

APM Terminals - Aarhus A/S

Annual report 2015

The annual report was presented and approved at the
Company's annual general meeting

on _____ 20 _____



chairman

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Statement by the Board of Directors and the Executive Board

The Board of Directors and the Executive Board have today discussed and approved the annual report of APM Terminals - Aarhus A/S for the financial year 1 January – 31 December 2015.

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

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

Further, in our opinion, the Management's review gives a fair review of the development in the Company's activities and financial matters, of the results for the year and of the Company's financial position.

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

Aarhus, 9 May 2016

Executive Board:

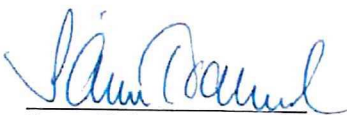


Johan Pedersson Hay
Uggla, CEO


Board of Directors:



Willem Adriaan Lagaay
Chairman



Søren Halsted



Theis Martin Malmberg



Jana Boyd



Astrid van Druten



KPMG
Statsautoriseret Revisionspartnerselskab
Bredskifte Allé 13
8210 Aarhus V
Denmark

Telephone +45 70 70 77 60
www.kpmg.dk
CVR no. 25 57 81 98

Independent auditor's report

To the shareholders of APM Terminals - Aarhus A/S

Independent auditor's report on the financial statements

We have audited the financial statements of APM Terminals - Aarhus A/S for the financial year 1 January – 31 December 2015. The financial statements comprise 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 that Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

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

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

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

Our audit has not resulted in any qualification.

Independent auditor's report

Opinion

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

Statement on the Management's review

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

Aarhus, 9 May 2016

KPMG

Statsautoriseret Revisionspartnerselskab



Benny Lynge Sørensen
State Authorised
Public Accountant



Elife Savas
State Authorised
Public Accountant

Management's review

Company details

APM Terminals - Aarhus A/S

Østhavnsvej 43

8000 Aarhus C

Denmark

Telephone: +45 89 34 87 18

CVR no.: 32 65 83 93

Established: 14 December 2009

Registered office: Aarhus

Financial year: 1 January – 31 December

Board of Directors

Willem Adriaan Lagaay, Chairman

Søren Halsted, Deputy Chairman

Theis Martin Malmborg

Iana Boyd

Astrid van Druten

Executive Board

Johan Pedersson Hay Ugglå, CEO

Auditor

KPMG

Statsautoriseret Revisionspartnerselskab

Bredskifte Allé 13

8210 Aarhus V

Denmark

Annual general meeting

The annual general meeting will be held on 9 May 2016.

Management's review

Financial highlights

| DKKm | 2015 | 2014 | 2013 | 2012 | 2011 |
|--|--------------|--------------|--------------|--------------|--------------|
| Revenue | 349.9 | 325.2 | 296.3 | 294.1 | 298.0 |
| Gross profit | 238.6 | 218.0 | 196.4 | 182.7 | 187.6 |
| Ordinary operating profit | 60.1 | 51.2 | 37.9 | 29.6 | 20.5 |
| Profit/loss from financial income and expenses | -0.2 | -0.3 | -0.5 | -0.9 | -2.4 |
| Profit for the year | 45.3 | 37.6 | 27.0 | 20.5 | 12.9 |
| Non-current assets | 100.7 | 116.5 | 132.7 | 143.5 | 153.6 |
| Current assets | 109.0 | 122.5 | 109.0 | 109.7 | 96.2 |
| Total assets | 210.0 | 239.0 | 241.7 | 253.2 | 249.8 |
| Share capital | 7.5 | 7.5 | 7.5 | 7.5 | 7.5 |
| Equity | 150.3 | 167.5 | 157.0 | 150.0 | 142.9 |
| Provisions | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Non-current liabilities other than provisions | 0.0 | 8.0 | 24.0 | 40.0 | 56.0 |
| Current liabilities other than provision | 59.4 | 63.5 | 60.7 | 62.7 | 50.9 |
| Gross margin | 68.2% | 67.0% | 66.3% | 62.1% | 63.0% |
| Current ratio | 183.5% | 192.9% | 179.6% | 175.0% | 189.0% |
| Operating margin | 17.2% | 15.7% | 12.8% | 10.1% | 6.9% |
| Solvency ratio | 71.6% | 70.1% | 65.0% | 59.4% | 57.2% |
| Average number of full-time employees | 257 | 250 | 240 | 232 | 236 |

Financial ratios are calculated in accordance with the Danish Society of Financial Analysts' guidelines on the calculation of financial ratios "Recommendations and Financial Ratios 2015". For terms and definitions, please see the accounting policies.

