

# QUARTERLY REPORT



Wilh. Wilhelmsen

# '15



Wilh. Wilhelmsen Holding ASA

THIRD QUARTER 2015

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# Report for the third quarter of 2015

Proportionate method<sup>1</sup>

## Key financial figures

<i>USD mill</i> <i>- unless otherwise indicated</i>	Q3'15	Q2'15	Q-on-Q Change	Q3'14	Y-o-Y Change	01.01- 30.09.15	01.01- 30.09.14	Y-o-Y Change
<b>Total income</b>	<b>795</b>	<b>854</b>	<b>-7 %</b>	<b>924</b>	<b>-14 %</b>	<b>2 514</b>	<b>2 803</b>	<b>-10 %</b>
- Wilh. Wilhelmsen ASA	558	596	-6 %	650	-14 %	1 763	1 968	-10 %
- Wilhelmsen Maritime Services	236	254	-7 %	273	-14 %	747	832	-10 %
- Holding & Investments	6	10		9		22	27	
- Eliminations	-6	-7		-8		-19	-25	
<b>EBITDA</b>	<b>-59</b>	<b>148</b>	<b>neg.</b>	<b>133</b>	<b>neg.</b>	<b>255</b>	<b>377</b>	<b>-33 %</b>
- Wilh. Wilhelmsen ASA	-94	113	neg.	110	neg.	155	295	-48 %
- Wilhelmsen Maritime Services	36	33	9 %	23	54 %	101	84	20 %
- Holding & Investments	-2	2		0		-1	-2	
- Eliminations	0	0		0		0	0	
<b>Operating profit/EBIT</b>	<b>-157</b>	<b>103</b>	<b>neg.</b>	<b>83</b>	<b>neg.</b>	<b>68</b>	<b>239</b>	<b>-71 %</b>
- Wilh. Wilhelmsen ASA	-134	73	neg.	66	neg.	36	177	-79 %
- Wilhelmsen Maritime Services	-21	28	neg.	17	neg.	34	64	-48 %
- Holding & Investments	-2	2		-1		-2	-2	
- Eliminations	0	0		0		0	0	
<b>Financial income/(expenses)</b>	<b>-69</b>	<b>-8</b>		<b>-17</b>		<b>-112</b>	<b>-73</b>	
<b>Tax income/(expenses)</b>	<b>-16</b>	<b>-9</b>		<b>-4</b>		<b>-29</b>	<b>-16</b>	
<b>Minority interests</b>	<b>-57</b>	<b>20</b>		<b>16</b>		<b>-21</b>	<b>34</b>	
<b>Profit/(loss) after minority</b>	<b>-186</b>	<b>66</b>	<b>neg.</b>	<b>46</b>	<b>neg.</b>	<b>-52</b>	<b>115</b>	<b>neg.</b>
- Wilh. Wilhelmsen ASA	-155	51	neg.	39	neg.	-63	80	neg.
- Wilhelmsen Maritime Services	-29	11	neg.	5	neg.	6	26	-77 %
- Holding & Investments	-2	5		1		5	9	
- Eliminations	0	0		0		0	0	
<b>EPS (USD)</b>	<b>-4,00</b>	<b>1,43</b>	<b>neg.</b>	<b>0,98</b>	<b>neg.</b>	<b>-1,11</b>	<b>2,48</b>	<b>neg.</b>

## Highlights for the third quarter

Wilh. Wilhelmsen Holding group:

- Reported results impacted by antitrust provision and impairment charge
- Operating profit excluding anti-trust provision and impairment down 10% quarter on quarter
- Second dividend of NOK 2.00 per share to be paid late November

Wilh. Wilhelmsen ASA:

- A provision of USD 200 million in connection with the ongoing anti-trust investigation
- Drop in ocean transported volumes, partly seasonal
- Stable contribution from logistics segment
- In October, EUKOR agreed to renew HMG contract for a further four years

Wilhelmsen Maritime Services:

- USD 50 million impairment charge related to Technical Solutions
- Positive development in operating profit excluding impairment
- Reduced total income mainly due to strong USD and seasonality
- Acquisition of Timm, a provider of high performance ropes

Holding and investments:

- Reduced contribution from NorSea Group due to restructuring cost and currency effects

<sup>1</sup> While the equity method provides a fair presentation of the group's financial position in joint ventures, the group's internal financial segment reporting is based on the proportionate method. The major contributors in Wilh. Wilhelmsen ASA are joint ventures and hence the proportionate method gives management a higher level of information and a fuller picture of the group's operations. For Wilhelmsen Maritime Services and Holding and Investments the financial reporting will be the same for both the equity and the proportionate methods.

The same accounting principles are applied in both the management reports and the financial accounts, and comply with the International Financial Reporting Standards (IFRS).

# Financial summary

## Result for the third quarter

Total income for the Wilh. Wilhelmsen Holding ASA group (WWH) was USD 795 million in the third quarter of 2015, a reduction of 7% when compared with the previous quarter. The reduction was mainly due to a seasonal reduction in both Wilh. Wilhelmsen ASA's (WWASA) shipping volumes and certain activities within Wilhelmsen Maritime Services (WMS). Currency effect from the strong USD also had an impact.

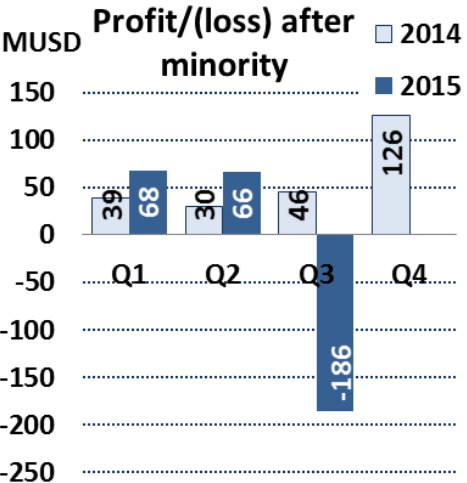
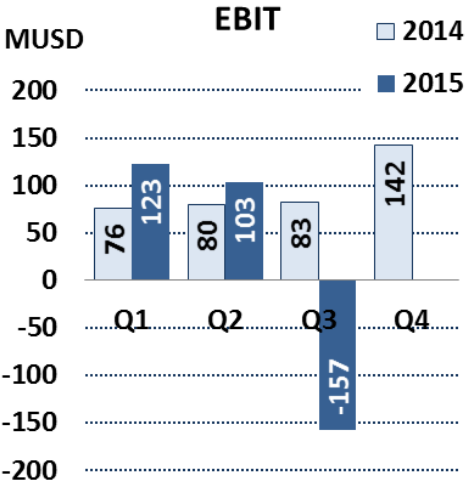
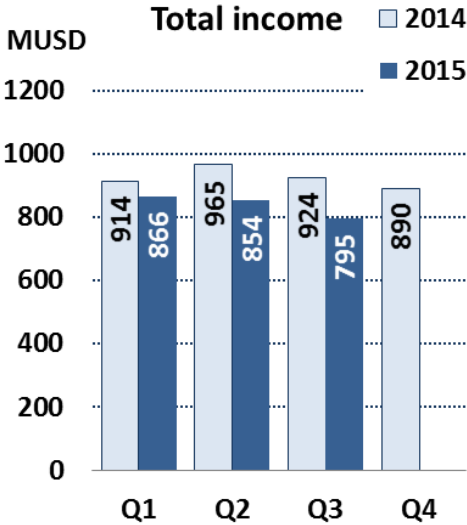
Operating profit for the quarter included a USD 200 million provision in WWASA related to ongoing anti-trust investigations and a USD 50 million impairment charge related to a WMS business area. Excluding the anti-trust provision and the impairment charge the operating profit was USD 93 million, a reduction of 10% from the previous quarter. The reduction was due to lower contribution from WWASA shipping and NorSea Group. Operating profit in WMS excluding the impairment charge continued its upward trend, supported by a strong USD.

Net financials was an expense of USD 69 million in the third quarter, impacted by a USD 24 million loss on net interest rate derivatives. Contribution from investment management and net financial currency was also negative, with each showing a loss of USD 9 million for the quarter. Development in net financials were to a large degree reflecting changes in USD interest rates and currency.

Tax was included with an expense of USD 16 million.

Minority interests' share of net loss for the quarter was USD 57 million, mainly related to minority shareholders in WWASA.

Profit after minority interests was a loss of 186 million in the third quarter, reflecting the anti-trust provision, impairment charge and high net financial expenses.



## Wilh. Wilhelmsen ASA

The Wilh. Wilhelmsen ASA group (WWASA) is a global provider of shipping and logistics services towards car and ro-ro customers. WWH owns 72.7% of WWASA. In line with accounting standards, all revenue and expenses in WWASA are reported in full with minority interest included after net profit/(loss).

### Key figures - Wilh. Wilhelmsen ASA

USD mill <i>- unless otherwise indicated</i>	Q3'15	Q2'15	Q-on-Q Change	Q3'14	Y-o-Y Change	01.01- 30.09.15	01.01- 30.09.14	Y-o-Y Change
<b>Total income</b>	<b>558</b>	<b>596</b>	<b>-6 %</b>	<b>650</b>	<b>-14 %</b>	<b>1 763</b>	<b>1 968</b>	<b>-10 %</b>
- Shipping	437	470	-7 %	512	-15 %	1 367	1 549	-12 %
- Logistics	129	134	-4 %	143	-10 %	417	435	-4 %
- Holding/eliminations	-7	-7		-5		-21	-16	
<b>EBITDA</b>	<b>-94</b>	<b>113</b>	<b>neg.</b>	<b>110</b>	<b>neg.</b>	<b>155</b>	<b>295</b>	<b>-48 %</b>
- EBITDA margin (%)	-16,8 %	18,9 %		16,9 %		8,8 %	15,0 %	
<b>Operating profit/EBIT</b>	<b>-134</b>	<b>73</b>	<b>neg.</b>	<b>66</b>	<b>neg.</b>	<b>36</b>	<b>177</b>	<b>-79 %</b>
- EBIT margin (%)	-24,1 %	12,3 %		10,2 %		2,1 %	9,0 %	
- Financial income/(expense)	-73	4		-9		-115	-56	
- Tax income/(expense)	-5	-7		-3		-7	-9	
<b>Profit/(loss)</b>	<b>-212</b>	<b>70</b>		<b>55</b>		<b>-85</b>	<b>112</b>	
- Profit margin (%)	-38,0 %	11,8 %		8,4 %		-4,8 %	5,7 %	
- Minority interests	-58	19		15		-22	32	
<b>Profit/(loss) after minority</b>	<b>-155</b>	<b>51</b>		<b>39</b>		<b>-63</b>	<b>80</b>	

### Result for the third quarter

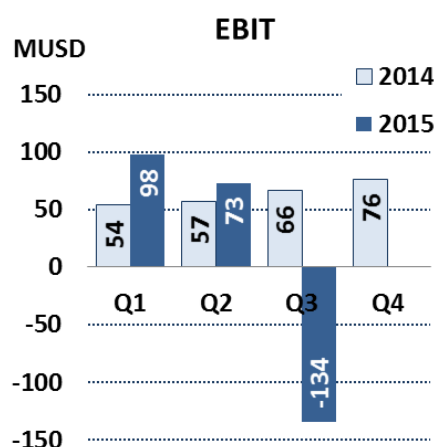
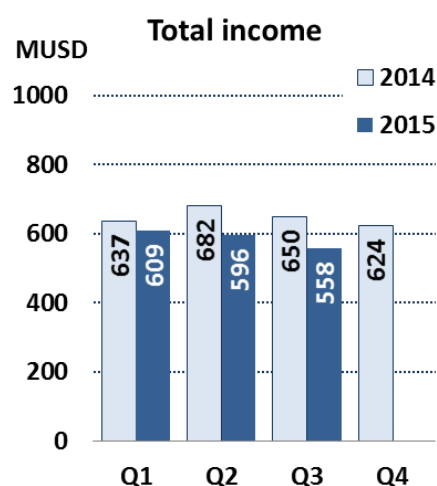
Total income in WWASA was USD 558 million, down 6% compared with the second quarter partly due to seasonal decrease in ocean transportation volumes.

WWASA made a provision of USD 200 million in the third quarter in connection with the anti-trust investigations in Wallenius Wilhelmsen Logistics (WWL) and EUKOR Car Carriers. The final outcome, however, is uncertain and processes will still take time. Excluding the anti-trust provision, operating profit was down by 10% to USD 66 million mainly due to reduced ocean transportation volumes. The logistics segment reported stable underlying contribution.

