

DSV Solutions Holding A/S

Hovedgaden 630, 2640 Hedehusene

CVR No. 26 36 63 48

Annual Report

for the year ended 31 December 2017

17th financial year

Approved at the Company's annual general meeting on 31 May 2018.

Chairman:



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Statement by Management on the annual report

Today, the Board of Directors and the Executive Board have discussed and approved the Annual Report of DSV Solutions Holding A/S for the financial year 1 January - 31 December 2017.

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

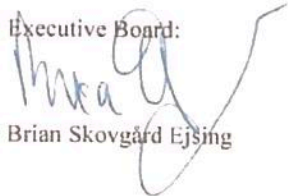
In our opinion, the financial statements give a true and fair view of the financial position of the company at 31 December 2017 and of the results of the company's operations for the financial year 1 January - 31 December 2017.

Further, in our opinion, the Management's review gives a fair review of the development in the company's operations and financial matters and the result of the company's operations and financial position.

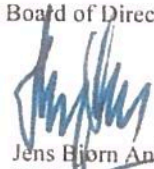
We recommend that the Annual Report be approved at the Annual General Meeting.

Hedehusene, 31 May 2018

Executive Board:


Brian Skovgård Ejsing

Board of Directors:


Jens Eijorn Andersen
Chairman


Jens H. Lund


Kurt K. Larsen


Rene Falch Olesen

Independent Auditor's Report

To the Shareholders of DSV Solutions Holding 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 2017, and of the results of the Company's operations for the financial year 1 January - 31 December 2017 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of DSV Solutions Holding A/S for the financial year 1 January - 31 December 2017, 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' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements. 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.

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 judgment and maintain professional skepticism 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.

Copenhagen, 31 May 2018

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31



Kim Fuchsøl

State Authorised Public Accountant
mne9291



Dan Bjerregaard

State Authorised Public Accountant
mne33701

INFORMATION ABOUT THE COMPANY

Name	DSV Solutions Holding A/S
Adress	Hovedgaden 630
Post Code	2640 Hedehusene
	Tel: +45 43 20 30 40
	Fax: +45 43 20 30 41
CVR-No.	26 36 63 48
Municipality of domicile	Høje-Taastrup
Board of Directors:	Jens Bjørn Andersen, (Chairman) Jens H. Lund Kurt K. Larsen Rene Falch Olesen
Executive Board:	Brian Skovgård Ejsing
Auditors:	PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab

MANAGEMENT'S REVIEW

Financial highlights

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Key figures (in thousands):					
Operating loss/profit	-44.842	-22.748	47.273	-1.583	-1.449
Net financials	-26.226	-20.258	-6.862	-16.501	-23.654
Loss/profit for the year	-53.273	-29.644	223.003	80.673	126.982
Shareholders' equity at year-end	398.804	452.704	652.497	489.173	508.661
Total assets	1.980.074	2.149.965	1.351.137	1.357.148	1.286.217
Investments for the year	51.781	903.922	25.529	61.545	40.531
Ratios:					
Return on equity	-12,51%	-5,36%	39,07%	16,17%	28,51%
Solvency ratio	20,14%	21,06%	48,29%	36,04%	39,54%

Financial ratios are calculated in accordance with the Danish Finance Society's guidelines on the calculation of financial ratios, " Recommendations and Financial Ratios 2015".

Return on equity

$\frac{\text{Profit/loss} \times 100}{\text{Average equity}}$

Solvency ratio

$\frac{\text{Equity} \times 100}{\text{Total Assets}}$

MANAGEMENT REVIEW

Business activities and mission

The company is a 100% owned subsidiary of DSV A/S. The company's financial statements are a part of the consolidated financial statements for DSV A/S.

DSV Solutions Holding A/S invests in companies which offers logistics and supply chain management services to multinational and local customers.

Business review

Warehouse consolidation has been ongoing for several year, concurrent with the expiration of existing leases and changes in the contract logistics market. This was also a major focus area in 2017.

Our strategy is to move away from smaller warehouses to large, multi-customer warehouses in the right strategic locations. Modernisation and automation of facilities was also on the agenda in Solutions in 2017.

