

**Maersk Oil Middle East A/S**

**CVR-No. 33783949**

**Annual Report 2015**

Approved at the General Assembly: 27/05/2016  
Chairman of the meeting: Majbritt Perotti Carlson  
Esplanaden 50, 1263 Copenhagen K

A handwritten signature in blue ink, appearing to be 'Majbritt Perotti Carlson', written in a cursive style.

## **Company information**

Maersk Oil Middle East A/S  
Esplanaden 50  
1263 Copenhagen K

CVR-No.: 33783949  
Date of incorporation: 08 July 2011  
Registered office: Copenhagen  
Financial year: 01 January 2015 - 31 December 2015

## **Board of Directors**

Jakob Bo Thomasen (Chairman)  
Graham Stuart Talbot  
Engelbert Abraham Haan

## **Executive Board**

Richard Alistair Doidge

## **Auditors**

KPMG  
Statsautoriseret Revisionspartnerselskab  
Dampfærgevej 28  
2100 Copenhagen Ø

## **Affiliate**

Level 4, Building B  
Al Mamoura, 15th Street  
Muroor District  
P.O. Box 46400  
Abu Dhabi  
UAE

## **Directors' Report**

The company is a wholly owned subsidiary of Mærsk Olie og Gas A/S.

The company carries out business development activities in the Abu Dhabi area.

The result for 2015 is a loss of USD 2.2 million, compared to a loss of USD 2.7 million in 2014. This was in line with expectations.

In 2016, the loss is expected to be lower, mainly due to significantly reduced manpower and office costs.

## Management's Statement

The Board of Directors and Executive Board have today discussed and approved the annual report of Maersk Oil Middle East A/S for 2015.

The annual report for 2015 of Maersk Oil Middle East A/S has been prepared in accordance with Danish Financial Statements Act and in our opinion gives a true and fair view of the Company's assets, liabilities and the financial position at 31 December 2015 and of the results of the Company's operations for the financial year 2015.

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

It is proposed to the annual general meeting on 27 May 2016 that the financial statements for 2016 should not be audited. It is the Board of Directors and the Executive Board's opinion that the Company qualifies for an audit exemption.

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

Copenhagen, 27 May 2016

Executive Board: \_\_\_\_\_

Richard Alistair Doidge

Board of Directors: \_\_\_\_\_

Jakob Bo Thomasen  
(Chairman)

Engelbert Abraham Haan



Graham Stuart Talbot  
(Vice Chairman)

## Management's Statement

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Copenhagen, 27 May 2016

Executive Board:



Richard Alistair Doidge

Board of Directors:

\_\_\_\_\_  
Jakob Bo Thomasen  
(Chairman)

\_\_\_\_\_  
Graham Stuart Talbot  
(Vice Chairman)

\_\_\_\_\_  
Engelbert Abraham Haan

## **Independent auditors' report**

### **To the shareholder of Maersk Oil Middle East A/S**

#### **Independent auditors' report on the financial statements**

We have audited the financial statements of Maersk Oil Middle East A/S for the financial year 1 January – 31 December 2015. The financial statements comprise accounting policies, income statement, balance sheet 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.

#### **Auditors' 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 auditors' 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 auditors consider 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.

#### **Opinion**

In our opinion, the financial statements give a true and fair view of the company's 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 Directors' report**

Pursuant to the Danish Financial Statements Act, we have read the Directors' report. 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 Directors' report is consistent with the financial statements.

Copenhagen, 27 May 2016

**KPMG**

Statsautoriseret Revisionspartnerselskab

CVR no. 25 57 81 98



Henrik O. Larsen  
State Authorised  
Public Accountant



## **Accounting Policies**

The Annual Report for 2015 of Maersk Oil Middle East A/S has been prepared in accordance with the provisions of the Danish Financial Statements Act applicable to class B companies.

The accounting policies for the financial statements are unchanged from last year.

### Foreign Currency

The functional currency is USD. The Annual Report is presented in USD, in accordance with provision 16 of the Danish Financial Statements Act. The exchange rate of USD to DKK was 6.83 at 31 December 2015 (2014: DKK 6.1214).

Monetary assets and liabilities in currencies other than USD are translated at the exchange rate at the balance sheet date. Transactions in currencies other than USD are translated at the exchange rate prevailing at the date of the transaction.

Exchange rate gains and losses are included in the income statement as financial income and expenses.

### The Income Statement

Administrative expenses comprise office rent, staff costs and other administrative expenses.

Financial items comprise interest and currency exchange rate gains and losses from translation of balances in foreign currencies other than USD.

The company is jointly taxed with a number of Danish companies in the A.P. Møller - Mærsk Group. Tax on profit for the year includes the amount estimated to be paid for the year as well as adjustments regarding previous years and change in deferred tax. Provision for deferred tax is made on temporary differences between the accounting and tax values of assets and liabilities. Deferred tax on temporary differences which at the time of the transaction does not affect the financial result or the taxable income is not recognised. Deferred tax assets are only recognised to the extent that it is probable that they can be utilised against future taxable income.



## The Balance Sheet

Receivables are measured at nominal value which in all material respects corresponds to amortised cost. Write-down is made for anticipated losses on an individual basis.