Management's review

Operating review

Principal activities of the Company

The principal activities of APM Terminals - Aarhus A/S comprise container handling at the Port of Aarhus for the purpose of the transportation of ships, trucks and trains. As related business, the activity also comprises repair and storage of containers.

Development in activities and financial position

Profit for the year

Revenue grew by 8% from DKK 325.2 million in 2014 to DKK 349.9 million in 2015. Profit was also significantly on the increase, rising from DKK 37.6 million in 2014 to DKK 45.3 million in 2015.

The Company proposes that profit for the year be distributed as dividends.

Management considers the profit for 2015 as satisfactory. The Company managed to increase revenue and profit from its principal activities while still focusing on activities that generate value to its customers. The Company posted strong volumes both on quay and landside in 2015.

Investments

Apart from investment of DKK 3.0 million in a reach stacker, only minor adjustments to non-current assets were conducted in 2015 – among these facility, equipment and IT software.

Capital resources

APM Terminals - Aarhus A/S is financial sound; even after an extraordinary dividend payout to its shareholders. The solvency ratio accounted for 71.6% (2014: 70.1%) corresponding to equity at 31 December 2015 of DKK 150.3 million (2014: DKK 167.5 million).

The Company's current assets totalled DKK 109.0 million at the end of the financial year. Of the amounts owed by group entities, DKK 38 million is deposited in a cash pool scheme.

Management's review

Operating review

Outlook

Management expects that growth in the Company's principal activities only will be marginal due to low growth in the Danish society. Accordingly, revenue for 2016 is expected to be in line with 2015.

With a constant focus on optimising the business, the Company expects profit for 2016 to be slightly up on 2015.

The Company is dependent on the general activity level in society. Management's expectations are based on a stabilisation of the Danish economy in 2015 as well as an unchanged market share.

Risks

Operating risks

The most significant operational risk of the Company relates to the level of trading in Scandinavia as well as Danish exports to Asia. The risk moreover depends on the volume of trading being handled through the Port of Aarhus.

Further, there lies a potential risk with the mainliner not calling Aarhus. Most containers will probably be transported by feeder to a port with mainliner call; but expectation is that some volume will be lost for Aarhus if unable to offer a mainliner call.

Financial risks

Following the Company's solvency ratio and financial resources, it is only to a limited extent exposed to changes in the interest level since external loans were of a very limited scale at the end of 2015. The Company is not exposed to any foreign exchange risks as all major settlements are made in DKK and is not exposed to any major risks regarding one particular customer or cooperative partner. Company policy in respect of credit risks implies that all major customers and other co-operators are credit rated on an ongoing basis.

Environmental matters

APM Terminals - Aarhus A/S is environmentally conscious and is engaged in regularly reducing environmental impact from its operations.

In 2014, the Company succeeded in obtaining approval of EIA (Environmental Impact Assessment). The Company regularly assesses the environmental impact from its operations. Operations are directly interconnected with the environmental impact, as two significant cost categories are energy consumption, including energy consumption and fuel consumption (primarily diesel).

We give environmental aspects a high priority when we order new equipment; both in terms of pollution and noise.

Management's review

Operating review

Corporate social responsibility

According to section 99a (6) of the Danish Financial Statements Act, the Company does not make any disclosures on corporate social responsibility. We refer to the parent company, A.P. Møller – Mærsk A/S' separate report on sustainability at its webpage:

<http://www.maersk.com/en/the-maersk-group/sustainability>

Goals and policies for the underrepresented gender

The Company is encompassed by section 99b of the Danish Financial Statements Act, regarding gender diversity in management.