Net profit/loss for the year compared with previously expressed expectations

The company's operating result for the year shows a loss of tDKK 44.842. The net result for the year, shows a loss of tDKK 53.273 which is below the expectation. The reason for the lower result are less return on investments from subsidiaries and integration costs.

The result is considered unsatisfactory by the management.

Investments

In 2017 the company had minor investments in Group Enterprises.

Capital resources

The company has a solid capital resource due to the fact that the company is a part of the cashpool in the DSV Group. The capital resource is supported by the Groups strategic goal to secure sufficient financial flexibility.

Outlook

For 2018 it is expected that the operating result will be close to 0 and that the net result, after share of profit from investments in Group enterprises and financial items, will be positive.

Unusual risks

There are no unusual matters which influence the recognition and measurement in the Annual Report.

Statement of corporate social responsibility, cf. The Financial Statements Act §99a

DSV Solutions Holding A/S is a subsidiary of the DSV Group. The Group issues a separate report on corporate social responsibility, the DSV CSR Report, which is the Group's progress report (COP) under UN's Global Compact. The report is available at: <http://www.dsv.com/About-DSV/csr/csr-reports>.

Statement of gender representation in management, cf. The Financial Statements Act § 99b

The Financial Statements Act § 99b requires Danish companies of a certain size to set targets for and report on gender representation in the company's top management.

At present, DSV Solutions Holding A/S does not comply with the requirement of equal gender representation in the company's top management. This is due to the fact that the company's board is made up of members from the DSV Group's management team. That is, equal gender representation in DSV Solutions Holding A/S depends on who holds the strategic positions in the Group, but it is the intention of the company that within 2022 at least one of four board members should be female. This intention is supported by company policy as described in the following:

Company policy for gender diversity takes its cue from the anti-discrimination paragraph in the DSV Code of Conduct. The policy aims to ensure a balanced workforce as well as equal opportunity for all DSV employees. This target will be pursued through a hiring and advancement practice and policy, focused on equal advancement possibilities for all talented and dedicated employees regardless of gender.

Events after the reporting date

No material events have occurred after 31 December 2017.

Financial statements 1 January - 31 December

INCOME STATEMENT

	Note	2017 DKK '000	2016 DKK '000
Other external expenses		<u>-82.861</u>	<u>-67.802</u>
Gross margin		-82.861	-67.802
Staff costs	2	-2.670	-3.049
Other operating income		<u>40.689</u>	<u>48.103</u>
Operating loss/profit		-44.842	-22.748
Income from investments in Group enterprises incl. impairment	3	14.263	9.412
Financial income	4	12.444	13.168
Financial expenses	5	<u>-38.670</u>	<u>-33.426</u>
Loss/profit before tax		-56.805	-33.594
Tax on profit for the year	6	<u>3.532</u>	<u>3.950</u>
NET LOSS/PROFIT FOR THE YEAR		<u>-53.273</u>	<u>-29.644</u>

Financial statements 1 January - 31 December

BALANCE SHEET

ASSETS	Note	2017 DKK '000	2016 DKK '000
NON-CURRENT ASSETS			
Financial assets			
Investments in Group enterprises	7	1.933.678	2.111.264
Investments in associated companies	7	25.084	3.514
Non-current receivables from Group companies		0	16.707
Total fixed assets investments		<u>1.958.762</u>	<u>2.131.485</u>
TOTAL NON-CURRENT ASSETS		<u>1.958.762</u>	<u>2.131.485</u>
CURRENT ASSETS			
Receivables from Group companies		11.936	14.444
Tax receivable		8.624	4.027
Deferred tax asset	8	749	1
Other receivables		3	8
Total receivables		<u>21.312</u>	<u>18.480</u>
TOTAL CURRENT ASSETS		<u>21.312</u>	<u>18.480</u>
TOTAL ASSETS		<u>1.980.074</u>	<u>2.149.965</u>

