

Financial Statements 2021

Hapag-Lloyd
Aktiengesellschaft



FINANCIAL STATEMENTS 2021

OF THE HAPAG-LLOYD AKTIENGESELLSCHAFT, HAMBURG,
FOR THE PERIOD 1 JANUARY TO 31 DECEMBER 2021

COMBINED MANAGEMENT REPORT

The management report of Hapag-Lloyd Aktiengesellschaft and the Group management report are combined in accordance with Section 315 (5) of the German Commercial Code (HGB) in conjunction with Section 298 (2) of the German Commercial Code (HGB) and are published in Hapag-Lloyd's 2021 Annual Report.

The annual financial statements and the management report combined with the Group management report of Hapag-Lloyd AG for the 2021 financial year are published in the German Federal Gazette.

The annual financial statements of Hapag-Lloyd AG as well as the Group's Annual Report for the financial year are published on the Company's website: <https://www.hapag-lloyd.com/en/company/ir/publications/financial-report.html>

This report was published in April 2022.

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STATEMENT OF FINANCIAL POSITION

of the Hapag-Lloyd Aktiengesellschaft, Hamburg, as at 31 December 2021

ASSETS

million EUR	Notes	31.12.2021	31.12.2020
A. Fixed assets	(1)		
I. Intangible assets		946.8	983.7
II. Property, plant and equipment		6,068.4	5,233.6
III. Financial assets		2,035.3	1,789.6
		9,050.5	8,006.9
B. Current assets			
I. Inventories	(2)		
1. Raw materials and supplies		310.2	166.0
2. Unfinished voyages		271.1	203.0
3. Prepayments made		4.8	2.9
		586.0	371.9
II. Accounts receivables and other assets	(3)		
1. Trade accounts receivable		1,242.2	580.6
2. Accounts receivable from affiliated companies		2,454.5	919.9
3. Accounts receivable from associated companies		8.5	10.7
4. Other assets		180.4	147.9
		3,885.5	1,659.1
III. Cash-in-hand, bank balances and cheques	(4)	7,460.0	554.2
		11,931.6	2,585.2
C. Prepaid expenses	(5)	21.7	12.3
Total assets		21,003.8	10,604.4

EQUITY AND LIABILITIES

million EUR	Notes	31.12.2021	31.12.2020
A. Equity			
I. Subscribed capital	(6)	175.8	175.8
II. Capital reserves	(7)	2,497.9	2,497.9
III. Retained earnings	(7)	9,591.4	1,247.0
		12,265.1	3,920.7
B. Provisions	(9)		
1. Provision for pensions and similar obligations		245.8	213.6
2. Tax provisions		45.0	21.8
3. Other provisions		1,200.5	817.4
		1,491.3	1,052.8
C. Liabilities	(10)		
1. Bonds		301.6	307.1
2. Liabilities to banks		523.4	649.9
3. Payments received for unfinished voyages		839.1	256.7
4. Trade accounts payable		1,419.6	1,115.3
5. Liabilities to affiliated companies		2,425.6	1,392.4
6. Liabilities to associated companies		9.2	14.8
7. Other liabilities (thereof for taxes EUR 3.7 million; prior year: EUR 2.6 million) (thereof for social security EUR 3.2 million; prior year: EUR 0.3 million)		1,724.5	1,892.2
		7,242.9	5,628.4
D. Deferred income	(11)	4.5	2.5
Total equity and liabilities		21,003.8	10,604.4

INCOME STATEMENT

of the Hapag-Lloyd Aktiengesellschaft, Hamburg,
for the period 1 January to 31 December 2021

million EUR	Notes	1.1.–31.12.2021	1.1.–31.12.2020
1. Revenue	(14)	21,710.6	12,588.8
2. Increase in capitalised expenses for unfinished voyages		68.1	55.9
3. Other own work capitalised	(15)	6.4	8.9
4. Other operating income	(16)	1,592.2	1,328.3
5. Transport expenses	(17)	11,653.0	10,156.0
6. Personnel expenses	(18)	369.3	298.1
7. Amortisation of intangible fixed assets and depreciation of property, plant and equipment	(19)	546.0	476.3
8. Other operating expenses	(20)	2,305.4	1,853.5
9. Operating result		8,503.7	1,198.1
10. Income from profit transfer		5.3	4.3
11. Income from investments		511.5	80.4
12. Income from loans within financial assets		3.3	3.2
13. Income from financial assets		70.2	–
14. Other interest and similar income		99.1	62.0
15. Impairment of financial assets		0.8	80.2
16. Expenses from transfer of losses		0.4	0.0
17. Interest and similar expenses		148.0	198.7
18. Financial result	(21)	540.2	–129.1
19. Taxes on income	(22)	19.3	8.4
20. Result after taxes		9,024.6	1,060.6
21. Other taxes		65.0	52.0
22. Net profit of the year		8,959.6	1,008.6
23. Retained earnings brought forward		631.8	238.4
24. Retained earnings carried forward	(7)	9,591.4	1,247.0

NOTES TO THE FINANCIAL STATEMENTS

of Hapag-Lloyd Aktiengesellschaft, Hamburg,
for the financial year from 1 January to 31 December 2021

GENERAL NOTES

Hapag-Lloyd Aktiengesellschaft, domiciled in Hamburg, is registered in commercial register B of the district court in Hamburg under the number HRB 97937.

The Hapag-Lloyd AG annual financial statements are prepared in accordance with the accounting principles of the German Commercial Code (HGB) for large corporations, taking into account the additional regulations of the German Stock Corporation Act (AktG).

The annual financial statements are published in the online version of the German Federal Gazette. The financial year corresponds to the calendar year.

The annual financial statements, comprising the statement of financial position, the income statement and the Notes, are prepared in euros (EUR); the amounts are quoted in million euros (million EUR).

The income statement is prepared using the total cost method. For clarity of presentation, individual items have been summarised in the statement of financial position and the income statement and are listed separately and explained in the Notes.

On 8 July 2021, Hapag-Lloyd acquired 100% of the shares and voting rights of the Dutch container shipping company Nile Dutch Investments B.V. (NileDutch). The company, based in Rotterdam, was a leading provider of container services to and from West Africa when it was acquired, with an available transport capacity of around 35,000 TEU. The merger of Hapag-Lloyd and NileDutch will help Hapag-Lloyd to expand its market position in Africa. The route network to and from Africa will be intensified, and the frequency of shipments will be increased. Africa is a key market for Hapag-Lloyd's strategic growth, and the acquisition of NileDutch occurred in the context of Strategy 2023.

As part of the integration, it was agreed that all of the NileDutch Group's container shipping activities would be transferred to Hapag-Lloyd. For this reason, Hapag-Lloyd also acquired the company Nile Dutch Africa Line B.V. (NDAL) after the share acquisition outlined as part of an asset deal by means of two related purchase agreements. NDAL is the carrier company of the Group and a wholly owned subsidiary of NileDutch. With effect from 1 August 2021, Hapag-Lloyd initially acquired all containers owned by NDAL and assumed responsibility for the existing container leases by means of novations. With effect from 1 October 2021, Hapag-Lloyd then finally acquired the remaining assets and liabilities from NDAL, except for investments in financial assets, and assumed responsibility for the charter lease agreements by means of novations. The gradual integration of NDAL's operating business occurred in the fourth quarter of 2021 and will be completed in first quarter of 2022. This involved consolidating services and ship systems in the various trades and transferring the operating business to Hapag-Lloyd's IT systems ["voyage cut-over"]. In addition, the employees of NDAL were taken over.

The total purchase price for the company acquisition was allocated to the individual assets, prepaid expenses and liabilities assumed. All of the assets and deferred items were recognised regardless of whether they were recognised in NDAL's statement of financial position. Likewise, all of the liabilities were recognised, even if they had not been recognised previously. In accordance with the principle of prudence, the fair values at the time of acquisition for the assets acquired and liabilities assumed were then calculated and recognised. There was a difference between the purchase price for the company acquisition and the newly measured net assets. This difference was allocated to the fair values of the individual assets by means of reductions. With regard to implementing the reductions, precedence was given to the intangible assets from advantageous charter lease agreements, as these have an increased risk in terms of a change in value.

The transaction resulted in additions to fixed assets as at 1 August 2021 and 1 October 2021 which primarily comprised intangible assets from advantageous operating container and charter lease agreements in the amount of EUR 31.5 million as well as containers owned and containers leased through finance leases in the amount of EUR 67.3 million. By contrast, lease liabilities in the amount of EUR 10.6 million as well as provisions for maintenance and repair obligations under the container lease agreements in the amount of EUR 9.9 million were recognised. Additions to current assets mainly consist of trade accounts receivable and accounts receivable from affiliated companies of EUR 103.2 million, which contrast with trade accounts payable of EUR 24.5 million.

The comparability of the financial statements with the previous year has not been restricted by the company acquisition.

ACCOUNTING AND MEASUREMENT PRINCIPLES

The accounting and measurement principles as well as the structure of the statement of financial position were maintained in the year under review.

Currency translation

Accounts receivable, other assets, cash and cash equivalents, liabilities, provisions and contingencies in foreign currencies are generally recorded using the mean spot exchange rate at the time of the business transaction. Short-term currency items are recognised at the mean spot exchange rate on the balance sheet date in accordance with Section 256a of the German Commercial Code (HGB). Long-term currency items with a remaining term of more than one year are translated using the mean spot exchange rate at the time of the business transaction, provided that a higher or lower closing rate is not used when taking into account the lowest / highest value principle. The costs of acquisition of fixed assets purchased in foreign currencies – primarily ships and containers invoiced in US dollars – are calculated by converting them on the basis of the mean spot exchange rates valid at the time of their acquisition.

Fixed assets**Intangible assets**

Intangible assets acquired in return for payment are carried at cost of acquisition, are written off on a straight-line basis over the course of their expected useful lives of between five and eight years and are recorded as a disposal in the year in which they are written off in full. Trademark rights are not subject to scheduled amortisation due to their presumably indefinite useful life.

Hapag-Lloyd availed itself of the option to capitalise internally generated intangible assets in accordance with Section 248 (2) of the German Commercial Code (HGB). The capitalised production costs are calculated on the basis of direct costs. The amount recognised in the statement of financial position for internally generated intangible fixed assets is non-distributable, i.e. profits may only be distributed if the freely available reserves – plus retained earnings carried forward and less losses carried forward – remaining after the distribution are at least equal to the amounts recognised overall, less the deferred tax liabilities recognised for them.

Goodwill acquired is written off on a straight-line basis over a useful life of 20 years as well as over a useful life of ten years. The reason for the duration of 20 years is the longevity of the customer portfolio and of the expected synergy potential from acquiring the business operations of the container liner shipping companies Compañía Sud Americana de Vapores S.A. (CSAV) in 2014 and United Arab Shipping Company Ltd. (UASC) in 2017. The goodwill acquired through mergers is written off over a period of ten years. The duration is based on the residual useful lives of the ships acquired through the mergers.

Advantageous ship charter and container lease agreements resulting from the takeover of NileDutch's container shipping activities were recognised as advantageous agreements under intangible assets. The intangible assets will be amortised over a period of one to seven years over the remaining term of the respective lease as calculated on the transfer date.

Property, plant and equipment

Property, plant and equipment are carried at acquisition and production cost less depreciation or, if applicable, impairment charges. Depreciation is recognised on a straight-line basis over the estimated useful operating life of an asset up to the amount of the anticipated residual/scrap value. Depreciation on additions to property, plant and equipment is recorded on a pro rata basis. Estimation of the residual value is based on the current realisable value for a comparable asset to be sold that has already reached the end of its useful life and which was used under similar circumstances. Ships are depreciated over a useful economic life of 25 years, taking their scrap values into account. The assessment of the impact of new environmental regulations on the economic viability and efficiency of some older vessels particularly affected by these regulations has resulted in a recalculation for these vessels and thus a shortening of their estimated remaining useful lives by one to five years. The decrease in the result from operating activities in both the second half and the whole of 2021 was EUR 40.3 million. However, the general useful life of vessels remains unchanged at 25 years. The assessment of the normal useful life of containers was reviewed and, as a result of the increased average useful life for containers, extended from 13 to 15 years in the 2021 financial year. This led to a EUR 28.0 million improvement in the result from operating activities in both the second half and the whole of 2021. Residual values were once again recognised for containers equal to 10% or 20% of their cost of acquisition depending on the container type. Write-downs are effected if there is likely to be ongoing impairment. Impairment losses are reversed up to the amount of the amortised cost if the reasons for ongoing impairment no longer apply.

Provided that Hapag-Lloyd AG as the lessee bears all the substantial risks and rewards associated with the lease, leased assets are included in the statement of financial position upon recognition at the net present value of the minimum lease payments. They are subject to straight-line depreciation throughout the term of the lease or the useful life of the asset (whichever is longer), provided that it is sufficiently certain at the beginning of the lease that legal ownership of the asset will be transferred to the Company once the contractual term expires.

Low-value assets with an acquisition and production cost of greater than EUR 250 and up to EUR 1,000 are recorded as a collective item for the financial year in accordance with Section 6 (2a) of the German Income Tax Act (EStG), this item being depreciated by 20% for the year.

