

Maersk Shipping 2 A/S

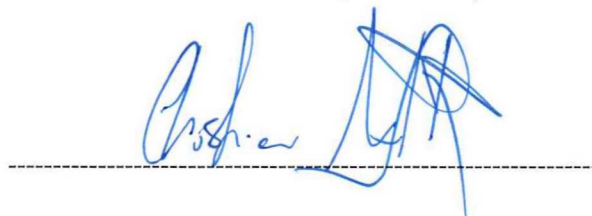
50 Esplanaden
1098 Copenhagen K

CVR-No. 34887349

Annual Report 2016

The annual report is presented and approved at the Company's

Annual General Meeting on 29 May 2017

A handwritten signature in blue ink is written over a horizontal dashed line. The signature is stylized and appears to consist of two parts, possibly initials or a name followed by a surname.

Chairman

| Index | Page |
|---|-------------|
| Management Review and Auditors' Report | |
| Management review | 1 |
| Independent auditors' report | 2 |
| Directors' Report | |
| Directors' report | 5 |
| Annual Report 2015 | |
| Accounting policies | 6 |
| Income statement | 7 |
| Balance sheet – assets | 8 |
| Balance sheet – equity and liabilities | 9 |
| Notes | 10 |

Management Review

The Board of Directors and Management have today discussed and approved the annual report 2016 of Maersk Shipping 2 A/S.

The annual report 2016 of Maersk Shipping 2 A/S has been prepared in accordance with the Danish Financial Statements Act.

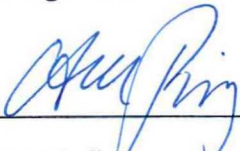
In our opinion the financial statements give a true and fair view of the Company's assets and liabilities, financial position at 31 December 2016 and the results of the Company's operations for the financial year 2016.

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.

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

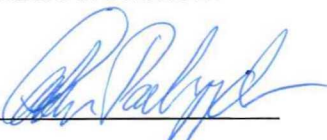
Copenhagen, 23 May 2017

Management:



Anne Pindborg

Board of Directors:



Caroline Pontoppidan

Jesper Cramon

Anne Pindborg

(Chairman)

Independent Auditors' Report

To the shareholders of Maersk Shipping 2 A/S

Report on Financial Statements

Opinion

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.

We have audited the Financial Statements of Maersk Shipping 2 A/S for the financial year 1 January - 31 December 2016, which comprise income statement, balance sheet 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.

Independent Auditors' Report

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.

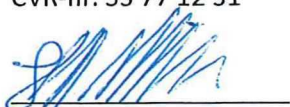
Independent Auditors' Report

- 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, 23 May 2017

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
CVR-nr. 33 77 12 31



Henrik Mikkelsen

State Authorised Public Accountant

Directors' Report

Main activity

The Company's main activity is shipping and shipping related. In addition, the Company holds interest in an associated company.

Development in activities and financials

The Company has not been involved in other activities than holding shares in an associated company in 2016. The loss is in accordance with expectations and influenced by loss in the associated company.

For 2017 a minor loss is expected.

Subsequent events

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

Annual Report 2016

Accounting policies

The annual report 2016 of Maersk Shipping 1 A/S has been prepared in accordance with the provisions of the Danish Financial Statements Act applicable for reporting class B.

The accounting policies are unchanged compared to last year.

The annual report for 2016 is presented in DKK 1,000.

Recognition and measurement in general

Assets are recognised in the balance sheet when it is probable that the future financial benefits will arrive at the Company and the value of the assets can be reliably measured. Liabilities are recognised in the balance sheet when it is probable that future financial benefits will leave the Company and the value of the liability can be reliably measured. Income is recognised in the income statement when earned. Furthermore, costs necessary for obtaining the income are recognised.

Foreign currency translation

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.

Income statement

External costs

External costs include administration and overhead costs, etc.

Tax and deferred tax

The Company is jointly taxed with A.P. Møller Holding A/S' Danish subsidiaries. The actual company tax is allocated between the participating companies based on their taxable income.