Financial statements 1 January - 31 December

BALANCE SHEET

	Note	2017 DKK '000	2016 DKK '000
EQUITY AND LIABILITIES			
EQUITY			
Share capital	9	100.000	100.000
Retained earnings		<u>298.804</u>	<u>352.704</u>
TOTAL EQUITY		<u>398.804</u>	<u>452.704</u>
LIABILITIES			
Non-current liabilities			
Non-current liabilities to Group companies	10	<u>1.413.572</u>	<u>1.390.316</u>
Total non-current liabilities		<u>1.413.572</u>	<u>1.390.316</u>
Current liabilities			
Suppliers of goods and services		122	189
Payables to Group companies		163.748	306.181
Other debt		<u>3.828</u>	<u>575</u>
Total current liabilities		<u>167.698</u>	<u>306.945</u>
TOTAL LIABILITIES		<u>1.581.270</u>	<u>1.697.261</u>
TOTAL EQUITY AND LIABILITIES		<u><u>1.980.074</u></u>	<u><u>2.149.965</u></u>
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STATEMENT OF CHANGES IN EQUITY

	Share capital	Retained earnings	Dividend	Total
Shareholders' Equity at 1/1 2016	100.000	382.497	170.000	652.497
Other adjustments	-	-149	-	-149
Dividend distributed	-	-	-170.000	-170.000
Transfer regarding proposed distribution	-	-29.644	-	-29.644
Shareholders' Equity at 31/12 2016	100.000	352.704	0	452.704
Shareholders' Equity at 1/1 2017	100.000	352.704	0	452.704
Other adjustments	-	-627	-	-627
Dividend distributed	-	-	-	-
Transfer regarding proposed distribution	-	-53.273	-	-53.273
Shareholders' Equity at 31/12 2017	100.000	298.804	0	398.804

Financial statements 1 January - 31 December

Note 1 Accounting policies

The 2017 Annual Report of DSV Solutions Holding A/S has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to large reporting class C entities.

The accounting policies are consistent with those of last year.

The amounts in the Annual Report are stated in Danish kroner (DKK) and rounded to the nearest thousands.

Consolidated financial statements

In accordance with section 112(1) of the Danish Financial Statements Act, no consolidated financial statements have been prepared. The financial statements of DSV Solutions Holding A/S and its subsidiaries are included in the consolidated financial statements of DSV A/S.

Cash flow statement

In accordance with section 86.4 of the Danish Financial Statements Act, no cash flow statement has been prepared. The cash flow statement of DSV Solutions Holding A/S and its subsidiaries are included in the consolidated financial statement of DSV A/S.

Fees to auditors appointed at the Annual General

In accordance with section 96.3 of the Danish Financial Statements Act, no information about fees to appointed auditors at the Annual General Meeting are disclosed, due to the information is disclosed on group level in the consolidated financial statements of DSV A/S.

Foreign currency translation

On initial recognition, foreign currency transactions are translated at the exchange rate ruling at the transaction date. Exchange differences between the exchange rates at the transaction date and the date of payment are recognised in the income statement under financial income and expenses.

Receivables, payables and other monetary items denominated in a foreign currency are translated at the exchange rate ruling at the balance sheet date. The difference between the exchange rates at the balance sheet date and the date on which the receivable or payable was recorded or the exchange rate used in the latest annual report is recognised in the income statement as financial income and expenses.

Income statement

Staff costs

Staff costs include wages and salaries, pensions, social security costs and other staff costs.

Other external expenses

Other external expenses comprise expenses incurred during the year related to management and administration of the company, including expenses for administrative personnel, management, office premises and expenses and office supplies.

Other operating income and losses

Other operating income is primarily related to invoicing of service fee to subsidiaries.

Income from investments in Group enterprises and associated companies

Dividends from investments in Group enterprises and associated companies are recognised in the Company's income statement in the financial year in which the dividends are declared. If the dividends distributed exceed accumulated earnings after the date of acquisition, dividends are, however, not recognised as income in the income statement, but as an adjustment of the cost of the investment.

Financial statements 1 January - 31 December

Financial income and expenses

Financial income and expenses include interest income and expense, capital gains and losses in respect of securities, payables and transactions denominated in foreign currencies and amortisation of financial assets and liabilities as well as surcharges and refunds under the tax prepayment scheme etc.

Tax

DSV Solutions Holding A/S is subject to the Danish regulations relating to compulsory joint taxation of the Group's subsidiaries. The subsidiaries are included in the joint taxation from the time of entering the consolidation in the consolidation annual accounts and up to the time when they are deconsolidated.