Financial assets

Shares in affiliated companies and holdings are carried at cost of acquisition or fair value, whichever is lower on the balance sheet date. The fair value is calculated using the DCF method. Impairment to a lower value is performed on the balance sheet date if the impairment is likely to be ongoing. Impairment losses are reversed at a maximum up to the amount of the cost of acquisition if the reasons for ongoing impairment no longer apply.

Loans are carried at their nominal value. Appropriate specific valuation allowances are accrued to cover items subject to risk.

Current assets

Raw materials and supplies are carried at acquisition and production cost or at fair value, whichever is lower as at the balance sheet date. Fuel inventories are measured on the basis of a moving average price. A write-down on fuel inventories is recorded at the balance sheet date if the market price is below the carrying amount. Unfinished voyages are measured on the basis of the direct costs plus the minimum overhead costs required pursuant to commercial law; interest on debt is not included. Corrections are made to the capitalised expenses of loss-making unfinished voyages to adjust them for the anticipated losses. The exercising of the option for the disclosure of advance payments received for pending voyages was changed. The advance payments received which previously were openly deducted from inventories were recognised as a liability in the 2021 financial year in order to avoid a negative value for the inventories item. The corresponding values for the previous year were also adjusted.

Accounts receivable, other assets and cash and cash equivalents are carried at their nominal value. Identifiable individual risks from receivables are taken into account by means of specific valuation allowances.

Derivatives and hedging instruments

As a result of the consolidated financial statements using the US dollar as their functional currency due to the majority of operating activities being processed in USD, currency forward contracts are used in order to hedge against currency risks for the euro from operating expenditures and from financing activities. There is no currency risk in the annual financial statements, which are quoted in EUR. As a result of its operating activities, the Hapag-Lloyd Group is exposed to a market price risk for the procurement of bunker fuel. Derivative financial instruments in the form of commodity options and swaps were in place in the 2021 financial year to hedge against price fluctuations. Interest rate swaps are also used to hedge the interest rate risk.

Provisions are formed for negative fair values of derivative financial instruments through the application of the imparity and realisation principle, provided that no units are formed for these transactions under Section 254 of the German Commercial Code (HGB). The lowest value principle strictly applies with regard to the premiums paid for bunker options. According to this principle, options are written off at the lowest fair value, provided the fair value as at the balance sheet date is lower than the cost of acquisition. Option premiums are recognised under other assets. Units are formed in order to show derivative interest hedges on the statement of financial position. They are presented using the net hedge presentation method.

Realised and unrealised gains and losses from currency forward contracts and the measurement of bunker options are shown under other operating income or expenses. Realised gains and losses from options and swaps for the purchase of bunker oil are shown under transport expenses. The deferred interest from interest swaps, as well as the realised gains and losses from the interest swaps, are recognised under the interest result.

The measurement of derivative financial instruments and the calculation of market value are recognised depending on the type of instrument in question. Currency forward contracts are measured on the basis of their market-traded forward prices as at the reporting date. The market values of bunker options are calculated using the modified Turnbull & Wakeman model and are based on the current commodity prices, commodity price volatility and forward prices. The fair value of the commodity and interest rate swaps is calculated at the present value of the anticipated future cash flows. Estimates of future commodity price payments are based on forward prices associated with the underlying quoted commodity prices. The estimates of future cash flows from variable interest payments are based on quoted swap rates and interbank interest rates.

The bond issued as at the balance sheet date includes an option for early repayment (buy-back option) on the part of the Company. Since the bond structured in this way is associated with other types of risks and opportunities than a bond without a buy-back option (underlying contract), it is recognised separately as an individual asset and liability in accordance with the relevant commercial law requirements. Accordingly, the buy-back option is recognised separately as an embedded derivative. With the acquisition of the bond, the buy-back option in the bond is activated at the market value at the time the acquisition is recognised. The market value of the embedded derivative is calculated using the Hull-White model together with a trinomial decision tree based on current market values. As a result, the buy-back option is carried at its cost of acquisition or the lower market value on the balance sheet date and recognised under other assets, with changes in value recognised under the interest result. The contra item recognised upon the activation of the buy-back option, which is written off on a straight-line basis over the period up to the expiry of the buy-back option under Section 250 of the German Commercial Code (HGB), serves as a means of regulating interest on current interest on the bond.

Prepaid expenses

Expenses prior to the balance sheet date are recognised as prepaid expenses insofar as they constitute expenses for a specific period subsequent to this date.

Provisions

Provisions for pensions are determined in accordance with actuarial principles on the basis of the projected unit credit method, drawing on the 2018 G mortality tables devised by Prof. Klaus Heubeck. The average market interest rate over the past ten years as published by Deutsche Bundesbank for a remaining term of 15 years is used for discounting. The positive difference between the pension provision method based on the corresponding average market interest rate for the previous ten financial years and the pension provision method based on the corresponding average market interest rate for the previous seven financial years is non-distributable if the freely available reserves – plus retained earnings carried forward and less losses carried forward – remaining after the distribution are not at least equal to the difference.

For measurement as at 31 December 2021, the interest rate based on the interest rate information published on 31 October 2021 is used as the basis of a forecast for 31 December 2021. This is 1.87% p.a. (previous year: 2.30% p.a.). This measurement is also based on the following assumptions: a salary trend of 2.5% p.a. (previous year: 2.5% p.a.), a pension trend of 5.5% (previous year: 5.5%) every three years and a fluctuation rate of 1.0% p.a. (previous year: 1.0% p.a.). Deviating from these figures, the provisions relating to the branch in the Netherlands are calculated using a pension trend of 2.0% p.a. (previous year: 2.0% p.a.) and a fluctuation rate of between 0% and 10% p.a. depending on the age of the employees (previous year: between 0% and 10% p.a.).

Reinsurance agreements exist in relation to some of the pension provisions, these being pledged to the retirees. Accordingly, the provisions and the equivalent amount of the reinsurance, measured at the buy-back value as per the insurance, are recognised net in accordance with Section 246 (2) of the German Commercial Code (HGB). In addition, there are special-purpose funds in place for another portion of the pension provisions and for obligations relating to employees' pre-retirement part-time employment agreements. These are not available to other creditors. Plan assets are measured at their fair value using market prices of external independent financial service providers and are offset against the underlying provisions. In the event of an excess of obligations, this is recognised under provisions. If the value of the securities exceeds the obligations, they are recognised on the assets side of the statement of financial position as excess of plan assets over post-employment benefit liability. Insofar as the fair value of plan assets is above the historic cost of acquisition, the income generated by these assets is subject to the distribution restriction pursuant to Section 268 (8) (3) of the German Commercial Code (HGB). The earnings components of existing plan assets are uniformly recognised under the interest result and are offset against the interest portion of the pension provisions.

Tax provisions and other provisions are calculated using the settlement amount estimated on the basis of prudent business judgement. All the identifiable risks are taken into account appropriately in the measurement of these provisions. Provisions with a remaining term of more than one year are discounted using the average market interest rate which corresponds to their remaining term and which is calculated based on the previous seven financial years. The discount rates for similar maturities published by the Deutsche Bundesbank for discounting other provisions range from 0.34% to 0.77% in 2021, depending on the remaining term.

In connection with provisions for transport damage, the claims against the insurance reduce the excess obligation to be recognised, so that a provision is only disclosed to the amount of the excess.

Liabilities

Liabilities are recognised at their settlement amount. In the event that the settlement amount of a liability is greater than the issue price, the difference is recognised as a prepaid expense in the income statement on a pro rata basis over the term of the liability. In the event that the settlement amount of a liability is less than the issue price, the difference is recognised as deferred income in the income statement on a pro rata basis over the term of the liability.

If a leased asset is financially attributed to Hapag-Lloyd AG as a lessee, this must be capitalised on the statement of financial position. At the same time, a lease obligation is recognised if it is equivalent to the carrying amount of the leased asset upon recognition. Each lease rate is divided into an interest portion and a repayment element. The interest portion is recognised as an expense in the income statement; the repayment element reduces the lease obligation recognised.

As part of its financing of investments in ships and containers, Hapag-Lloyd AG uses sale and leaseback transactions that are essentially the same as a loan, with the corresponding investment objects used as collateral. The ships or containers are sold to groups of investors and leased back over a fixed term, with the option/obligation to repurchase them at the end of the term. The resulting liabilities are recognised under other liabilities.

Deferred income

Income prior to the balance sheet date is recognised as deferred income insofar as it constitutes income for a specific period subsequent to this date.

Deferred taxes

For differences between the German Commercial Code and tax law with regard to the carrying amounts of assets, liabilities and prepaid expenses that are likely to be offset in subsequent financial years, deferred taxes are determined using the concept related to the statement of financial position. When calculating deferred tax assets, tax loss carry-forwards are taken into account in the amount of the losses expected to be offset over the next few years. As Hapag-Lloyd AG has opted for tonnage taxation, temporary measurement differences do not affect taxation, with the result that no deferred taxes are calculated. For domestic income which is not subject to tonnage taxation, a combined income tax rate of 32.3% was used both in 2021 and 2020 to calculate the deferred taxes. A resulting tax burden would be carried as a deferred tax liability in the statement of financial position. As in the previous year, Hapag-Lloyd AG did not avail itself of the option of recognising deferred tax assets due to tax relief generated pursuant to Section 274 (1) (2) of the German Commercial Code (HGB). The corporate income tax loss carry-forward at the end of the 2020 financial year was completely used up in the 2021 financial year.

Recognition of revenue

Revenue is recognised in accordance with the end-of-journey principle. This means revenue is only recognised once the ships have reached their predefined destination or turning port. Revenue is recognised on the basis of the journey and not on the basis of individual container transports.

Cargo discounts earned by customers in the financial year are deducted from income, thereby reducing revenue. Insofar as the discounts are not calculated and paid until the following year based on the actual circumstances, their amount is estimated as at the balance sheet date, a provision is recognised and the expected expense is deducted from income, thereby reducing revenue.

NOTES TO THE STATEMENT OF FINANCIAL POSITION**(1) Fixed assets**

Intangible assets of EUR 946.8 million essentially comprise goodwill from the acquisition of the business operations of container liner shipping companies CSAV in 2014 and UASC in 2017. Advantageous charter and lease agreements resulting from the acquisition of NileDutch's container shipping activities were recognised as intangible assets in the amount of EUR 31.5 million and will be amortised over the remaining term of the respective agreement as calculated on the transfer date. In the current financial year, amortisation of intangible assets came to EUR 78.7 million (previous year: EUR 73.8 million).

In addition to shares in affiliated companies and investments, two long-term loans to an affiliated company are recognised in financial investments. In addition, write-backs of EUR 70.2 million were made for two subsidiaries. Hapag-Lloyd AG's main indirect and direct holdings are outlined in Annexe II to the Notes.

The asset items summarised in the statement of financial position and their development in the 2021 financial year can be found in the statement of fixed assets under Annexe I to the Notes.

(2) Inventories

Inventories totalled EUR 586.0 million as at 31 December 2021 (previous year: EUR 371.9 million). Prepayments received for unfinished voyages as at the reporting date in the amount of EUR 839.1 million (previous year: EUR 256.7 million) were recognised as a liability in the financial year and, unlike in previous years, were not openly deducted from inventories in order to avoid a negative value for the inventories item. For better comparability, the previous year's figures were also adjusted.

(3) Accounts receivable and other assets

Accounts receivable from affiliated companies primarily comprise a shareholder loan made to Hapag-Lloyd Special Finance DAC (“Hapag-Lloyd Special Finance”) in Dublin, Ireland, in the amount of EUR 1,815.2 million (previous year: EUR 698.4 million) in connection with an existing asset securitisation. The increase in the account receivable from Hapag-Lloyd Special Finance was essentially due to the price-related rise in the customer account receivable to be securitised as a result of the higher freight rates.

million EUR	31.12.2021	thereof remaining duration > 1 year	31.12.2020	thereof remaining duration > 1 year
Trade accounts receivable	1,242.2	–	580.6	–
Accounts receivable from affiliated companies	2,454.5	–	919.9	3.5
thereof from trade accounts receivable	140.8	–	71.1	–
Accounts receivable from associated companies	8.5	–	10.7	–
Other assets	180.4	3.2	147.9	1.5
Total	3,885.5	3.2	1,659.1	5.0

Other assets include accounts receivable from settlements, other taxes, receivables from insurance claims and derivative financial instruments. This item also includes a buy-back option for the bond issued as at the balance sheet date. This is recognised separately from the bond. The carrying amount of the buy-back option totalled EUR 3.2 million as at the balance sheet date (carrying amount of the buy-back option of the bond existing in the previous year: EUR 1.5 million).

Derivative financial instruments

The following derivative financial instruments with a positive market value existed as at the balance sheet date:

million EUR	Nominal value as per 31.12.2021	Fair value as per 31.12.2021	Carrying amount as per 31.12.2021
Embedded derivative	0.0	3.2	3.2

The term of the embedded derivative is more than one year.

(4) Cash in hand, bank balances and cheques

This item encompasses cash in hand, cheques, bank balances and other financial investments that can be converted into defined cash amounts at any time. Fully utilised overdraft facilities are not deducted from cash in hand, but rather are shown as liabilities to banks.

(5) Prepaid expenses

This item includes prepayments for charter, ship management, rental and lease agreements that are only recognised in expenses in the subsequent year. The item also includes prepaid bank charges and insurance premiums.

