

Maersk GSC Holding A/S

Esplanaden 50
DK -1098 Copenhagen K

CVR-No. 26643015

Annual Report for 2017

The Annual Report was presented and adopted at the Annual General Meeting of the Company on 31 May 2018.



FRITH BRENNAN

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Management's statement

The Executive Board and the Board of Directors have today discussed and approved the annual report for the financial year 1 January 2017 - 31 December 2017 for Maersk GSC Holding A/S.

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

In our opinion, the Financial Statements give a true and fair view of the assets, liabilities and financial position as of 31 December 2017 and of the results of its operations for the financial year 1 January 2017 - 31 December 2017.

Further, in our opinion the management review includes a fair review of the matters dealt with.

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

Copenhagen, 31 May 2018

Executive board

Casper Munch

Board of Directors

Caroline Sundorff

Pontoppidan
Chairman

Søren Toft

Casper Munch

Independent Auditor's Report

To the Shareholders of Maersk GSC 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 Maersk GSC Holding A/S for the financial year 1 January - 31 December 2017, which comprise a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity and notes ("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.

Independent Auditor's Report

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.

Independent Auditor's Report

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



Søren Ørjan Jensen
State Authorised Public Accountant
mne 33226



Jacob Brinch
State Authorised Public Accountant
mne 35447

Management's review

The company's main activities

Maersk GSC Holding A/S operates through its subsidiaries' business, by selling back office services to companies in the transportation industry.

Development in activities and financial affairs

Profit after tax is positive with DKK 37,2 million. The result is considered satisfactory. Next year a positive result is expected.

Subsequent events

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

Significant events during the year

The company has made provision for negative equity in subsidiaries of DKK 18,4 million.

No other significant events during the year has impacted the annual report.

Annual report 1 January – 31 December 2017

Accounting policies

The Annual Report of Maersk GSC Holding A/S for 2017 has been prepared in accordance with the provisions under the Danish Financial Statements Act applying to enterprises of reporting Class-B .

According to the Danish Financial Statement Act - section 112 the financial statements are not consolidated.

The company is included in the consolidated financial statements of A.P. Møller - Mærsk A/S, Copenhagen, and A.P. Møller Holding A/S, Copenhagen. The consolidated financial statements are available at <http://investor.maersk.com>

The financial statements are prepared using the same accounting policies as last year, except for changes in presentation of result from subsidiaries where provision for negative equity are now presented within "income from investments in subsidiaries". This change has no impact on profit for the year or equity.

Recognition and measurement

Assets are recognized in the balance sheet when it is probable that future economic benefits will flow to the company and the asset can be measured reliably. Liabilities are recognized in the balance sheet when it is probable that future economic benefits will flow from the company and the liability can be measured reliably. On initial recognition, assets and liabilities are recognized at cost.

Income is recognized in the income statement as it is earned. Moreover, costs incurred to generate the year's earnings are recognised in the income statement.

Foreign currency translation

The functional and reporting currency of the company is DKK.

Transactions in currencies other than the functional currency are translated at the exchange rate prevailing at the date of the transaction. Monetary items in foreign currencies not settled at the balance sheet date are translated at the exchange rate as at the balance sheet date. Foreign exchange gains and losses are included in the income statements as financial income or expenses.

Income

Income from investments in subsidiaries are translated into DKK using the year's average exchange rate.

External costs

External costs include costs for administration, etc.

Financial income and expenses

Financial income and expenses include interest, realized and unrealized gains and losses on securities, debt and transactions in foreign currencies, amortization of financial assets and liabilities, etc.

Annual report 1 January – 31 December 2017

Accounting policies

Income and deferred taxes

The Company is jointly taxed with Danish companies in the A.P. Møller - Mærsk Group and A.P. Møller Holding A/S. The current Danish company tax is distributed by allocating joint taxation contributions among the jointly taxed enterprises in proportion to the taxable income of these enterprises.

The tax for the year, which includes the current company tax for the year (the joint taxation contribution), and the change in deferred tax are recognised in the income statement with the share that can be attributed to the results for the year and directly in the equity with the share that can be attributed to entries directly in the equity.

Financial assets

Investments in subsidiaries are valued using the equity method. The share in the subsidiaries' equity is translated into DKK at the closing rate. Exchange differences on translation of net assets of subsidiaries are recognized directly in equity.

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 dividend distributed to the Parent Company and adjusted for other equity movements in subsidiaries.

Receivables

Receivables are valued after provisions for bad debts.

Equity - Dividends

Proposed dividends are recognized as a liability at the time of declaration at the Annual General Meeting.

