

# ***Svitzer Salvage Holding A/S***

c/o Svitzer A/S  
Esplanaden 50  
DK-1263 Copenhagen K

Annual Report  
1 January - 31 December 2020

CVR 36719206

The Annual Report was presented and adopted at the  
Annual General Meeting of the Company on 28 May 2021



Kasper Friis Nilaus  
Chairman

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## **DIRECTOR'S REPORT**

Svitzer Salvage Holding A/S is a 100% owned subsidiary of the Svitzer Group's parent company, Svitzer A/S, and its main activity relate to investments in subsidiaries within Harbour and Terminal towage industry.

### **2020 in review**

The negative result in 2020 is mainly derived from a write-down of receivable balances related to Ardent Holding Ltd, plus foreign currency exchange losses.

## Statement of the Board of Directors and Management

The Board of Directors and the Management have today considered and adopted the annual report of Svitzer Salvage Holding A/S for the financial year 1 January - 31 December 2020.

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

In our opinion, the annual report gives a true and fair view of the assets and liabilities, financial position at 31 December 2020 of the Company and of the results of the Company's operations for 2020.

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

Copenhagen, 28 May 2021

### Executive Management



Knud Winkler

### Board of Directors



Kasper Friis Nilau  
Chairman



Knud Winkler



Jacob Sune Ulrik

## **Independent Auditor's Report**

To the Shareholder of Svitzer Salvage Holding A/S

### **Opinion**

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2020, and of the results of the Company's operations for the financial year 1 January - 31 December 2020 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Svitzer Salvage Holding A/S for the financial year 1 January - 31 December 2020, which comprise income statement, balance sheet, statement of changes in equity, accounting policies and notes ('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.

### **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.
- 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, 28 May 2021

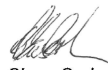
**PricewaterhouseCoopers**

Statsautoriseret Revisionspartnerselskab

CVR no 33 77 12 31



Søren Øyan Jensen  
State Authorised Public Accountant  
mne33226



Claus Carlsson  
State Authorised Public Accountant  
mne29461

## Income Statement

	Note	2020	2019
		USD ('000)	USD ('000)
<b>Gross profit/loss</b>		<b>-6.470</b>	<b>-155</b>
<b>Loss before financial items</b>		<b>-6.470</b>	<b>-155</b>
Share of profit/loss in subsidiaries		817	0
Financial income	1	353	100
Financial costs	2	-5.816	-82
<b>Loss before tax</b>		<b>-11.116</b>	<b>-137</b>
Tax on profit/loss for the year	3	1.123	20
<b>Loss for the year</b>	4	<b>-9.993</b>	<b>-117</b>

## Balance Sheet at 31 December

### Assets

	Note	2020	2019
		USD ('000)	USD ('000)
Investments in subsidiaries	5	158.162	0
Investments in associated companies	5	34.390	0
<b>Financial non-current assets</b>		<b>192.552</b>	<b>0</b>
<b>Total non-current assets</b>		<b>192.552</b>	<b>0</b>
Loans and other receivables		17.750	29.692
Receivables from group enterprises		15.222	163
Other receivables		2.630	48
<b>Receivables</b>		<b>35.602</b>	<b>29.903</b>
<b>Current assets</b>		<b>35.602</b>	<b>29.903</b>
<b>Total assets</b>		<b>228.154</b>	<b>29.903</b>



## Balance Sheet at 31 December

### Equity and liabilities

	Note	2020	2019
		USD ('000)	USD ('000)
Share capital	6	71	71
Retained earnings		226.047	-187
<b>Equity</b>		<b>226.118</b>	<b>-116</b>
Trade payables		0	56
Payables to group enterprises		2.031	29.958
Other payables		5	5
<b>Short-term liabilities</b>		<b>2.036</b>	<b>30.019</b>
<b>Liabilities</b>		<b>2.036</b>	<b>30.019</b>
<b>Total equity and liabilities</b>		<b>228.154</b>	<b>29.903</b>

