
Star Air A/S

Lyngby Hovedgade 85

DK-2800 Kongens Lyngby

Annual Report 2022

CVR No. 19 32 87 32

The Annual Report was presented and adopted at the
Annual General Meeting of the Company on

12 May 2023

DocuSigned by:



Chair of the General Meeting

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Management's Statement

The Board of Directors and the Executive Board have today considered and adopted the Annual Report of Star Air A/S for the financial year 1 January – 31 December 2022.

The Annual Report has been 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 2022 of the Company and of the results of the Company operations for 2022.

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

We recommend that the Annual Report be adopted at the Annual General Meeting.

Kongens Lyngby, 12 May 2023

Executive Board

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Peter Corfitsen
CEO

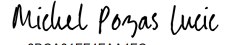
Board of Directors

DocuSigned by:

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Casper Munch
Chair

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Jacob Ramsgaard Nielsen

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Michel Pozas Lucic

Independent Auditor's Report

To the Shareholder of Star Air A/S

Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2022 and of the results of the Company's operations for the financial year 1 January - 31 December 2022 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Star Air A/S for the financial year 1 January - 31 December 2022, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ('Financial Statements').

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Statement on Management's Review

Management is responsible for Management's Review.

Our opinion on the Financial Statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read Management's Review and, in doing so, consider whether Management's Review is materially inconsistent with the Financial Statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, in our view, Management's Review is in accordance with the Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement in Management's Review.

Independent Auditor's Report

Management's Responsibilities 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 as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, Management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the Financial Statements, unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the Financial Statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Independent Auditor's Report

Hellerup, 12 May 2023

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No. 33 77 12 31

DocuSigned by:

Kristian Pedersen

Kristian Pedersen

State Authorised Public Accountant

mne35412

DocuSigned by:

Philip Olsen

Philip Olsen

State Authorised Public Accountant

mne49060

Company Information

The Company

Star Air A/S
Lyngby Hovedgade 85
DK-2800 Kongens Lyngby

CVR No.: 19 32 87 32

Financial period: 1 January - 31 December
Municipality of reg. office: Lyngby-Taarbæk

Board of Directors

Casper Munch, Chair
Jacob Ramsgaard Nielsen
Michel Pozas Lucic

Executive Board

Peter Corfitsen

Auditors

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
Strandvejen 44
DK-2900 Hellerup

Financial Highlights

(USD '000)

Key Figures	2022	2021	2020	2019	2018*
Profit / Loss					
Revenue	-	170,815	162,391	146,971	150,500
Profit before financial income and expenses	-68	39,187	34,730	38,194	4,021
Profit/loss from financial income and expenses	1,002	-4,212	-1,970	-4,238	4,316
Profit for the year	15,340	26,910	25,211	26,067	5,135
Balance Sheet					
Total assets	151,320	321,029	299,197	303,305	204,098
Equity	151,095	162,755	160,845	161,634	141,579
Provisions	-	15,459	19,318	14,794	12,747
Investments in property, plant and equipment	-	71,203	32,829	30,421	42,300
Ratios					
Return on invested capital	0%	25%	20%	33%	6%
Return on equity	10%	17%	16%	17%	4%
Solvency ratio	100%	51%	54%	53%	69%
Other Key Figures					
Average number of full-time employees	-	249	225	220	213

*Financial highlights for 2018 have not been restated to reflect the change in functional currency in 2019.

The financial ratios are prepared in accordance with below definitions:

Return on invested capital	$\frac{\text{Profit before financials} \times 100}{\text{Operational assets at year-end}}$
Return on equity	$\frac{\text{Profit/loss for the year} \times 100}{\text{Equity at year-end}}$
Solvency ratio	$\frac{\text{Equity at year-end} \times 100}{\text{Total assets at year-end}}$

Management's Review

Primary activities

On 5 June 2022, Star Air A/S brought (regulatory and legally) all its activities to the newly established companies, Maersk Air Cargo A/S and Star Air Crew & Training Company A/S with accounting effect as of 1 January 2022. Comparison figures are not restated.

However, the Company acquired shares in these two companies, thus the current activity is ownership of these.

Development in activities and financial position

The Company's income statement for the year ending 31 December 2022 showed a profit of USD 15,340k, which is lower than expected due to unexpected expenses, the Company's balance sheet at 31 December 2022 showed equity of USD 151,095k.