Net financial expense for WWASA was USD 73 million, mainly driven by losses on interest rate derivatives and a net currency loss. Investment management reported weaker result for the quarter.

Tax expenses for the quarter included a USD 15 million charge related to withholding tax on dividends received from EUKOR for the period 2010 to 2015. The company will appeal the decision to the National Tax Tribunal in Korea.

Net loss after tax was USD 212 million in the third quarter, of which USD 155 million was attributed to WWH.

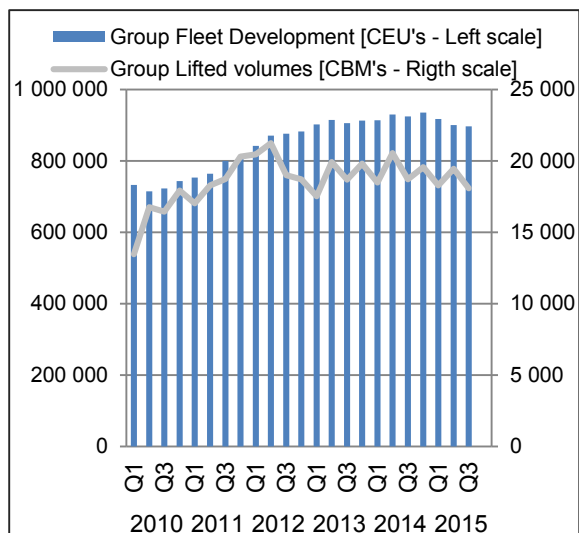




## WWASA shipping

WWASA's shipping segment includes shipping activities within Wallenius Wilhelmsen Logistics (WWL, owned 50%), EUKOR Car Carrier (EUKOR, owned 40%), American Roll-on-Roll-off Carrier (ARC, owned 50%) and Hyundai Glovis (owned 12.0%), as well as certain shipowning activities outside the operating companies.

WWASA's operating entities transported 18,1 million cubic metres (CBM) in the third quarter, a 7% decrease quarter on quarter due to seasonally lower demand for transportation of both cars and high and heavy volumes.



Operating profit followed the volume, and was down from the second quarter. Net bunker costs were stable and had a marginal impact on earnings.

### Auto volumes and trades

The group's auto volumes decreased by 10% quarter on quarter, mainly driven by lower demand in North- and South America. Lower demand in China resulted in a drop in the Europe to Asia trade. Volumes from Europe/North America to Oceania increased quarter on quarter while the Atlantic trade volumes remained stable.

In key markets, auto sales decreased 7% from a strong second quarter. However, levels remained stable year over year. Sales in North America declined slightly from the strong second quarter with increased stock levels in the US. Annual sales volumes remained healthy. Chinese car sales declined compared with the last quarter. Sales in local brands developed slightly better than imported brands. Sales in Oceania were stable compared with the previous quarter, while sales in Western Europe decreased from the levels seen in the first half of the year.

Japanese exports were up 7% quarter on quarter but remained stable year over year and ended the

quarter at 1 million units. Korea saw annual export figures stabilizing at around 3 million units, in line with volumes reported the last few years. Production growth of Korean branded cars has mainly taken place outside Korea. Korean exports declined in the third quarter partly due to seasonality, down 0.6 million units, while levels were stable year over year.

### High and heavy volumes and trade

The group lifted 6% less high and heavy volumes compared with the second quarter, as the global demand for transportation of high and heavy cargo remained soft. Volumes from Asia to North America, and in the Atlantic trades carried by WWL declined from high levels in the second quarter.

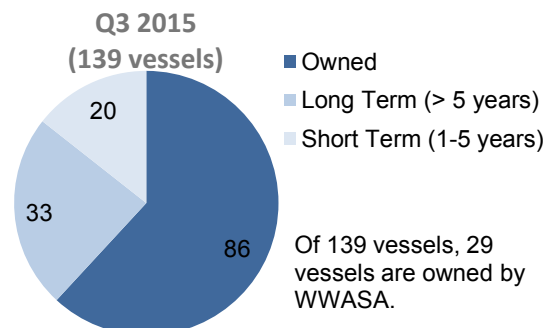
Global construction spending increased 2% quarter on quarter and 3% year over year. The construction spending in North America was supported by an improved housing market. Output of construction in Europe remained challenging, though slightly better than the previous quarter. The Chinese construction market remained weak.

Request for mining equipment continued to be modest due to low commodity prices and few new mining investments.

Demand for agriculture machinery continued the declining trend in the third quarter, impacted by lower crop prices.

### Tonnage update

At the end of the third quarter, group companies had a lifting capacity of 897 000 CEUs, slightly down quarter on quarter. With a net decrease of one vessel compared with the second quarter, the group controlled 139 vessels by the end of the third quarter equal to a 22% share of the global car carrying capacity.



No newbuildings were delivered to group companies in the third quarter.

At the end of the third quarter, the newbuilding programme for group companies counted eight vessels (63 300 CEUs) to be delivered in 2016-17. Two of the vessels are for WWASA's account. The group's newbuilding program equalled 11% of the world car carrier orderbook measured in CEUs.

The group did not order any new vessels and no vessels were redelivered to external owners during the quarter. Two vessels in the global fleet were sold for recycling in the third quarter.

### WWASA logistics

*WWASA's logistics segment includes logistics activities within Wallenius Wilhelmsen Logistics (WWL, owned 50%), American Shipping and Logistics Group (ASL, owned 50%) and Hyundai Glovis (owned 12.0%).*

The total income for the logistics segment was down 4% and the operating profit was on par with the previous quarter.

Contributions from both Hyundai Glovis and WWL were on par with the second quarter. As WWASA includes the net result of Hyundai Glovis one quarter in arrears, the contribution in the fourth quarter will drop substantially following reported negative currency effects in the third quarter in Hyundai Glovis.

**Hyundai Glovis** *Hyundai Glovis is a global integrated logistics company listed on the KRX Korea Exchange. WWASA owns 12.0% of Hyundai Glovis. The investment is reported in WWASA's accounts as "associated company", with share of net result reported as income partly under shipping and partly under logistics one quarter in arrears.*

WWASA's shareholding in Hyundai Glovis was valued at USD 853 million on 30 September 2015.

### WWASA share price development

Value of investment:	End	End
Wilh. Wilhelmsen ASA	Q3'15	Q2'15
WWASA share price (NOK)	36,60	47,20
WWASA shares held by WWH (million)	160	160
Value of WWH shareholding (NOK million)	5 856	7 552
Value per WWH/WWIB share (NOK)	126	163

Return:	Q3'15	YTD
Wilh. Wilhelmsen ASA	Q3'15	YTD
Dividend (NOK per share)	0,00	1,00
Price return (share price development)	-22 %	-20 %
Total return (incl. dividend; not reinvested)	-22 %	-18 %

The WWASA share price decreased by 22% during the third quarter of 2015, reducing the market value of WWH's shares in WWASA to NOK 5 856 million as of 30 September 2015. This represented NOK 126 per outstanding share in WWH (WWI/WWIB).

### Update on anti-trust investigation

The authorities in Japan (2013) and South Africa (2015) have fined WWL for anti-trust behaviour. WWL and EUKOR continue to be part of anti-trust investigations of the car carrying industry in several jurisdictions, of which the EU and US are among the bigger jurisdictions. As some of the processes are confidential, WWASA is not in a position to comment on the ongoing investigations within the respective jurisdictions. The processes are expected to continue to take time, but further clarifications within some jurisdictions are expected during the fourth quarter 2015 and 2016.

WWASA has in the third quarter accounts made a provision of USD 200 million representing the estimated exposure in WWL and EUKOR. The final outcome, however, is uncertain and processes will still take time.

### Events after the quarter

EUKOR has agreed with Hyundai Motor Group to carry Hyundai/KIA vehicle exports from Korea for a further four years. The new period commences January 2016 and ends 31 December 2019. The volume portion will decline from 50% in the first two years to 40% the remaining two years. Details of the contract are still to be finalised.

In 2014, EUKOR transported approximately 4.6 million CEUs of which 1.7 million where on behalf of Hyundai and Kia.

## Wilhelmsen Maritime Services

The Wilhelmsen Maritime Services group (WMS) is a global provider of ships service, ship management and technical solutions towards the maritime industry. WMS is a wholly-owned subsidiary of WWH.

### Key figures - Wilhelmsen Maritime Services

USD mill <i>- unless otherwise indicated</i>	Q3'15	Q2'15	Q-on-Q Change	Q3'14	Y-o-Y Change	01.01- 30.09.15	01.01- 30.09.14	Y-o-Y Change
<b>Total income</b>	<b>236</b>	<b>254</b>	<b>-7 %</b>	<b>273</b>	<b>-14 %</b>	<b>747</b>	<b>832</b>	<b>-10 %</b>
- Ships Service	157	159	-1 %	170	-7 %	483	520	-7 %
- Ship Management	13	13	-1 %	14	-9 %	40	42	-6 %
- Technical Solutions	65	81	-20 %	88	-26 %	220	260	-15 %
- Corporate/other/eliminations	1	1		1		5	10	
<b>EBITDA</b>	<b>36</b>	<b>33</b>	<b>9 %</b>	<b>23</b>	<b>54 %</b>	<b>101</b>	<b>84</b>	<b>20 %</b>
- EBITDA margin (%)	15,3 %	13,0 %		8,6 %		13,5 %	10,1 %	
<b>Operating profit/EBIT</b>	<b>-21</b>	<b>28</b>	<b>neg.</b>	<b>17</b>	<b>neg.</b>	<b>34</b>	<b>64</b>	<b>-48 %</b>
- EBIT margin (%)	-8,9 %	11,0 %		6,3 %		4,5 %	7,7 %	
- Financial income/(expense)	3	-13		-9		-2	-26	
- Tax income/(expense)	-11	-4		-2		-24	-10	
<b>Profit/(loss)</b>	<b>-29</b>	<b>11</b>		<b>6</b>		<b>7</b>	<b>29</b>	
- Profit margin (%)	-12,2 %	4,4 %		2,1 %		1,0 %	3,4 %	
- Minority interests	0	0		1		2	3	
<b>Profit/(loss) after minority</b>	<b>-29</b>	<b>11</b>		<b>5</b>		<b>6</b>	<b>26</b>	

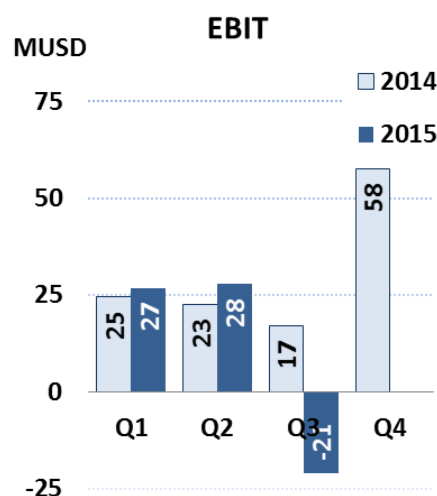
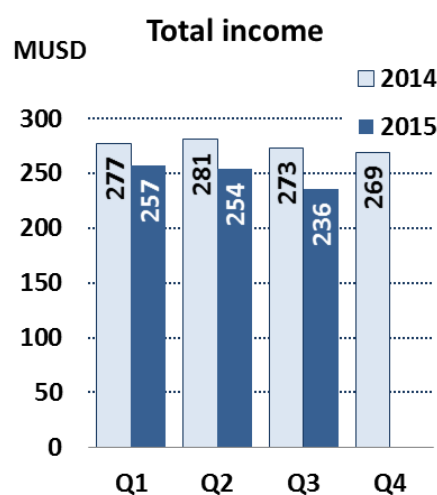
### Result for the third quarter

Total income for WMS in the third quarter was USD 236 million, a reduction from the previous quarter mainly due to currency effect of a strong USD and seasonality.

Operating profit for the quarter included a USD 50 million impairment charge related to Technical Solutions. Excluding the impairment charge the operating profit was USD 29 million, an increase of 4% from the previous quarter. The strong USD continued to have a positive impact, contributing to a healthy operating margin of 12.3% in the third quarter when excluding the impairment charge.