(6) Subscribed capital

Hapag-Lloyd AG has subscribed capital of EUR 175.8 million (previous year: EUR 175.8 million). It is divided into 175.8 million no-par registered shares with equal rights (previous year: 175.8 million). Each individual share represents EUR 1.00 of the share capital (previous year: EUR 1.00).

Disclosures on investments in the capital of Hapag-Lloyd AG

At the time of preparation of the financial statements, the Company had received the following information about investments subject to mandatory disclosure pursuant to Section 160 (1) (8) of the German Stock Corporation Act (AktG). The following voting right notifications take account of the total number of voting rights on the respective date:

HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH, Hamburg, Germany, notified us on 6 November 2015 pursuant to Section 21 (1a) of the German Securities Trading Act (WpHG) that its share of voting rights in Hapag-Lloyd AG, Ballindamm 25, 20095 Hamburg, Germany, as at 4 November 2015 was 71.56% (corresponding to 84,524,291 voting rights). 20.63% of the voting rights (corresponding to 24,363,475 voting rights) are held directly by the Company. 50.94% of the voting rights (corresponding to 60,160,816 voting rights) are attributable to the Company pursuant to Section 22 (2) WpHG through CSAV Germany Container Holding GmbH and Kühne Maritime GmbH.

The Luksburg Stiftung, Vaduz, Liechtenstein, notified us on 5 November 2015 pursuant to Section 21 (1a) WpHG that its share of voting rights in Hapag-Lloyd AG, Ballindamm 25, 20095 Hamburg, Germany, as at 4 November 2015 was 71.56% (corresponding to 84,524,291 voting rights). 40.21% of the voting rights (corresponding to 47,491,548 voting rights) are attributable to the Company pursuant to Section 22 (2) WpHG through Kühne Maritime GmbH and HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH. In accordance with Section 22 (1) (1) (1) WpHG, 31.35% of the voting rights (corresponding to 37,032,743 voting rights) are attributable to the Company through CSAV Germany Container Holding GmbH, Compañía Sud Americana de Vapores S.A., Quiñenco S.A., Andsberg Inversiones Limitada, Ruana Copper A.G. Agencia Chile and Inversiones Orengo S.A., of which 3% or more are assigned in each case.

Inversiones Orengo S.A., Santiago, Chile, notified us on 5 November 2015 pursuant to Section 21 (1a) WpHG that its share of voting rights in Hapag-Lloyd AG, Ballindamm 25, 20095 Hamburg, Germany, as at 4 November 2015 was 71.56% (corresponding to 84,524,291 voting rights). 40.21% of the voting rights (corresponding to 47,491,548 voting rights) are attributable to the Company pursuant to Section 22 (2) WpHG through Kühne Maritime GmbH and HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH. In accordance with Section 22 (1) (1) (1) WpHG, 31.35% of the voting rights (corresponding to 37,032,743 voting rights) are attributable to the Company through CSAV Germany Container Holding GmbH, Compañía Sud Americana de Vapores S.A. and Quiñenco S.A., of which 3% or more are assigned in each case.

Ruana Copper A.G. Agencia Chile, Santiago, Chile, notified us on 5 November 2015 pursuant to Section 21 (1a) WpHG that its share of voting rights in Hapag-Lloyd AG, Ballindamm 25, 20095 Hamburg, Germany, as at 4 November 2015 was 71.56% (corresponding to 84,524,291 voting rights). 40.21% of the voting rights (corresponding to 47,491,548 voting rights) are attributable to the Company pursuant to Section 22 (2) WpHG through Kühne Maritime GmbH and HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH. In accordance with Section 22 (1) (1) (1) WpHG, 31.35% of the voting rights (corresponding to 37,032,743 voting

rights) are attributable to the Company through CSAV Germany Container Holding GmbH, Compañía Sud Americana de Vapores S.A. and Quiñenco S.A., of which 3% or more are assigned in each case.

Quiñenco S.A., Santiago, Chile, notified us on 5 November 2015 pursuant to Section 21 (1a) WpHG that its share of voting rights in Hapag-Lloyd AG, Ballindamm 25, 20095 Hamburg, Germany, as at 4 November 2015 was 71.56% (corresponding to 84,524,291 voting rights). 40.21% of the voting rights (corresponding to 47,491,548 voting rights) are attributable to the Company pursuant to Section 22 (2) WpHG through Kühne Maritime GmbH and HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH. In accordance with Section 22 (1) (1) (1) WpHG, 31.35% of the voting rights (corresponding to 37,032,743 voting rights) are attributable to the Company through CSAV Germany Container Holding GmbH and Compañía Sud Americana de Vapores S.A., of which 3% or more are assigned in each case.

Compañía Sud Americana de Vapores S.A., Santiago, Chile, notified us on 5 November 2015 pursuant to Section 21 (1a) WpHG that its share of voting rights in Hapag-Lloyd AG, Ballindamm 25, 20095 Hamburg, Germany, as at 4 November 2015 was 71.56% (corresponding to 84,524,291 voting rights). 40.21% of the voting rights (corresponding to 47,491,548 voting rights) are attributable to the Company pursuant to Section 22 (2) WpHG through Kühne Maritime GmbH and HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH. In accordance with Section 22 (1) (1) (1) WpHG, 31.35% of the voting rights (corresponding to 37,032,743 voting rights) are attributable to the Company through CSAV Germany Container Holding GmbH, of which 3% or more are assigned in each case.

CSAV Germany Container Holding GmbH, Hamburg, Germany, notified us on 5 November 2015 pursuant to Section 21 (1a) WpHG that its share of voting rights in Hapag-Lloyd AG, Ballindamm 25, 20095 Hamburg, Germany, as at 4 November 2015 was 71.56% (corresponding to 84,524,291 voting rights). 31.35% of the voting rights (corresponding to 37,032,743 voting rights) are held directly by the Company. 40.21% of the voting rights (corresponding to 47,491,548 voting rights) are attributable to the Company pursuant to Section 22 (2) WpHG through Kühne Maritime GmbH and HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH.

Andsberg Inversiones Limitada, Santiago, Chile, notified us on 5 November 2015 pursuant to Section 21 (1a) WpHG that its share of voting rights in Hapag-Lloyd AG, Ballindamm 25, 20095 Hamburg, Germany, as at 4 November 2015 was 71.56% (corresponding to 84,524,291 voting rights). 40.21% of the voting rights (corresponding to 47,491,548 voting rights) are attributable to the Company pursuant to Section 22 (2) WpHG through Kühne Maritime GmbH and HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH. In accordance with Section 22 (1) (1) (1) WpHG, 31.35% of the voting rights (corresponding to 37,032,743 voting rights) are attributable to the Company through CSAV Germany Container Holding GmbH, Compañía Sud Americana de Vapores S.A. and Quiñenco S.A., of which 3% or more are assigned in each case.

Mr Klaus-Michael Kühne, Switzerland, notified us on 6 November 2015 pursuant to Section 21 (1a) WpHG that his share of voting rights in Hapag-Lloyd AG, Ballindamm 25, 20095 Hamburg, Germany, as at 4 November 2015 was 72.20% (corresponding to 85,274,291 voting rights). 51.98% of the voting rights (corresponding to 61,396,218 voting rights) are attributable to Mr Kühne pursuant to Section 22 (2) WpHG through CSAV Germany Container Holding GmbH and HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH.

20.22% of the voting rights (corresponding to 23,878,073 voting rights) are attributable to him pursuant to Section 22 (1) (1) (1) WpHG through Kühne Holding AG and Kühne Maritime GmbH, of which 3% or more are assigned in each case.

Kühne Holding AG, Schindellegi, Switzerland, notified us on 6 November 2015 pursuant to Section 21 (1a) WpHG that its share of voting rights in Hapag-Lloyd AG, Ballindamm 25, 20095 Hamburg, Germany, as at 4 November 2015 was 72.20% (corresponding to 85,274,291 voting rights). 51.98% of the voting rights (corresponding to 61,396,218 voting rights) are attributable to the Company pursuant to Section 22 (2) WpHG through CSAV Germany Container Holding GmbH and HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH. 19.58% of the voting rights (corresponding to 23,128,073 voting rights) are attributable to the Company through Kühne Maritime GmbH pursuant to Section 22 (1) (1) (1) WpHG, of which 3% or more are assigned.

The Free and Hanseatic City of Hamburg, Germany, notified us on 6 November 2015 pursuant to Section 21 (1a) WpHG that its share of voting rights in Hapag-Lloyd AG, Ballindamm 25, 20095 Hamburg, Germany, as at 4 November 2015 was 71.56% (corresponding to 84,524,291 voting rights). 50.94% of the voting rights (corresponding to 60,160,816 voting rights) are attributable to the Company pursuant to Section 22 (2) WpHG through Kühne Maritime GmbH and CSAV Germany Container Holding GmbH. 20.63% of the voting rights (corresponding to 24,363,475 voting rights) are attributable to the Company through HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH pursuant to Section 22 (1) (1) (1) WpHG, of which 3% or more are assigned.

Kühne Maritime GmbH, Hamburg, Germany, notified us on 6 November 2015 pursuant to Section 21 (1a) WpHG that its share of voting rights in Hapag-Lloyd AG, Ballindamm 25, 20095 Hamburg, Germany, as at 4 November 2015 was 71.56% (corresponding to 84,524,291 voting rights). 19.58% of the voting rights (corresponding to 23,128,073 voting rights) are held directly by the Company. 51.98% of the voting rights (corresponding to 61,396,218 voting rights) are attributable to the Company pursuant to Section 22 (2) WpHG through CSAV Germany Container Holding GmbH and HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH.

The Public Investment Fund of the Kingdom of Saudi Arabia, Riyadh, Saudi Arabia, notified us on 24 May 2017 pursuant to Section 21 (1) WpHG that its share of voting rights in Hapag-Lloyd AG, Ballindamm 25, 20095 Hamburg, Germany as at 24 May 2017 was 10.14% (corresponding to 16,637,197 voting rights).

The State of Qatar, acting through the Qatar Investment Authority, Doha, Qatar, notified us on 24 May 2017 pursuant to Section 21 (1) WpHG that its share of voting rights in Hapag-Lloyd AG, Ballindamm 25, 20095 Hamburg, Germany as at 24 May 2017 was 14.43% (corresponding to 23,663,648 voting rights). All of the aforementioned voting rights are attributable to the State of Qatar, acting through the Qatar Investment Authority, Doha, Qatar, pursuant to Section 22 (1) WpHG. The companies through which the voting rights are held are (starting with the top subsidiary): Qatar Holding LLC, Doha, Qatar, Qatar Holding Luxembourg II S.à.r.l., Luxembourg, Qatar Holding Netherlands B.V., Amsterdam, Netherlands, Qatar Holding Germany GmbH, Frankfurt am Main, Germany.

Authorised capital

Under a resolution approved at the Annual General Meeting on 29 May 2017, the information regarding authorised capital in the articles of association was amended. Accordingly, the Executive Board is authorised, subject to the approval of the Supervisory Board, to increase the Company's share capital by up to EUR 23.0 million in the period to 30 April 2022 by issuing up to 23,000,000 new no-par registered shares in exchange for cash and/or non-cash contributions (Authorised Capital 2017). The amendment to the articles of association was entered on 20 July 2017. As a general rule, subscription rights must be granted to the shareholders. The new shares can also be taken up by one or more banks, with the obligation to offer them to the shareholders for subscription. Under certain circumstances and subject to the approval of the Supervisory Board, the Executive Board is authorised to exclude the subscription rights of the shareholders in order to exclude fractional amounts from the subscription right.

The Executive Board made a decision on 28 September 2017, with the approval of the Supervisory Board on 27 September 2017, to increase the share capital by EUR 11,717,353.00 to EUR 175,760,293.00 utilising the Authorised Capital 2017 entered on 20 July 2017. The capital increase was carried out and entered in the commercial register on 17 October 2017.

The Authorised Capital pursuant to the authorisation granted on 29 May 2017 (Authorised Capital 2017) still amounted to EUR 11,282,647.00 as at 31 December 2021 following partial utilisation.

(7) Capital reserves and retained earnings

The capital reserves were unchanged compared with the previous year and totalled EUR 2,497.9 million as at 31 December 2021.

Taking into account the profit of EUR 631.8 million carried forward from 2020 and an annual net profit of EUR 8,959.6 million, the annual financial statements of Hapag-Lloyd AG reported retained earnings of EUR 9,591.4 million.

A proposal will be made at the Annual General Meeting that the retained earnings of EUR 9,591.4 million be used to pay a dividend of EUR 35.00 per dividend-eligible share and that the retained earnings of EUR 3,439.8 million remaining after the distribution totalling EUR 6,151.6 million be carried forward to the subsequent year.

(8) Information regarding non-distributable amounts

The difference between the cost of acquisition and the plan assets of pension provisions as carried at their fair value resulted in a non-distributable amount totalling EUR 4.9 million (previous year: EUR 6.3 million).

The capitalisation of internally generated intangible fixed assets (less the deferred tax liabilities recognised for them) resulted in a non-distributable amount of EUR 23.8 million (previous year: EUR 17.7 million).

The difference between the provision method, which uses the average market interest rate for the previous ten years as at the reporting date of 31 December 2021 (interest rate of 1.87% for an assumed remaining term of 15 years) for discounting purposes, and the provision method, which uses the average market interest rate for the previous seven years (interest rate of 1.35% for an assumed remaining term of 15 years) for discounting purposes is EUR 32.2 million (previous year: EUR 38.8 million).