Management finds the profit for the year satisfactory.

Outlook

Management expects no activities in the company in 2023, apart from owning shares in subsidiaries. The expectations for the financial year 2023 is a net profit of USD 14,000– 16,000k.

Corporate social responsibility

For information about corporate social responsibility, we refer to A.P. Møller - Mærsk A/S' consolidated statement on corporate social responsibility on the website <https://www.maersk.com/about/sustainability/reports>.

The Company produces no individual corporate social responsibility statement.

Environmental responsibility

Different laws and regulations impose requirements for reduced climate and environmental impact, including through restrictions on noise levels and greenhouse gas emissions. All laws and regulations concerning the environment and the climate are adhered to by Star Air A/S.

Objectives and policies for the under-represented gender

The Board of Directors believes that its members should be elected on the basis of their combined qualifications and at the same time recognises the advantages of a Board of Directors comprising a wide range of backgrounds such as global experience, style, culture and gender. The Board has defined a target on this basis to increase the share of the under-represented gender on the Board of Directors to account for at least 25% of the shareholder-appointed Board of Directors members in the future, which is expected before 2026.

As of 31 December 2022, there are no women among the three Board of Directors members appointed at the Annual General Meeting. Consequently, the target for diversity has not been met. The background for not meeting the target is that no female candidates for vacant seats on the Board of Directors have been found. The Company will continue to work towards achieving the target within the coming three years.

As part of the Maersk Group, Star Air adheres to the group policy which was adopted at the Board Meeting in A.P. Møller - Maersk A/S on 21 February 2013 with the aim to increase the share of the underrepresented gender on the company's management levels.

The Maersk gender diversity and inclusion policy was revised in 2021. The policy provides details of our targets and actions to increase gender diversity and is available on the Maersk website <https://www.maersk.com/careers/maersk-culture/diversity>.

Management's Review

To support our ambitions of increasing the number of women in management levels the following actions have been taken and continued also in 2022, women are being recruited into Star Air there is a target of no less than 40% of one gender to be hired for our job levels up to senior management level. During 2022, talent reviews, which take place for our senior job levels across the Company, we measure all data by gender to allow us to assess the diversity of the talent pool. The background for not meeting the target is that there have been no changes on the management level during 2022.

Income Statement 1 January - 31 December

<i>(USD '000)</i>	Note	2022	2021
Revenue	2	-	170,815
Production expenses		-	-32,014
Other external expenses		-68	-7,484
Gross profit		-68	131,317
Staff expenses	3	-	-57,403
Depreciation and impairment		-	-34,727
Profit before financial income and expenses		-68	39,187
Income from investments in subsidiaries	4	10,151	-
Financial income	5	1,028	231
Financial expenses	6	-26	-4,443
Profit before tax		11,085	34,975
Tax on profit/loss for the year	7	4,255	-8,065
Profit for the year	8	15,340	26,910

Balance Sheet at 31 December

Assets

<i>(USD '000)</i>	Note	2022	2021
Property, plant and equipment	9	-	168,995
Investments in subsidiaries	4	102,915	-
Deferred tax asset	10	-	5,510
Deposits	11	-	4,496
Financial assets		102,915	10,006
Fixed assets		102,915	179,001
Spare parts		-	11,747
Inventories		-	11,747
Trade receivables		-	19,784
Receivables from group entities	12	48,132	96,782
Other receivables		272	11,103
Prepayments		-	2,597
Receivables		48,405	130,266
Cash at bank and in hand		-	15
Current assets		48,405	142,028
Assets		151,320	321,029

Balance Sheet at 31 December

Liabilities and Equity

<i>(USD '000)</i>	Note	2022	2021
Share capital	13	1,435	1,525
Reserve for net revaluation under the equity method		1,151	-
Retained earnings		148,508	134,230
Proposed dividend		-	27,000
Equity		151,095	162,755
Provisions for maintenance of leased aircraft and components		-	15,459
Other provisions		-	0
Provisions	14	-	15,459
Trade payables		-	0
Lease liabilities, long term part	15	-	78,267
Long-term debt		-	78,267
Short-term part of long-term trade payables		-	1,739
Short-term part of lease liabilities	15	-	17,255
Account payables		-	16,044
Payables to group enterprises relating to corporation tax		206	18,943
Other payables		20	10,567
Short-term debt		226	64,548
Debt		226	142,815
Liabilities and equity		151,320	321,029
Accounting policies	1		
Contingent assets, liabilities and other financial obligations	17		
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Statement of Changes in Equity