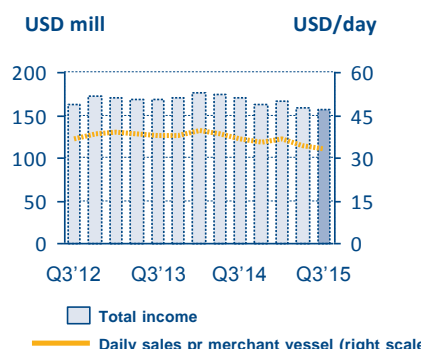
Financial income for WMS amounted to USD 3 million, mainly due to currency gains. Tax expense was USD 11 million, representing a normal tax rate for the quarter when adjusting for the impairment charges which are not tax deductible.

The net result after tax and minority for the quarter was a loss of USD 29 million. Excluding the impairment charge WMS had a profit of USD 21 million.



## Wilhelmsen Ships Service (WSS)

WSS is a global provider of standardised product brands and service solutions to the maritime industry, focusing on marine products, marine chemicals, safety products and services, maritime logistics and ships agency. WSS is a wholly owned subsidiary of WMS.



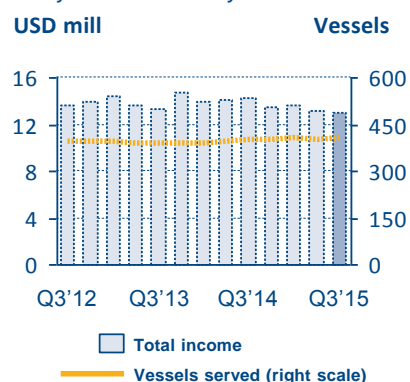
Total income for WSS was flat compared with the previous quarter. Among the business streams, safety services reported reduced income while other activities delivered relatively stable income development. When measured against the total global merchant fleet<sup>1</sup>, WSS generated income of USD 33 per day/vessel in the third quarter. Revenue measured in USD is below 3-year average due to currency effect on non-USD revenue.

Favourable development in exchange rates continued to have a positive impact on operating profit in the third quarter.

During the quarter, WSS signed an agreement to acquire Timm AS, a leading provider of high performance ropes worldwide. The acquisition was completed 1 October. Timm's current annual revenue is approximately USD 16 million.

## Wilhelmsen Ship Management (WSM)

WSM provides full technical management, crewing and related services for all major vessel types with exception of oil tankers. WSM is a wholly owned subsidiary of WMS.



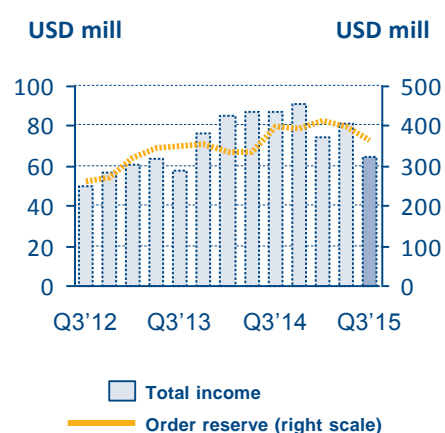
<sup>1</sup> Total global merchant fleet >1000gt, revised fleet base from previous years (excl. repair/rebuildings/layup); source IHS Fairplay

Total income for WSM remained stable while the operating profit was slightly lower compared with previous quarter. The strong USD influenced both the top-line and operating profit.

Average number of vessels on full technical management was on par with the previous quarter. By the end of September, WSM served 405 ships worldwide, out of which approximately 40% were on full technical management and 6% were on layup management. The remaining contracts were related to crewing services.

## Wilhelmsen Technical Solutions (WTS)

This includes entities providing fully engineered solutions, equipment and services towards the maritime and offshore industries, focusing on safety systems, electrical energy management, HVAC-R and insulation for newbuilds and retrofits.



Total income for WTS was reduced by 20% compared with the previous quarter, reflecting seasonality and reduced offshore activity. The total order reserve was reduced to USD 362 million at the end of the third quarter compared with USD 395 million three months earlier.

The WTS operating profit decreased in the third quarter following the reduction in activity level.

A process has been ongoing related to sale of the Callenberg part of the WTS business portfolio. This process has now been put on hold. Following this decision, a USD 50 million impairment has been made covering all remaining goodwill originating from the acquisition in 2008 of the Callenberg group.

## Corporate/other activities

This includes Wilhelmsen Insurance Services (WIS) and certain corporate services.

Wilhelmsen Insurance Services had a fairly stable development in total income and operating profit compared with the previous quarter.



## Holding and investments

Holding and investments include activities performed by the holding company and investments outside WWASA and WMS. This includes investments held by Wilh. Wilhelmsen Holding Invest (WWHI), a wholly owned subsidiary of WWH.

### Key figures - Holding and investments

USD mill - unless otherwise indicated	Q3'15	Q2'15	Q-on-Q Change	Q3'14	Y-o-Y Change	01.01- 30.09.15	01.01- 30.09.14	Y-o-Y Change
<b>Total income</b>	<b>6</b>	<b>10</b>	<b>-36 %</b>	<b>9</b>	<b>-30 %</b>	<b>22</b>	<b>27</b>	<b>-18 %</b>
- Holding	5	6	-16 %	6	-23 %	15	20	
- NorSea Group	2	4	-64 %	3	-46 %	7	8	
- Other investments	0	0		0		0	0	
- Eliminations	0	0		0		0	0	
<b>EBITDA</b>	<b>-2</b>	<b>2</b>		<b>0</b>		<b>-1</b>	<b>-2</b>	
<b>Operating profit/EBIT</b>	<b>-2</b>	<b>2</b>		<b>-1</b>		<b>-2</b>	<b>-2</b>	
<b>Financial income/(expenses)</b>	<b>0</b>	<b>1</b>	<b>-87 %</b>	<b>1</b>	<b>-85 %</b>	<b>6</b>	<b>8</b>	<b>-33 %</b>
- Investment management	-2	0		2		3	9	
- Qube	0	1		0		1	1	
- Other financial income/(expense)	2	0		-1		1	-3	
- Tax income/(expense)	0	2		1		1	3	
<b>Profit/(loss)</b>	<b>-2</b>	<b>5</b>		<b>1</b>		<b>5</b>	<b>9</b>	
- Minority interests	0	0		0		0	0	
<b>Profit/(loss) after minority</b>	<b>-2</b>	<b>5</b>		<b>1</b>		<b>5</b>	<b>9</b>	

### Result for the third quarter

Total income for the Holding and Investments segment decreased to USD 6 million in the third quarter. The contribution from NorSea Group (NSG) was down compared with the previous quarter mainly due to restructuring cost and currency losses.

The operating loss in Holding and Investments was USD 2 million, reflecting a net holding cost and lower income from NSG.

Net financials was a net income of USD nil million, including a USD 2 million loss from Investment management and a net financial currency gain of USD 2 million.

Net loss after minority for the period was USD 2 million.

### NorSea Group (NSG)

NSG is a leading provider of supply bases and integrated logistics solution to the Norwegian and Danish offshore industry. Through WWHI, WWH owns 40% of NSG. NSG is reported in WWH's accounts as "associated investment", with share of net result reported as income from associated investments.

Preliminary total income for NSG increased to NOK 855 million in the third quarter, including share of profits from associates and joint ventures and sales gains. Income was up for most supply bases supported by normal seasonality. Operating profit was some down, impacted by restructuring activities. The third

quarter was also impacted by currency losses related to non-NOK financing.

WWHI share of net result in NSG was USD 2 million for the quarter.

### Qube Holdings Limited (Qube)

Qube is Australia's largest integrated provider of import and export logistics services, and listed on the Australian Securities Exchange. Through WWHI, WWH owns 6.3% of Qube. The Qube investment is reported in WWH's accounts as "investment available for sale", with changes in market value of the shareholding reported under comprehensive income and dividend income reported as financial income.

Value of investment:	End Q3'15	End Q2'15
<b>Qube Logistics Holding Limited</b>		
Qube share price (AUD)	1,98	2,35
Qube shares held by WWH (million)	66	66
Value of WWH shareholding (AUD million)	131	155
Value of WWH shareholding (USD million)	92	119
Value of WWH shareholding (NOK million)	781	937
<b>Value per WWI/WWIB share (NOK)</b>	<b>17</b>	<b>20</b>

Return (in AUD):	Q3'15	YTD
<b>Qube Logistics Holding Limited</b>		
Dividend (AUD per share)	0,000	0,027
Price return (share price development)	-16 %	-19 %
Total return (incl. dividend; not reinvested)	-16 %	-17 %

The investment in Qube represented NOK 17 per outstanding share in WWH (WWI/WWIB) by the end of the third quarter. In September, Qube declared interim dividend of AUD 0.027 per share, which was paid in October. Total proceeds to WWHI of USD 1 million will be reported as financial income in the fourth quarter.

## Investment management

*Investment management includes investment in equities, bonds and other financial assets available for sale and managed as part of an investment portfolio.*

The financial investment portfolio held by WWH was USD 89 million by the end of the third quarter, up from USD 88 million by the end of the previous quarter. The portfolio primarily included Nordic equities and investment-grade

bonds. Net loss from investment management was USD 2 million in the third quarter.

## Holding and other activities

*Holding/other activities includes WillNor Governmental Services (owned 51%) and general holding activities.*

Holding activities was stable for the quarter.

## WWH share price and dividend

Share price and outstanding shares:	End Q3'15	End Q2'15
<b>Wilh. Wilhelmsen Holding ASA</b>		
WWI share price (NOK)	144,50	170,50
WWIB share price (NOK)	142,00	170,00
WWI shares	34 637 092	34 637 092
- of which owned by the company	100 000	100 000
WWIB shares	11 866 732	11 866 732
- of which owned by the company	0	0
<b>Total outstanding shares</b>	<b>46 403 824</b>	<b>46 403 824</b>

Return:	Q3'15	YTD
<b>Wilh. Wilhelmsen Holding ASA</b>		
WWI dividend (NOK per share)	0,00	3,00
WWI price return (share price development)	-15 %	-15 %
WWI total return (incl. dividend; not reinvested)	-15 %	-13 %
WWIB dividend (NOK per share)	0,00	3,00
WWIB price return (share price development)	-16 %	-13 %
WWIB total return (incl. dividend; not reinvested)	-16 %	-12 %

The WWH share price decreased during the third quarter, with the WWI share declining by

15% to NOK 144.50 while the WWIB share was down by 16% to NOK 142.00.

On 23 April 2015 the annual general meeting decided to pay a first dividend of NOK 3.00 per share and authorised the board to distribute additional dividend of up to NOK 3.00 per share. In line with this authority, the board of directors has decided to pay a second dividend of NOK 2.00 per share. The last day of trading including dividend will be 12 November, with shares trading ex dividend on 13 November. Payment of a second dividend is expected to be on or about 26 November.

## Prospects

### Wilh. Wilhelmsen ASA

The shipping activities in WWASA are expected to remain challenging, with added pressure on margins.

Logistics activities are expected to be on par with the 2015 levels.

WWASA will ensure a continuous focus on operational efficiency and cost-reducing initiatives.

### Wilhelmsen Maritime Services

The general maritime services market remains soft and with a more recent reduction in offshore project activity. A strong USD will, however, continue to have a positive impact on operating profits short term.

A process is ongoing related to the future structure of the WTS business area.

### WWH ASA group

The board expects the market sentiment to be slightly weaker in the fourth quarter.

Lysaker, 10 November 2015

The board of directors of Wilh. Wilhelmsen Holding ASA

Forward-looking statements presented in this report are based on various assumptions. These assumptions were reasonable when made, but as assumptions are inherently subject to uncertainties and contingencies which are difficult or impossible to predict. WWH cannot give assurances that expectations regarding the future outlook will be achieved or accomplished.

