
Svitzer Salvage Holding A/S

Pakhus 48, Sundkaj 9, DK-2150 Nordhavn

Annual Report for 13 April - 31 December 2015

CVR No 36 71 92 06

The Annual Report was
presented and adopted at
the Annual General
Meeting of the Company on
14/6 2016

Malin Mattson
Chairman



Contents

	<u>Page</u>
Management's Statement and Auditor's Report	
Management's Statement	1
Independent Auditor's Report on the Financial Statements	2
Company Information	
Company Information	4
Financial Statements	
Income Statement 13 April - 31 December	5
Balance Sheet 31 December	6
Statement of Changes in Equity	8
Notes to the Financial Statements	9
Accounting Policies	11

Management's Statement

The Executive Board and Board of Directors have today considered and adopted the Annual Report of Svitzer Salvage Holding A/S for the financial year 13 April - 31 December 2015.

The Annual Report is prepared in accordance with the Danish Financial Statements Act.

In our opinion the Financial Statements give a true and fair view of the financial position at 31 December 2015 of the Company and of the results of the Company operations for 2015.

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

Copenhagen, 14 June 2016

Executive Board

Knud Winkler
Executive Officer

Board of Directors

Kasper Friis Nilaus
Chairman

Knud Winkler

Malin Mattson

Independent Auditor's Report on the Financial Statements

To the Shareholder of Svitzer Salvage Holding A/S

We have audited the Financial Statements of Svitzer Salvage Holding A/S for the financial year 13 April - 31 December 2015, which comprise income statement, balance sheet, statement of changes in equity, notes and summary of significant accounting policies. 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.

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 whether the Financial Statements are free from material misstatement.

An audit involves performing audit procedures to obtain audit evidence about the amounts and disclosures in the Financial Statements. The procedures selected depend on the auditor's judgment, 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 audit opinion.

Our audit has not resulted in any qualification.

Independent Auditor's Report on the 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 2015 and of the results of the Company operations for the financial year 13 April - 31 December 2015 in accordance with the Danish Financial Statements Act.

Hellerup, 14 June 2016

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

Søren Ørjan Jensen

State Authorised Public Accountant

Henrik Mikkelsen

State Authorised Public Accountant

Company Information

The Company

Svitzer Salvage Holding A/S
Pakhus 48
Sundkaj 9
DK-2150 Nordhavn

CVR No: 36 71 92 06
Financial period: 13 April - 31 December
Municipality of reg. office: København

Main activity

Investment in subsidiaries

Board of Directors

Kasper Friis Nilaus, Chairman
Knud Winkler
Malin Mattson

Executive Board

Knud Winkler

Auditors

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
Strandvejen 44
DK-2900 Hellerup

Income Statement 13 April - 31 December

	<u>Note</u>	<u>2015</u> USD('000)
Gross profit/loss		-13
Profit/loss before tax		-13
Tax on profit/loss for the year	1	<u>2</u>
Net profit/loss for the year		<u>-11</u>

Distribution of profit

Proposed distribution of profit

Proposed dividend for the year		0
Retained earnings		<u>-11</u>
		<u>-11</u>

Balance Sheet 31 December

Assets

	<u>Note</u>	<u>2015</u> USD('000)
Investments in associates	2	9.483
Fixed asset investments		9.483
Fixed assets		9.483
Receivables from group enterprises		75
Other receivables		2
Corporation tax		2
Receivables		79
Currents assets		79
Assets		9.562

Balance Sheet 31 December

Liabilities and equity

	<u>Note</u>	<u>2015</u> USD('000)
Share capital		79
Retained earnings		-11
Equity	3	<u>68</u>
Payables to group enterprises		9.494
Short-term debt		<u>9.494</u>
Debt		<u>9.494</u>
Liabilities and equity		<u>9.562</u>
Contingent assets, liabilities and other financial obligations	4	
Related parties and ownership	5	