Prepayments recognised under assets include pre-paid rent and staff related expenses.

Dividend for distribution regarding the financial year is included as part of the equity.

**MAERSK OIL MIDDLE EAST A/S**  
**INCOME STATEMENT**  
**FOR 2015**

Note	USD 1,000	
	2015	2014
1. Administrative expenses	2,276	2,668
Result before financial items and tax	(2,276)	(2,668)
2. Financial income	43	23
3. Financial expenses	10	55
Result before tax	(2,243)	(2,700)
5. Tax for the year	(12)	(9)
<b>RESULT FOR THE YEAR</b>	<b>(2,231)</b>	<b>(2,691)</b>
Proposed distribution of net result		
Retained earnings	(2,231)	(2,691)
	(2,231)	(2,691)

**MAERSK OIL MIDDLE EAST A/S**  
**BALANCE SHEET AT 31.12.2015**

Note	<b>USD 1,000</b>	
	<b>2015</b>	<b>2014</b>
<b>ASSETS</b>		
CURRENT ASSETS		
Receivables		
	1,847	2,039
	12	5
	55	79
5.	4	4
	54	163
	1,972	2,290
	1,972	2,290
	<b>1,972</b>	<b>2,290</b>

**MAERSK OIL MIDDLE EAST A/S**  
**BALANCE SHEET AT 31.12.2015**

Note	<b>USD 1,000</b>	
	<b>2015</b>	<b>2014</b>
<b>LIABILITIES AND EQUITY</b>		
4. EQUITY		
Share capital	699	625
Retained earnings	1,179	1,278
	1,878	1,903
 SHORT-TERM LIABILITIES		
Trade payables	16	214
Payables to Group companies	78	173
	94	387
TOTAL LIABILITIES	94	387
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>1,972</b>	<b>2,290</b>
6. Contingencies etc.		
7. Related parties		

**MAERSK OIL MIDDLE EAST A/S**

**Notes as at 31.12.2015**

**(USD 1,000)**

**Note 1, Staff costs**

The company has no employees, as all those engaged are employed in Rederiet A.P. Møller A/S.

No Board of Directors' fee and Management remuneration has been charged to profit and loss account.

USD 1,000

**Note 2, Financial income**

Interest received from Group companies  
Exchange rate adjustments etc.

	<b>2015</b>	<b>2014</b>
	1	1
	42	22
	<u>43</u>	<u>23</u>

**Note 3, Financial expenses**

Exchange rate adjustments etc.

	10	55
	<u>10</u>	<u>55</u>

**Note 4, Equity**

USD 1,000

**Share capital**

	<b>2015</b>	<b>2014</b>
Share capital at 01.01	625	449
Additions during the year	74	176
Share capital at 31.12	<u>699</u>	<u>625</u>

**Surplus premium**

Surplus premium at 01.01	-	6,719
Capital increase, surplus premium	-	-
Transfer to retained earnings	-	(6,719)
Surplus premium at 31.12	<u>-</u>	<u>-</u>

**Retained earnings**

Retained earnings at 01.01	1,278	(6,099)
Capital increase, surplus premium	2,132	3,349
Transfer from surplus premium	-	6,719
Transferred from result for the year	(2,231)	(2,691)
Retained earnings at 31.12	<u>1,179</u>	<u>1,278</u>

**Total equity**

<u>1,878</u>	<u>1,903</u>
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Share capital consists of the following shares:

Number	Nominal, DKK
4,000	<u>1,000</u>
Total nominal value in DKK	<u>4,000,000</u>

Share capital, changes:

Registration 8 July 2011	500,000
Increase of capital 14 November 2011	500,000
Increase of capital 19 October 2012	500,000
Increase of capital 8 March 2013	500,000
Increase of capital 5 September 2013	500,000
Increase of capital 12 May 2014	500,000
Increase of capital 4 November 2014	500,000
Increase of capital 27 May 2015	500,000
	<u>4,000,000</u>



**Note 5, Corporate tax**

Tax for the year is an income of USD 12 thousand (2014: tax income of 9 thousand).

Deferred tax asset is USD 4 thousand (2014: 4 thousands).

This company is part of a joint taxation scheme with the A.P. Møller-Mærsk Group. The tax is divided between the members of the joint taxation scheme by use of the full allocation method.

**Note 6, Contingencies**

The company has office rent obligations for USD 40 thousand (2014: USD 40 thousand).

The company is jointly taxed with Danish companies within the A.P. Møller-Mærsk Group. This entails unlimited joint liability for Danish corporation taxes and withholding taxes on dividends, interests and royalties within the jointly taxed companies. A similar obligation exists for joint registration of VAT.

**Note 7, Related parties**

Companies in the A.P. Møller Mærsk Group and the Executive board and board members of the company are related parties.

**Parties exercising control**

The company is 100% owned by Mærsk Olie og Gas A/S. The consolidated Maersk Oil financial statements are available at the Company's address, Esplanaden 50, 1263 Copenhagen K, Denmark.

The ultimate parent company is A.P. Møller Holding A/S. The consolidated financial statements of A.P. Møller Holding A/S are available at the company's address, Esplanaden 50, 1098 Copenhagen K, Denmark.

The company is included in both consolidated financial statements as a subsidiary.