## Income statement - segment reporting <sup>1</sup>

Joint ventures based on proportionate method

USD mill	WWASA group			WMS group			Holding and Investments <sup>3</sup>			Eliminations			Total		
	Q3 2015	Q3 2014	Full year 2014	Q3 2015	Q3 2014	Full year 2014	Q3 2015	Q3 2014	Full year 2014	Q3 2015	Q3 2014	Full year 2014	Q3 2015	Q3 2014	Full year 2014
<b>Quarter</b>															
Operating revenue	546	619	2 525	234	271	1 090	5	6	26	(6)	(8)	(31)	779	889	3 610
<b>Other income</b>															
Share of profit/ (loss) from associates	12	30	66	1	1	6	2	3	6				15	34	79
Gain on disposals of assets				1	1	5							1	1	5
<b>Total income</b>	<b>558</b>	<b>650</b>	<b>2 592</b>	<b>236</b>	<b>273</b>	<b>1 101</b>	<b>6</b>	<b>9</b>	<b>32</b>	<b>(6)</b>	<b>(8)</b>	<b>(31)</b>	<b>795</b>	<b>924</b>	<b>3 693</b>
<b>Operating expenses</b>															
Voyage expenses	(202)	(264)	(1 061)										(202)	(264)	(1 061)
Vessel expenses	(23)	(21)	(82)										(23)	(21)	(82)
Charter expenses	(76)	(83)	(329)										(76)	(83)	(329)
Inventory cost				(103)	(130)	(518)			(1)				(103)	(131)	(520)
Employee benefits	(40)	(49)	(197)	(65)	(78)	(267)	(3)	(5)	(7)			1	(108)	(133)	(470)
Other expenses	(310)	(123)	(510)	(32)	(41)	(169)	(4)	(4)	(16)	6	8	31	(342)	(160)	(664)
Depreciation and impairments	(41)	(44)	(160)	(57)	(6)	(24)			(1)				(98)	(50)	(185)
<b>Total operating expenses</b>	<b>(692)</b>	<b>(584)</b>	<b>(2 339)</b>	<b>(257)</b>	<b>(256)</b>	<b>(979)</b>	<b>(8)</b>	<b>(10)</b>	<b>(26)</b>	<b>6</b>	<b>8</b>	<b>31</b>	<b>(952)</b>	<b>(842)</b>	<b>(3 312)</b>
<b>Operating profit/ (loss) <sup>2</sup></b>	<b>(134)</b>	<b>66</b>	<b>253</b>	<b>(21)</b>	<b>17</b>	<b>122</b>	<b>(2)</b>	<b>(1)</b>	<b>6</b>	<b>0</b>	<b>(0)</b>	<b>0</b>	<b>(157)</b>	<b>83</b>	<b>381</b>
Financial income/(expenses)	(73)	(9)	(131)	3	(9)	7		1	16				(69)	(17)	(108)
<b>Profit/(loss) before tax</b>	<b>(207)</b>	<b>57</b>	<b>122</b>	<b>(18)</b>	<b>8</b>	<b>129</b>	<b>(2)</b>	<b>0</b>	<b>22</b>	<b>0</b>	<b>(0)</b>	<b>0</b>	<b>(226)</b>	<b>66</b>	<b>273</b>
Tax income/(expense)	(5)	(3)	46	(11)	(2)	(25)		1	(1)				(16)	(4)	20
<b>Profit/(loss)</b>	<b>(212)</b>	<b>55</b>	<b>168</b>	<b>(29)</b>	<b>6</b>	<b>104</b>	<b>(2)</b>	<b>1</b>	<b>21</b>	<b>0</b>	<b>(0)</b>	<b>0</b>	<b>(243)</b>	<b>62</b>	<b>292</b>
Minority interests	(58)	15	47	0	1	4							(57)	16	51
<b>Profit/(loss) to the owners of parent</b>	<b>(155)</b>	<b>39</b>	<b>121</b>	<b>(29)</b>	<b>5</b>	<b>100</b>	<b>(2)</b>	<b>1</b>	<b>21</b>	<b>0</b>	<b>(0)</b>	<b>0</b>	<b>(186)</b>	<b>46</b>	<b>241</b>

<sup>1</sup> The report is based on the proportionate method for all material joint ventures in the WWH group.

In Wilh. Wilhelmsen Holding group's financial interim reports, the equity method is applied for consolidation of joint ventures. This method provides a fair presentation of the group's financial position. However, during the day to day operations, management are using the proportionate method for their analysis and decision making.

<sup>2</sup> Cash settled portion of bunker hedge swaps is included in net operating profit by reduction/(increase) of voyage related expenses.

<sup>3</sup> Holding and Investments includes Wilh. Wilhelmsen Holding ASA, Wilh. Wilhelmsen Holding Invest group and minor activities which fail to meet the definition for other segments.

### 2014: Disposals gain/(loss) of assets and impairment charges (Included in share of profits from joint ventures and associates)

There has not been any material gain/(loss) the first, second, third and fourth quarter of 2014.

## Income statement - segment reporting <sup>1</sup>

Joint ventures based on proportionate method

USD mill	WWASA group			WMS group			Holding and Investments <sup>3</sup>			Eliminations			Total		
	YTD 2015	YTD 2014	Full year 2014	YTD 2015	YTD 2014	Full year 2014	YTD 2015	YTD 2014	Full year 2014	YTD 2015	YTD 2014	Full year 2014	YTD 2015	YTD 2014	Full year 2014
<b>Year to date</b>															
Operating revenue	1 702	1 912	2 525	738	821	1 090	15	20	26	(19)	(25)	(31)	2 437	2 728	3 610
<b>Other income</b>															
Share of profit/ (loss) from associates	35	56	66	3	4	6	7	8	6				45	68	79
Gain on disposals of assets	26			6	7	5							32	7	5
<b>Total income</b>	<b>1 763</b>	<b>1 968</b>	<b>2 592</b>	<b>747</b>	<b>832</b>	<b>1 101</b>	<b>22</b>	<b>27</b>	<b>32</b>	<b>(19)</b>	<b>(25)</b>	<b>(31)</b>	<b>2 514</b>	<b>2 803</b>	<b>3 693</b>
<b>Operating expenses</b>															
Voyage expenses	(634)	(807)	(1 061)										(634)	(807)	(1 061)
Vessel expenses	(67)	(63)	(82)										(67)	(63)	(82)
Charter expenses	(239)	(247)	(329)										(239)	(247)	(329)
Inventory cost				(336)	(388)	(518)	(1)	(1)	(1)				(337)	(389)	(520)
Employee benefits	(124)	(171)	(197)	(201)	(232)	(267)	(12)	(16)	(7)	1	1	1	(336)	(418)	(470)
Other expenses	(544)	(385)	(510)	(109)	(128)	(169)	(11)	(12)	(16)	18	24	31	(646)	(501)	(664)
Depreciation and impairments	(118)	(118)	(160)	(67)	(20)	(24)		(1)	(1)				(186)	(139)	(185)
<b>Total operating expenses</b>	<b>(1 727)</b>	<b>(1 791)</b>	<b>(2 339)</b>	<b>(714)</b>	<b>(768)</b>	<b>(979)</b>	<b>(24)</b>	<b>(30)</b>	<b>(26)</b>	<b>19</b>	<b>25</b>	<b>31</b>	<b>(2 446)</b>	<b>(2 564)</b>	<b>(3 312)</b>
<b>Operating profit/ (loss) <sup>2</sup></b>	<b>36</b>	<b>177</b>	<b>253</b>	<b>34</b>	<b>64</b>	<b>122</b>	<b>(2)</b>	<b>(2)</b>	<b>6</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>68</b>	<b>239</b>	<b>381</b>
Financial income/(expenses)	(115)	(56)	(131)	(2)	(26)	7	6	8	16				(112)	(73)	(108)
<b>Profit/(loss) before tax</b>	<b>(78)</b>	<b>121</b>	<b>122</b>	<b>31</b>	<b>39</b>	<b>129</b>	<b>4</b>	<b>6</b>	<b>22</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(43)</b>	<b>166</b>	<b>273</b>
Tax income/(expense)	(7)	(9)	46	(24)	(10)	(25)	1	3	(1)				(29)	(16)	20
<b>Profit/(loss)</b>	<b>(85)</b>	<b>112</b>	<b>168</b>	<b>7</b>	<b>29</b>	<b>104</b>	<b>5</b>	<b>9</b>	<b>21</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(72)</b>	<b>150</b>	<b>292</b>
Minority interests	(22)	32	47	2	3	4							(21)	34	51
<b>Profit/(loss) to the owners of parent</b>	<b>(63)</b>	<b>80</b>	<b>121</b>	<b>6</b>	<b>26</b>	<b>100</b>	<b>5</b>	<b>9</b>	<b>21</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(52)</b>	<b>115</b>	<b>241</b>

<sup>1/2/3</sup> Comments - see previous page

### 2015: Disposals gain/(loss) of assets and impairment charges (Included in share of profits from joint ventures and associates)

There has not been any material gain/(loss) the second and third quarter of 2015.

WWASA group: Q1 - Disposal of 0.5% shares in Hyundai Glovis by a gain of USD 26 mill.

### 2014: Disposals gain/(loss) of assets and impairment charges (Included in share of profits from joint ventures and associates)

There has not been any material gain/(loss) the first, second, third and fourth quarter of 2014.



## Income statement - segment reporting <sup>1</sup>

Joint ventures based on proportionate method

USD mill	WWASA group				WMS group				Holding & Investments <sup>3</sup>				Total incl eliminations			
	Q4 2014	Q1 2015	Q2 2015	Q3 2015	Q4 2014	Q1 2015	Q2 2015	Q3 2015	Q4 2014	Q1 2015	Q2 2015	Q3 2015	Q4 2014	Q1 2015	Q2 2015	Q3 2015
<b>Quarter on quarter</b>																
Operating revenue	613	573	583	546	269	253	252	234	6	5	6	5	882	825	833	779
<b>Other income</b>																
Share of profit/ (loss) from associates	10	9	14	12	2	2		1	(1)	1	4	2	10	12	18	15
Gain on disposals of assets		26		(0)	(2)	2	2	1					(2)	29	2	1
<b>Total income</b>	<b>624</b>	<b>609</b>	<b>596</b>	<b>558</b>	<b>269</b>	<b>257</b>	<b>254</b>	<b>236</b>	<b>4</b>	<b>6</b>	<b>10</b>	<b>6</b>	<b>890</b>	<b>866</b>	<b>854</b>	<b>795</b>
<b>Operating expenses</b>																
Voyage expenses	(255)	(215)	(217)	(202)									(255)	(215)	(217)	(202)
Vessel expenses	(19)	(23)	(22)	(23)									(19)	(23)	(22)	(23)
Charter expenses	(82)	(79)	(84)	(76)									(82)	(79)	(84)	(76)
Inventory cost					(130)	(118)	(116)	(103)					(131)	(118)	(116)	(103)
Employee benefits	(26)	(41)	(42)	(40)	(35)	(68)	(68)	(65)	8	(4)	(4)	(3)	(52)	(113)	(114)	(108)
Other expenses	(124)	(115)	(119)	(310)	(41)	(40)	(37)	(32)	(4)	(3)	(3)	(4)	(163)	(152)	(153)	(342)
Depreciation and impairments	(41)	(38)	(40)	(41)	(5)	(5)	(5)	(57)					(46)	(43)	(45)	(98)
<b>Total operating expenses</b>	<b>(547)</b>	<b>(511)</b>	<b>(523)</b>	<b>(692)</b>	<b>(211)</b>	<b>(230)</b>	<b>(226)</b>	<b>(257)</b>	<b>4</b>	<b>(8)</b>	<b>(8)</b>	<b>(8)</b>	<b>(748)</b>	<b>(743)</b>	<b>(751)</b>	<b>(952)</b>
<b>Operating profit/ (loss) <sup>2</sup></b>	<b>76</b>	<b>98</b>	<b>73</b>	<b>(134)</b>	<b>58</b>	<b>27</b>	<b>28</b>	<b>(21)</b>	<b>8</b>	<b>(2)</b>	<b>2</b>	<b>(2)</b>	<b>142</b>	<b>123</b>	<b>103</b>	<b>(157)</b>
Financial income/(expenses)	(75)	(46)	4	(73)	32	7	(13)	3	8	4	1	0	(35)	(35)	(8)	(69)
<b>Profit/(loss) before tax</b>	<b>1</b>	<b>52</b>	<b>77</b>	<b>(207)</b>	<b>90</b>	<b>34</b>	<b>15</b>	<b>(18)</b>	<b>16</b>	<b>2</b>	<b>3</b>	<b>(2)</b>	<b>107</b>	<b>88</b>	<b>95</b>	<b>(226)</b>
Tax income/(expense)	55	5	(7)	(5)	(15)	(9)	(4)	(11)	(4)		2	(0)	36	(4)	(9)	(16)
<b>Profit/(loss)</b>	<b>56</b>	<b>57</b>	<b>70</b>	<b>(212)</b>	<b>75</b>	<b>25</b>	<b>11</b>	<b>(29)</b>	<b>12</b>	<b>2</b>	<b>5</b>	<b>(2)</b>	<b>143</b>	<b>84</b>	<b>86</b>	<b>(243)</b>
Minority interests	16	16	19	(58)	1	1	0	0					17	16	20	(57)
<b>Profit/(loss) to the owners of parent</b>	<b>40</b>	<b>41</b>	<b>51</b>	<b>(155)</b>	<b>74</b>	<b>25</b>	<b>11</b>	<b>(29)</b>	<b>12</b>	<b>2</b>	<b>5</b>	<b>(2)</b>	<b>126</b>	<b>68</b>	<b>66</b>	<b>(186)</b>