At the Board Meeting in A.P. Møller – Mærsk A/S on 21st February 2013 a group policy was adopted with the aim to increase the share of the under-represented gender in the company's other management levels (link to policy: <http://mrsk.co/174tNiF>).

In accordance with this policy APM Terminals – Aarhus A/S has focus on gender diversity with regards to relevant management positions and key positions in general. Currently the Board consists of 5 members of whom 2 are women and 3 are male and 3 out of 8 members of the senior management team are women. Consequently, the target for gender diversity has been met.

We refer to the parent company, A.P. Møller – Mærsk A/S' separate report on sustainability at its webpage:

<http://www.maersk.com/en/the-maersk-group/sustainability>

Financial statements 1 January – 31 December

Accounting policies

The annual report of APM Terminals - Aarhus A/S for 2015 has been prepared in accordance with the provisions applying to reporting class C large entities under the Danish Financial Statements Act.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

Cash flow statement

Pursuant to section 86(4) of the Danish Financial Statements Act, no cash flow statement has been prepared. The Company's cash flows are included in the cash flow statement in the consolidated financial statements of A.P. Møller – Mærsk A/S.

Foreign currency translation

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

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

Income statement

Revenue

Income is recognised in revenue when delivery and transfer of risk to the buyer have taken place, the income may be reliably measured and is expected to be received. The date of transfer of the most significant benefits and risks is determined using standard Incoterms ® 2010.

Revenue is measured at the fair value of the agreed remuneration excluding VAT and taxes charged on behalf of third parties. All discounts granted are included in revenue.

Financial statements 1 January – 31 December

Accounting policies

External costs

External costs comprise costs incurred in generating revenue for the year, including costs of raw materials and consumables, lease of port space and administrative expenses.

Staff costs

Staff costs comprise expenses incurred during the year for management and administration of the Company, including other payroll-related costs.

Other operating income

Other operating income comprises items secondary to the activities of the Company, including gains on the disposal of intangible assets and property, plant and equipment.

Other operating costs

Other operating costs comprise items secondary to the activities of the Company, including losses on the disposal of intangible assets and property, plant and equipment.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year. Financial income and expenses comprise interest income and expense and transactions denominated in foreign currencies, as well as surcharges and refunds under the on-account tax scheme, etc.

Tax on profit/loss for the year

Tax for the year comprises current corporation tax for the year and changes in deferred tax, including effect of changes in tax rates. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

Corporation tax is expenses at the estimated tax on the taxable income for the year. APM Terminals - Aarhus A/S is jointly taxed with A.P. Møller – Mærsk A/S and other Danish companies within the A.P. Møller – Mærsk Group. Current Danish corporation tax is allocated between the jointly taxed Danish companies in proportion to their taxable income (full absorption with refunds for tax losses).

Financial statements 1 January – 31 December

Accounting policies

Balance sheet

Intangible assets

Goodwill, terminal rights and software are measured at cost less accumulated amortisation and impairment losses. Goodwill, terminal rights and software are amortised on a straight-line basis over the remaining life of the intangible asset. The expected useful lives are as follows:

| | |
|-----------------|----------|
| Goodwill | 15 years |
| Terminal rights | 18 years |
| Software | 3 years |

Gains and losses on the disposal of intangible assets are determined 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 operating income or operating costs, respectively.

Property, plant and equipment

Buildings, plant, machinery and vehicles and fixtures and fittings and other plant and equipment are measured at cost less accumulated depreciation and impairment losses.

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

The depreciable amount, which is calculated as cost less any projected residual values after the end of the useful life, is depreciated on a straight-line basis over the estimated useful life. The estimated useful lives are as follows:

| | |
|--|------------|
| Buildings | 5-20 years |
| Plant, machinery and vehicles | 3-10 years |
| Fixtures and fittings, other plant and equipment | 3-10 years |

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.

Financial statements 1 January – 31 December

Accounting policies

Impairment of assets

The carrying amount of intangible assets and property, plant and equipment is subject to an annual test for indications of impairment other than the decrease in value reflected by depreciation or amortisation.

