


Maersk Fluid Technology A/S

CVR-No. 25598105

Annual Report 2014

As adopted by the Company in general meeting

May 29th, 2015



Rasmus Holm
Chairman of the Meeting

Content	Page
Management's Statement	1
Independent Auditors' Report	2
Company Information	4
Management's Review	5
Financial Statements 1 January - 31 December	
Accounting policies	6
Income statement	8
Balance sheet	9
Notes	10

Management's Statement

The Executive Board and Board of Directors have today considered and adopted the Annual Report of Maersk Fluid Technology A/S for the financial year 01 January 2014 - 31 December 2014.

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

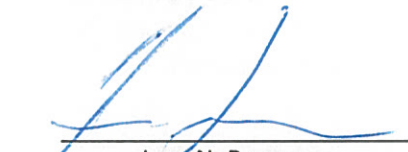
In our opinion, the Financial Statements give a true and fair view of the financial position at 31 December 2014 of the Company and of the result of the Company's operations for 2014.

It is also our opinion that the Management review includes a fair representation of the circumstances covered by the review.

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

Copenhagen, 29 May 2015

Executive Board:



Jens N. Byrgesen
(Managing Director)

Board of Directors:



Niels Henrik Lindegaard
(Chairman)



Martin Allan Christensen



Henrik Larsen

Independent Auditor's Report

To the shareholders of Maersk Fluid Technology A/S

Report on the financial statements

We have audited the Financial Statements of Maersk Fluid Technology A/S for the financial year 01 January 2014 – 31 December 2014, 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 and presentation of financial statements that give a true and fair view in accordance with the Danish Financial Statements Acts and for such internal control as Management determines is necessary to enable the preparation of the financial statements that are free from material misstatements, 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 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 opinion.

The audit has not resulted in any qualification.

Opinion

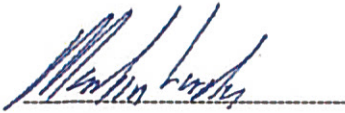
In our opinion, the financial statements give a true and fair view of the Company's financial position at 31 December 2014 and of the result of the Company's operations for the financial year 01 January 2014 – 31 December 2014 in accordance with the Danish Financial Statements Act.

Statement on the Management's review

We have read Management's Review in accordance with the Danish Financial Statements Act. We have not performed any procedures additional to the audit of the Financial Statements. On this basis, in our opinion, the information provided in Management's Review is consistent with the Financial Statements.

Copenhagen, May 29th, 2015

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab



Martin Lunden
State Authorised Public Accountant



Henrik Y. Jensen
State Authorised Public Accountant

Company Information

The Company

Maersk Fluid Technology A/S
Esplanaden 50
1098 Copenhagen K

Telephone: +45 3363 3363

Email: motadm@maersk.com

Company reg. no: 25598105

Financial period: 1 January - 31 December

Municipality of reg. office: Copenhagen

Board of Directors

Niels Henrik Lindegaard (Chairman)
Martin Allan Christensen
Henrik Larsen

Executive Board

Jens N. Byrgensen (Managing Director)

Auditors

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
Strandvejen 44
DK-2900 Hellerup

Management's Review

The Company's main activities

Maersk Fluid Technology is responsible for continued development of the SEA-Mate Blending on Board system and SEA-Mate Analyzer, as well as the ongoing operational and commercial activities related to the products.

Blending on Board is considered as the future lubrication management system to be used for container vessels.

Development in operations and financial position

The result of the year ended with a profit of 7,532 thousand DKK against last year's loss of 2,198 thousand DKK. The result of the year was positively impacted by a big increase on the sales of blenders and analyzers, much higher than in previous years. A total number of 66 SEA-Mate Blending on Board systems and 15 SEA-Mate Analyzers were sold during 2014. For 2015, Maersk Fluid Technology expects to keep a similar number of orders received by their customers and keeping with the continuous development of the existing products.

Subsequent events

No significant changes arisen since December 31st, 2014, which could have any material effect on the assessment of the annual report.

Financial statements 1 January - 31 December

Accounting policies

The annual report for Maersk Fluid Technology A/S for 2014 is presented in accordance with the regulations of the Danish Financial Statements Act concerning class B entities.

The accounting policies applied remain unchanged from last year. The statement is presented in DKK 1,000, as in previous years.

General matters related to recognition and measurement

Assets are recognised in the balance sheet when it is probable that future financial benefits will move into 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 financial benefits will leave the company and the value of the liability can be measured reliably. Initially assets and liabilities are recognised at cost price, thereafter assets and liabilities are recognised as stated below for each item. Income is recognised in the income statement concurrently. Furthermore, expenses incurred to achieve the income for the year are recognised.

Foreign currency translation

Transactions in currencies other than the functional currency are translated at the exchange rate on the date of transaction. Monetary items in foreign currency not settled by the balance sheet date are translated at the exchange rate on the balance sheet date. Exchange rate gains and losses are recognised in the income statement under financial income and expenses.

Income statement

Revenue

Revenue is recognised in the income statement upon delivery and transfer of risk to buyer and if the income can be recognised reliably and payment is expected. Revenue is measured at fair value of the agreed price excluding VAT and duties collected on behalf of third parties. Discounts granted are recognised under revenue.

Cost of goods sold

Cost of goods sold includes cost of blending systems, SEA-mate analyzers and related components.

Other operating costs

Other operating costs include other external expenses, management fees and other operating costs and expenses.

Staff costs

Staff costs include salaries, pension contribution and other staff costs.

Financial statements 1 January - 31 December

Accounting policies

Financial income and expenses

Financial income and expenses include interests, payables and transactions in foreign currency and amortisation of financial assets and liabilities.