<sup>1/2/3</sup> Comments - see previous page

USD mill	WWASA group				WMS group				Holding & Investments				Total incl eliminations			
	Q4 2014	Q1 2015	Q2 2015	Q3 2015	Q4 2014	Q1 2015	Q2 2015	Q3 2015	Q4 2014	Q1 2015	Q2 2015	Q3 2015	Q4 2014	Q1 2015	Q2 2015	Q3 2015
<b>One off pension</b>																
<b>Operating profit before one off pension</b>	<b>76</b>	<b>98</b>	<b>73</b>	<b>(134)</b>	<b>58</b>	<b>27</b>	<b>28</b>	<b>(21)</b>	<b>8</b>	<b>(2)</b>	<b>2</b>	<b>(2)</b>	<b>142</b>	<b>123</b>	<b>103</b>	<b>(157)</b>
Gain: term. benefit plan <sup>4</sup>	17				35				11				63			
<b>Total one off pension</b>	<b>17</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>35</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>11</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>63</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Operating profit after one off pension</b>	<b>60</b>	<b>98</b>	<b>73</b>	<b>(134)</b>	<b>23</b>	<b>27</b>	<b>28</b>	<b>(21)</b>	<b>(3)</b>	<b>(2)</b>	<b>2</b>	<b>(2)</b>	<b>80</b>	<b>123</b>	<b>103</b>	<b>(157)</b>

<sup>4</sup> Gain: termination of defined benefit plan for Norwegian employees (included in employees benefit)

## Notes - segment reporting

Joint ventures based on proportionate method

### Note 1 - Financial income/(expenses)

USD mill	01.07-30.09 2015	01.07-30.09 2014	YTD 2015	YTD 2014	Full year 2014
<b>Financial items</b>					
Investment management <sup>1</sup>	(9,2)	1,6	2,5	18,5	17,6
Interest income	1,9	1,6	5,2	6,1	8,0
Other financial items	(8,2)	(3,5)	(9,4)	(10,2)	(9,6)
<b>Net financial items</b>	<b>(15,4)</b>	<b>(0,3)</b>	<b>(1,7)</b>	<b>14,3</b>	<b>16,1</b>
<b>Financial - interest expenses</b>					
Interest expenses	(16,6)	(16,4)	(50,9)	(58,5)	(76,4)
Interest rate derivatives - realised	(8,5)	(8,7)	(36,7)	(19,8)	(28,5)
<b>Net financial - interest expenses</b>	<b>(25,2)</b>	<b>(25,1)</b>	<b>(87,6)</b>	<b>(78,3)</b>	<b>(104,9)</b>
<b>Interest rate derivatives - unrealised</b>	<b>(15,3)</b>	<b>10,3</b>	<b>4,6</b>	<b>(1,7)</b>	<b>(16,8)</b>
<b>Financial currency</b>					
Net currency gain/(loss)	27,0	8,0	12,5	(0,3)	86,0
Currency derivatives - realised	5,7	2,5	5,2	(0,8)	9,8
Currency derivatives - unrealised	(25,5)	6,4	(27,0)	12,0	(38,3)
Cross currency derivatives - realised	(11,2)	1,0	(0,1)	9,7	3,6
Cross currency derivatives - unrealised	(5,0)	(20,0)	(14,9)	(27,6)	(63,4)
<b>Net financial currency</b>	<b>(9,1)</b>	<b>(2,0)</b>	<b>(24,3)</b>	<b>(7,0)</b>	<b>(2,2)</b>
<b>Financial derivatives bunkers</b>					
Valuation of bunker hedges	(4,2)	0,0	(2,6)	(0,3)	(0,3)
<b>Net financial derivatives bunkers</b>	<b>(4,2)</b>	<b>0,0</b>	<b>(2,6)</b>	<b>(0,3)</b>	<b>(0,3)</b>
<b>Financial income/(expenses)</b>	<b>(69,3)</b>	<b>(17,1)</b>	<b>(111,6)</b>	<b>(73,1)</b>	<b>(108,2)</b>

<sup>1</sup> Includes financial derivatives for trading

#### Realised bunker and fuel hedges included in operating expenses

USD mill	01.07-30.09 2015	01.07-30.09 2014	YTD 2015	YTD 2014	Full year 2014
Cash settled bunker and fuel hedges	(1,6)		(2,6)	0,5	0,5

# FINANCIAL REPORT



Wilh. Wilhelmsen

# '15

Wilh. Wilhelmsen Holding ASA

THIRD QUARTER 2015

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# Report for the third quarter of 2015

## Financial report

In Wilh. Wilhelmsen Holding's financial report the equity method is applied for consolidation of joint ventures. This method provides a fair presentation of the group's financial position.

## Key figures

(USD mill)	Q3'15	Q2'15	Q-on-Q Change	Q3'14	Y-o-Y Change	01.01- 30.09.15	01.01- 30.09.14	Y-o-Y Change
<b>Total income</b>	141	376	-62 %	391	-64 %	911	1 168	-22 %
<b>EBITDA</b>	-93	121	neg.	103	neg.	162	291	-44 %
<b>Operating profit/EBIT</b>	-170	95	neg.	77	neg.	34	214	-84 %
<b>Profit(loss) after minority</b>	-186	66	neg.	46	neg.	-52	115	neg.
<b>EPS (USD)</b>	-4,00	1,43	neg.	0,98	neg.	-1,11	2,48	neg.

## Financial summary

### Result for the third quarter

Total income for the Wilh. Wilhelmsen Holding ASA group (WWH) for the quarter included a USD 200 million provision related to ongoing anti-trust investigations in Wilh. Wilhelmsen ASA (WWASA) joint ventures. Excluding the anti-trust provision total income for the third quarter was USD 341 million, down 9% compared with the previous quarter. The reduction was mainly due to seasonality impacting both WWASA's shipping volumes and certain activities within Wilhelmsen Marine Services (WMS). The currency effect from the strong USD also had an impact.

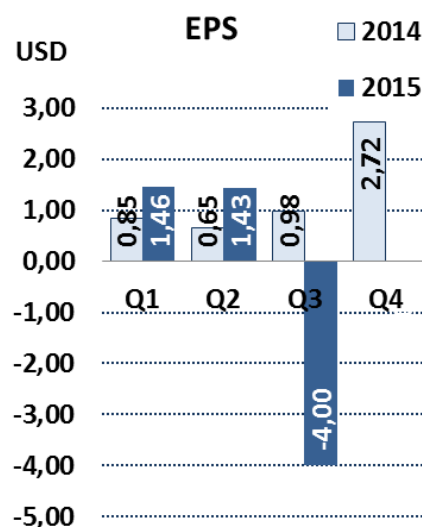
In addition to the anti-trust provision, operating result for the quarter included a USD 50 million impairment charge related to a WMS business area. Excluding the impairment charge and anti-trust provision the operating profit was USD 80 million, down 15% from the previous quarter. The reduction was due to lower contribution from WWASA shipping and NorSea Group. Operating profit in WMS excluding impairment charge continued its upward trend, supported by a strong USD.

Net financials was an expense of USD 60 million in the third quarter, impacted by a USD 31 million loss on net interest rate derivatives. Contribution from investment management and net financial currency was also negative, showing a loss of USD 10 million and USD 4 million respectively for the quarter. Development in net financials were to a large degree reflecting changes in USD interest rates and currency.

Tax was included with an expense of USD 13 million.

Minority interests' share of net loss for the quarter was USD 57 million, mainly related to minority shareholders in WWASA.

Profit after minority interests was a loss of 186 million in the third quarter, reflecting the anti-trust provision, impairment charge and high net financial expenses.





## Cash flow, liquidity and debt

The WWH group had a net decrease in cash and cash equivalents of USD 52 million in the third quarter.

Cash flow from operating activities was USD 35 million, reflecting an increase in working capital and limited dividend from joint ventures and associates. Cash flow from investing activities was negative with USD 32 million due to a mix of fixed asset and financial investments. Cash flow from financing activities was negative with USD 55 million, reflecting net debt repayment and interest paid during the period.

<b>Cash flow</b>		
<i>USD mill. - unless otherwise indicated</i>	<b>Q3'15</b>	<b>Q2'15</b>
Cash from operations	35	92
Dividend received from joint ventures and associates	1	36
<b>Net cash provided by operating activities</b>	<b>35</b>	<b>92</b>
Investments in fixed assets	-21	-84
Net financial investments	-13	-9
Sale of assets/ Other	2	0
<b>Net cash flow from investing activities</b>	<b>-32</b>	<b>-93</b>
Net repayment of debt	-15	38
Dividend to shareholders and minorities	-1	-27
Interest payment/other	-39	-25
<b>Net cash flow from financing activities</b>	<b>-55</b>	<b>-14</b>
<b>Net increase in cash and cash equivalents</b>	<b>-52</b>	<b>-14</b>

Cash and cash equivalents for the group amounted to USD 334 million by end of the third quarter of 2015. Total liquid assets including current financial investments amounted to USD 669 million. In addition to this, the main group companies also have undrawn committed drawing rights to cover investments and any short-term cash flow needs, including where relevant back stop for outstanding certificates and bonds with a remaining term of less than 12 months to maturity.

The WWH group carries out active financial asset management of part of the group's liquidity. The value of the group's investment portfolio remained stable amounting to USD 335 million at the end of the third quarter, with investments in various asset classes including Nordic shares and investment grade bonds. Of this, USD 89 million were in the parent company.

### **Liquidity and debt**

<i>USD mill. - unless otherwise indicated</i>	<b>30.09.15</b>	<b>30.06.15</b>
<b>Cash and cash equivalent</b>	<b>334</b>	<b>386</b>
- Wilh. Wilhelmsen ASA	132	160
- Wilhelmsen Maritime Services	144	156
- Holding & Investments	58	70
- Eliminations	0	0
<b>Current financial investments</b>	<b>335</b>	<b>337</b>
- Wilh. Wilhelmsen ASA	246	248
- Wilhelmsen Maritime Services	0	0
- Holding & Investments	89	88
- Eliminations	0	0
<b>Interest bearing debt</b>	<b>1 704</b>	<b>1 746</b>
- Wilh. Wilhelmsen ASA	1 358	1 393
- Wilhelmsen Maritime Services	314	318
- Holding & Investments	32	35
- Eliminations	0	0

The group funds its investments and operations from several capital sources, including the commercial bank loan market, financial leases, export financing and the Norwegian bond market. Business activities are primarily financed over the balance sheet of the relevant subsidiary or joint venture.

As of 30 September 2015 the group's total interest-bearing debt amounted to USD 1 704 million, of which USD 32 million was related to Holding and Investments, USD 314 million related to the WMS group and USD 1 358 million related to the WWASA group.

Lysaker, 10 November 2015

The board of directors of Wilh. Wilhelmsen Holding ASA

Forward-looking statements presented in this report are based on various assumptions. These assumptions were reasonable when made, but as assumptions are inherently subject to uncertainties and contingencies which are difficult or impossible to predict. WWH cannot give assurances that expectations regarding the future outlook will be achieved or accomplished.