These non-distributable amounts totalling EUR 60.9 million (previous year: EUR 62.8 million) are offset by freely available reserves in the amount of EUR 1,514.1 million (previous year: EUR 1,514.1 million). Freely available reserves comprise the capital reserves pursuant to Section 272 (2) (4) of the German Commercial Code (HGB).

(9) Provisions

Provisions for pensions and similar obligations include pension provisions in the amount of EUR 27.3 million (previous year: EUR 25.8 million) in relation to which the entitlements from reinsurance arrangements at fair value totalling EUR 9.8 million (previous year: EUR 10.0 million) are pledged to the retirees. For pledged reinsurance arrangements, the amortised cost is the same as the fair value. In addition to the expenses relating to the discounting of provisions for pensions totalling EUR 0.6 million (previous year: EUR 0.3 million), there was income from the fair value measurement of the plan assets in the amount of EUR 0.3 million (previous year: EUR 0.3 million).

The settlement amount for the provisions as at 31 December 2021 which had been offset with the remaining plan assets came to EUR 59.3 million (previous year: EUR 54.3 million). The acquisition cost of all offset assets amounts to EUR 36.1 million (previous year: EUR 36.8 million), with their fair value amounting to EUR 41.0 million (previous year: EUR 43.1 million). In addition to the expenses relating to the discounting of provisions for pensions totalling EUR 1.2 million (previous year: EUR 1.3 million), there were expenses from the fair value measurement of the plan assets in the amount of EUR 1.2 million (previous year: income of EUR 3.8 million).

The expenses resulting from the change to the discount rate were recognised in the operating result (personnel expenses).

Other provisions totalling EUR 1,200.5 million (previous year: EUR 817.4 million) include provisions for outstanding invoices in the amount of EUR 806.1 million (previous year: EUR 518.0 million), personnel expenses in the amount of EUR 107.0 million (previous year: EUR 71.0 million), maintenance of leased containers in the amount of EUR 98.3 million (previous year: EUR 70.0 million), uninsured damage to third-party property and cargo totalling EUR 25.4 million (previous year: EUR 19.8 million) and unreturned containers amounting to EUR 8.8 million (previous year: EUR 6.3 million). These also comprise provisions for miscellaneous risks totalling EUR 145.5 million (previous year: EUR 132.2 million), which include country-specific risks (EUR 67.4 million; previous year: EUR 63.7 million) and obligations under a guarantee issued for the benefit of a subsidiary for existing pension obligations there (EUR 0.3 million; previous year: EUR 22.6 million). The deficit here was settled in the financial year using cash from funds and it was possible to use up or reduce the provision accordingly in the financial statements of Hapag-Lloyd AG.

A new letter of comfort was issued. At the balance sheet date, miscellaneous provisions also include provisions for impending losses from currency forward contracts:

million EUR	Nominal value as at 31.12.2021	Fair value as at 31.12.2021	Carrying amount as at 31.12.2021
Contingent liability from forward exchange contract	442.8	-16.3	16.5

(10) Liabilities

million EUR	31.12.2021				31.12.2020			
	Total	thereof with remaining duration			Total	thereof with remaining duration		
		less than 1 year	more than 1 year	thereof more than 5 years		less than 1 year	more than 1 year	thereof more than 5 years
Financial liabilities								
Bonds	301.6	1.6	300.0	300.0	307.1	7.1	300.0	-
Liabilities to banks	523.4	116.3	407.1	63.3	649.9	118.0	532.0	107.9
thereof secured by liens and similar rights	521.1	115.1	406.0	63.3	646.7	115.4	531.3	107.9
	825.0	117.9	707.1	363.3	957.0	125.1	832.0	107.9
Sundry liabilities								
Advance payments received for unfinished voyages	839.1	839.1	-	-	256.7	256.7	-	-
Trade accounts payables	1,419.6	1,419.6	-	-	1,115.3	1,115.3	-	-
Liabilities to affiliated companies	2,425.6	2,385.4	40.2	0.1	1,392.4	1,228.8	163.6	28.0
thereof trade accounts payable	2,110.6	2,110.6	-	-	1,133.1	1,133.1	-	-
Liabilities to associated companies	9.2	9.2	-	-	14.8	14.8	-	-
Other liabilities	1,724.5	284.6	1,439.9	443.5	1,892.2	284.0	1,608.2	718.5
thereof for taxes	3.7	3.7	-	-	2.6	2.6	-	-
thereof for social security	3.2	3.2	-	-	0.3	0.3	-	-
thereof secured by liens and similar rights	1,659.6	225.8	1,433.8	447.0	1,849.2	248.2	1,601.0	718.5
	6,417.9	4,937.8	1,480.2	443.6	4,671.4	2,899.6	1,771.8	746.6
Total	7,242.9	5,055.7	2,187.2	806.9	5,628.4	3,024.7	2,603.7	854.5

Under the existing agreements for the financing of fixed assets, in particular ships and containers, Hapag-Lloyd AG has committed itself to observing specific restrictions customary on the market with regard to the disposition of the financed assets. The secured liabilities amount in total to EUR 2,180.7 million (previous year: EUR 2,495.9 million).

Of the 245 vessels owned by Hapag-Lloyd AG, 41 had no encumbrances and were also free of third-party rights at the reporting date. Mortgages were created for the remaining ships of which the Company is the owner.

The exercising of the option for disclosure of advance payments received for pending voyages was changed. The advance payments received which previously were openly deducted from inventories were recognised as a liability in the 2021 financial year in order to avoid a negative value for the inventories item. The corresponding value for the previous year was also adjusted.

Liabilities to affiliated companies comprise liabilities to subsidiaries arising from ordinary operating activities and a liability to Hapag-Lloyd Special Finance in the amount of EUR 1,774.7 million (previous year: EUR 765.6 million). This liability relates to a receivables securitisation programme. The increase was essentially due to the price-related rise in the customer accounts receivables to be securitised as a result of the higher freight rates.

For other liabilities of EUR 931.1 million (previous year: EUR 1,093.6 million), ownership of the financed containers was transferred to the creditors as collateral. For other liabilities of EUR 728.4 million (previous year: EUR 755.6 million), ownership of the financed container ships was transferred to the creditors as collateral. Since Hapag-Lloyd AG is the beneficial owner of the containers and container ships, they are recognised in the Hapag-Lloyd AG accounts.

Hapag-Lloyd is exposed to interest rate risks affecting cash flow, particularly from financial debt based on variable interest rates. In order to minimise the interest rate risk, the Group strives to achieve a balanced combination of liabilities with variable and fixed interest rates. Interest rate swaps are also used to hedge the interest rate risk. In order to reduce interest rate risk, Hapag-Lloyd designates interest swaps as hedges of the variable element of interest rate payments of hedged items. Some interest swaps hedge a proportion of the total nominal volumes. Financial liabilities include liabilities from derivative financial instruments in the amount of EUR 1.1 million to hedge against the interest rate risk of variable interest rate liabilities with nominal volumes in the amount of EUR 736.9 million. The prospective evaluation of the effectiveness of the hedging relationships is done using a sensitivity analysis. The retrospective evaluation of the effectiveness of the hedging relationships is done using the hypothetical derivative method. Interest rate swaps have a term of up to six years and have a negative market value of EUR 1.3 million at the balance sheet date as micro hedges.

(11) Deferred income

On the liabilities side, deferred income includes in particular a difference arising from a bond issued in 2021 in the amount of EUR 3.5 million (previous year: EUR 0.8 million) pertaining to the buy-back option accounted for separately from the underlying instrument. This difference is spread over the entire term of the bond on a linear basis.

(12) Contingencies

million EUR	31.12.2021	31.12.2020
Liabilities from guarantees	7.9	6.1
Liabilities from warranties	596.7	984.4
Total	604.6	990.5
thereof in favour of affiliated companies	604.6	990.5

Liabilities relating to warranty agreements are above all the result of bank loans taken out by subsidiaries of Hapag-Lloyd AG, primarily to finance containers and ships, for which Hapag-Lloyd AG acts as the guarantor. The acquisition of UASC resulted in EUR 596.7 million of such liabilities. The majority of the loans are secured via the assignment of ships and containers as collateral and via ship mortgages. The equivalent values of these securities exceed the outstanding ship financing loan amounts and the revenues from the utilisation of these securities are sufficient to service any outstanding liabilities. For this reason, the guarantees are not expected to be utilised.

As part of THE Alliance partnership, a trust fund was set up in case one of the partner shipping companies becomes insolvent. In relation to the establishment of the trust fund, all of the participating parties are required to deposit securities. Hapag-Lloyd's share of the securities amounts to USD 16.2 million. In this context, Hapag-Lloyd made a cash payment of EUR 0.9 million (USD 1 million) to the trust fund. It also furnished a guarantee of USD 15.2 million.

Furthermore, the establishment of the trust fund included an agreement among the participating shipping companies which requires them to replenish the fund in the event that a compensation payment uses up the securities deposited by the shipping company in question.

As the probability of insolvency of a partner shipping company is currently estimated to be very low, it is assumed, based on current information, that the securities deposited in the trust fund will not be utilised and that the requirement to replenish the fund will not be exercised.

Letters of comfort / guarantees

In accordance with the Group structure, capital is allocated centrally through Hapag-Lloyd AG, which provides the Group companies with liquidity and manages the issuing of guarantees and letters of comfort for Group companies. Hapag-Lloyd AG has issued a letter of comfort to each of the following foreign subsidiaries to ensure that the subsidiaries are able at all times to fulfil their contractual obligations.

- Hapag-Lloyd (Malaysia) Sdn. Bhd., Kuala Lumpur, Malaysia
- Hapag-Lloyd (U.K.) Ltd., Barking, United Kingdom
- Hapag-Lloyd Ships Ltd., Barking, United Kingdom
- Hapag-Lloyd Ships (No. 2) Ltd., Barking, United Kingdom

The letter of comforts have a term of at least twelve months from the company's reporting date. For Hapag-Lloyd (U.K.) Ltd., Barking, United Kingdom, the letter of comfort covers all obligations entered into by the balance sheet date as at 31 December 2020 of the Company without any time limit. Hapag-Lloyd AG has also issued a guarantee relating to the purchase of minority interests by a subsidiary.

Hapag-Lloyd does not expect its letters of comfort or guarantees to be utilised, as it is assumed that the companies will fulfil the underlying obligations.

(13) Other financial obligations

million EUR	1.1.–31.12.2021	1.1.–31.12.2020
Obligations from rental-, charter- and leasing agreements vessels and containers	6,004.7	2,017.9
Obligations from dry-docking	203.4	155.1
Other financial obligations	309.7	322.6
Purchase order commitments	1,822.1	990.7
Total	8,340.0	3,486.3
Less than 1 year	2,003.1	1,246.7
1–5 years	5,825.8	2,045.8
More than 5 years	511.1	193.8
thereof from affiliated companies	1,768.3	218.9

Other financial obligations include charter and lease obligations for ships, and lease and rental obligations for containers. The classification costs result from future obligations due to legally required large-scale repairs. These comprise maintenance and repair measures to the Company's own ships needed for operation which are routinely performed as part of scheduled maintenance to ensure that these ships remain operational. As at the balance sheet date, other financial obligations primarily included obligations to companies from the IT industry, as well as rental obligations connected with business premises.

The purchase order commitments primarily relate to twelve newbuilds ordered in the amount of EUR 1,768.2 million, of which EUR 277.1 million is due in 2022. In addition, the purchase obligation includes in particular conversion projects for scrubbers and ballast water as well as gensets that have been ordered but not yet delivered. EUR 37.3 million of the resulting payment obligations is due in 2022.

NOTES TO THE INCOME STATEMENT

(14) Revenue

Revenue is attributable to the trades as follows:

million EUR	1.1.–31.12.2021	1.1.–31.12.2020
Far East	4,763.3	1,961.2
Latin America ¹	4,385.1	2,796.7
Transpacific	4,100.3	2,375.7
Atlantik	3,162.6	2,307.0
Middle East	1,989.3	1,081.5
Africa ¹	878.1	457.0
Intra-Asia	666.1	440.0
Revenue not assigned to trades	1,765.8	1,169.7
Total	21,710.6	12,588.8

¹ The EMA trade (Europe – Mediterranean – Africa) has been renamed to Africa trade within the scope of the integration of NileDutch in the third quarter of 2021. Intra-European transport volumes are now added to the Atlantic trade. The previous year's figures have been adjusted accordingly.

(15) Other own work capitalised

Development costs totalled EUR 50.6 million in the financial year. EUR 6.4 million of this (prior year period: EUR 8.9 million) related to the internally generated intangible fixed assets capitalised in accordance with Section 248 (2) of the German Commercial Code (HGB).

(16) Other operating income

million EUR	1.1.–31.12.2021	1.1.–31.12.2020
Exchange rate gains	1,383.6	1,199.4
Income from the release of provisions	125.4	71.2
Income from recharged costs	15.9	12.2
Income from the disposal of fixed assets	11.4	15.3
Income from the reduction of value adjustments of receivables	8.4	3.3
Other income	47.6	26.9
Total	1,592.2	1,328.3

Exchange rate gains include during the year realised and at year end unrealised income of EUR 1,378.1 million from currency translation (prior year period: EUR 1,146.8 million) and EUR 5.5 million from derivative financial instruments (prior year period: EUR 52.6 million).