Tax and deferred tax

The Company is part of A.P. Møller - Mærsk Group joint taxation. The actual Danish company tax is allocated at settlement between the companies being part of the joint taxation in accordance with their taxable income.

Tax, comprising actual company tax (joint taxation) and changes in deferred tax is recognised in the income statement for items related to the income statement and directly in equity for items posted directly to equity.

Deferred tax is calculated on differences between the carrying amount and tax base of assets and liabilities. Deferred tax assets are recognised to the extent that it is probable that they can be utilised within a foreseeable future.

Balance sheet

Inventories

Inventories are carried at the lower of cost and net realisable value. Cost is determined on a first-in, first-out basis. Net realisable value is the estimated selling price in the ordinary course of business, less applicable variable selling expenses.

Receivables

Receivables are generally recognised at nominal value, which corresponds to amortised cost. Write-downs are made for anticipated losses.

Accrued Income

Accrued Income is initially recognised at its fair values plus transaction costs and subsequently carried at amortised cost using the effective interest method, less accumulated impairment losses.

Liabilities

Financial liabilities, comprising payables to credit institutions, trade payables and payables to affiliated companies, are initially recognised at cost cost price less transaction costs. In subsequent periods they are measured at amortised cost.

Other liabilities are measured at net realisable value.

Financial Statements 1 January - 31 December

Income Statement

Note	2014 DKK 1,000	2013 DKK 1,000
1 Revenue	30,768	2,425
Cost of goods sold	(15,290)	(928)
Other operating costs	(3,959)	(1,161)
2 Staff costs	(3,606)	(2,591)
Result before financial items	7,913	(2,255)
3 Financial items	2,056	(676)
Result before tax	9,969	(2,931)
4 Tax on profit/loss for the year	(2,437)	733
Result for the year	7,532	(2,198)
Distribution of profit/loss		
Retained earnings	7,532	(2,198)

Financial Statements 1 January - 31 December

Balance sheet

Note	Assets	2014 DKK 1,000	2013 DKK 1,000
	Current assets		
	Inventories	974	615
5	Trade receivables	1,528	1,006
	Accrued income	–	608
6	Receivables from affiliated companies	25,498	15,554
	Current tax receivables	–	1,171
	Total current assets	<u>28,000</u>	<u>18,954</u>
	TOTAL ASSETS	<u>28,000</u>	<u>18,954</u>

Note	Equity and liabilities	2014 DKK 1,000	2013 DKK 1,000
7	Equity		
	Share capital	540	540
	Retained earnings	19,217	11,685
	Total equity	<u>19,757</u>	<u>12,225</u>
	Current liabilities		
	Trade payables	2,290	89
	Accrued expenses	3,190	5,006
	Payables to affiliated companies	321	1,634
	Current tax payables	2,442	–
	Total liabilities	<u>8,243</u>	<u>6,729</u>
	TOTAL EQUITY AND LIABILITIES	<u>28,000</u>	<u>18,954</u>

8 Ownership

9 Contingent Liabilities

Financial Statements 1 January - 31 December

Notes

DKK 1,000

1 Revenue

	2014	2013
	DKK 1,000	DKK 1,000
Sale of goods, external	945	1,750
Sale of services, external	188	290
Sale of goods, internal	28,850	-
Sale of services, internal	785	385
Revenue	30,768	2,425

2 Staff costs

	2014	2013
	DKK 1,000	DKK 1,000
Salaries	-2,772	-1,567
Pension contribution	-502	-572
Other staff costs	-332	-452
Operating costs	-3,606	-2,591

3 Financial items

	2014	2013
	DKK 1,000	DKK 1,000
Interest received from group companies	3	-
Interest expenses, external	-3	-
Exchange rate adjustments, income	2,047	-
Exchange rate adjustments, cost	-	(683)
Other financial income	9	7
Financial items	2,056	(676)

4 Tax

	2014	2013
	DKK 1,000	DKK 1,000
Tax attributes to profit/loss is made up of		
Tax expense/income	-2,442	733
Previous year Tax adjustment	5	-
	-2,437	733

5 Trade receivables

	2014	2013
	DKK 1,000	DKK 1,000
Trade receivables	432	906
Other receivables	1,096	100
Trade receivables	1,528	1,006

6 Receivables from affiliated companies

	2014	2013
	DKK 1,000	DKK 1,000
Trade receivables	10,159	7
Internal cash pooling with ultimate holding corporation	15,339	15,547
Receivables from affiliated companies	25,498	15,554

7 Equity

	Share capital	Retained earnings	Total equity
Balance January 1st, 2014	540	11,685	12,225
Net profit/loss for the year	–	7,532	7,532
Balance December 31st, 2014	540	19,217	19,757

The share capital at 31 December 2014 comprises 540 shares of total nominal value of 1,000 DKK. No shares hold special rights.

8 Ownership

Maersk A/S, Company reg. no.: 22757016
50 Esplanaden
DK-1098 Copenhagen K

holds 100% of the share capital and voting rights.

The Company is included in the consolidated financial statements for A.P. Møller - Mærsk A/S, Copenhagen and A.P. Møller Holding A/S, Copenhagen. The consolidated statement for A.P. Møller - Mærsk A/S is available at the group website: <http://investor.maersk.com/financials.cfm>

9 Contingent Liabilities

The Company is part of A.P. Møller - Mærsk Group joint taxation and the Companies herein are jointly and severally liable for the taxes that concern the joint taxation. The actual Danish company tax is allocated at settlement between the companies being part of the joint taxation in accordance with their taxable income.