## Income statement - financial report

Joint ventures based on equity method

USD mill	Note	01.07-30.09 2015	01.07-30.09 2014	YTD 2015	YTD 2014	Full year 2014
Operating revenue		309	340	967	1 026	1 369
<b>Other income</b>						
Share of profit/ (loss) from joint ventures and associates		(169)	50	(88)	135	165
Gain on disposals of assets	2	1	1	32	7	5
<b>Total income</b>		<b>141</b>	<b>391</b>	<b>911</b>	<b>1 168</b>	<b>1 538</b>
<b>Operating expenses</b>						
Vessel expenses		(11)	(11)	(34)	(36)	(47)
Charter expenses		(6)	(6)	(16)	(17)	(23)
Inventory cost		(103)	(131)	(337)	(389)	(520)
Employee benefits	3	(81)	(99)	(251)	(308)	(337)
Other expenses		(34)	(41)	(110)	(125)	(167)
Depreciation and impairments	4	(77)	(25)	(128)	(78)	(105)
<b>Total operating expenses</b>		<b>(311)</b>	<b>(314)</b>	<b>(877)</b>	<b>(954)</b>	<b>(1 199)</b>
<b>Operating profit/ (loss)</b>		<b>(170)</b>	<b>77</b>	<b>34</b>	<b>214</b>	<b>339</b>
Financial income/(expenses)	4	(60)	(13)	(87)	(59)	(85)
<b>Profit/ (loss) before tax</b>		<b>(230)</b>	<b>64</b>	<b>(52)</b>	<b>155</b>	<b>255</b>
Tax income/(expense)	6	(13)	(3)	(21)	(7)	36
<b>Profit/ (loss) for the period</b>		<b>(243)</b>	<b>61</b>	<b>(74)</b>	<b>148</b>	<b>290</b>
Attributable to: minority interests		(57)	15	(22)	33	49
owners of the parent		(186)	46	(52)	115	241
Basic earnings per share (USD)	7	(4,00)	0,98	(1,11)	2,48	5,20

## Comprehensive income - financial report

Joint ventures based on equity method

USD mill		01.07-30.09 2015	01.07-30.09 2014	YTD 2015	YTD 2014	Full year 2014
<b>Profit/ (loss) for the period</b>		<b>(243)</b>	<b>61</b>	<b>(74)</b>	<b>148</b>	<b>290</b>
<b>Items that will be reclassified to income statement</b>						
Net investment hedge/cash flow hedges (net after tax)					(1)	7
Revaluation market to market value		(23)	13	(24)	32	24
Currency translation differences	5	(65)	(41)	(111)	(33)	(168)
<b>Items that will not be reclassified to income statement</b>						
Remeasurement postemployment benefits, net of tax				(1)		(51)
<b>Other comprehensive income, net of tax</b>		<b>(87)</b>	<b>(28)</b>	<b>(136)</b>	<b>(2)</b>	<b>(187)</b>
<b>Total comprehensive income for the period</b>		<b>(330)</b>	<b>32</b>	<b>(210)</b>	<b>146</b>	<b>103</b>
<b>Total comprehensive income attributable to:</b>						
Owners of the parent		(272)	17	(187)	113	62
Minority interests		(58)	15	(24)	34	42
<b>Total comprehensive income for the period</b>		<b>(330)</b>	<b>32</b>	<b>(210)</b>	<b>146</b>	<b>103</b>

The above consolidated income statement should be read in conjunction with the accompanying notes.

## Balance sheet - financial report

Joint ventures based on equity method

USD mill	Note	30.09.2015	30.09.2014	31.12.2014
<b>Non current assets</b>				
Deferred tax asset	6	59	21	43
Goodwill and other intangible assets	3	205	306	276
Vessels, property and other tangible assets	3	2 019	1 979	1 950
Investments in joint ventures and associates		1 105	1 321	1 264
Other non current assets	8	120	170	154
<b>Total non current assets</b>		<b>3 508</b>	<b>3 797</b>	<b>3 687</b>
<b>Current assets</b>				
Inventory		107	126	110
Current financial investments		335	350	324
Other current assets		359	416	354
Cash and cash equivalents		334	428	364
<b>Total current assets</b>		<b>1 136</b>	<b>1 320</b>	<b>1 152</b>
<b>Total assets</b>		<b>4 644</b>	<b>5 117</b>	<b>4 839</b>
<b>Equity</b>				
Paid-in capital	9	122	122	122
Retained earnings	7/9	1 534	1 804	1 738
<b>Attributable to equity holders of the parent</b>		<b>1 656</b>	<b>1 926</b>	<b>1 860</b>
Minority interests		434	470	469
<b>Total equity</b>		<b>2 091</b>	<b>2 395</b>	<b>2 329</b>
<b>Non current liabilities</b>				
Pension liabilities		80	101	92
Deferred tax	6	26	59	8
Non current interest-bearing debt	10	1 573	1 647	1 590
Other non current liabilities		316	222	297
<b>Total non current liabilities</b>		<b>1 995</b>	<b>2 028</b>	<b>1 987</b>
<b>Current liabilities</b>				
Current income tax		21	2	11
Public duties payable		7	6	9
Current interest-bearing debt	10	131	223	103
Other current liabilities		399	462	399
<b>Total current liabilities</b>		<b>558</b>	<b>694</b>	<b>522</b>
<b>Total equity and liabilities</b>		<b>4 644</b>	<b>5 117</b>	<b>4 839</b>

The above consolidated balance sheet should be read in conjunction with the accompanying notes.

## Cash flow statement - financial report

### Joint ventures based on equity method

USD mill	Note	01.07-30.09 2015	01.07-30.09 2014	YTD 2015	YTD 2014	Full year 2014
<b>Cash flow from operating activities</b>						
Profit/ (loss) before tax		(230)	64	(52)	155	254
Financial (income)/expenses		35	4	21	34	(49)
Financial derivatives unrealised		34	5	71	18	118
Depreciation/impairment	3	77	25	128	78	105
Loss/ (gain) on sale of fixed assets	3	(1)		(4)	(1)	(2)
(Gain)/loss from sale of subsidiaries, joint ventures and associates	2			(28)	(4)	(4)
Change in net pension asset/liability		(5)	(3)	(8)	(6)	(61)
Change in inventory		(5)	(3)	(6)	(5)	2
Change in working capital		(38)	(5)	(46)	(32)	(50)
Share of (profit)/ loss from joint ventures and associates		169	(50)	88	(135)	(165)
Dividend received from joint ventures and associates		1	5	37	40	103
Tax paid (company income tax, withholding tax)		(3)	(4)	(8)	(10)	(11)
<b>Net cash provided by operating activities</b>		<b>35</b>	<b>40</b>	<b>193</b>	<b>131</b>	<b>241</b>
<b>Cash flow from investing activities</b>						
Proceeds from sale of fixed assets	3	4	9	13	22	26
Investments in fixed assets	3	(21)	(21)	(181)	(75)	(91)
Net proceeds from sale of subsidiaries				2	9	9
Net proceeds from sale of joint ventures and associates	2	2		41	1	1
Investments in joint ventures and associates					(17)	(17)
Loans granted to joint ventures and associates			1		(1)	1
Proceeds from sale of financial investments		36	21	109	73	90
Current financial investments		(49)	(24)	(147)	(78)	(92)
Interest received		3	1	5	5	6
Changes in other investments		(7)		(6)		
<b>Net cash flow from investing activities</b>		<b>(32)</b>	<b>(12)</b>	<b>(165)</b>	<b>(62)</b>	<b>(66)</b>
<b>Cash flow from financing activities</b>						
Proceeds from issue of debt		93	177	221	669	696
Repayment of debt		(108)	(147)	(167)	(607)	(753)
Interest paid including interest derivatives		(45)	(14)	(89)	(60)	(91)
Cash from financial derivatives		6	3	5	8	12
Dividend to shareholders/purchase of own shares		(1)	(1)	(28)	(37)	(60)
<b>Net cash flow from financing activities</b>		<b>(55)</b>	<b>18</b>	<b>(58)</b>	<b>(27)</b>	<b>(197)</b>
<b>Net increase in cash and cash equivalents <sup>1</sup></b>		<b>(52)</b>	<b>46</b>	<b>(30)</b>	<b>43</b>	<b>(21)</b>
Cash and cash equivalents at the beg. of the period <sup>1</sup>		386	383	364	386	386
<b>Cash and cash equivalents at the end of the period <sup>1</sup></b>		<b>334</b>	<b>428</b>	<b>334</b>	<b>428</b>	<b>364</b>

<sup>1</sup> Excluding restricted cash.

The group is located and operating world wide, and every entity has several bank accounts in different currencies. Unrealised currency effects are included in net cash provided by operating activities.

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.



## Statement of changes in equity - financial report

Joint ventures based on equity method

### Statement of changes in equity - Year to date

USD mill	Share capital	Retained earnings	Total	Minority interests	Total equity
<b>Balance at 31.12.2014</b>	122	1 738	1 861	469	2 329
Profit/ (loss) for the period		(52)	(52)	(22)	(74)
Comprehensive income		(135)	(135)	(2)	(136)
Paid dividends to shareholders		(18)	(18)	(11)	(28)
<b>Balance 30.09.2015</b>	122	1 534	1 656	434	2 091
<b>Balance at 31.12.2013</b>	122	1 713	1 836	450	2 286
Profit/ (loss) for the period		115	115	33	148
Comprehensive income		(2)	(2)	1	(2)
Paid dividends to shareholders		(23)	(23)	(14)	(37)
<b>Balance 30.09.2014</b>	122	1 803	1 926	470	2 395

### Statement of changes in equity - Full year 2014

USD mill	Share capital	Retained earnings	Total	Minority interests	Total equity
<b>Balance at 31.12.2013</b>	122	1 713	1 836	450	2 286
Profit/ (loss) for the period		241	241	49	290
Comprehensive income		(180)	(180)	(7)	(187)
Paid dividends to shareholders		(37)	(37)	(23)	(60)
<b>Balance 31.12.2014</b>	122	1 738	1 861	469	2 329

The above consolidated statement of statement of changes in equity should be read in conjunction with the accompanying notes.

## Notes - financial report

### Joint ventures based on equity method

#### Note 1 - Accounting principles

##### General information

This consolidated interim financial report has been prepared in accordance with International Accounting Standards (IAS 34), "interim financial reporting". The consolidated interim financial reporting should be read in conjunction with the annual financial statements for the year end 31 December 2013 for Wilh. Wilhelmsen Holding ASA group (WWI), which has been prepared in accordance with IFRS's endorsed by the EU.

##### Basic policies

The accounting policies implemented are consistent with those of the annual financial statements for WWI for the year end 31 December 2013.

##### Roundings

As a result of rounding adjustments, the figures in one or more columns may not add up to the total of that column.

#### Note 2 - Significant acquisitions and disposals

##### 2015

###### Third quarter

There has not been any significant acquisitions or disposals during the third quarter.

###### First quarter

In the first quarter of 2015, WWASA sold 187 500 shares in Hyundai Glovis with net proceeds of approximately USD 39 million. The net gain recorded in the 2015 group's accounts amounted to USD 26 million.

##### 2014

###### First, second, third and fourth quarter

There has not been any significant acquisitions or disposals during the first,

second, third and fourth quarter of 2014.

#### Note 3 - Employee benefits / pension cost

Up to 31 December 2014 WWH ASA and WWASA had two pension schemes for employees in Norway; a defined benefit scheme closed for new members and a defined contribution scheme. Due to changes in the national pension scheme and changes in the pension market in general, the Board of WWH ASA and WWASA

decided to follow the recommendations from the pension committee to terminate the defined benefit pension scheme 31 December 2014. Effective 1 January 2015 all employees entered into a defined contribution pension scheme with improved saving rates.