The income from the release of provisions, from the disposal of fixed assets and from the release of loss allowances on receivables in the total amount of EUR 145.2 million (prior year period: EUR 89.8 million) which is contained in other operating income relates to other periods.

(17) Transport expenses

million EUR	1.1.–31.12.2021	1.1.–31.12.2020
Costs of raw materials and supplies	1,703.5	1,406.7
Cost of purchased services	9,949.5	8,749.3
Total	11,653.0	10,156.0

Rebates received for port, canal and terminal costs and for container transport costs are deducted from the corresponding transport costs. These rebates totalled EUR 9.1 million (prior year period: EUR 8.4 million) and relate to previous years, which means they are classified as relating to other periods. Expenses from the slot charter calculation of EUR 15.5 million (prior year period: EUR 13.5 million) are also included. They relate to the previous year, which means they are also classified as relating to other periods.

(18) Personnel expenses/employees

million EUR	1.1.–31.12.2021	1.1.–31.12.2020
Wages and salaries	293.2	236.4
Social security, post-employment and other employee benefit costs	76.1	61.7
thereof for pension	32.0	22.7
Total	369.3	298.1

The average number of employees developed as follows:

Annual average	1.1.–31.12.2021	1.1.–31.12.2020
Marine personnel	1,192	1,184
Shore-based personnel	2,379	2,205
Apprentices	214	211
Total	3,785	3,600

(19) Depreciation, amortisation and impairment of intangible assets and property, plant and equipment

million EUR	1.1.–31.12.2021	1.1.–31.12.2020
Scheduled amortisation/depreciation		
Amortisation of intangible assets	78.7	73.8
Depreciation of property, plant and equipment	467.3	402.6
Total	546.0	476.4

(20) Other operating expenses

million EUR	1.1.–31.12.2021	1.1.–31.12.2020
Exchange rate losses, incl. bank charges	1,290.3	998.0
Commissions/sales expenses	597.1	492.2
IT service expenses	190.5	163.7
Factoring	102.3	47.8
Legal and consultancy expenses/costs	27.7	24.1
Administrative expenses	16.7	15.5
Rent and lease expenses	15.8	15.2
Usual depreciation on current assets	14.6	6.6
Other socially related material and personnel costs	13.7	20.0
Premium expense from options	1.4	36.4
Other expenses	35.5	34.1
Total	2,305.4	1,853.5

Exchange rate losses include during the year realised and at year end unrealised losses of EUR 1,260.0 million from currency translation (prior year period: EUR 982.5 million) and EUR 27.4 million from derivative financial instruments (prior year period: EUR 10.7 million).

(21) Financial result

million EUR	1.1.–31.12.2021	1.1.–31.12.2020
Income from investments	511.5	80.4
thereof from affiliated companies	486.4	44.7
Income from loans from financial assets	3.3	3.2
thereof from affiliated companies	3.3	3.2
Income from a profit and loss transfer agreement	5.3	4.3
Other interest and similar income	99.1	62.0
thereof from affiliated companies	93.5	58.6
Write-backs of financial assets	70.2	–
Expenses from the transfer of losses	0.4	0.0
Interest payable and similar expenses	148.0	198.7
thereof from affiliated companies	10.6	29.8
Impairment losses from long-term financial assets	0.8	80.2
Total	540.2	-129.1

The early partial redemption of a EUR bond resulted in one-off effects for redemption charges, the disposal of the associated derivative and premium amounts, which were recognised at a total of EUR 9.2 million in interest expenses and EUR 0.7 million in interest income. Interest expenses from pension provisions amount in total to EUR 4.8 million (prior year period: EUR 4.8 million). The positive result from plan assets amounts to EUR 0.3 million (prior year period: EUR 0.4 million). Interest on provisions with a term of more than one year results in interest expenses amounting to EUR 0.3 million (prior year period: EUR 0.3 million). There was no interest income from discounting in 2021 (prior year period: EUR 0.1 million).

Income from profit transfer agreements essentially comprises income from Hapag-Lloyd Grundstücksholding GmbH, Hamburg, Germany, of EUR 3.1 million (prior year period: EUR 3.1 million) and from Hamburg-Amerika Linie GmbH, Hamburg, Germany, of EUR 2.1 million (prior year period: EUR 1.0 million). The losses from profit transfer agreements are essentially due to expenses of Hapag-Lloyd Schiffvermietungsgesellschaft mbH.

Income from write-backs of financial investments related to the foreign subsidiaries Libra Serviços de Navegação Limitada in the amount of EUR 38.5 million and CSAV Austral SpA in the amount of EUR 31.7 million. The reason for the write-backs was increased earnings prospects at both companies.

(22) Income taxes

Corporate income tax, the solidarity surcharge, trade tax and paid withholding tax are recognised as income taxes. As in the previous year, a corporate income tax rate of 15.0% and a solidarity surcharge of 5.5% on corporate income tax applied in the 2021 financial year. The trade earnings tax rate, which corresponds to the specific applicable municipal assessment rate, was 16.5% and 3.3% in 2021 and 2020 respectively, insofar as it relates to income from ship operations in international transport. As a liner shipping company, Hapag-Lloyd AG has opted for taxation in accordance with tonnage. Tax liability for tonnage taxation is not calculated using the actual profits, but rather depends on the net tonnage and the operating days of the Company's ship fleet.

Prior-period tax income in the amount of EUR 0.3 million are included in the actual income taxes (prior year period: tax expense of EUR 1.0 million).

Tax expense/income does not include any deferred taxes. The corporate income tax loss carry-forward at the end of the 2020 financial year was completely used up in the 2021 financial year.

OTHER NOTES

(23) Related party transactions

No significant transactions were effected in the financial year or the previous year which were not conducted on the basis of normal market terms and conditions.

(24) Group affiliation

Hapag-Lloyd AG is the parent company for the smallest and largest group of companies for which consolidated financial statements are prepared. The consolidated financial statements of Hapag-Lloyd AG, Hamburg, Germany, as at 31 December 2021 are to be published in the online version of the German Federal Gazette.

(25) Executive Board and Supervisory Board emoluments

The total remuneration granted to active Executive Board members in the financial year was EUR 5.5 million. The previous year's total remuneration came to EUR 6.2 million. Share-based payments were made for the last time to one member of the Executive Board in 2020 in the form of virtual shares (7,230 shares) with a fair value of EUR 0.5 million at the time they were granted. In the 2021 financial year, commitments related to long-term variable remuneration plans (2020 Long-Term Incentive Plan – 2020 LTIP) were made to active Executive Board members in the amount of EUR 2.3 million (previous year: EUR 2.2 million). The total remuneration of the active members of the Executive Board includes annual one-off payments to a reinsured relief fund in connection with the retirement benefits of the Executive Board members. Beyond the annual one-off payments, Hapag-Lloyd has no further obligations to the Executive Board members under these pension commitments due to the reinsurance. The total remuneration for former members of the Executive Board and their surviving dependants amounted to EUR 1.0 million in the 2021 financial year (prior year period: EUR 1.0 million). The emoluments of the active members of the Supervisory Board amounted to EUR 1.7 million (prior year period: EUR 1.6 million).

Pension provisions for former members of the Executive Board amounted to EUR 25.1 million (previous year: EUR 23.9 million).

Details of the members of the Executive Board and Supervisory Board can be found in Annexes III and IV to the Notes. Membership of other supervisory boards and regulatory committees within the meaning of Section 125 (1) (5) of the German Stock Corporation Act (AktG) is listed in Annexe V to the Notes.

(26) Declaration of conformity in accordance with Section 161 of the German Stock Corporation Act (AktG)

The declaration required under Section 161 of the German Stock Corporation Act (AktG) was issued by the Executive Board and Supervisory Board in March 2021 and has been made permanently available to shareholders on the Company's website www.hapag-lloyd.com in the "Our Company" area in the "Investor Relations" section under "Corporate Governance" at <https://www.hapag-lloyd.com/en/company/ir/corporate-governance/compliance-statement.html>

(27) Total external auditors' fees

In the 2021 financial year, the following fees were paid to the external auditors KPMG AG Wirtschaftsprüfungsgesellschaft:

million EUR	31.12.2021	31.12.2020
Audit fees for annual audit	2.4	2.0
Audit fees for other assurance services	0.3	0.1
Audit fees for other services	–	0.0
Total	2.7	2.1

The fee for audit services rendered by KPMG AG Wirtschaftsprüfungsgesellschaft related primarily to the audit of the consolidated financial statements and the annual financial statements of Hapag-Lloyd AG including legal contractual amendments. Activities integral to the audit were also performed in relation to audit reviews of interim financial statements.

Other assurance services related primarily to services provided in connection with audit reviews of parts of the internal control system, activities concerning the issuance of letters of comfort, agreed investigatory activity relating to financial covenants, and EMIR audits in accordance with Section 32 of the German Securities Trading Act (WpHG).

Other services in the previous year related to support services for safeguarding quality.

(28) Events after the balance sheet date

In January and February 2022, four containerships in size classes between 1,000 TEU and 6,500 TEU were purchased by Hapag-Lloyd on the secondary market for a total of EUR 148.0 million. The delivery of three containerships is expected in the first quarter of 2022, the handover of the fourth vessel to Hapag-Lloyd is planned for the second quarter of 2022. The purchase prices will be paid from cash and cash equivalents.

Rating agency Standard & Poor's Global Rating (S&P) raised Hapag-Lloyd's credit rating from "BB" to "BB+" with a "stable" outlook on 4 February 2022. The senior unsecured bond rating was also upgraded from "BB" to "BB+".

On 17 February 2022, Hapag-Lloyd AG increased an existing revolving credit facility from EUR 360 million to EUR 500 million and extended the term by five years. In addition, the credit line was extended to include a sustainability component.

On 24 February 2022, Hapag-Lloyd (America) LLC, a 100% subsidiary of Hapag-Lloyd AG, has been served by the U.S. Department of Justice Antitrust Division (DoJ) with a subpoena to provide information and testify in connection with an international containerized shipping Grand Jury investigation.

Hamburg, 28 February 2022

Hapag-Lloyd Aktiengesellschaft

Executive Board



Rolf Habben Jansen



Donya-Florence Amer



Mark Frese



Dr. Maximilian Rothkopf



Joachim Schlotfeldt

ANNEXE I

**Statement of fixed assets of Hapag-Lloyd Aktiengesellschaft
for the 2021 financial year**

million EUR	Historical cost				31.12.2021
	1.1.2021	Additions	Reclassifications	Disposals	
I. Intangible assets					
1. Purchased software	39.9	4.3	0.6	–	44.7
2. Purchased concessions, industrial property and similar rights and assets as well as licences in such rights and assets	3.5	–	–	–	3.5
3. Advantageous contracts	–	31.5	–	–	31.5
4. Goodwill	1,273.1	–	–	–	1,273.1
5. Payments made on account	16.5	6.0	–0.6	–	21.9
	1,332.9	41.8	–	–	1,374.7
II. Property, plant and equipment					
1. Land, similar rights and buildings including buildings on leasehold land	0.0	–	–	–	0.0
2. Vessels	5,049.8	147.2	62.3	–	5,259.4
3. Improvements on leased vessels	45.6	1.2	0.2	–	47.0
4. Major spare parts for vessels	2.6	–	–	1.9	0.7
5. Containers, chassis, gensets	2,759.1	869.2	–	33.4	3,595.0
6. Machinery and equipment	9.0	–	–	–	9.0
7. Other equipment and office equipment	27.4	3.1	–	0.0	30.5
8. Payments made on account	74.2	287.9	–62.6	–	299.6
	7,967.8	1,308.6	–	35.3	9,241.1
III. Financial assets					
1. Shares in affiliated companies	1,544.6	168.6	0.0	–	1,713.1
2. Investments	321.6	0.8	0.0	–	322.5
3. Loans to affiliated companies	56.4	23.7	–	16.7	63.4
4. Loans to investments	–	–	–	–	–
5. Securities	–	–	–	–	–
	1,922.6	193.1	–	16.7	2,099.0
	11,223.4	1,543.5	–	52.1	12,714.8

1.1.2021	Value adjustments			Carrying amounts		
	Amortisation / Depreciation	Write-up	Total value adjust- ments regarding disposals	31.12.2021	31.12.2021	31.12.2020
35.1	1.6	-	-	36.8	8.0	4.8
-	-	-	-	-	3.5	3.5
-	4.9	-	-	4.9	26.6	-
314.1	72.2	-	-	386.2	886.8	959.0
-	0.0	-	-	0.0	21.9	16.5
349.2	78.7	-	-	427.9	946.8	983.7
0.0	-	-	-	0.0	0.0	0.0
1,767.3	261.1	-	-	2,028.5	3,230.9	3,282.5
12.7	15.7	-	-	28.4	18.6	32.9
1.9	0.0	-	1.4	0.5	0.2	0.7
924.3	187.1	-	27.5	1,084.0	2,511.0	1,834.8
6.3	0.9	-	-	7.2	1.8	2.7
21.8	2.4	-	0.0	24.2	6.3	5.6
-	-	-	-	-	299.6	74.2
2,734.3	467.3	-	28.9	3,172.7	6,068.4	5,233.6
133.0	-	70.2	-	62.8	1,650.3	1,411.5
-	0.8	-	-	0.8	321.6	321.6
-	-	-	-	-	63.4	56.4
-	-	-	-	-	-	-
-	-	-	-	-	-	-
133.0	0.8	70.2	-	63.7	2,035.3	1,789.6
3,216.5	546.9	70.2	28.9	3,664.3	9,050.5	8,006.9