Impairment tests are conducted of individual assets or groups of assets when there is an indication that they may be impaired. Write-down is made to the recoverable amount if this is lower than the carrying amount.

The recoverable amount is the higher of an asset's net selling price and its value in use. The value in use is determined as the present value of the forecast net cash flows from the use of the asset or the group of assets, including forecast net cash flows from the disposal of the asset or group of assets after the end of the useful life.

Inventories

Inventories are measured at cost in accordance with the FIFO method. Where the net realisable value is lower than cost, inventories are written down to this lower value.

Goods for resale and raw materials and consumables are measured at cost, comprising purchase price plus delivery costs.

Receivables

Receivables are measured at amortised cost.

Write-down is made for bad debt losses where there is an objective indication that a receivable or a portfolio of receivables has been impaired. If there is an objective indication that an individual receivable has been impaired, write-down is made on an individual basis.

Prepayments

Prepayments comprise prepayment of costs incurred relating to subsequent financial years.

Financial statements 1 January – 31 December

Accounting policies

Equity

Dividends

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

Corporation tax and deferred tax

Current tax payable and receivable is recognised in the balance sheet as tax computed on the taxable income for the year adjusted for tax on the taxable income of prior years and for tax paid on account.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax value of assets and liabilities based on the planned use of the asset or settlement of the liability. However, deferred tax is not recognised on temporary differences relating to goodwill non-deductible for tax purposes, office premises and other items where the temporary differences arise at the date of acquisition without affecting either profit/loss or taxable income.

Deferred tax assets, including the tax value of tax loss carryforwards, are recognised at the expected value of their utilisation within the foreseeable future; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Any deferred net assets are measured at net realisable value.

Deferred tax is measured in accordance with the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Changes in deferred tax as a result of changes in tax rates are recognised in the income statement and equity, respectively.

Liabilities

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

Other liabilities are measured at net realisable value.

Financial statements 1 January – 31 December

Accounting policies

Segment information

Segment information is provided on business segments. The segment information is in line with the Company's accounting policies, risks and internal financial management.

Financial ratios

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

The financial ratios have been calculated as follows:

| | |
|------------------|--|
| Gross margin | $\frac{\text{Gross profit/loss} \times 100}{\text{Revenue}}$ |
| Current ratio | $\frac{\text{Current assets} \times 100}{\text{Current liabilities}}$ |
| Operating margin | $\frac{\text{Operating profit/loss} \times 100}{\text{Revenue}}$ |
| Solvency ratio | $\frac{\text{Equity ex. non-controlling interests at year end} \times 100}{\text{Total equity and liabilities at year end}}$ |

Financial statements 1 January – 31 December

Income statement

| DKK'000 | Note | 2015 | 2014 |
|---|------|----------|----------|
| Revenue | 1 | 349,912 | 325,234 |
| Other operating income | | 5 | 0 |
| External costs | 2 | -111,339 | -107,199 |
| Gross profit | | 238,578 | 218,035 |
| Staff costs | 3 | -157,341 | -146,047 |
| Depreciation of property, plant and equipment and amortisation of intangible assets and impairment losses | 7,8 | -21,161 | -20,837 |
| Ordinary operating profit | | 60,076 | 51,151 |
| Other operating expenses | | 0 | -22 |
| Operating profit | | 60,076 | 51,129 |
| Financial income | 4 | 229 | 368 |
| Financial expenses | 5 | -462 | -620 |
| Profit before tax | | 59,843 | 50,877 |
| Tax on profit for the year | 6 | -14,537 | -13,319 |
| Profit for the year | | 45,306 | 37,558 |
| | | | |
| Proposed profit appropriation | | | |
| Proposed dividends for the financial year | | 45,306 | 37,558 |
| Retained earnings | | 0 | 0 |
| | | 45,306 | 37,558 |