Statement of Changes in Equity

	Share capital USD('000)	Retained earnings USD('000)	Total USD('000)
Equity at 13 April	79	0	79
Net profit/loss for the year	0	-11	-11
Equity at 31 December	79	-11	68

Notes to the Financial Statements

	2015 USD('000)
1 Tax on profit/loss for the year	
Current tax for the year	-2
	-2
2 Investments in associates	
Cost at 13 April	0
Additions for the year	9.483
Cost at 31 December	9.483
Value adjustments at 13 April	0
Value adjustments at 31 December	0
Carrying amount at 31 December	9.483

Investments in associates are specified as follows:

Name	Place of registered office	Share capital	Votes and ownership	Equity	Net profit/loss for the year
Ardent Holdings Limited	UK		50%	12.800	-10.538

Final determination of the cost price could be subject to subsequent events.

3 Equity

The share capital consists of 500 shares of a nominal value of DKK 1,000. No shares carry any special rights.

There have been no changes in the share capital since inception.

Notes to the Financial Statements

4 Contingent assets, liabilities and other financial obligations

Contingent liabilities

The Danish group enterprises are jointly and severally liable for tax on the jointly taxed incomes of the Group and for Danish taxes at source such as dividend tax, tax on royalty payments and withholding tax.

5 Related parties and ownership

	Basis
Controlling interest	
Svitzer A/S	100%

Other related parties

All SVITZER Group companies, A.P. Møller - Maersk Group companies and the ultimate parent company, A.P. Møller Holding A/S, are considered related parties.

Consolidated Financial Statements

The financial statements of the company are included in both the consolidated financial statements of A.P. Møller-Mærsk A/S and A.P. Møller Holding A/S, which are available at the companies' registered office address, Esplanade 50, DK-1098 Copenhagen K. Further, the consolidated financial statements of A.P. Møller-Mærsk A/S can be downloaded at the website www.maersk.com.

Accounting Policies

Basis of Preparation

The Annual Report of Svitzer Salvage Holding A/S for 2015 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

Financial Statements for 2015 are presented in USD('000).

Recognition and measurement

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will flow to the Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow out of the Company, and the value of the liability can be measured reliably.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Translation policies

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Exchange differences arising due to differences between the transaction date rates and the rates at the dates of payment are recognised in financial income and expenses in the income statement. Where foreign exchange transactions are considered hedging of future cash flows, the value adjustments are recognised directly in equity.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date. Any differences between the exchange rates at the balance sheet date and the rates at the time when the receivable or the debt arose are recognised in financial income and expenses in the income statement.

Fixed assets acquired in foreign currencies are measured at the transaction date rates.

Accounting Policies

Income Statement

Gross profit/loss

With reference to section 32 of the Danish Financial Statements Act, revenue has not been disclosed in the Annual Report.

Income from investments in associates

Dividends from associates are recognised as income in the income statement when adopted at the General Meeting of the associate. However, dividends relating to earnings in the associate before it was acquired by the Parent Company are set off against the cost of the associate.

Tax on profit/loss for the year

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

The Company is jointly taxed with wholly owned Danish and foreign subsidiaries. The tax effect of the joint taxation is allocated to enterprises in proportion to their taxable incomes.

Balance Sheet

Investments in associates

Investments in associates are measured at cost. Where cost exceeds the recoverable amount, write-down is made to this lower value.

Receivables

Receivables are recognised in the balance sheet at amortised cost, which substantially corresponds to nominal value. Provisions for estimated bad debts are made.

Equity

Current tax receivables and liabilities

Current tax liabilities and receivables are recognised in the balance sheet as the expected taxable income for the year adjusted for tax on taxable incomes for prior years and tax paid on account. Extra payments and repayment under the on-account taxation scheme are recognised in the income statement in financial income and expenses.

Accounting Policies

Financial debts

Debts are measured at amortised cost, substantially corresponding to nominal value.