	<b>31.12.2014</b>
Employee benefits (excluding pension cost)	(370)
Pension cost	(24)
Gain related to termination of defined benefit plan	57
<b>Employee benefits income statement</b>	<b>(337)</b>
Pension cost	(24)
Gain related to termination of defined benefit plan	57
Other comprehensive income pension before tax	(46)
<b>Net equity effect of pension cost before tax (parent and subsidiaries)</b>	<b>(13)</b>

USD mill	WWASA group	WMS group	Holding & Investments	Eliminations	Total WWH group
	31.12	31.12	31.12	31.12	31.12
	2014	2014	2014	2014	2014
<b>One off pension</b>					
<b>Operating profit before one off pension</b>	122	-2	0	0	214
Gain: termination of defined benefit plan for Norwegian employees (included in employees benefit)	11	35	11		57
Gain: termination of defined benefit plan for Norwegian employees (Share of profit from joint ventures and associates)	6				6
<b>Total one off pension</b>	17	35	11	0	63
<b>Operating profit after one off pension</b>	105	-37	(11)	0	151

## Notes - financial report

Joint ventures based on equity method

### Note 4 - Tangible and intangible assets

USD mill	Vessels / Newbuilding contracts	Other tangible assets	Intangible assets	Total tangible and intangible assets
<b>2015</b>				
Cost price 1.1	2 400	307	353	3 059
Acquisition	151	19	160	331
Reclass/disposal	(81)	(10)	(151)	(242)
Currency translation differences		(28)	(34)	(62)
<b>Cost price 30.09</b>	<b>2 469</b>	<b>287</b>	<b>328</b>	<b>3 085</b>
Accumulated depreciation and impairment losses 1.1	(640)	(116)	(76)	(833)
Depreciation/amortisation	(60)	(11)	(5)	(76)
Reclass/disposal	75	6	2	82
Currency translation differences		11	7	18
<b>Accumulated depreciation and impairment losses 30.09</b>	<b>(626)</b>	<b>(113)</b>	<b>(123)</b>	<b>(861)</b>
<b>Carrying amounts 30.09</b>	<b>1 844</b>	<b>175</b>	<b>205</b>	<b>2 224</b>
<b>2014</b>				
Cost price 1.1	2 467	336	393	3 196
Acquisition	30	16	29	75
Reclass/disposal	(99)	(8)		(112)
Currency translation differences		(12)	(26)	(39)
<b>Cost price 30.09</b>	<b>2 398</b>	<b>331</b>	<b>391</b>	<b>3 120</b>
Accumulated depreciation and impairment losses 1.1	(647)	(126)	(84)	(857)
Depreciation/amortisation	(57)	(12)	(9)	(78)
Reclass/disposal	82	4		89
Currency translation differences		6	5	11
<b>Accumulated depreciation and impairment losses 30.09</b>	<b>(622)</b>	<b>(129)</b>	<b>(84)</b>	<b>(835)</b>
<b>Carrying amounts 30.09</b>	<b>1 776</b>	<b>203</b>	<b>306</b>	<b>2 285</b>
<b>2014</b>				
Cost price 1.1	2 467	336	393	3 196
Acquisition	35	22	33	90
Reclass/disposal	(103)	(18)	(5)	(126)
Currency translation differences		(33)	(68)	(101)
<b>Cost price 31.12</b>	<b>2 400</b>	<b>307</b>	<b>353</b>	<b>3 059</b>
Accumulated depreciation and impairment losses 1.1	(647)	(126)	(84)	(857)
Depreciation/amortisation	(76)	(15)	(10)	(101)
Reclass/disposal	86	10	3	99
Impairment	(4)			(4)
Currency translation differences		15	15	30
<b>Accumulated depreciation and impairment losses 31.12</b>	<b>(640)</b>	<b>(116)</b>	<b>(76)</b>	<b>(833)</b>
<b>Carrying amounts 31.12</b>	<b>1 759</b>	<b>190</b>	<b>276</b>	<b>2 226</b>

## Notes - financial report

Joint ventures based on equity method

### Note 5 - Financial income/(expenses)

USD mill	01.07-30.09 2015	01.07-30.09 2014	YTD 2015	YTD 2014	Full year 2014
<b>Financial items</b>					
Investment management	(9,6)	1,6	1,8	18,2	17,4
Interest income	1,3	1,3	3,5	5,0	6,5
Other financial items	(8,2)	(3,5)	(9,5)	(10,1)	(9,8)
<b>Net financial items</b>	<b>(16,5)</b>	<b>(0,6)</b>	<b>(4,2)</b>	<b>13,1</b>	<b>14,1</b>
<b>Financial - interest expenses</b>					
Interest expenses	(11,5)	(11,9)	(35,5)	(45,7)	(59,1)
Interest rate derivatives - realised	(17,6)	(8,1)	(34,8)	(17,9)	(26,0)
<b>Net financial - interest expenses</b>	<b>(29,2)</b>	<b>(20,0)</b>	<b>(70,3)</b>	<b>(63,6)</b>	<b>(85,1)</b>
<b>Interest rate derivatives - unrealised</b>	<b>(13,8)</b>	<b>9,3</b>	<b>6,2</b>	<b>(2,0)</b>	<b>(16,4)</b>
<b>Financial currency</b>					
Net currency gain/(loss)	29,8	10,0	21,1	1,8	92,5
Currency derivatives - realised	5,7	2,1	5,2	(1,3)	8,0
Currency derivatives - unrealised	(26,9)	5,4	(27,0)	11,1	(38,3)
Cross currency derivatives - realised	(0,1)	1,0	(0,1)	9,7	3,6
Cross currency derivatives - unrealised	(5,0)	(20,0)	(14,9)	(27,6)	(63,4)
<b>Net financial currency</b>	<b>3,5</b>	<b>(1,5)</b>	<b>(15,7)</b>	<b>(6,3)</b>	<b>2,4</b>
Valuation of bunker hedges	(4,2)	0,0	(2,6)	0,0	0,0
Net financial derivatives bunkers	(4,2)	0,0	(2,6)	0,0	0,0
<b>Financial income/(expenses)</b>	<b>(60,2)</b>	<b>(12,8)</b>	<b>(86,6)</b>	<b>(58,8)</b>	<b>(84,9)</b>
<b>Total net currencies effect</b>					
Net currency gain/(loss) - Operating currency	7,9	14,0	11,5	20,3	54,8
Net currency gain/(loss) - Financial currency	22,0	(4,0)	9,6	(18,6)	37,7
Currency derivatives - realised	5,7	2,1	5,2	(1,3)	8,0
Currency derivatives - unrealised	(26,9)	5,4	(27,0)	11,1	(38,3)
Cross currency derivatives - realised	(0,1)	1,0	(0,1)	9,7	3,6
Cross currency derivatives - unrealised	(5,0)	(20,0)	(14,9)	(27,6)	(63,4)
<b>Net financial currency</b>	<b>3,5</b>	<b>(1,5)</b>	<b>(15,7)</b>	<b>(6,3)</b>	<b>2,4</b>
Currency translation differences through other comprehensive income	(64,9)	(41,0)	(111,2)	(32,5)	(167,9)
<b>Total net currency effect</b>	<b>(61,4)</b>	<b>(42,5)</b>	<b>(127,0)</b>	<b>(38,9)</b>	<b>(165,5)</b>

### Note 6 - Tax

Third quarter tax payable is impacted by a notice from Korea Tax Authorities whereas they disregard Wilhelmsen Ships Holding Malta Ltd as the beneficial owner of dividends from EUKOR. The notice is for the period 2010-2014 with an increased withholding tax from 5% to 15%. Korea Tax Authorities claim Wilh. Wilhelmsen ASA being the beneficial owner of the dividend with the consequence of 15% withholding tax according to tax treaty Norway-Korea. EUKOR has withheld 5% on dividends paid according to the Malta-Korea tax treaty. Total

increased withholding tax and penalty (10%) for the period 2010-2015 amounts to approximately USD 15 million. The company will appeal the decision to the National Tax Tribunal in Korea.

The effective tax rate for the group will, from period to period, change dependent on the group gains and losses from investments inside the exemption method and tax exempt revenues from tonnage tax regimes."



## Notes - financial report

Joint ventures based on equity method

### Note 7 - Shares

The share capital is as follow with a nominal value of NOK 20:

A - shares	34 637 092
B - shares	11 866 732
<b>Total shares</b>	<b>46 503 824</b>

Earnings per share taking into consideration the number of outstanding shares in the period. The group acquired 100.000 own A shares during August 2011.

Earnings per share is calculated based on 46 403 824 shares for 2014, first, second and third quarter 2015.

Basic earnings per share is calculated by dividing profit for the period after minority interests, by average number of total outstanding shares.

### Note 8 - Available-for-sale financial assets

USD mill	30.09.2015	30.09.2014	31.12.2014
<b>Available-for-sale financial assets</b>			
At 1 January	131	126	126
Sale of available-for-sale financial assets		(5)	(5)
Marked to market valuation	(23)	26	21
Currency translation adjustment	(17)	(3)	(11)
<b>Total available-for-sale financial assets</b>	<b>92</b>	<b>144</b>	<b>131</b>

Available-for-sale financial assets are denominated in Australian Dollar 30 September 2015 (30 September 2014).

The investment in Norwegian Car Carriers ASA was sold in Q1 2014.

### Note 9 - Paid dividend

Dividend for fiscal year 2013 was NOK 5.50 per share, where 3.00 per share was paid in May 2014 and NOK 2.00 per share was paid in November 2014.

approved by the annual general meeting on 23 April 2015, and paid to the shareholders in May 2015.

The proposed dividend for fiscal year 2014 in 2015 is NOK 3.00 per share, was

## Notes - financial report

Joint ventures based on equity method

### Note 10 - Interest-bearing debt

USD mill	30.09.2015	30.09.2014	31.12.2014
Non current interest-bearing debt	1 573	1 647	1 590
Current interest-bearing debt	131	223	103
<b>Total interest-bearing debt</b>	<b>1 704</b>	<b>1 869</b>	<b>1 693</b>
Cash and cash equivalents	334	428	364
Current financial investments	335	350	324
<b>Net interest-bearing debt</b>	<b>1 035</b>	<b>1 091</b>	<b>1 005</b>

Loan agreements entered into by group companies contain financial covenants related to equity ratio, liquidity, current ratio and net interest-bearing debt / EBITDA measured in respect of the relevant borrowing company or group of

companies. The group was in compliance with these covenants at 30 June 2015 (analogous for 30 June 2014).

#### Net interest-bearing debt in joint ventures (the group's share part of investments)

USD mill	30.09.2015	30.09.2014	31.12.2014
Non current interest-bearing debt	643	582	620
Current interest-bearing debt	77	78	85
<b>Total interest-bearing debt</b>	<b>720</b>	<b>660</b>	<b>705</b>
Cash and cash equivalents	291	216	223
<b>Net interest-bearing debt</b>	<b>429</b>	<b>444</b>	<b>482</b>

#### Specification of interest-bearing debt

USD mill	30.09.2015	30.09.2014	31.12.2014
<b>Interest-bearing debt</b>			
Mortgages	1 078	948	924
Leasing commitments		86	82
Bonds	280	451	319
Bank loan	346	384	368
<b>Total interest-bearing debt</b>	<b>1 704</b>	<b>1 869</b>	<b>1 693</b>

#### Repayment schedule for interest-bearing debt

	30.09.2015	30.09.2014	31.12.2014
Due in year 1	43	155	103
Due in year 2	188	91	185
Due in year 3	126	200	118
Due in year 4	281	91	280
Due in year 5 and later	1 066	1 332	1 008
<b>Total interest-bearing debt</b>	<b>1 704</b>	<b>1 869</b>	<b>1 693</b>

## Notes - financial report

### Joint ventures based on equity method

#### Note 11 - Financial level

USD mill	Level 1	Level 2	Level 3	Total
<b>2015</b>				
<b>Financial assets at fair value</b>				
Equities	120			120
Bonds	220			220
Financial derivatives		6		6
Available-for-sale financial assets	92			92
<b>Total financial assets 30.09</b>	<b>432</b>	<b>6</b>	<b>0</b>	<b>437</b>
<b>Financial liabilities at fair value</b>				
Financial derivatives		263		263
<b>Total financial liabilities 30.09</b>	<b>0</b>	<b>263</b>	<b>0</b>	<b>263</b>
<b>2014</b>				
<b>Financial assets at fair value</b>				
Equities	137			137
Bonds	190	21		211
Financial derivatives		15		15
Available-for-sale financial assets	144			144
<b>Total financial assets 30.09</b>	<b>471</b>	<b>36</b>	<b>0</b>	<b>507</b>
<b>Financial liabilities at fair value</b>				
Financial derivatives		130		130
<b>Total financial liabilities 30.09</b>	<b>0</b>	<b>130</b>	<b>0</b>	<b>130</b>
<b>USD mill</b>			<b>2015</b>	<b>2014</b>
<b>Changes in level 3 instruments</b>				
Opening balance 01.01			0	0
<b>Closing balance</b>			<b>0</b>	<b>0</b>

The fair value of financial instruments traded in an active market is based on quoted market prices at the balance sheet date. The fair value of financial instruments that are not traded in an active market (over-the-counter contracts) are based on third party quotes. These quotes use the maximum number of observable market rates for price discovery. Specific valuation techniques used by financial counterparties (banks) to value financial derivatives include:

- Quoted market prices or dealer quotes for similar derivatives
- The fair value of interest rate swaps is calculated as the net present value of the estimated future cash flows based on observable yield curves
- The fair value of interest rate swap option (swaption) contracts is determined using observable volatility, yield curve and time-to-maturity parameters at the balance sheet date, resulting in a swaption premium. Options are typically valued by applying the Black-Scholes model.
- The fair value of forward foreign exchange contracts is determined using forward exchange rates at the balance sheet date, with the resulting value discounted back to net present value
- The fair value of foreign exchange option contracts is determined using observable forward exchange rates, volatility, yield curves and time-to-maturity parameters at the balance sheet date, resulting in an option premium. Options are typically valued by applying the Black-Scholes model.