Financial statements 1 January – 31 December

Balance sheet

| DKK'000 | Note | 2015 | 2014 |
|--|------|----------------|----------------|
| ASSETS | | | |
| Non-current assets | | | |
| Intangible assets | 7 | | |
| Goodwill | | 20,507 | 22,628 |
| Terminal rights | | 1,801 | 1,919 |
| Software | | 1,757 | 1,572 |
| Intangible assets under construction | | 1,071 | 1,570 |
| | | <u>25,136</u> | <u>27,689</u> |
| Property, plant and equipment | 8 | | |
| Buildings | | 43,476 | 48,093 |
| Plant, machinery and vehicles | | 27,013 | 34,175 |
| Fixtures and fittings, other plant and equipment | | 4,958 | 5,466 |
| Property, plant and equipment under construction | | 132 | 1,105 |
| | | <u>75,579</u> | <u>88,839</u> |
| Total non-current assets | | <u>100,715</u> | <u>116,528</u> |
| Current assets | | | |
| Inventories | | | |
| Consumables | | 7,596 | 6,391 |
| | | <u>7,596</u> | <u>6,391</u> |
| Receivables | | | |
| Trade receivables | | 28,333 | 24,746 |
| Amounts owed by group entities | | 59,829 | 76,136 |
| Other receivables | | 2,151 | 4,235 |
| Prepayments | | 1,965 | 1,143 |
| Deferred tax | 10 | 9,029 | 9,760 |
| | | <u>101,307</u> | <u>116,020</u> |
| Cash at bank and in hand | | <u>60</u> | <u>56</u> |
| Total current assets | | <u>108,963</u> | <u>122,467</u> |
| TOTAL ASSETS | | <u>209,678</u> | <u>238,995</u> |

Financial statements 1 January – 31 December

Balance sheet

| DKK'000 | Note | 2015 | 2014 |
|---|------|----------------|----------------|
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| Share capital | 9 | 7,500 | 7,500 |
| Retained earnings | | 97,476 | 122,476 |
| Proposed dividends for the financial year | | 45,306 | 37,558 |
| Total equity | | 150,282 | 167,534 |
| Liabilities | | | |
| Non-current liabilities | | | |
| Credit institutions | 11 | 0 | 8,000 |
| | | 0 | 8,000 |
| Current liabilities | | | |
| Current portion of non-current liabilities | 11 | 8,000 | 16,000 |
| Trade payables | | 7,402 | 6,976 |
| Amounts owed to group entities | | 1,200 | 179 |
| Joint taxation contribution | 12 | 13,804 | 11,955 |
| Other payables | | 28,990 | 28,351 |
| | | 59,396 | 63,461 |
| Total liabilities | | 59,396 | 71,461 |
| TOTAL EQUITY AND LIABILITIES | | 209,678 | 238,995 |
| Contractual obligations, contingencies, etc. | 13 | | |
| Related party disclosures | 14 | | |

Financial statements 1 January – 31 December

Statement of changes in equity

| DKK'000 | Share capital | Retained earnings | Proposed dividends | Total |
|---|------------------|----------------------|-----------------------|---------|
| Equity at 1 January 2014 | 7,500 | 122,476 | 27,029 | 157,005 |
| Distributed dividends | 0 | 0 | -27,029 | -27,029 |
| Transferred; see the profit appropriation | 0 | 0 | 37,558 | 37,558 |
| Equity at 1 January 2015 | 7,500 | 122,476 | 37,558 | 167,534 |
| Distributed dividends | 0 | 0 | -37,558 | -37,558 |
| Extraordinary dividends | 0 | -25,000 | 25,000 | 0 |
| Extraordinary dividend payout | 0 | 0 | -25,000 | -25,000 |
| Transferred; see the profit appropriation | 0 | 0 | 45,306 | 45,306 |
| Equity at 31 December 2015 | 7,500 | 97,476 | 45,306 | 150,282 |

Financial statements 1 January – 31 December

Notes

1 Segment information

Activities – primary segment – revenue

| DKK'000 | 2015 | 2014 |
|----------------------------|----------------|----------------|
| Handling of containers | 256,035 | 232,685 |
| Repair of containers, etc. | 93,877 | 92,549 |
| | <u>349,912</u> | <u>325,234</u> |

2 Fees paid to the auditors appointed at the annual general meeting

Pursuant to section 96(3) of the Danish Financial Statements Act, fees paid to the Company's auditor appointed at the general meeting have not been disclosed.