<i>(USD '000)</i>	Share capital	Reserve for net revaluation under the equity method	Retained earnings	Proposed dividends for the year	Total
Equity at 1 January	1,525	-	134,230	27,000	162,755
Paid dividend	-	-	-	-27,000	-27,000
Exchange rate effect	-90	-	90	-	-
Transferred over the profit appropriation	-	1,151	14,189	-	15,340
Equity at 31 December	1,435	1,151	148,509	-	151,095

Notes to the Financial Statements

1. Accounting Policies

The Annual Report of Star Air A/S for 2022 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to large entities of reporting class C.

The accounting policies are unchanged from 2021.

The Financial Statements for 2022 are presented in USD. The exchange rate applied at 31 December 2022 is 6.9686 (2021: 6.5574)

Omission of cash flow statement

Pursuant to Section 86(4) of the Danish Financial Statements Act, no cash flow statement has been prepared. The cash flow statement of the Company is included in the Consolidated Financial Statements of A.P. Møller - Mærsk A/S.

Omission of fee to auditors appointed at the general meeting

Pursuant to Section 96(3) of the Danish Financial Statements Act, no fee to auditors appointed at the General Meeting has been presented. The fee to auditors appointed at the General Meeting is included in the Consolidated Financial Statements of A.P. Møller - Mærsk A/S.

Recognition and measurement

Revenue is recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the income statement.

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

Liabilities are recognised 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.

Foreign currency translation

Transactions in foreign currencies are translated at the exchange rate at the dates of transaction. Exchange rate differences arising due to differences between the transaction dates rates and the rates at the dates of payment are recognised in the financial income and expenses in the income statement. Where foreign exchange transactions are considered hedging of future cash flows, the value adjustments are recognised directly in equity.

Notes to the Financial Statements

1. Accounting Policies (cont'd)

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 rates at the time when the receivables or the debt arose are recognised in the financial income and expenses in the income statement.

Fixed assets acquired in foreign currencies are measured at the transaction date rates.

Income Statement

Revenue

Revenue consists of income relating to air transport and related activities performed during the financial year. Income is recognised in the income statement at the time-of-flight departure or the delivery date, which is the time where the risks and rewards are transferred to the customer.

Revenue is measured at the consideration received and is recognised excluding VAT and net of discounts relating to sales.

Production expenses

Production expenses comprise the costs and consumables to achieve revenue for the year.

Other external expenses

Other external expenses comprise sales costs and costs related to advertising, administration, office premises, bad debt losses, etc.

Staff expenses

Staff expenses comprise wages and salaries.

Depreciation and impairment losses

Depreciation and impairment losses comprise the year's depreciation and impairment of property, plant and equipment.

Income from investments in subsidiaries

The item 'Income from investments in subsidiaries' in the income statement includes the proportional share of the profit for the year.

Financial items

Financial items include interest and exchange gains and losses on items denominated in foreign currencies.

Notes to the Financial Statements

1. Accounting Policies (cont'd)

Tax on profit/loss for the year

Tax on profit for the year comprises the amount that is expected to be paid for the year together with deferred tax.

The Company is jointly taxed with other Danish companies in the A.P. Møller Holding A/S. The current Danish corporation tax is allocated between the jointly taxed companies in proportion to their taxable income (full absorption with refunds).

Balance Sheet

Property, plant and equipment

Aircraft and components as well as fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation.

Cost comprises the cost of acquisition and expenses directly related to the acquisition up until the time when the asset is ready for use.

The cost of components is divided into separate parts, which are depreciated separately if the useful life of the individual parts varies.

Depreciation is provided on a straight-line basis over the following expected useful lives of the assets:

Components	3-10 years
Fixtures and fittings, tools and equipment	3-7 years
Maintenance work	2-10 years
Aircraft (second-hand)	2-18 years

Write-downs apart from the above are made when considered necessary, cf. below.

The useful lives and residual values are reassessed annually. Changes are treated as accounting estimates, and the effect on depreciation is recognised prospectively.

Gains and losses on the disposal of property, plant and equipment are stated as the difference between the selling price less selling costs and the carrying amount at the date of disposal. Gains and losses are recognised in the income statement as other operating income or other operating costs, respectively.