ANNEXE II

List of the holdings of Hapag-Lloyd AG as at 31 December 2021

Name of the company	Registered office	Currency unit (CU)	Share-holding in %	Equity in TCU ¹⁰	Net profit/loss for the year in TCU ¹⁰
Head office					
Hamburg-Amerika Linie GmbH	Hamburg	EUR	100.00	63	*
Hamburg-Amerikanische-Packetfahrt-Gesellschaft mbH	Hamburg	EUR	100.00	63	*
Hapag-Lloyd Grundstücksholding GmbH	Hamburg	EUR	94.90	30,045	* ¹³
Hapag-Lloyd Schiffsvermietungs-gesellschaft mbH	Hamburg	EUR	100.00	26	*
HHLA Container Terminal Altenwerder GmbH	Hamburg	EUR	25.100	80,433	*
Zweite Hapag-Lloyd Schiffsvermietungs-gesellschaft mbH	Hamburg	EUR	100.00	26	*
Norddeutscher Lloyd GmbH	Bremen	EUR	100.00	31	*
Hapag-Lloyd Damietta GmbH	Hamburg	EUR	100.00	0	**
Region North Europe					
CMR Container Maintenance Repair Hamburg GmbH	Hamburg	EUR	100.00	1,820	133
Hapag-Lloyd (Austria) GmbH	Vienna	EUR	100.00	1,205	84
Hapag-Lloyd (France) S.A.S.	Paris	EUR	100.00	4,274	132
Hapag-Lloyd (Ireland) Ltd.	Dublin	EUR	100.00	279	34
Hapag-Lloyd (Schweiz) AG	Basel	CHF	100.00	758	60
Hapag-Lloyd (Sweden) AB	Gothenburg	SEK	100.00	4,244	607
Hapag-Lloyd (UK) Ltd.	Barking	GBP	100.00	4,408	199
Hapag-Lloyd Polska Sp.z.o.o.	Gdansk	PLN	100.00	1,456	68
Hapag-Lloyd Special Finance DAC	Dublin	USD	100.00	188	22
Oy Hapag-Lloyd Finland AB	Helsinki	EUR	100.00	220	46
UASAC (RUS) LLC	St. Petersburg	RUB	100.00	4,836	-990
Nile Dutch Africa Line B.V.	Rotterdam	EUR	100.00	37,588	-11,066
Nile Dutch Agencies B.V.	Rotterdam	EUR	100.00	1,116	12
Nile Dutch Holding B.V.	Rotterdam	EUR	100.00	7,671	-3,207
Nile Dutch Investments B.V.	Rotterdam	EUR	100.00	51,824	-13,434
Nile Dutch Shipinvest B.V.	Rotterdam	EUR	100.00	658	-103
Nile Dutch Terminals B.V.	Rotterdam	EUR	100.00	642	0
NileDutch America B.V.	Rotterdam	EUR	100.00	16	0
NileDutch Antwerpen B.V.	Rotterdam	USD	100.00	21,540	137
NileDutch Beheer B.V.	Rotterdam	EUR	100.00	73,856	14,809
NileDutch Belgium N.V.	Antwerp	EUR	100.00	516	109
NileDutch Benguela B.V.	Rotterdam	USD	100.00	16	1
NileDutch Breda B.V.	Rotterdam	USD	100.00	6,531	161
NileDutch Dordrecht B.V.	Rotterdam	USD	100.00	2,558	0
NileDutch Invest Management B.V.	Rotterdam	EUR	100.00	12	0
NileDutch Rotterdam B.V.	Rotterdam	USD	100.00	4,307	0
NileDutch Trade & Transport B.V.	Rotterdam	USD	100.00	147	-6

Name of the company	Registered office	Currency unit (CU)	Share-holding in %	Equity in TCU ¹⁰	Net profit/loss for the year in TCU ¹⁰
Region South Europe					
Hapag-Lloyd Denizasiri Nakliyat A.S.	Izmir	TRY	65.00	394,497	212,310
Hapag-Lloyd (Egypt) Shipping S.A.E.	Alexandria	EGP	49.00	190,861	187,861 ⁴
Hapag-Lloyd (Italy) S.R.L.	Milano	EUR	100.00	1,378	352
Hapag-Lloyd Morocco SAS	Casablanca	MAD	50.08	0	0
Hapag-Lloyd Portugal LDA	Lisboa	EUR	100.00	213	15
Hapag-Lloyd Spain S.L.	Barcelona	EUR	90.00	757	142
Hapag Lloyd Tasimacilik Destek Servis Merkezi A.S.(ehemals United Arab Shipping Agency Company (Denizcilik Nakliyat) A.S.)	Izmir	TRY	100.00	1,033,100	346,177
Hapag-Lloyd Ukraine LLC	Odessa	UAH	50.00	0	0
Norasia Container Lines Ltd.	Valletta	USD	100.00	24,080	3,520
United Arab Shipping Agency Co. (Egypt) S.A.E	Alexandria	EGP	49.00	-53,525	-9,979 ¹
Region Asia					
CSAV Group (China) Shipping Co. Ltd.	Shanghai	CNY	100.00	4,383	-810
Hapag-Lloyd (Australia) Pty. Ltd.	Pyrmont	AUD	100.00	1,207	308
Hapag-Lloyd Business Services (Suzhou) Co. Ltd.	Suzhou	CNV	100.00	31,513	7,142
Hapag-Lloyd Business Services (Malaysia) Sdn. Bhd.	Kuala Lumpur	MYR	100.00	2,391	-109
Hapag-Lloyd (Cambodia) Co., Ltd.	Phnom Penh	KHR	100.00	**	**
Hapag-Lloyd (China) Ltd.	Hong Kong	HKD	100.00	7,715	2,297
Hapag-Lloyd (China) Shipping Ltd.	Shanghai	CNY	100.00	114,646	12,358
Hapag-Lloyd (Japan) K.K.	Tokyo	JPY	100.00	262,934	25,532
Hapag-Lloyd (Korea) Ltd.	Seoul	KRW	100.00	825,321	-659,838
Hapag-Lloyd (Malaysia) Sdn. Bhd.	Kuala Lumpur	MYR	100.00	379	62
Hapag-Lloyd (New Zealand) Ltd.	Auckland	NZD	100.00	250	-11
Hapag-Lloyd Pte.Ltd.	Singapore	USD	100.00	5,663	159
Hapag-Lloyd (Taiwan) Ltd.	Taipei	TWD	100.00	48,466	1,038
Hapag-Lloyd (Thailand) Ltd.	Bangkok	THB	49.90	8,171	481
Hapag-Lloyd (Vietnam) Ltd.	Ho Chi Minh City	VND	100.00	7,796	545
Hapag-Lloyd Lanka (Private) Ltd.	Colombo	LKR	40.00	360,719	334,019 ¹²
UASC (Thailand) Ltd.	Bangkok	THB	74.97	7,393	62
UASC Holding (Thailand) Ltd.	Bangkok	THB	49.95	-271	-52
United Arab Shipping Agency Co. (Asia) Pte Ltd.	Singapore	USD	100.00	562	81
United Arab Shipping Agency Company (Thailand) Ltd.	Bangkok	THB	49.00	724	-86
United Arab Shipping Agency Company (Vietnam) Ltd.	Ho Chi Minh City	VND	100.00	4,730,333	138,503 ¹⁵
United Arab Shipping Co. (Asia) Pte. Ltd.	Singapore	SGD	100.00	702	-30
NileDutch Singapore Pte. Ltd.	Singapore	SGD	100.00	-311	8
NileDutch Africa Line (Shanghai) Ltd.	Shanghai	CNY	100.00	4,685	983

Name of the company	Registered office	Currency unit (CU)	Share-holding in %	Equity in TCU ¹⁰	Net profit/loss for the year in TCU ¹⁰
Region Middle East					
Djibouti Container Services FZCO	Djibouti	DJF	19.06	830,731	364,247 ³
Hapag-Lloyd Africa (PTY) Ltd.	Durban	ZAR	100.00	3,067	575
Hapag-Lloyd Bahrain Co. WLL	Manama	BHD	49.00	191	41
Hapag-Lloyd Business Services LLP	Mumbai	INR	100.00	114,630	33,185 ¹²
Hapag-Lloyd (Ghana) Ltd.	Tema	GHS	100.00	1,090	106
Hapag-Lloyd Global Services Pvt. Ltd.	Thane	INR	100.00	534,214	120,715 ¹²
Hapag-Lloyd India Private Ltd.	Mumbai	INR	100.00	120,222	70,060 ¹²
Hapag-Lloyd Cote d'Ivoire SAS	Abidjan	XOF	75.00	0	0
Hapag-Lloyd (Jordan) Private Shareholding Company	Amman	JOD	50.00	222	18
Hapag-Lloyd Kenya Ltd	Nairobi	KES	100.00	0	0
Hapag-Lloyd Middle East Shipping LLC	Dubai	AED	49.00	847	162 ¹
Hapag-Lloyd Nigeria Shipping Limited	Lagos	NGN	100.00	28,628	3,628
Hapag-Lloyd Pakistan (Pvt.) Ltd.	Karachi	PKR	100.00	714,288	1,312,643
Hapag-Lloyd Qatar WLL	Doha	QAR	49.00	11,171	6,671
Hapag-Lloyd Quality Service Center Mauritius	Ebène	MUR	100.00	217	76
Hapag-Lloyd Saudi Arabia Ltd.	Jeddah	SAR	60.00	2,110	1,308
Hapag-Lloyd Senegal SASU	Dakar	XOF	100.00	0	0
Hapag-Lloyd Shipping Company – State of Kuwait (K.S.C.C.)	Kuwait City	KWD	49.00	301	60 ¹
Middle East Container Repair Company LLC	Dubai	AED	49.00	46,296	25,804 ²
United Arab Shipping Company Ltd.	Dubai	USD	100.00	2,451,338	140,973
United Arab Shipping Company for Maritime Services LLC	Baghdad	IQD	100.00	99,252	45,332
Unidade de Negocios Empresa Africana Lda.	Luanda	AOA	100.00	0	0
NileDutch (Angola) – Agencia de Navegacao Lda.	Luanda	AOA	100.00	-204,298	-394,103
NileDutch Cameroun S.A.	Douala	XAF	100.00	750,478	17,338
NileDutch Congo S.A.	Point-Noire	XAF	100.00	75	-19
NileDutch Congo Forwarding & Logistics S.A.	Point-Noire	XAF	100.00	-99	-17
Region North America					
Florida Vessel Management LLC	Wilmington	USD	75.00	**	**
Hapag-Lloyd (America) LLC	Wilmington	USD	100.00	8,261	2,048 ¹⁴
Hapag-Lloyd (Canada) Inc.	Montreal	CAD	100.00	1,636	370
Hapag-Lloyd USA LLC	Wilmington	USD	100.00	332,658	13,870 ¹⁴
Texas Stevedoring Services LLC	Wilmington	USD	50.00	755	-414 ¹³
Region Latin America					
Agencias Grupo CSAV Mexico S.A. de C.V.	Mexico City	MXN	100.00	**	**
Andes Operador Multimodal Ltda.	São Paulo	BRL	100.00	**	**
Compañía Libra de Navegación (Uruguay) S.A.	Montevideo	UYU	100.00	**	**
Consortio Naviero Peruano S.A.	Lima	USD	47.93	4,067	-589 ⁵
CSAV Austral SpA	Santiago de Chile	USD	49.00	130,244	870

