and 5 years	1,125,522	1,030,000
After 5 years	<u>32,835</u>	<u>0</u>
	<u><b>3,144,118</b></u>	<u><b>2,470,379</b></u>

### 11 Contingent liabilities and security

#### Contingent liabilities

The Company is jointly taxed with the Danish group companies in Daimler group. As Group Company, the Company has joint and several unlimited liability for Danish corporation taxes within the joint taxation.

#### Security

The Company's assets are not provided as security.

### 12 Related parties

Mercedes-Benz Finans Danmark A/S' related parties comprise:

#### Control

Mercedes-Benz Danmark A/S, Digevej 114. 4., P.O. Box 132, 2300 København S owns all the shares.

Daimler AG with head offices in Stuttgart, Germany, is the Company's ultimate parent company. The Company is included in the consolidated financial statements of Daimler AG. The consolidated financial statements of Daimler AG can be obtained by contacting the Company in writing.

#### Significant influence

The Company's related parties exercising significant influence comprise the Executive Board and the Board of Directors. Further, related parties comprise companies in which the above persons have substantial interests.