## Statement of Changes in Equity

	Share capital	Retain earnings	Total equity
	USD ('000)	USD ('000)	USD ('000)
Equity 1 January 2020	71	-187	-116
Group contribution	0	236.227	236.227
Profit/loss for the year	0	-9.993	-9.993
<b>Equity 31 December 2020</b>	<b>71</b>	<b>226.047</b>	<b>226.118</b>

## Notes

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## Notes to the Financial Statements

	<u>2020</u>	<u>2019</u>
	USD ('000)	USD ('000)
<b>1 Financial income</b>		
Interest Income	353	96
Exchange rate adjustments	<u>0</u>	<u>4</u>
	<u><b>353</b></u>	<u><b>100</b></u>
<b>2 Financial expenses</b>		
Interest expense	-12	-4
Interest paid to group enterprises	-783	-78
Exchange rate adjustments	<u>-5.021</u>	<u>0</u>
	<u><b>-5.816</b></u>	<u><b>-82</b></u>
<b>3 Tax on loss for the year</b>		
Current tax for the year	1.152	23
Prior year tax adjustments	-29	-3
Deferred tax	<u>0</u>	<u>0</u>
	<u><b>1.123</b></u>	<u><b>20</b></u>
<b>4 Appropriation of profit/loss</b>		
Distribution of Dividends	0	0
Retained Earnings	<u>-9.993</u>	<u>-117</u>
	<u><b>-9.993</b></u>	<u><b>-117</b></u>

## Notes to the Financial Statements

	2020	2019
	USD ('000)	USD ('000)
<b>5 Investments in subsidiaries</b>		
Cost at 1 January 2020	0	20.701
Addition	158.162	0
Disposal	0	-20.701
<b>Cost at 31 December 2020</b>	<b>158.162</b>	<b>0</b>
Value adjustment at 1 January 2020	0	-20.701
Impairment	0	0
Disposal	0	20.701
<b>Value adjustment at 31 December 2020</b>	<b>0</b>	<b>0</b>
<b>Carrying amount at 31 December 2020</b>	<b>158.162</b>	<b>0</b>
<b>5 Investments in associated companies</b>		
Cost at 1 January 2020	0	0
Addition	34.390	0
Disposal	0	0
<b>Cost at 31 December 2020</b>	<b>34.390</b>	<b>0</b>
Value adjustment at 1 January 2020	0	0
Impairment	0	0
Disposal	0	0
<b>Value adjustment at 31 December 2020</b>	<b>0</b>	<b>0</b>
<b>Carrying amount at 31 December 2020</b>	<b>34.390</b>	<b>0</b>

Name	Country of incorporation	Owner-ship	Profit for the period (2019) Equity	
			USD ('000)	USD ('000)
SVITZER Netherlands B.V.	The Netherlands	100%	N/A	N/A
SVITZER Faroe Islands P/F	Faroe Islands	100%	5.026	50.135
SVITZER Sverige AB	Sweden	100%	3.978	23.163
EM.Z. SVITZER A/S	Denmark	100%	17.506	95.330
Port Towage Amsterdam B.V.	The Netherlands	50%	4.169	2.463

Only subsidiaries of direct ownership have been disclosed. All subsidiaries are consolidated in the A.P. Moller-Maersk Group's annual report for 2020.

Profit/loss for the period and equity are disclosed as per latest official statements in accordance with the requirements in the Danish Financial Statement Act. Not Available ('N/A') indicates that no official statements are required to be prepared.

## Notes to the Financial Statements

### 6 Share capital

The share capital consists of 500 shares of a nominal value of DKK 1,000. No shares carry any special rights. The fully issued and paid in share capital, DKK 500 thousand, has been translated to USD 71 thousand using the registration date exchange rate of DKK 708.06 to 1 USD (as per 13 April 2015).

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

### 7 Contingent assets, liabilities and other financial obligations

#### Contingent liabilities

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

### 8 Related parties and ownership

#### Controlling interest

Svitzer A/S has the controlling influence through 100% ownership.

#### Other related parties

All companies in the A.P. Møller - Mærsk Group as well as A.P. Møller Holding A/S are considered as 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, Esplanaden 50, DK-1098 Copenhagen K. Further, the consolidated financial statements of A.P. Møller – Mærsk A/S can be downloaded from the website [www.maersk.com](http://www.maersk.com).

