

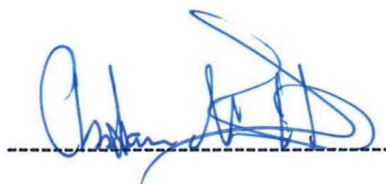
# APM Terminals A/S

50 Esplanaden  
DK-1263 Copenhagen K, Denmark

(CVR-No. 29937788)

## Annual Report 2016

As adopted by the Company at the Annual General Meeting  
on 24 May 2017.



*Chairman of meeting*

## **APM Terminals A/S**

### **Contents**

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Directors' Report and Management Review	Page 2
Independent Auditors' Extended Review	Page 3
Accounting Policies	Page 5
Income Statement	Page 6
Balance Sheet	Page 7
Notes	Page 8

## APM Terminals A/S Directors' Report and Management Review

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### Directors' Report

Profit for the year turned out as expected and is considered satisfactory. The Company owns shares in one subsidiary in Kaliningrad, Russia. No other activities have been performed.

Profit for 2017 is expected to be around same level as this year, depending primarily on the interest income on the Company's loan receivable and development in the subsidiary.

No subsequent events significantly influencing the financial year 2016 have taken place.

### Management Review

The Board of Directors and Management have today discussed and approved the annual report of APM Terminals A/S for the financial year 01 January 2016 - 31 December 2016 (01 January 2015 - 31 December 2015).

The annual report of APM Terminals A/S 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 Company's assets and liabilities, financial position at 31 December 2016 and of the results of the Company's operations for the financial year 2016.

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

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

22 May 2017

Management



Katrine Zacho

Board of Directors



Anne Pindborg  
Chairman

Susanne Marston



Katrine Zacho

## **APM Terminals A/S**

### **Independent Practitioner's Report on Financial Statements**

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#### **To the shareholders of APM Terminals A/S**

We have performed an extended review of the Financial Statements of APM Terminals A/S for the financial year 1 January – 31 December 2016, which comprise a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity 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 as Management determines is necessary to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error.

#### ***Practitioner's responsibility***

Our responsibility is to express a conclusion on the Financial Statements. We conducted our extended review in accordance with the Danish Business Authority's assurance standard for small enterprises and FSR – Danish Auditors' standard on extended review of financial statements prepared under the Danish Financial Statements Act.

This requires that we comply with the Danish Act on Approved Auditors and Audit Firms and FSR – Danish Auditors' Code of Ethics and that we plan and perform procedures to obtain limited assurance in respect of our conclusion on the Financial Statements and, moreover, that we perform supplementary procedures specifically required to obtain additional assurance in respect of our conclusion.

An extended review consists of making inquiries, primarily of Management and others within the enterprise, as appropriate, and applying analytical procedures and the supplementary procedures specifically required as well as assessing the evidence obtained.

An extended review is less in scope than an audit and, consequently, we do not express an audit opinion on the Financial Statements.

#### ***Conclusion***

Based on the extended review, in our opinion the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2016 and of the results of the Company's operations for the financial year 1 January – 31 December 2016 in accordance with the Danish Financial Statements Act.

**APM Terminals A/S**  
**Independent Practitioner's Report on Financial Statements**

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***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 extended review 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 extended review, 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 Financials 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 Statement Act. We did not identify any material misstatement in Management's Review.

Copenhagen, 22 May 2017

**PricewaterhouseCoopers**  
Statsautoriseret Revisionspartnerselskab  
CVR-No. 33771231



Henrik Mikkelsen  
State Authorised Public Accountant



## **APM Terminals A/S Accounting Policies**

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The Annual Report 2016 of APM Terminals A/S has been prepared in accordance with the provisions of the Danish Financial Statements Act applicable for class B companies.

The Company's functional as well as presentation currency is USD.

The accounting policies are unchanged compared to last year.

In accordance with §112 of the Danish Financial Statements Act, no consolidated accounts have been presented as APM Terminals A/S and subsidiary are included in the consolidated A.P. Møller - Mærsk A/S accounts.

The DKK/USD exchange rate 31 December 2016 was 705.50 (31 December 2015: 683.00).

### **Foreign Currency Translation**

Transactions in currencies other than the functional currency are translated to the exchange rate on the date of transaction. Foreign exchange gains/losses are included in the income statement as financial income and expenses.

Receivables, payables and other monetary items in foreign currency are translated to the exchange rate on the balance sheet date. The difference between the exchange rate on the balance sheet date and the time of recognition of receivables or payables are included in financial items in the income statement.