The current Danish corporation tax is allocated by settlement of the jointly taxed companies compared with the taxable income of these companies. In this connection, the companies with tax losses receive joint taxation contribution from the companies which are able to apply these losses to reduce own taxable gains (full allocation).

Tax for the year, which comprises of the current corporation tax for the year, joint taxation contribution and changes in deferred tax are taken to the profit and loss account with the part which is attributable to the profit/loss for the year and directly taken to equity with the part which is attributable to entries directly in equity.

Balance sheet

Investments in Group enterprises and associated companies

Investments in Group enterprises and associated companies are measured at cost. If the cost exceeds the recoverable amount, the investment is written down to this lower value.

The cost is adjusted if dividends distributed exceed accumulated earnings after the date of acquisition.

Impairment of non-current assets

The carrying amounts of other non-current assets are calculated once a year to determine whether there is an indication of impairment. If so, their recoverable amounts are calculated. The recoverable amount is the higher of the fair value of the asset less the expected disposal costs and the value in use. The value in use is calculated as the present value of expected future cash flow from the asset or the cash-generating unit of which the asset forms part.

Impairment losses are recognised if the carrying amount of an asset or a cash-generating unit exceeds the recoverable amount of the asset or cash-generating unit. Impairment losses are recognised in the income statement under amortisation, depreciation and impairment losses. Impairments of investments are included in share of income from investments.

Impairment of other investments is reversed if the assumptions and estimates on which the impairment is based have changed. Impairments are reversed if the new carrying amount of the asset exceeds the book value.

Other receivables

Other receivables are measured at amortised cost, which usually corresponds to the nominal value. The value is reduced by write-downs for bad debts.

Equity

Proposed dividends are recognised as a liability when adopted at the Annual General Meeting (date of declaration). Expected dividends for the year are shown as a separate item under equity.

Financial statements 1 January - 31 December

Incentive programmes

The company's incentive schemes include equity-settled share-based share option and warrants programmes which are settled in DSV A/S shares.

The value of the services, which the staff delivers in return for granting of options and warrants are measured at the fair value of the options and warrants.

The equity-settled share-based payment arrangements are measured at fair value at the time of granting and are recognised in the profit and loss account under staff costs during the period where the final right to the options or warrants is achieved. The counter item is directly recognised in equity.

In connection with the first recognition of share-based arrangements, the number of options and warrants which the staff are expected to gain right to is estimated. Subsequently, changes are adjusted for related to the number of the right of acquisition of options and warrants so that the total recognition is based on the actual number of rights of acquisition of options and warrants.

The fair value of the granted options and warrants is estimated by the use of the Black-Scholes valuation method. By the estimation terms and conditions related to the granted options and warrants are taken into account.

Corporation tax and deferred tax

Current tax liabilities and outstanding current tax are included in the balance sheet as tax calculated on the taxable income for the year adjusted for tax from previous years' taxable income and pre-paid taxes.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amounts and the tax value of assets and liabilities. No recognition is made of deferred tax on temporary differences relating to items disallowed for tax purposes if, except at the acquisition of enterprises, such temporary differences arose on the date of acquisition without affecting the results or the taxable income. In cases where it is possible to calculate the tax value according to different tax rules, deferred tax is measured on the basis of the planned use of the asset or the settlement of the liability.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised at the expected value of their utilisation, either by elimination in tax on future earnings or by offsetting deferred tax liabilities within the same legal tax entity or jurisdiction.

Deferred tax assets and tax liabilities are set off if the enterprise has a legally enforceable right to set off current tax liabilities and tax assets or intends either to settle current tax liabilities and tax assets on a net basis or to realise the assets and liabilities simultaneously.

Deferred tax assets are tested for impairment annually and are only recognised if they are likely to be utilised.

Current liabilities

Other liabilities including amounts owed to suppliers, affiliates and associates and other debts are valued at net realisable value.

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	2017 DKK'000	2016 DKK'000
Note 2. Staff costs		
Specification of staff costs:		
Salaries, wages, share options and warrants	2.479	2.835
Pension costs	174	193
Other expenses for social security	2	3
Other staff costs	15	18
	<u>2.670</u>	<u>3.049</u>
Average number of employees	<u>3</u>	<u>3</u>

Information regarding remuneration to the Executive Board is excluded with reference to the Danish Financial Statements Act. Section 98 b, subsection 3.