Investments in subsidiaries

Investments in subsidiaries are recognised and measured under the equity method.

The item 'Investments in subsidiaries' in the balance sheet include the proportionate ownership share of the net asset value of the enterprise calculated on the basis of the fair values of identifiable net assets at the time of acquisition with deduction or addition of unrealised intercompany profits or losses.

The total net revaluation of investments in subsidiaries is transferred upon distribution of profit to 'reserve for net revaluation under the equity method' under Equity. The reserve is reduced by dividends distributed to the Parent Company and adjusted for other equity movements in subsidiaries.

Notes to the Financial Statements

Subsidiaries with a negative net asset value are recognised at USD zero. Any legal or constructive obligations of the Parent Company to cover the negative balance of the enterprise is recognised in provisions.

Lease assets

Lease assets are 'right-of-use assets' from lease agreements. If, at inception, it is assessed that a contract contains a lease, a lease asset is recognised. Lease assets are initially measured at the present value of future lease payments, plus the cost of obligations to refurbish the asset. Payments include fixed payments, variable lease payments depending on an index or a rate and the exercise price of purchase options that are reasonably certain to be exercised. The lease assets are depreciated using the straight-line method over the shorter of the expected lease term and the useful life of the underlying asset. The lease assets are tested for impairment whenever there is an indication that the assets may be impaired.

Lease assets relates to "Aircraft and components" and are depreciated over 3 - 6 years.

Short-term leases and leases of low value are recognised as expenses in the income statement on a straight-line basis over the lease term.

Impairment of fixed assets

The carrying amounts of property, plant and equipment are reviewed on an annual basis to determine whether there is any indication of impairment other than that expressed by depreciation.

If so, the asset is written down to its lower recoverable amount.

Spare parts

Spare parts are measured at cost. Where the net realisable value is lower than cost, spare parts are written down to this lower value.

Receivables

Receivables are measured in the balance sheet at the lower of amortised cost and net realisable value, which corresponds to nominal value less provisions for bad debts.

Prepayments

Prepayments comprise prepaid expenses concerning the following year.

Equity

Dividends

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

Provisions

Provisions primarily comprise provisions for future scheduled maintenance of leased aircraft and engines as well as ongoing claims. Provisions are recognised when, as a result of past events, the Company has a legal or a constructive obligation, and it is probable that there may be outflow of resources embodying economic benefits to settle the obligation. Provisions are measured at value in use.

Financial liabilities

Financial liabilities are measured at amortised cost, substantially corresponding to nominal value. Finance lease obligations comprise the capitalised residual lease obligation of finance leases.

Notes to the Financial Statements

1. Accounting Policies (cont'd)

Lease liabilities

Lease liabilities are initially recognised at the present value of future lease payments including payments from extension or purchase options that are considered reasonably certain to be exercised.

The lease liability is measured using the implicit borrowing rate in the contracts or, where this is not available, the marginal borrowing rate in Denmark. Star Air applies a single discount rate to portfolios of leases for Denmark based on contract currency and loan periods.

If a lease contract is modified, the lease liability is remeasured. For leases with extension options, lease terms are estimated taking the strategic importance into consideration. The estimated lease term is reassessed at each reporting date.

2. Revenue

(USD '000)

Geographical segments

	2022	2021
Revenue, Denmark	-	6,938
Revenue, Europe	-	163,877
	-	170,815

Business segments

The company revenue is mainly air freight.

3. Staff expenses

Wages and salaries	-	44,968
Pensions	-	3,890
Other social security expenses	-	2,268
Other staff expenses	-	6,277
	-	57,403

Average number of employees	-	249
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By reference to section 98b(3)(ii) of the Danish Financial Statements Act, remuneration to Management is not disclosed.