## Notes to the Financial Statements

### 9 Accounting policies

#### Basis of preparation

The financial statements of Svitzer Salvage Holding A/S for 2020 have been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B, as well as selected rules applying to reporting class C.

The accounting policies applied remain unchanged from last year.

Financial Statements for 2020 are presented in USD. Exchange rate applied 31 December 2020 is 6.05 (31 December 2019: 6.68).

#### Consolidated financial statements

With reference to section 112 of the Danish Financial Statements Act, no consolidated financial statements are prepared as the Company is part of the consolidated financial statements prepared for A.P. Møller – Mærsk A/S, incorporated in Denmark under registration no. 22756214.

#### 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.

Recognition and measurement take into account predictable losses and risks occurring before the presentation of the annual report which confirm or invalidate affairs and conditions existing at the balance sheet date.

## Notes to the Financial Statements

### Accounting policies (continued)

#### Translation policies

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Gains and losses 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.

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 transaction date rates are recognised in financial income and expenses in the income statement.

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

#### Income Statement

##### Gross loss

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

##### Financial income and expenses

Financial income and expenses comprise interest, realised and unrealised exchange adjustments and adjustments of investments.

##### Tax on 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 the Danish entities within the A.P. Moller - Maersk Group as well as A. P. Møller Holding A/S. The tax effect of the joint taxation with the subsidiaries is allocated to Danish enterprises showing profits or losses in proportion to their taxable incomes (full allocation with credit for tax losses). The jointly taxed enterprises have adopted the on-account taxation scheme.

#### Balance Sheet

##### Investments in subsidiaries

Investments in subsidiaries are measured at cost or a lower value in use. Dividends from subsidiaries are recognised as income at the time of declaration. On disposal of such investments, the difference between net disposal proceeds and their carrying amounts is included in profit or loss.

##### Investments in associated companies

Investments in associated companies are measured at cost or a lower value in use. Dividends from subsidiaries are recognised as income at the time of declaration. On disposal of such investments, the difference between net disposal proceeds and their carrying amounts is included in profit or loss.



## Notes to the Financial Statements

### Accounting policies (continued)

#### Receivables

Receivables and receivables from group enterprises are measured in the balance sheet at the lower of amortised cost and net realizable value, which corresponds to nominal value less provisions for bad debts. Provisions for bad debts are determined on the basis of an individual assessment of each receivable, and in respect of trade receivables, a general provision is also made based on the Company's experience from previous years.

#### Deferred tax assets and liabilities

Deferred income tax is measured using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes on the basis of the intended use of the asset and settlement of the liability, respectively.

Deferred tax assets, including the tax base of tax loss carry-forwards, are measured at the value at which the asset is expected to be realised, either by elimination in tax on future earnings or by set-off against deferred tax liabilities within the same legal tax entity. Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation at the balance sheet date when the deferred tax is expected to become current tax. Any changes in deferred tax due to changes to tax rates are recognised in the income statement.

#### Current tax receivables and liabilities

Current tax liabilities and receivables are recognized 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 payment and repayment under the on-account taxation scheme are recognized in the income statement in financial income and expenses.

#### Equity

##### Dividend

Dividend distribution proposed by Management for the year is disclosed as a separate equity item.

##### Financial debts

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

## Company Details

<b>The Company:</b>	Svitzer Salvage Holding A/S c/o Svitzer A/S Esplanaden 50 DK-1263 Copenhagen K  Telephone: +45 39 19 39 19  CVR No: 36 71 92 06
<b>Registered office:</b>	Copenhagen
<b>Financial year:</b>	1 January – 31 December
<b>Main activity:</b>	Investment in subsidiaries within Harbour and Terminal towage industry
<b>Board of Directors:</b>	Kasper Friis Nilaus, Chairman Knud Winkler Jacob Sune Ulrik
<b>Management:</b>	Knud Winkler
<b>Auditors:</b>	PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab Strandvejen 44 DK-2900 Hellerup