Deferred tax is calculated based on the difference between carrying amount and tax value of assets and liabilities.

Balance sheet

Non-current financial assets

Shares in associated company are recognised with the Company's share of the associated company's equity and the share of the result is recognised in the income statement.

Receivables

Receivables are measured at amortised cost which usually corresponds to the nominal value. Write-down is made for anticipated losses to the net realisable value.

Payables

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

Annual Report 2016

Income Statement

| Notes | 2016 DKK '000 | 2015 DKK '000 |
|--|------------------|------------------|
| 1 External costs | 21 | 20 |
| Loss before financial items | (21) | (20) |
| Income from investment in associated company | (8) | (8) |
| Financial expenses | 1 | - |
| Profit/loss before tax | (30) | (28) |
| Tax | (6) | (2) |
| Profit/loss for the year | (24) | (26) |
| Appropriation | | |
| Net revaluation according to equity method | (8) | (8) |
| Retained earnings | (16) | (18) |
| | (24) | (26) |

Annual Report 2016

Balance Sheet 31.12

| Notes | Assets | 2016 | 2015 |
|-------|---|-----------------|-----------------|
| | | <u>DKK '000</u> | <u>DKK '000</u> |
| 2 | Investment in associated company | <u>882</u> | <u>890</u> |
| | Total non-current financial assets | <u>882</u> | <u>890</u> |
| | Joint tax receivable | 6 | 7 |
| | Receivable from affiliated company | <u>28,631</u> | <u>28,647</u> |
| | Total current assets | <u>28,637</u> | <u>28,654</u> |
| | TOTAL ASSETS | <u>29,519</u> | <u>29,543</u> |

Annual Report 2016

Balance sheet 31.12

| Notes | Equity and Liabilities | 2016 DKK '000 | 2015 DKK '000 |
|-------|--|------------------|------------------|
| 3 | Equity | | |
| | Share capital | 500 | 500 |
| | Reserve for net revaluation according to equity method | 882 | 890 |
| | Retained earnings | <u>28,119</u> | <u>28,135</u> |
| | Total equity | <u>29,501</u> | <u>29,525</u> |
| | Trade payables | 12 | 12 |
| | Payables to affiliated company | <u>6</u> | <u>6</u> |
| | Total liabilities | <u>18</u> | <u>18</u> |
| | TOTAL LIABILITIES AND EQUITY | <u>29,519</u> | <u>29,543</u> |
| 4 | Contingent liabilities | | |
| 5 | Pledges and mortgages | | |
| 6 | Ownership | | |

Annual Report 2016

Notes

DKK '000

1 External costs

The company does not have any employees (2015: 0). There has been no payment of remuneration or salaries to the board / the executive board in 2016 (2015: 0).

2 Investment in associated company

| <u>Name and domicile</u> | <u>Ownership</u> |
|---|------------------|
| Interessentskabet Firmaet A.P. Møller, Copenhagen | 50% |

3 Equity

| | Share capital | Reserve for net revaluation according to equity method | Retained earnings | Total |
|-------------------------|---------------|--|-------------------|--------|
| Equity 1 January 2016 | 500 | 890 | 28,135 | 29,525 |
| Loss for the year | 0 | -8 | -16 | -24 |
| Equity 31 December 2016 | 500 | 882 | 28,119 | 29,501 |

4 Contingent liabilities

As a stakeholder in Firmaet A.P. Møller, the Company is jointly and unlimited liable for obligations of Firmaet A.P. Møller.

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 the joint taxation scheme jointly and severally liable for taxes payable, etc. in Denmark.

5 Pledges and mortgages

There are no pledges or mortgages.

6 Ownership

A.P. Møller – Mærsk A/S, 50 Esplanaden, 1098 Copenhagen K has 100% ownership and holds all voting rights. The Company is included in the consolidated accounts for A.P. Møller Holding A/S, Copenhagen and A.P. Møller - Mærsk A/S, Copenhagen.