The Board of Directors does not receive remuneration for their roles as members of the board.

DSV A/S has established a share option and warrant programme for the Group's employees. The Executive Board in DSV Solutions Holding A/S has been granted share options from the programme. The Board of Directors have received options from the programme for their roles in DSV A/S. DSV Solutions Holding A/S's part of costs regarding the share options and warrants program are included as staff costs on a continuing basis.

	2017 DKK'000	2016 DKK'000
Note 3. Income from investments in Group enterprises incl. impairment		
Dividend received from subsidiaries	104.285	18.522
Impairment of investments in subsidiaries	-88.255	-20.651
Loss from sale of investments in subsidiaries	-1.767	0
Gain from sale of investments in subsidiaries	0	11.541
	<u>14.263</u>	<u>9.412</u>

Note 4. Financial income

Financial income from Group enterprises	9.599	5.745
Foreign currency translation adjustments	2.845	7.423
	<u>12.444</u>	<u>13.168</u>

Note 5. Financial expenses

Financial expenses for Group enterprises	34.028	31.017
Foreign currency translation adjustments	4.642	2.409
	<u>38.670</u>	<u>33.426</u>

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	2017 DKK'000	2016 DKK'000
Note 6. Tax for the year		
Current tax for the year	2.116	3.950
Adjustment of the deferred tax charge for the year	711	0
Prior year adjustments	705	0
	<u>3.532</u>	<u>3.950</u>
Note 7. Financial assets		
Investments in Group enterprises and associated companies:		
Cost	Associated companies	Group Enterprises
Balance at 1/1 2017	3.514	2.704.455
Capital increase	0	26.975
Additions	23.337	1.469
Disposals	<u>-1.767</u>	<u>-8.723</u>
Cost at 31/12 2017	<u>25.084</u>	<u>2.724.176</u>
Write-offs and fair value adjustments		
Write-offs and fair value adjustments at 1/1 2017	0	-593.191
Write-off and fair value adjustments for the year	0	-88.255
Reduction re. dividend received which exceed accumulated earnings after the date of acquisition	0	-117.775
Reversal of write-offs due to disposals	<u>0</u>	<u>8.723</u>
Write-offs and fair value adjustments at 31/12 2017	<u>0</u>	<u>-790.498</u>
Carrying amount at 31/12 2017	<u>25.084</u>	<u>1.933.678</u>

Financial statements 1 January - 31 December

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Note 7. Financial assets - continued

Group Enterprises

Company name	Registered office	Ownership	Currency	CUR'000 Share Capital
DSV Solutions NV	Belgium	100%	EUR	12.340
DSV Solutions S.R.L.	Romania	100%	RON	6
DSV Solutions B.V.	The Netherlands	100%	EUR	135
DSV Solutions Group GmbH	Germany	100%	EUR	27
DSV Solutions S.A.	France	100%	EUR	38
DSV Solutions Ltd.	Great Britain	100%	GBP	1.000
DSV Solutions Ltd.	Ireland	100%	EUR	3.500
DSV Solutions OOO	Russia	99%	RUR	25.548
DSV Solutions A/S	Denmark	100%	DKK	30.000
DSV Solutions AS	Norway	100%	NOK	297
DSV Solutions AB	Sweden	100%	SEK	16.000
DSV Solutions OY	Finland	100%	EUR	214
DSV Solutions Sp. Z.o.o.	Poland	100%	PLN	10.200
UTi (Hungary) Kft	Ungarn	100%	HUF	6.000
UTi Logistics Slovakia s.r.o.	Slovakia	100%	EUR	3.200
DSV Solutions Pte Ltd.	Singapore	100%	SGD	1.000
DSV Solutions Co., Ltd.	Taiwan	100%	TWD	100.000
DSV Solutions Inc.	Canada	100%	CAD	77.642
DSV Solutions S.A. de C.V.	Mexico	100%	MXN	46.561
DSV Services Sp. Z.o.o.	Poland	100%	PLN	210