3 Staff costs

| DKK'000 | 2015 | 2014 |
|---------------------------------------|----------------|----------------|
| Wages and salaries | 144,105 | 133,490 |
| Pensions | 11,298 | 10,544 |
| Other social security costs | 1,938 | 2,013 |
| | <u>157,341</u> | <u>146,047</u> |
| Average number of full-time employees | <u>257</u> | <u>250</u> |

Remuneration of the Company's Management and Board of Directors is not disclosed pursuant to section 98b(3)(ii) of the Danish Financial Statements Act. The Board of Directors did not receive any fees or any other kind of remuneration for their work.

Financial statements 1 January – 31 December

Notes

| DKK'000 | 2015 | 2014 |
|---|---------------|---------------|
| 4 Financial income | | |
| Interest income from group entities | 0 | 1 |
| Foreign exchange gains | 177 | 306 |
| Other interest income | 52 | 61 |
| | <u>229</u> | <u>368</u> |
| 5 Financial expenses | | |
| Foreign exchange losses | 187 | 186 |
| Other interest expense | 275 | 434 |
| | <u>462</u> | <u>620</u> |
| 6 Tax on profit for the year | | |
| Current tax for the year | 13,804 | 11,955 |
| Adjustment of deferred tax for the year | 1,212 | 269 |
| Adjustment in changed tax rate | -479 | 1,095 |
| | <u>14,537</u> | <u>13,319</u> |

Financial statements 1 January – 31 December

Notes

7 Intangible assets

| DKK'000 | Goodwill | Terminal rights | Software | Intangible assets under construction | Total |
|--|----------|-----------------|----------|--------------------------------------|--------|
| Cost at 1 January 2015 | 31,819 | 2,120 | 8,266 | 1,570 | 43,775 |
| Additions | 0 | 0 | 0 | 559 | 559 |
| Transferred | 0 | 0 | 1,058 | -1,058 | 0 |
| Cost at 31 December 2015 | 31,819 | 2,120 | 9,324 | 1,071 | 44,334 |
| Amortisation and impairment losses at 1 January 2015 | 9,191 | 201 | 6,694 | 0 | 16,086 |
| Amortisation | 2,121 | 118 | 873 | 0 | 3,112 |
| Amortisation and impairment losses at 31 December 2015 | 11,312 | 319 | 7,567 | 0 | 19,198 |
| Carrying amount at 31 December 2015 | 20,507 | 1,801 | 1,757 | 1,071 | 25,136 |
| Amortised over | 15 years | 18 years | 3 years | | |

Goodwill and terminal rights are amortised over 15 and 18 years, respectively based on the residual term of the lease for the Company's harbour areas.

Financial statements 1 January – 31 December

Notes

8 Property, plant and equipment

| DKK'000 | Buildings | Plant, machinery and vehicles | Fixtures and fittings, other plant and equipment | Property, plant and equipment under construc- tion | Total |
|---|---------------|--|---|---|---------------|
| Cost at 1 January 2015 | 91,680 | 95,340 | 24,840 | 1,105 | 212,965 |
| Additions | 206 | 113 | 0 | 4,470 | 4,790 |
| Transferred | 303 | 3,233 | 1,907 | -5,443 | 0 |
| Disposals | 0 | 0 | -5,640 | 0 | -5,640 |
| Cost at 31 December 2015 | 92,189 | 98,686 | 21,107 | 132 | 212,115 |
| Depreciation and impairment losses at 1 January 2015 | 43,587 | 61,165 | 19,374 | 0 | 124,126 |
| Depreciation | 5,126 | 10,508 | 2,415 | | 18,049 |
| Depreciation on disposals | 0 | 0 | -5,640 | | -5,640 |
| Reversed depreciation and impairment losses | 0 | 0 | 0 | | 0 |
| Depreciation and impairment losses at 31 December 2015 | 48,713 | 71,673 | 16,149 | 0 | 136,535 |
| Carrying amount at 31 December 2015 | 43,476 | 27,013 | 4,958 | 132 | 75,579 |
| Amortised over | 5-20 years | 3-10 years | 3-10 years | | |