4. Investments in subsidiaries

(USD '000)

	2022	2021
Addition during the year (due to the restructuring of Star Air A/S)	101,764	-
Costs at 31 December	101,764	-
Value adjustment 1 January	-	-
Profit for the year	10,151	-
Received dividend	-9,000	-
Value adjustment 31 December	1,151	-
Carrying amount 31 December	102,915	-

Name / legal form	Registered office	Voting rights and ownership interest
Maersk Air Cargo A/S	Lyngby-Taarbaek	100%
Star Air Crew & Training Company A/S	Lyngby-Taarbaek	100%

Notes to the Financial Statements

5. Financial income

(USD '000)

	<u>2022</u>	<u>2021</u>
Interest income from group entities	1,028	75
Exchange gains	-	156
	<u>1,028</u>	<u>231</u>

6. Financial expenses

Lease assets	-	3,995
Other financial expenses	-	42
Exchange losses	26	406
	<u>26</u>	<u>4,443</u>

7. Tax on profit/loss for the year

Current tax for the year	206	12,292
Deferred tax for the year	-	-3,146
Adjustment of current tax concerning previous years	-	-1,081
Adjustment of deferred tax concerning previous year	-4,461	-
	<u>-4,255</u>	<u>8,065</u>

8. Proposed profit appropriation

Retained earnings	15,340	-90
Proposed dividend	-	27,000
	<u>15,340</u>	<u>26,910</u>

9. Property, plant and equipment

(USD '000)	Aircraft and components	Fixtures and fittings, tools and equipment	Maintenance work leased aircrafts	Assets under construction	Total
Cost at 1 January 2022	229,353	949	218,576	18,732	467,610
Transferred to Maersk Air Cargo A/S	-229,353	-949	-218,576	-18,732	-467,610
Cost at 31 December 2022	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Depreciation and impairment at 1 January 2022	100,992	747	196,876	-	298,615
Transferred to Maersk Air Cargo A/S	-100,992	-747	-196,876	-	-298,615
Depreciation and impairment at 31 December 2022	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Carrying amount at 31 December 2022	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Notes to the Financial Statements

10. Deferred tax asset

(USD '000)

	<u>2022</u>	<u>2021</u>
Deferred tax at 1 January	5,510	2,364
Deferred tax adjustment for the year in the income statement	-	3,146
Transferred to Maersk Air Cargo A/S due to the restructuring of Star Air A/S	<u>-5,510</u>	<u>-</u>
Deferred tax asset at 31 December	<u>-</u>	<u>5,510</u>

The deferred tax asset relates to timing differences between accounting values and tax values, primarily relating to property, plant and equipment.

11. Deposits

Deposits at 1 January	4,496	3,736
Additions for the years	-	760
Transferred to Maersk Air Cargo A/S due to the restructuring of Star Air A/S	<u>-4,496</u>	<u>-</u>
Deposits at 31 December	<u>-</u>	<u>4,496</u>

12. Receivables from group entities

Receivables from group entities consists primarily of cash at bank in a cash pool arrangement with group entities.

13. Equity

The share capital consists of shares with a nominal value of DKK 10,000 each or multiples thereof. There have been no changes in the share capital during the last five years. The share capital is DKK 10,000,000.

14. Provisions

	<u>Maintenance of leased aircraft and components</u>
Provision at 1 January	15,459
Transferred to Maersk Air Cargo A/S due to the restructuring of Star Air A/S	<u>-15,459</u>
Provision at 31 December	<u>-</u>

15. Leases

Maturity analysis of the lease liability

Less than 1 year	-	17,255
Between 1 and 5 years	-	59,942
More than 5 years	<u>-</u>	<u>18,325</u>
Undiscounted lease liability at 31 December	<u>-</u>	<u>95,522</u>

Notes to the Financial Statements

16. Related party disclosures

Star Air A/S' related parties comprise the following:

Companies in the A.P. Møller Holding Group, Esplanaden 50, Copenhagen Denmark.

A/S Maersk Aviation Holding exercises direct control over the Company.

Related party transactions

<i>(USD '000)</i>	2022	2021
Purchase of services	0	2,622
Sale of services	0	6,853
Interest	1,028	75
Receivables from group entities	48,132	96,782
Payables to group entities	206	19,216

Consolidated financial statements

The Company is included in the Consolidated Financial Statements of A.P. Møller – Mærsk A/S (immediate parent company)

The Company is included in the Consolidated Financial Statements of A.P. Møller Holding A/S (ultimate controlling parent).

17. Contingent assets, liabilities and other financial obligations

Other contingent liabilities

The Company is jointly taxed with all other Danish companies in the A.P. Møller Holding Group. As a consolidated entity, the Company has unlimited and joint liability together with the other companies under joint taxation for Danish corporation tax and withholding tax on dividends, interest and royalties within the jointly taxed companies.