Liabilities

Financial liabilities including bank debt, trade payables and liabilities to affiliated companies are recognized initially at cost equal to the proceeds received less transaction costs. In subsequent periods, financial liabilities are measured at amortized cost.

Other liabilities are measured at net realizable value.

MAERSK GSC Holding A/S
Income statement for the period 1.1.2017 - 31.12.2017
(Amounts in DKK'000.)

<i>Note</i>	<u>2017</u>	<u>2016</u>
1 Other external expenses	-37	-131
Result before depreciation, interest and tax	-37	-131
2 Income from investments in subsidiaries	38.716	183.704
Result before financial items	38.679	183.573
3 Financial income	0	575
3 Financial expenses	-1.258	-1.511
Result before tax	37.421	182.637
Tax on profit/loss for the year	-192	-1.511
Result of the year	37.229	181.126
Distribution		
Net revaluation under equity method	38.716	183.704
Retained earnings	-1.487	-2.578
	37.229	181.126

MAERSK GSC Holding A/S
Balance sheet at 31 December 2017
(Amounts in DKK'000.)

<i>Note</i>	<u>2017</u>	<u>2016</u>
Assets		
2 Investments in subsidiaries	88.082	236.384
Total financial assets	<u>88.082</u>	<u>236.384</u>
Total non-current assets	<u>88.082</u>	<u>236.384</u>
Receivables from affiliated companies	240.573	58.870
Total receivables	<u>240.573</u>	<u>58.870</u>
Total current assets	<u>240.573</u>	<u>58.870</u>
Total assets	<u>328.655</u>	<u>295.254</u>

MAERSK GSC Holding A/S
Balance sheet at 31 December 2017
(Amounts in DKK'000.)

<i>Note</i>	<u>2017</u>	<u>2016</u>
Liabilities		
Share capital	795	795
Net revaluation under equity method	58.673	225.409
Retained earnings	250.681	68.925
4 Total equity	<u>310.149</u>	<u>295.129</u>
Provision regarding subsidiaries	18.434	0
Total non-current liabilities	<u>18.434</u>	<u>0</u>
Other payables	72	125
Total current liabilities	<u>72</u>	<u>125</u>
Total Liabilities	<u>328.655</u>	<u>295.254</u>
5 Contingent Assets, Liabilities and Other Financial Obligations		
6 Related parties		

MAERSK GSC Holding A/S
Notes to the financial statements
(Amounts in DKK'000.)

	2017	2016
1 Other external expenses		
External expenses	-37	-131
	<u>-37</u>	<u>-131</u>
2 Investments in subsidiaries		
Cost price:		
1 January	10.975	10.975
Disposals	0	0
Additions	0	0
31 December	<u>10.975</u>	<u>10.975</u>
Value adjustments:		
1 January	225.409	43.324
Subsidiaries' result of the year	38.716	185.492
Actuarial losses to equity	-658	-1.788
Dividends paid	-183.243	0
Currency adjustment	-21.551	-1.619
31 December	<u>58.673</u>	<u>225.409</u>
Provision for negative equity at 1 January	0	77.517
Provision for negative equity at 31 December	18.434	0
Carrying amount at 31 December	88.082	236.384

Shares in subsidiaries

Name	Country	Ownership
Maersk Global Service Centres (India) Pvt. Ltd.	India	100%
Maersk Global Service Centres (Philippines) Limited	Hong Kong	100%
Maersk Global Service Centre (Chengdu) Ltd.	China	100%

3 Financial income and expenses

All financial income of the year are revaluation gains on the In-House-Cash receivables the entity has with A.P. Møller - Mærsk A/S.

MAERSK GSC Holding A/S
Notes to the financial statements
(Amounts in DKK'000.)

4 Statement of changes in equity	Share capital	Net valuation under equity method	Retained earnings	Total
Balance at 1 January 2017	795	225.409	68.925	295.129
Currency adjustment	0	-21.551	0	-21.551
Actuarial gain/loss	0	-658	0	-658
Dividends	0	-183.243	183.243	0
Result of the year	0	38.716	-1.487	37.229
Balance at 31 December 2017	<u>795</u>	<u>58.673</u>	<u>250.681</u>	<u>310.149</u>

There has been no changes in the share capital in the past 5 years.

5 Contingent assets, liabilities and other financial obligations

Contingent liabilities

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

6 Related parties

Shareholders under Section 55 of the Danish Companies Act:

Maersk A/S Owns 100% of the share capital and voting rights. A.P. Møller og Hustru Chastine Mc-Kinney Møllers Fond Til Almene Formaal is the ultimate controlling shareholder.

The company is included in the consolidated financial statements of A.P. Møller - Mærsk A/S, Copenhagen and A.P. Møller Holding A/S, Esplanaden 50, DK-1098 Copenhagen.