Name of the company	Registered office	Currency unit (CU)	Share-holding in %	Equity in TCU ¹⁰	Net profit/loss for the year in TCU ¹⁰
CSAV Ships S.A.	Panama City	USD	100.00	**	**
Hapag-Lloyd Argentina S.R.L.	Buenos Aires	ARS	100.00	169,447	84,154
Hapag-Lloyd Bolivia S.R.L.	Santa Cruz de la Sierra	BOB	100.00	1,505	-323
Hapag-Lloyd Chile SpA	Valparaíso	USD	100.00	0	0
Hapag-Lloyd Colombia Ltda.	Bogotá	COP	100.00	9,181,452	8,758,306
Hapag-Lloyd Costa Rica S.A.	San José	CRC	100.00	**	**
Hapag-Lloyd Ecuador S.A.	Guayaquil	USD	45.00	7,519	-1,826
Hapag-Lloyd Guatemala, S.A.	Guatemala City	GTQ	100.00	5,749	2,940
Hapag-Lloyd Mexico S.A. de C.V.	Mexico City	MXN	100.00	426,319	24,428
Hapag-Lloyd (Peru) S.A.C.	Lima	USD	60.00	1,303	12,087
Hapag-Lloyd Quality Service Center Bogotá S.A.S.	Bogotá	COP	100.00	2,259	-18
Hapag-Lloyd Uruguay S.A.	Montevideo	UYU	100.00	33,436	25,193
Hapag-Lloyd Venezuela C.A.	Caracas	VEF	100.00	**	**
Libra Serviços de Navegação Limitada	São Paulo	BRL	100.00	157,006	41,037
Norasía Alya S.A.	Panama City	USD	100.00	**	**
Rahue Investment Co. S.A.	Panama City	USD	100.00	**	**
Servicios Corporativos Portuarios S.A. de C.V.	Mexico City	MXN	100.00	-4,022	7,634
Servicios de Procesamiento Naviero S.R.L. i.L.	Montevideo	USD	100.00	**	**
UASAC Uruguay (S.A.)	Montevideo	UYU	94.00	**	**
Other					
Aenaos Container Carrier S.A.	Majuro	USD	100.00	4,811	0
Aristos Container Carrier S.A.	Majuro	USD	100.00	4,811	0
Empros Container Carrier S.A.	Majuro	USD	100.00	4,841	0
Afif Ltd.	Majuro	USD	100.00	2	1
Ain Esnan Ltd.	Valletta	EUR	100.00	1	1
Al Dahna Ltd.	Valletta	EUR	100.00	1	1
Al Dhail Ltd.	Majuro	USD	100.00	1	1
Al Jasrah Ltd.	Majuro	USD	100.00	1	1
Al Jmeliyah Ltd.	Majuro	USD	100.00	1	1
Al Jowf Ltd.	Valletta	USD	100.00	36,876	1,498
Al Madinah Ltd.	George Town	USD	100.00	-46	-7
Al Mashrab Ltd.	Majuro	USD	100.00	1	1
Al Mutanabbi Ltd.	George Town	USD	100.00	-57	-7
Al Nasriyah Ltd.	Majuro	USD	100.00	1	1
Al Nefud Ltd.	Valletta	EUR	100.00	1	1
Al Oyun Ltd.	George Town	USD	100.00	48	-8
Al Qibla Ltd.	Valletta	USD	100.00	37,313	1,539
Al Riffa Ltd.	Valletta	EUR	100.00	10,648	-4,877
Al Wakrah Ltd.	George Town	USD	100.00	-46	-7
Al Zubara Ltd.	Valletta	EUR	100.00	1	1
Ash-Shahaniyah Ltd.	George Town	USD	100.00	**	**
Barzan Ltd.	Valletta	EUR	100.00	1	1
Brunswick Investment Co. Inc.	Nassau	USD	100.00	**	**
Busaiten	George Town	USD	100.00	-46	-7

Name of the company	Registered office	Currency unit (CU)	Share-holding in %	Equity in TCU ¹⁰	Net profit/loss for the year in TCU ¹⁰
Chacabuco Shipping Ltd.	Majuro	USD	100.00	**	**
CSBC Hull 898 Ltd.	Douglas	USD	100.00	**	**
CSBC Hull 900 Ltd.	Douglas	USD	100.00	1,079	0
Dhat Al Salasil Ltd.	George Town	USD	100.00	-61	-7
Hapag-Lloyd Ships (No. 2) Ltd.	Barking	EUR	100.00	-14	0
Hapag-Lloyd Container (No. 3) Ltd.	Barking	EUR	100.00	4	1
Hapag-Lloyd Ships Ltd.	Barking	EUR	100.00	95	-1
Hira Ltd.	George Town	USD	100.00	-55	-7
Hull 1975 Co. Ltd.	Majuro	USD	100.00	3,355	0 ¹¹
Hull 1976 Co. Ltd.	Majuro	USD	100.00	1,934	0 ¹¹
Hull 1794 Co. Ltd.	Majuro	USD	100.00	**	**
Hull 2082 Co. Ltd.	Majuro	USD	100.00	**	**
Jebel Ali Ltd.	Valletta	EUR	100.00	-10,814	-6,249
Linah Ltd.	Majuro	USD	100.00	2	1
Malleco Shipping Co. S.A.	Panama City	USD	100.00	**	**
Manamah Ltd.	George Town	USD	100.00	57	7
Maule Shipping Co. S.A.	Panama City	USD	100.00	**	**
Palena Shipping Ltd.	Majuro	USD	100.00	**	**
Salahuddin Ltd.	Majuro	USD	100.00	2	1
Tihama Ltd.	Valletta	EUR	100.00	1	1
UASC Ships (No. 8) Ltd.	Dubai	USD	100.00	55,134	-103
Umm Qarn Ltd.	Majuro	USD	100.00	2	1
Umm Salal Ltd.	Valletta	EUR	100.00	1	1
HLAG Vessel Holding Limited	Valletta	EUR	100.00	0	0
UASC Vessel Holding Limited	Valletta	EUR	100.00	0	0

¹ A further 51.00% is held by a trustee on behalf of the Hapag-Lloyd Group.

² A further 5.64% is held by a trustee on behalf of the Hapag-Lloyd Group.

³ A further 2.19% is held by a trustee on behalf of the Hapag-Lloyd Group.

⁴ A further 16.0% is held by a trustee on behalf of the Hapag-Lloyd Group.

⁵ A further 2.07% is held by a trustee on behalf of the Hapag-Lloyd Group.

¹⁰ TWE = in thousand currency units; financial statements as at 31 December 2020 unless otherwise stated

¹¹ Financial statements as at 30 September 2020

¹² Financial statements as at 31 March 2021

¹³ Financial statements as at 31 December 2021

¹⁴ IFRS package as at 31 December 2021

¹⁵ Financial statements as at 24 March 2020

* Profit and loss transfer agreement

** At the time the financial statements were prepared, no annual financial statements were yet available for these companies.

ANNEXE III**Executive Board members of Hapag-Lloyd Aktiengesellschaft****Rolf Habben Jansen**

Chairman of the Board/Chief Executive Officer (CEO), Hamburg

Donya-Florence Amer (since 1 February 2022)

Member of the Executive Board/Chief Information Officer (CIO), Hamburg

Mark Frese

Member of the Executive Board/Chief Financial Officer (CFO), Hamburg

Dr. Maximilian Rothkopf

Member of the Executive Board/Chief Operating Officer (COO), Hamburg

Joachim Schlotfeldt

Member of the Executive Board/Chief Personnel and Global Procurement Officer (CPO), Hamburg

ANNEXE IV**Members of the Supervisory Board of Hapag-Lloyd AG:****Michael Behrendt**

(Chairman of the Supervisory Board)

Klaus Schroeter

Departments of Transport and Special Services, ver.di – Vereinte Dienstleistungsgewerkschaft
(service workers' union), Berlin

(First Deputy Chairman of the Supervisory Board)

Oscar Eduardo Hasbún Martínez

Chief Executive Officer

Compañía Sud Americana de Vapores S.A., Santiago de Chile, Chile

(Second Deputy Chairman of the Supervisory Board)

Felix Albrecht

Chairman of the Marine Works Council

Hapag-Lloyd AG, Hamburg

Turqi Alnowaiser

Deputy Governor and Head of International Investments
Public Investment Fund, Riyadh, Kingdom of Saudi Arabia

H. E. Sheikh Ali bin Jassim Al-Thani

Advisor to the CEO
Qatar Investment Authority, Qatar

Nicola Gehrt

Director
Head of Group Investor Relations
TUI Group, Hanover

Karl Gernandt

President
Kühne Holding AG, Schindellegi, Switzerland

Annabell Kröger

Commercial Clerk
Hapag-Lloyd AG, Hamburg

Arnold Lipinski

Senior Director Fleet Management
Hapag-Lloyd AG, Hamburg

Sabine Nieswand

Chairwoman of the Works Council
Hapag-Lloyd AG, Hamburg

Dr Isabella Niklas

Spokeswoman of the Management, HGV Hamburger Gesellschaft für
Vermögens- und Beteiligungsmanagement mbH, Hamburg

José Francisco Pérez Mackenna

Chief Executive Officer
Quiñenco S.A., Santiago de Chile, Chile

Maya Schwiegershausen-Güth

Head of Federal Expert Group Maritime Economy, ver.di Bundesverwaltung, Berlin

Svea Stawars

Commercial Clerk
Hapag-Lloyd AG, Hamburg

Uwe Zimmermann

Commercial Clerk
Hapag-Lloyd AG, Düsseldorf

ANNEXE V**Offices held by members of the Executive Board in supervisory boards and other comparable supervisory bodies of commercial companies****Rolf Habben Jansen**

Stolt-Nielsen Limited
World Shipping Council – Deputy Chairman

Mark Frese

x+bricks S.A.

Dr Maximilian Rothkopf

The Britannia Steam Ship Insurance Association Ltd.

Joachim Schlotfeldt

HHLA Container Terminal Altenwerder GmbH

Offices held by members of the Supervisory Board in other supervisory boards and other comparable supervisory bodies of commercial companies**H. E. Sheikh Ali bin Jassim Al-Thani**

SCI Elysees 26
Libyan Qatari Bank – Deputy Chairman
Qatar Holding LLC
Al Rayan Bank

Turqi Alnowaiser

Lucid Motors
Noon Investment
Sanabil Investments
Saudi Information Technology Company (SITCO)

Michael Behrendt

Barmenia Versicherungen a.G. – Deputy Chairman
Barmenia Allgemeine Versicherungs AG – Deputy Chairman
Barmenia Krankenversicherung AG – Deputy Chairman
Barmenia Lebensversicherung a.G. – Deputy Chairman
EXXON Mobil Central Europe Holding GmbH
MAN SE (until 31 August 2021)
MAN Energy Solutions SE
MAN Truck & Bus SE

Nicola Gehrt

TUI Deutschland GmbH

Karl Gernandt

Hochgebirgsklinik Davos AG – President
 Kühne + Nagel International AG – Deputy Chairman
 Kühne Holding AG – President/Chairman
 Kühne + Nagel (AG & Co.) KG – Chairman
 Kühne & Nagel A.G, Luxembourg – Chairman
 Kühne Logistics University – Chairman
 Kühne Real Estate AG – Chairman
 Signa Prime Selection AG

Oscar Eduardo Hasbún Martínez

Florida International Terminal LLC
 Invexans S.A.
 Nexans S.A.
 SAAM Logistics
 SAAM Ports S.A.
 SAAM Puertos S.A.
 San Antonio Terminal Internacional S.A.
 San Vicente Terminal Internacional S.A.
 SM-SAAM S.A. – Chairman
 Sociedad Portuaria De Caldera (SPC) S.A.
 Sociedad Portuaria Granelera De Caldera (SPGC) S.A.

José Francisco Pérez Mackenna

Banchile Corredores de Seguros Limitada
 Banco de Chile
 Compañía Cervecerías Unidas S.A.
 Compañía Cervecerías Unidas Argentina S.A.
 Cervecera CCU Limitada
 Central Cervecera de Colombia SAS
 Compañía Pisquera de Chile S.A.
 Compañía Sud Americana de Vapores S.A. – Chairman
 Embotelladoras Chilenas Unidas S.A.
 Empresa Nacional de Energía Enx S.A. – Chairman
 Enx Corporation Ltd
 Enx CL Ltd
 Invexans S.A. – Chairman
 Invexans Ltd.
 Inversiones IRSA Limitada
 Inversiones LQ-SM Limitada
 Inversiones y Rentas S.A.
 LQ Inversiones Financieras S.A.
 Nexans S.A.
 Sociedad Matriz SAAM S.A.
 Tech Pack S.A. – Chairman
 Viña San Pedro Tarapacá S.A.
 Zona Franca Central Cervecera S.A.S.

Dr Isabella Niklas

Stock Exchange Council of the Hanseatic Stock Exchange Hamburg

Gasnetz Hamburg GmbH (since 1 December 2021)

GMH Gebäudemanagement Hamburg GmbH

HADAG Seetouristik und Fährdienst AG

HHLA Hamburger Hafen und Logistik AG

Stromnetz Hamburg GmbH

Hamburger Energiewerke GmbH (trading as Wärme Hamburg GmbH until 31 December 2021)

SBH Schulbau Hamburg

Maya Schwiegershausen-Güth

HHLA Hamburger Hafen und Logistik AG

The Executive Board and Supervisory Board members not listed above do not hold any offices on other legally required supervisory boards or comparable supervisory bodies of commercial companies.

RESPONSIBILITY STATEMENT

RESPONSIBILITY STATEMENT PURSUANT TO SECTION 264 (2) AND SECTION 289 (1) OF THE GERMAN COMMERCIAL CODE (HGB)

We confirm that, to the best of our knowledge and in accordance with the applicable accounting principles, the consolidated financial statements of Hapag-Lloyd AG give a true and fair view of the net asset, financial and earnings position of Hapag-Lloyd AG and that Hapag-Lloyd AG's combined management report includes a fair review of the development and performance of the business and the position of Hapag-Lloyd AG, together with a description of the principal opportunities and risks associated with the expected development of Hapag-Lloyd AG.

Hamburg, 28 February 2022

Hapag-Lloyd Aktiengesellschaft

Executive Board



Rolf Habben Jansen



Donya-Florence Amer



Mark Frese



Dr. Maximilian Rothkopf



Joachim Schlotfeldt

INDEPENDENT AUDITOR'S REPORT

To Hapag-Lloyd Aktiengesellschaft, Hamburg

REPORT ON THE AUDIT OF THE ANNUAL FINANCIAL STATEMENTS AND OF THE COMBINED MANAGEMENT REPORT

Opinions

We have audited the annual financial statements of Hapag-Lloyd Aktiengesellschaft, Hamburg, which comprise the balance sheet as at 31 December 2021, and the income statement for the financial year from 1 January to 31 December 2021, and notes to the financial statements, including the recognition and measurement policies presented therein. In addition, we have audited the management report of Hapag-Lloyd Aktiengesellschaft and the Group (combined management report) for the financial year from 1 January to 31 December 2021.