### **Financial Items**

Financial items include interest and exchange gains/losses on transactions in other currencies than USD.

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

The Company is jointly taxed with A.P. Møller Holding A/S.

Taxes include the amount expected to be paid for the year together with adjustments for deferred tax.

### **Financial Non-Current Assets**

Shares in subsidiary are measured at cost price or a lower value in use.

### **Receivables**

Receivables are recognised at cost price corresponding to nominal value. Provisions for bad debt are made based on individual assessment.

### **Payables**

Payables are recognised at amortised cost price corresponding to nominal value.

## APM Terminals A/S Income Statement

Amounts in USD 1,000

Note		<u>2016</u>	<u>2015</u>
1	Operating costs	9	6
	<b>Result before financial items</b>	<b>-9</b>	<b>-6</b>
4	Impairment losses	100	200
2	Financial income	2,577	1,515
	Financial expenses	0	3
	<b>Profit before tax</b>	<b>2,468</b>	<b>1,306</b>
3	Tax	539	357
	<b>Profit for the year</b>	<b>1,929</b>	<b>949</b>
	<b>Appropriation:</b>		
	Retained earnings	1,929	949
		<b>1,929</b>	<b>949</b>

**APM Terminals A/S**  
**Balance Sheet at 31 December**

Amounts in USD 1,000

Note	<u>2016</u>	<u>2015</u>
<i>Assets</i>		
4 Investment in subsidiary	<u>1,370</u>	<u>1,470</u>
<b>Total financial non-current assets</b>	<b><u>1,370</u></b>	<b><u>1,470</u></b>
Receivable from affiliated company	<u>265,714</u>	<u>263,483</u>
<b>Total current assets</b>	<b><u>265,714</u></b>	<b><u>263,483</u></b>
<b>TOTAL ASSETS</b>	<b><u>267,084</u></b>	<b><u>264,953</u></b>
 <i>Equity and liabilities</i>		
Share capital	16,817	16,817
Retained earnings	<u>249,684</u>	<u>247,755</u>
5 <b>Total equity</b>	<b><u>266,501</u></b>	<b><u>264,572</u></b>
Trade payables, etc.	5	4
Payable to affiliated company	<u>578</u>	<u>377</u>
<b>Total current liabilities</b>	<b><u>583</u></b>	<b><u>381</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>267,084</u></b>	<b><u>264,953</u></b>
6 Contingent liabilities and pledges		



**APM Terminals A/S**  
**Notes to the financial statements**

Amounts in USD 1,000

**1 Operating costs**

The Company has no employees (2015: 0 employees). No remuneration has been paid to the Management or to the Board of Directors (2015: USD 0).

**2 Financial income**

Of which USD 2.6m (2015: USD 1.5m) concerning affiliated company.

**3 Tax on profit for the year**

The Company is jointly taxed with A.P. Møller Holding A/S

	2016	2015
Current tax	537	335
Adjustment for previous years	2	22
	<u>539</u>	<u>357</u>

There is no deferred tax.

**4 Investment in subsidiary**

<u>Company name and country of incorporation</u>	<u>Owned share</u>	<u>Equity</u>	<u>Result 2016</u>
Baltic Container Gate CJSC, Russia	80%	1,722	-445

**Cost price**

	<u>Subsidiary</u>
1 January 2016	18,120
31 December 2016	<u>18,120</u>

**Impairment losses**

1 January 2016	16,650
Impairment loss	<u>100</u>
31 December 2016	<u>16,750</u>
Carrying amount 31 December 2015	<u>1,470</u>
Carrying amount 31 December 2016	<u>1,370</u>

**APM Terminals A/S**  
**Notes to the financial statements**

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Amounts in USD 1,000

**5 Equity**

	Share capital	Retained earnings	Total
1 January 2016	16,817	247,755	264,572
Profit for the year	0	1,929	1,929
31 December 2016	16,817	249,684	266,501

**Share capital**

The share capital DKK 100,000,000 (USD 16,817,000) is divided into one share of DKK 100,000,000.

Shareholder disclosure subject to the Danish Company Act § 55:

Maersk A/S, Copenhagen holds 100% of the share capital.

The Company's financials are included in the consolidated accounts of A.P. Møller Holding A/S, Copenhagen and A.P. Møller - Mærsk A/S, Copenhagen.

**6 Contingent liabilities and pledges**

The Company is jointly taxed with other Danish companies in the A.P. Møller Holding A/S group. The Company is together with the other companies in joint taxation scheme jointly and severally liable for taxes payable, etc. in Denmark.

The Company has no other contingent liabilities or pledges.