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9 Share capital

Changes in share capital during the past five years are specified as follows:

| DKK'000 | 2015 | 2014 | 2013 | 2012 | 2011 |
|------------------------------------|--------------|--------------|--------------|--------------|--------------|
| Balance at 1 January | 7,500 | 7,500 | 7,500 | 7,500 | 7,500 |
| Cash capital increase | 0 | 0 | 0 | 0 | 0 |
| Reduction in capital to cover loss | 0 | 0 | 0 | 0 | 0 |
| | <u>7,500</u> | <u>7,500</u> | <u>7,500</u> | <u>7,500</u> | <u>7,500</u> |

The share capital consists of:

| DKK'000 | 2015 | 2014 |
|---|--------------|--------------|
| A shares, 1 shares of nom. DKK 7,500 each | <u>7,500</u> | <u>7,500</u> |
| | <u>7,500</u> | <u>7,500</u> |

All shares rank equally.

10 Deferred tax

| DKK'000 | 2015 | 2014 |
|--|--------------|--------------|
| Deferred tax at 1 January | 9,760 | 11,124 |
| Deferred tax adjustment for the year | -115 | -269 |
| Reduction of Danish corporation tax rate from 23.5% to 22% in 2016 | -616 | -1,095 |
| | <u>9,029</u> | <u>9,760</u> |

Provisions for deferred tax relate to:

| | | |
|-------------------------------|--------------|--------------|
| Intangible assets | -146 | 95 |
| Property, plant and equipment | 9,154 | 9,478 |
| Provision for bad debts | 21 | 187 |
| | <u>9,029</u> | <u>9,760</u> |

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| DKK'000 | 2015 | 2014 |
|---|---------------|---------------|
| 11 Non-current liabilities | | |
| The loans are specified as follows: | | |
| Credit institutions | | |
| 0-1 year | 8,000 | 16,000 |
| 1-5 years | 0 | 8,000 |
| >5 years | 0 | 0 |
| Other provisions at 31 December | 8,000 | 24,000 |
| Liabilities are recognised in the balance sheet as follows: | | |
| Non-current liabilities | 0 | 8,000 |
| Current liabilities | 8,000 | 16,000 |
| Other provisions at 31 December | 8,000 | 24,000 |
| 12 Joint taxation contribution | | |
| Joint taxation payable at 1 January | -11,955 | -7,606 |
| Joint taxation contribution for the year | 13,804 | 11,955 |
| Joint taxation contribution paid during the year | 11,955 | 7,606 |
| Corporation tax payable at 31 December | 13,804 | 11,955 |

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13 Contractual obligations, contingencies, etc.

Operating lease obligations

Residual operating lease obligations fall due by DKK 16,819 thousand within 1 year (2014: DKK 16,171 thousand). Within 2-5 years, operating lease obligations amount to DKK 39,445 thousand (2014: DKK 37,530 thousand) and after 5 years DKK 4,623 thousand and by a total amount of DKK 60,888 thousand (2014: DKK 58,830 thousand).

14 Related party disclosures

APM Terminals – Aarhus A/S' related parties comprise the following:

Control

A.P. Møller – Mærsk A/S, Copenhagen, and group enterprises, including the direct parent company, APM Terminals B.V., the Hague, the Netherlands.

Parties exercising significant influence

Cargo Service Holding A/S, Aarhus and group enterprises.

Ownership

The following shareholders are registered in the Company's register of shareholders as holding a minimum of 5% of the votes or a minimum of 5% of the share capital:

APM Terminals B.V.
2511 DP
the Hague
the Netherlands.

Aarhus Service Holding A/S
Oceanvej 13, 2
8000 Aarhus C
Denmark

The consolidated financial statements of A.P. Møller Mærsk – Mærsk A/S can be obtained at the following address:

Largest and smallest group

A.P. Møller – Mærsk A/S, Esplanaden 50, Copenhagen, Denmark.