In accordance with German legal requirements, we have not audited the content of those components of the combined management report specified in the "Other Information" section of our auditor's report.

In our opinion, on the basis of the knowledge obtained in the audit,

- the accompanying annual financial statements comply, in all material respects, with the requirements of German commercial law applicable to business corporations and give a true and fair view of the assets, liabilities and financial position of the Company as at 31 December 2021, and of its financial performance for the financial year from 1 January to 31 December 2021, in compliance with German legally required accounting principles, and
- the accompanying combined management report as a whole provides an appropriate view of the Company's position. In all material respects, this combined management report is consistent with the annual financial statements, complies with German legal requirements and appropriately presents the opportunities and risks of future development. Our opinion on the combined management report does not cover the content of those components of the combined management report specified in the "Other Information" section of the auditor's report.

Pursuant to Section 322 (3) sentence 1 HGB [Handelsgesetzbuch: German Commercial Code], we declare that our audit has not led to any reservations relating to the legal compliance of the annual financial statements and of the combined management report.

Basis for the Opinions

We conducted our audit of the annual financial statements and of the combined management report in accordance with Section 317 HGB and EU Audit Regulation No. 537/2014 (referred to subsequently as "EU Audit Regulation") and in compliance with German Generally Accepted Standards for Financial Statement Audits promulgated by the Institut der Wirtschaftsprüfer [Institute of Public Auditors in Germany] (IDW). Our responsibilities under those requirements and principles are further described in the "Auditor's Responsibilities for the Audit of the Annual Financial Statements and of the Combined Management Report" section of our auditor's report. We are independent of the Company in accordance with the requirements of European law and German commercial and professional law, and we have fulfilled our other German professional responsibilities in accordance with these requirements. In addition, in accordance with Article 10 (2)(f) of the EU Audit Regulation, we declare that we have not provided non-audit services prohibited under Article 5 (1) of the EU Audit Regulation. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our opinions on the annual financial statements and on the combined management report.

Key Audit Matters in the Audit of the Annual Financial Statements

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the annual financial statements for the financial year from 1 January to 31 December 2021. These matters were addressed in the context of our audit of the annual financial statements as a whole, and in forming our opinion thereon, we do not provide a separate opinion on these matters.

Accounting for unfinished voyages

For details on the accounting policies applied, please see the disclosures in the "Accounting-policies – Current assets and revenue recognition" section in the notes to the financial statements.

The financial statement risk

Transport expenses incurred for voyages unfinished as at the reporting date are capitalised by Hapag-Lloyd under inventories as unfinished voyages. Trade receivables and revenue from transport contracts already recorded and which are attributable to unfinished voyages are cancelled. Expected losses from unfinished voyages reduce the capitalised expenses as part of the loss-free valuation.

Determining the transport costs incurred in connection with the voyages unfinished as at the reporting date and the margins underlying the expected loss is a highly complex process.

There is the risk for the financial statements that the revenue and transport costs for unfinished voyages are not accurately recognised in respect of the cut-off reporting date and the valuation of unfinished voyages is not appropriate.

Our audit approach

We assessed the design, implementation and effectiveness of the controls that are to ensure accurate recognition cut-off of revenue and transport expenses as at the reporting date. In addition, we investigated whether the policies defined by Hapag-Lloyd for recognition cut-off are appropriately structured to ensure the recognition of revenue and transport expenses on an accrual basis. We assessed the reliability of the analyses from the accounting system on an accrual basis by examining representative samples of the underlying documents and the actual voyage data. We also verified that the amount of revenue and transport expenses for unfinished voyages determined on the basis of scheduled travel data did not differ materially from the amount determined according to the actual travel data. We assessed the method of calculating the margins for the valuation of unfinished voyages and the required cut-off procedures at the reporting date and inspected the model for computational accuracy.

Our conclusions

Hapag-Lloyd's approach with respect to revenue recognition cut-off and transport expenses is appropriate.

Other Information

The Executive Board and/or the Supervisory Board are responsible for the other information. The other information comprises the following components of the combined management report, whose content was not audited:

- the separate combined non-financial report of the Company and the Group referred to in the combined management report, but which will probably not be provided to us until after the date of this audit opinion and
- the combined corporate governance statement for the Company and the Group referred to in the combined management report.

The other information does not include the annual financial statements, the combined management report information audited for content and our auditor's report thereon.

Our opinions on the annual financial statements and on the combined management report do not cover the other information, and consequently we do not express an opinion or any other form of assurance conclusion thereon.

In connection with our audit, our responsibility is to read the other information and, in so doing, to consider whether the other information

- is materially inconsistent with the annual financial statements, with the combined management report information audited for content or our knowledge obtained in the audit, or
- otherwise appears to be materially misstated.

Responsibilities of the Executive Board and the Supervisory Board for the Annual Financial Statements and the Combined Management Report

The Executive Board is responsible for the preparation of annual financial statements that comply, in all material respects, with the requirements of German commercial law applicable to corporations, and that the annual financial statements give a true and fair view of the assets, liabilities, financial position and financial performance of the Company in compliance with German legally required accounting principles. In addition, the Executive Board is responsible for such internal control as they, in accordance with German legally required accounting principles, have determined necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual financial statements, the Executive Board is responsible for assessing the Company's ability to continue as a going concern. They also have the responsibility for disclosing, as applicable, matters related to going concern. In addition, it is responsible for financial reporting based on the going concern basis of accounting, provided no actual or legal circumstances conflict therewith.

Furthermore, the Executive Board is responsible for the preparation of the combined management report that as a whole provides an appropriate view of the Company's position and is, in all material respects, consistent with the annual financial statements, complies with German legal requirements, and appropriately presents the opportunities and risks of future development. In addition, the Executive Board is responsible for such arrangements and measures (systems) as it has considered necessary to enable the preparation of a combined management report that is in accordance with the applicable German legal requirements, and to be able to provide sufficient appropriate evidence for the assertions in the combined management report.

The Supervisory Board is responsible for overseeing the Company's financial reporting process for the preparation of the annual financial statements and of the combined management report.

Auditor's Responsibilities for the Audit of the Annual Financial Statements and of the Combined Management Report

Our objectives are to obtain reasonable assurance about whether the annual financial statements as a whole are free from material misstatement, whether due to fraud or error, and whether the combined management report as a whole provides an appropriate view of the Company's position and, in all material respects, is consistent with the annual financial statements and the knowledge obtained in the audit, complies with the German legal requirements and appropriately presents the opportunities and risks of future development, as well as to issue an auditor's report that includes our opinions on the annual financial statements and on the combined management report.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Section 317 HGB and the EU Audit Regulation and in compliance with German Generally Accepted Standards for Financial Statement Audits promulgated by the Institut der Wirtschaftsprüfer (IDW) will always detect a material misstatement. 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 annual financial statements and this combined management report.

We exercise professional judgement and maintain professional scepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the annual financial statements and of the combined management report, 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 opinions. 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 controls.
- Obtain an understanding of internal control relevant to the audit of the annual financial statements and of arrangements and measures (systems) relevant to the audit of the combined management report 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 these systems.
- Evaluate the appropriateness of accounting policies used by the Executive Board and the reasonableness of estimates made by the Executive Board and related disclosures.
- Conclude on the appropriateness of the Executive Board's use of the going concern basis of accounting 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 the auditor's report to the related disclosures in the annual financial statements and in the combined management report or, if such disclosures are inadequate, to modify our respective opinions. 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 be able to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual financial statements, including the disclosures, and whether the annual financial statements present the underlying transactions and events in a manner that the annual financial statements give a true and fair view of the assets, liabilities, financial position and financial performance of the Company in compliance with German legally required accounting principles.
- Evaluate the consistency of the combined management report with the annual financial statements, its conformity with [German] law, and the view of the Company's position it provides.
- Perform audit procedures on the prospective information presented by the Executive Board in the combined management report. On the basis of sufficient appropriate audit evidence we evaluate, in particular, the significant assumptions used by the Executive Board as a basis for the prospective information, and evaluate the proper derivation of the prospective information from these assumptions. We do not express a separate opinion on the prospective information and on the assumptions used as a basis. There is a substantial unavoidable risk that future events will differ materially from the prospective information.

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.

We also provide those charged with governance with a statement that we have complied with the relevant independence requirements, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, the related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the annual financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter.

OTHER LEGAL AND REGULATORY REQUIREMENTS

Report on the Assurance on the Electronic Rendering of the Annual Financial Statements and the Combined Management Report Prepared for Publication Purposes in Accordance with Section 317 (3a) HGB

We have performed assurance work in accordance with Section 317 (3a) HGB to obtain reasonable assurance about whether the rendering of the annual financial statements and the combined management report (hereinafter the "ESEF documents") contained in the electronic file "JA 2021_hapagloydag.zip" (SHA 256-Hashwert: 25e1a90d30a167f5f483ce7853e2af6b828ab-63fe378148e6fa9d95ab454b7d8) made available and prepared for publication purposes complies in all material respects with the requirements of Section 328 (1) HGB for the electronic reporting format ("ESEF format"). In accordance with German legal requirements, this assurance work extends only to the conversion of the information contained in the annual financial statements and the combined management report into the ESEF format and therefore relates neither to the information contained within these renderings nor to any other information contained in the file identified above.

In our opinion, the rendering of the annual financial statements and the combined management report contained in the electronic file made available identified above and prepared for publication purposes complies in all material respects with the requirements of Section 328 (1) HGB for the electronic reporting format. Beyond this assurance opinion and our audit opinion on the accompanying annual financial statements and the accompanying combined management report for the financial year from 1 January to 31 December 2021 contained in the "Report on the Audit of the Annual Financial Statements and of the Combined Management Report" above, we do not express any assurance opinion on the information contained within these renderings or on the other information contained in the file identified above.

We conducted our assurance work on the rendering of the annual financial statements and the management report, contained in the file made available and identified above in accordance with Section 317 (3a) HGB and the IDW Assurance Standard: Assurance Work on the Electronic Rendering of Financial Statements and Management Reports Prepared for Publication Purposes in Accordance with Section 317 (3a) HGB (IDW AsS 410 (10.2021). Our responsibility in accordance therewith is further described below. Our audit firm applies the IDW Standard on Quality Management 1: Requirements for Quality Management in Audit Firms (IDW QS 1).

The Company's Executive Board is responsible for the preparation of the ESEF documents including the electronic renderings of the annual financial statements and the combined management report in accordance with Section 328 (1) sentence 4 item 1 HGB.

In addition, the Company's Executive Board is responsible for such internal control as they have considered necessary to enable the preparation of ESEF documents that are free from material intentional or unintentional non-compliance with the requirements of Section 328 (1) HGB for the electronic reporting format.

The Supervisory Board is responsible for overseeing the process of preparing the ESEF documents as part of the financial reporting process.

Our objective is to obtain reasonable assurance about whether the ESEF documents are free from material intentional or unintentional non-compliance with the requirements of Section 328 (1) HGB. We exercise professional judgement and maintain professional scepticism throughout the assurance work. We also:

- Identify and assess the risks of material intentional or unintentional non-compliance with the requirements of Section 328 (1) HGB, design and perform assurance procedures responsive to those risks, and obtain assurance evidence that is sufficient and appropriate to provide a basis for our assurance opinion.
- Obtain an understanding of internal control relevant to the assurance on the ESEF documents in order to design assurance procedures that are appropriate in the circumstances, but not for the purpose of expressing a conclusion on the effectiveness of these controls.
- Evaluate the technical validity of the ESEF documents, i.e. whether the file made available containing the ESEF documents meets the requirements of Commission Delegated Regulation (EU) 2019/815, as amended as at the reporting date, on the technical specification for this electronic file.
- Evaluate whether the ESEF documents provide an XHTML rendering with content equivalent to the audited annual financial statements and the audited combined management report.

Further Information pursuant to Article 10 of the EU Audit Regulation

We were elected as auditor at the Annual General Meeting on 28 May 2021. We were engaged by the chair of the Audit and Financial Committee of the Supervisory Board on 10 August 2021. We have been the auditor of Hapag-Lloyd Aktiengesellschaft, Hamburg, without interruption since financial year 2015.

We declare that the opinions expressed in this auditor's report are consistent with the additional report to the Audit Committee pursuant to Article 11 of the EU Audit Regulation (long-form audit report).

OTHER MATTER – USE OF THE AUDITOR'S REPORT

Our auditor's report must always be read together with the audited annual financial statements and the audited management report as well as the examined ESEF documents. The annual financial statements and the management report converted into ESEF format – including the versions to be published in the German Federal Gazette [Bundesanzeiger] – are merely electronic renderings of the audited annual financial statements and the audited management report and do not take their place. In particular, the ESEF report and our assurance opinion contained therein are to be used solely together with the examined ESEF documents provided in electronic form.

GERMAN PUBLIC AUDITOR RESPONSIBLE FOR THE ENGAGEMENT

The German Public Auditor responsible for the engagement is Dr Victoria Röhricht.

Hamburg, 4 March 2022

Madsen	Dr. Röhricht
Wirtschaftsprüferin	Wirtschaftsprüfer
[German Public Auditor]	[German Public Auditor]

IMPRINT

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