Associated companies

Company name	Registered office	Ownership	Currency	CUR'000 Share Capital
GP0615 ApS & Co. Am Zunderbaum KG	Germany	5%	EUR	10
DSV Real Estate Bochum ApS & Co. KG	Germany	5%	EUR	10
DSV Real Estate Peine ApS & Co. KG	Germany	5%	EUR	10
UTi Global Logistics Inc	Phillippines	40%	PHP	62.278
DSV Solutions Ltd.	Thailand	49%	THB	12.500
UT Worldwide (India) Pvt. Limited	India	9%	INR	234.873

Note 8. Deferred tax asset

	2017 DKK'000	2016 DKK'000
Deferred tax asset at 1/1	1	1
Deferred tax for the year	748	0
Deferred tax asset at 31/12	<u>749</u>	<u>1</u>
Deferred tax asset:		
Tangible assets	0	1
Other liabilities	749	0
Deferred tax asset	<u>749</u>	<u>1</u>

Note 9. Share capital

Contributed capital consist of 1 share to nominal value tkr. 100.000 and no changes for the last 5 years.

Financial statements 1 January - 31 December

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Note 10. Non-current liabilities

The non-current liabilities to group companies are all due within 5 years.

Note 11. Contingent Liabilities

The Company is jointly registered as regards VAT with DSV A/S, DSV Road A/S, DSV Air & Sea A/S, DSV Solutions A/S, DSV Road Holding A/S and DSV Air & Sea Holding A/S. The Company is thus jointly and severally liable for VAT as regards the jointly registration.

The Company is assessed jointly for tax purposes together with the other domestic DSV Group entities. The Company is a wholly-owned subsidiary of DSV A/S and is under an unlimited and joint liability regime for Danish tax payments and withholding taxes on dividends, interest and royalties from the jointly taxed entities. The total amount is disclosed in the annual financial statements of DSV A/S, which is the administration company of the joint taxation arrangement. Any subsequent adjustments of the taxable consolidated profit or withholding taxes may result in an increase in the Company's tax liability.

The Company has issued letter of support for individual Group enterprises to provide financial support to the extent necessary, allowing the Group enterprises to continue their activities and meet their obligations towards third parties.

	2017 DKK'000	2016 DKK'000
Guarantees for rent commitments, indemnification and subordination agreements re. subsidiaries.	<u>1.754.004</u>	<u>1.676.150</u>

Note 12. Related parties and ownership

DSV Solutions Holding A/S related parties comprise the following:

Parties exercising control

DSV A/S, Hovedgaden 630, DK-2640 Hedehusene

Other

The Company's related parties are the companies in the DSV Group and the companies' daily management.

There are not entered agreements or other transactions with companies where the Board of Directors or the Executive Board have had any financial interest except from transactions related to the conditions of employment.

	2017 DKK'000	2016 DKK'000
Transactions with related parties:		
Sale of servicefee	82.021	69.755
Sale of administration fee	4.035	1.646
Purchase of service fee	3.700	3.099
Purchase of administration fee	82.320	63.286
Financial income	9.599	5.745
Financial expenses	34.028	31.017

The company has bought shares from group companies with a value of t.DKK 1.469 (2016 t.DKK 893.761) and made capital increases of t.DKK 26.975 (2016 t.DKK 10.161).

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NOTES

Note 12. Related parties and ownership (continued)

The company has following receivables and payables as of 31, December:

	2017 DKK'000	2016 DKK'000
Non-current receivables from Group companies	0	16.707
Current receivables from Group companies	11.936	14.444
Non-current liabilities to Group companies	1.413.572	1.390.316
Current liabilities to Group companies	163.748	306.181

Ownership

Shareholders holding 5% or more of the share capital or the voting rights:

DSV A/S, Hovedgaden 630, DK-2640 Hedehusene owns 100% of the shares in DSV Solutions Holding A/S.

Note 13. Consolidated financial statement

The financial statements of DSV Solutions Holding A/S and its subsidiaries are included in the consolidated financial statements of DSV A/S, Hedehusene, Denmark. The consolidated financial statement of DSV A/S can be requested at the following adress:

DSV A/S
Hovedgaden 630
DK-2640 Hedehusene
Denmark
or: www.investor.dsv.com

Note 14. Proposed distribution of profit

	2017 DKK '000	2016 DKK '000
Dividend	0	0
Retained earnings	<u>-53.273</u>	<u>-29.644</u>
Total distribution	<u><u>-53.273</u></u>	<u><u>-29.644</u></u>