The carrying value less impairment provision of receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the group for similar financial derivatives.

The fair values, except for bond debt, are based on cash flows discounted using a rate based on market rates including margins and are within level 2 of the fair value hierarchy. The fair values of the bond debt are based on quoted prices and are also classified within level 2 of the fair value hierarchy due to limited trading in an active market.

The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The quoted market price used for financial assets held by the group is the current mid price. These instruments are included in level 1. Instruments included in level 1 at the end of September 2015 are liquid investment grade bonds (analogous for 2014).

The fair value of financial instruments that are not traded in an active market (over-the-counter contracts) are based on third party quotes (Mark-to-Market). These quotes use the maximum number of observable market rates for price discovery. The different techniques typically applied by financial counterparties (banks) were described above. These instruments - FX and IR derivatives - are included in level 2.

If one or more of the significant inputs is not based on observable market data, the derivatives is in level 3. Primarily illiquid investment funds and structured notes are included in level 3.

**Notes - financial report**

Joint ventures based on equity method

**Note 12 - Segment reporting: Income statement per operating segments**

USD mill	WWASA group			WMS group			Holding & Investments <sup>2</sup>			Eliminations			Total		
	Q3 2015	Q3 2014	Full year 2014	Q3 2015	Q3 2014	Full year 2014	Q3 2015	Q3 2014	Full year 2014	Q3 2015	Q3 2014	Full year 2014	Q3 2015	Q3 2014	Full year 2014
<b>Quarter</b>															
Operating revenue	77	71	285	234	271	1 090	5	6	26	(6)	(8)	(31)	309	340	1 369
<b>Other income</b>															
Share of profit/(loss) from joint ventures and associates	(172)	46	152	1	1	6	2	3	6				(169)	50	165
Gain on disposals of assets				1	1	5							1	1	5
<b>Total income</b>	<b>(95)</b>	<b>117</b>	<b>437</b>	<b>236</b>	<b>273</b>	<b>1 101</b>	<b>6</b>	<b>9</b>	<b>32</b>	<b>(6)</b>	<b>(8)</b>	<b>(31)</b>	<b>141</b>	<b>391</b>	<b>1 538</b>
Primary operating profit	(127)	80	291	36	23	146	(2)	(0)	7				(93)	103	444
Depreciation and impairments	(20)	(19)	(80)	(57)	(6)	(24)			(1)				(77)	(25)	(105)
<b>Operating profit<sup>1</sup></b>	<b>(147)</b>	<b>61</b>	<b>211</b>	<b>(21)</b>	<b>17</b>	<b>122</b>	<b>(2)</b>	<b>(1)</b>	<b>6</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(170)</b>	<b>77</b>	<b>339</b>
Financial income/(expenses)	(64)	(5)	(108)	3	(9)	7	0	1	16				(60)	(13)	(85)
<b>Profit/(loss) before tax</b>	<b>(211)</b>	<b>56</b>	<b>104</b>	<b>(18)</b>	<b>8</b>	<b>129</b>	<b>(2)</b>	<b>0</b>	<b>22</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(230)</b>	<b>64</b>	<b>255</b>
Tax income/(expense)	(2)	(2)	62	(11)	(2)	(25)		1	(1)				(13)	(3)	36
<b>Profit/(loss)</b>	<b>(213)</b>	<b>54</b>	<b>166</b>	<b>(29)</b>	<b>6</b>	<b>104</b>	<b>(2)</b>	<b>1</b>	<b>21</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(243)</b>	<b>61</b>	<b>290</b>
Minority interests	(58)	15	45	0	1	4							(57)	15	49
<b>Profit/(loss) to the owners of parent</b>	<b>(155)</b>	<b>39</b>	<b>121</b>	<b>(29)</b>	<b>5</b>	<b>100</b>	<b>(2)</b>	<b>1</b>	<b>21</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(186)</b>	<b>46</b>	<b>241</b>

USD mill	WWASA group			WMS group			Holding & Investments <sup>2</sup>			Eliminations			Total		
	YTD 2015	YTD 2014	Full year 2014	YTD 2015	YTD 2014	Full year 2014	YTD 2015	YTD 2014	Full year 2014	YTD 2015	YTD 2014	Full year 2014	YTD 2015	YTD 2014	Full year 2014
<b>Year to date</b>															
Operating revenue	231	210	285	738	821	1 090	15	20	26	(25)	(25)	(31)	961	1 026	1 369
<b>Other income</b>															
Share of (profit)/ loss from joint ventures and associates	(98)	123	152	3	4	6	7	8	6				(88)	135	165
Gain on disposals of assets	26			6	7	5							32	7	5
<b>Total income</b>	<b>160</b>	<b>333</b>	<b>437</b>	<b>747</b>	<b>832</b>	<b>1 101</b>	<b>22</b>	<b>27</b>	<b>32</b>	<b>(25)</b>	<b>(25)</b>	<b>(31)</b>	<b>905</b>	<b>1 168</b>	<b>1 538</b>
Primary operating profit	62	209	291	101	84	146	(1)	(2)	7				162	291	444
Depreciation and impairments	(60)	(57)	(80)	(67)	(20)	(24)		(1)	(1)				(128)	(78)	(105)
<b>Operating profit<sup>1</sup></b>	<b>2</b>	<b>152</b>	<b>211</b>	<b>34</b>	<b>64</b>	<b>122</b>	<b>(2)</b>	<b>(2)</b>	<b>6</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>34</b>	<b>214</b>	<b>339</b>
Financial income/(expenses)	(90)	(41)	(108)	(2)	(26)	7	6	8	16				(87)	(59)	(85)
<b>Profit/(loss) before tax</b>	<b>(88)</b>	<b>110</b>	<b>104</b>	<b>31</b>	<b>39</b>	<b>129</b>	<b>4</b>	<b>6</b>	<b>22</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(52)</b>	<b>155</b>	<b>255</b>
Tax income/(expense)	1	0	62	(24)	(10)	(25)	1	3	(1)				(21)	(7)	36
<b>Profit/(loss)</b>	<b>(86)</b>	<b>111</b>	<b>166</b>	<b>7</b>	<b>29</b>	<b>104</b>	<b>5</b>	<b>9</b>	<b>21</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(74)</b>	<b>148</b>	<b>290</b>
Minority interests	(24)	30	45	2	3	4		0	0				(22)	33	49
<b>Profit/(loss) to the owners of parent</b>	<b>(63)</b>	<b>80</b>	<b>121</b>	<b>6</b>	<b>26</b>	<b>100</b>	<b>5</b>	<b>9</b>	<b>21</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(52)</b>	<b>115</b>	<b>241</b>

<sup>1</sup> Cash settled portion of bunker hedge swaps is included in net operating profit by reduction/(increase) of voyage related expenses

<sup>2</sup> Holding and Investments includes Wilh. Wilhelmsen Holding ASA, Wilh. Wilhelmsen Holding Invest group and minor activities which fail to meet the definition for other segments.

**Notes - financial report**

Joint ventures based on equity method

Cont note 12 - Segment reporting: Balance sheet per operating segments

USD mill	WWASA group		WMS group		Holding & Investments		Eliminations		Total	
	30.09 2015	31.12 2014	30.09 2015	31.12 2014	30.09 2015	31.12 2014	30.09 2015	31.12 2014	30.09 2015	31.12 2014
<b>Year to date</b>										
<b>Assets</b>										
Deferred tax asset	40	25	16	16	3	2			59	43
Intangible assets	6	6	199	270					205	276
Tangible assets	1 844	1 760	172	187	2	3			2 019	1 950
Investments in joint ventures and associates	1 011	1 164	15	17	79	83			1 105	1 264
Other non current assets	1	1	17	11	102	142			120	154
Current financial investments	246	235			89	89			335	324
Other current assets	24	23	440	439	6	4	(4)	(2)	466	464
Cash and cash equivalents	132	140	144	179	58	46			334	364
<b>Total assets</b>	<b>3 304</b>	<b>3 353</b>	<b>1 004</b>	<b>1 118</b>	<b>340</b>	<b>370</b>	<b>(4)</b>	<b>(2)</b>	<b>4 644</b>	<b>4 839</b>
<b>Equity and liabilities</b>										
Equity	1 588	1 707	211	310	292	312			2 091	2 329
Deferred tax	2		24	8					26	8
Interest-bearing debt	1 358	1 325	314	328	32	40			1 704	1 693
Other non current liabilities	275	264	113	115	9	9			397	389
Other current liabilities	81	55	342	357	6	9	(4)	(2)	426	419
<b>Total equity and liabilities</b>	<b>3 304</b>	<b>3 353</b>	<b>1 004</b>	<b>1 118</b>	<b>340</b>	<b>370</b>	<b>(4)</b>	<b>(2)</b>	<b>4 644</b>	<b>4 839</b>



**Notes - financial report**

Joint ventures based on equity method

Cont note 12 - Segment reporting: Cash flow per segment

USD mill Quarter	WWASA group		WMS group		Holding & Investments	
	Q3 2015	Q3 2014	Q3 2015	Q3 2014	Q3 2015	Q3 2014
Profit before tax	(211)	56	(18)	8	(2)	0
Net financial (income)/expenses	64	5	(1)	6	1	(2)
Depreciation/impairment	20	19	57	7		
Change in working capital	(10)	(11)	(22)	16	(6)	3
Share of (profit)/ loss from joint ventures and associates	172	(46)	(1)	(1)	(1)	(3)
Dividend received from joint ventures and associates	1	5				
<b>Net cash provided by operating activities</b>	<b>35</b>	<b>28</b>	<b>16</b>	<b>35</b>	<b>(7)</b>	<b>(2)</b>
Net sale/(investments) in fixed assets	(11)	(2)	(9)	(13)		(1)
Current financial investments	(9)		1	1	(5)	(2)
Net changes in other investments	1		(9)			
<b>Net cash flow from investing activities</b>	<b>(18)</b>	<b>(2)</b>	<b>(17)</b>	<b>(12)</b>	<b>(5)</b>	<b>(2)</b>
Net change of debt	(10)	22	(5)	3		
Net change in other financial items	(35)	(19)	(3)	(2)	1	(0)
Net dividend from other segments/ to shareholders			(3)	(14)		12
<b>Net cash flow from financing activities</b>	<b>(45)</b>	<b>3</b>	<b>(11)</b>	<b>(14)</b>	<b>1</b>	<b>12</b>
<b>Net increase in cash and cash equivalents</b>	<b>(28)</b>	<b>29</b>	<b>(12)</b>	<b>9</b>	<b>(11)</b>	<b>8</b>
Cash and cash equivalents at the beg. of the period	160	189	156	171	69	22
<b>Cash and cash equivalents at the end of period</b>	<b>132</b>	<b>219</b>	<b>144</b>	<b>180</b>	<b>58</b>	<b>30</b>

## Notes - financial report

### Joint ventures based on equity method

#### Note 13 - Related party transactions

WWH delivers services to the WWASA group. These include primarily human resources, tax, communication, treasury and legal services ("Shared Services") and in-house services such as canteen, post, switchboard, accounting and rent of office facilities.

Generally, Shared Services are priced using a cost plus 5% margin calculation, in accordance with the principles set out in the OECD Transfer Pricing Guidelines and are delivered according to agreements that are renewed annually.

In addition, WWASA group and WMS group have several transactions with associates. The contracts governing such transactions are based on commercial market terms and mainly relate to the chartering of vessels on short and long term charters.

#### Note 14 - Contingencies

##### Update on anti-trust investigations

The authorities in Japan (2013) and South Africa (2015) have fined WWL for anti-trust behaviour. WWL and EUKOR continue to be part of anti-trust investigations of the car carrying industry in several jurisdictions, of which the EU and US are among the bigger jurisdictions. As some of the processes are confidential, WWASA is not in a position to comment on the ongoing investigations within the respective jurisdictions. The processes are expected to continue to take time, but

further clarifications within some jurisdictions are expected during the fourth quarter 2015 and 2016.

WWASA has in the third quarter accounts made a provision of USD 200 million representing the estimated exposure in WWL and EUKOR. The final outcome, however, is uncertain and processes will still take time.

#### Note 15 - Events occurring after the balance sheet date

No material events occurred between the balance sheet date and the date when the accounts were released that provided new information about conditions

prevailing on the balance sheet date.



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