Other Notes

45. Lease Liabilities

Obligations under Finance Leases

The Group has concluded various finance lease and hire-purchase agreements for a number of properties, technical equipment, and operating and office equipment. These agreements relate to, among other things, quay walls, lifting and ground-handling vehicles, container wagons and chassis, and IT hardware. For the most part, the contracts include renewal options and, in some cases, a PUT (purchase upon termination) option. The renewal options are always for the lessee; the PUT option can be used by the respective lessor to force a sale.

The main obligations from finance leases result from the lease of mega-ship berths from Hamburg Port Authority (HPA), which owns the port areas and is a related party, see ▶ Note 48, page 138. The fixed lease initially runs until 2036, but HHLA anticipates that the lease terms of these assets will extend over 50 years, as in the past. The contracts make provisions for the allocation of liability in the event of nullity and the associated premature termination of the lease as a result of conflict with EU law. The Executive Board of HHLA believes the risk of a conflict with EU law is currently very low. Following the completion of a present value test, the mega-ship berth leases are to be classified as finance lease obligations according to IAS 17. Including expected increases in rent payment rates, this results in anticipated minimum lease payments of € 232,394 thousand (previous year: € 237,531 thousand).

Reconciliation between Future Minimum Lease Payments and their Liabilities

in € thousand	31.12.2017	31.12.2016
Within one year	9,313	9,325
Between one and five years	31,646	31,826
Over five years	234,030	241,582
Total minimum lease payments	274,989	282,733
Within one year	4,244	4,152
Between one and five years	11,641	11,422
Over five years	127,451	129,773
Liabilities from finance leases	143,336	145,347
Interest expenses from minimum lease payments	131,653	137,386

The minimum lease payments include interest due to the long terms of the finance leases. The underlying interest rate is 4.21 to 4.22 %, see also ▶ Note 47, page 133.

Liabilities from Operating Leases where the Group is Lessee

Contracts exist between the Free and Hanseatic City of Hamburg and/or HPA and the HHLA Group for the lease of land and quay walls in the Port of Hamburg and in the Speicherstadt historical warehouse district by companies in the HHLA Group. The main contracts expire between 2025 and 2036. Under the terms of the contracts, the lease payments are generally reviewed every five years on the basis of price developments in relevant competing ports or based on appropriate rental indices. Provisions are made for the anticipated increases in lease payments. Leasing expenses for the space in the Speicherstadt historical warehouse district are partly linked to the development of Group income from subletting these buildings.

Without the prior approval of the lessor, the leased areas and the buildings on them belonging to HHLA may not be sold or let. Major changes to the terms of subletting agreements also require the approval of the lessor.

There are also leases relating to real estate and movable property at the container terminal in Odessa, Ukraine. On the whole, the rents payable for this are fixed and will only change during the course of the agreement as a result of future inflation. The company will not have purchase options at the end of the lease agreements. The respective lease agreements have remaining terms of between two and 31 years.

The Group also has leases for various motor vehicles and items of technical equipment. These leases have an average term of four to ten years and generally do not include renewal options. The lessee takes on no obligations when signing these leases.

Future Minimum Lease Payments Obligations under Uncancellable Operating Leases

in € thousand	31.12.2017	31.12.2016
Within one year	45,387	46,360
Between one and five years	164,068	151,619
Over five years	587,246	607,609
	796,701	805,588

Expenses of € 53,829 thousand (previous year: € 62,872 thousand) were incurred for leases in the financial year. Of this figure, € 2,085 thousand (previous year: € 2,017 thousand) related to conditional rental payments.

Operating Leases Where the Group is Lessor

The Group has signed leases for letting its investment properties on a commercial basis. The investment properties consist of office space, facilities and a commercial property not used by the Group. These leases have remaining uncancellable lease terms of between one and 17 years. After the end of the uncancellable lease period, some contracts give tenants the option of extending the lease for a period of between two years and a maximum of three times five years. Some leases contain a clause under which the rent can be increased in line with market conditions.

Future Minimum Lease Entitlements under Uncancellable Operating Leases for Investment Property

in € thousand	31.12.2017	31.12.2016
Within one year	33,549	35,502
Between one and five years	65,022	66,406
Over five years	35,476	46,084
	134,047	147,992

In the financial year, income of € 58,676 thousand (previous year: € 57,036 thousand) was earned from letting property, plant and equipment and investment property.

46. Contingent Liabilities and Other Financial Obligations

No provisions were formed for the following contingent liabilities because it was deemed highly unlikely that they would be utilised.

Contingent Liabilities

in € thousand	31.12.2017	31.12.2016
Guarantees	10,374	10,579
Comfort letters	0	1,333
	10,374	11,912

The following other financial obligations existed on the reporting date:

Other Financial Obligations

in € thousand	31.12.2017	31.12.2016
Obligations from operating leases	796,701	805,588
Outstanding purchase commitments	110,618	56,787
Other	20,599	9,498
	927,918	871,873

Of the obligations from outstanding purchase commitments, € 77,299 thousand (previous year: € 34,199 thousand) is attributable to investments in property, plant and equipment and € 3,302 thousand (previous year: € 0 thousand) is attributable to investments in intangible assets.

47. Management of Financial Risks

To finance its business activities, the Group uses short, medium and long-term bank loans, finance leases and hire-purchase agreements, as well as cash and short-term deposits. The Group has access to various other financial assets and liabilities, such as trade payables and receivables which arise directly from its business.

The Group also enters into derivative transactions. Derivative financial instruments are most likely to include interest rate hedging instruments such as interest rate swaps, interest rate caps and currency futures. The purpose of these derivative financial instruments is to manage interest rate, currency and commodity price risks which result from the Group's business activities and its sources of financing.

Derivative financial instruments are used to hedge existing transactions and planned transactions which are sufficiently likely to take place. Hedging transactions are only concluded with counterparties with very good credit ratings. HHLA also makes use of external ratings to assess its counterparties' creditworthiness. The Group does not hold derivative financial instruments for speculative purposes.

Interest Rate and Market Price Risk

As a result of its financing activities, the Group is exposed to an interest rate risk, which principally stems from medium to long-term borrowing at floating rates of interest.

Managing the Group's interest expenses involves a combination of fixed and floating-rate debt, depending on the market. It is Group policy to arrange the majority of interest-bearing debt at fixed rates of interest, either by agreeing fixed rates with the lenders or by taking out interest rate swaps. These are used in the HHLA Group to reduce interest rate risks and may also be used to a minor extent to reduce currency and commodity price risks. Derivatives reported in the Consolidated Financial Statements are carried at fair value based on the market prices posted by counterparties. Resulting gains and losses are recognised through profit and loss in the financial result unless the derivative financial instrument is part of a designated cash flow hedging relationship. The effective portion of unrealised gains and losses on cash flow hedges is recognised in equity without effect on profit and loss.

The consolidated companies did not hold any interest rate swaps as of the balance sheet date.

As of the balance sheet date, 61.8 % (previous year: 57.7 %) of the Group's borrowing was at fixed interest rates.

The fixed-interest financial instruments are not held at fair value and are therefore not subject to market price risks on the balance sheet.

Market price risks can, however, affect securities and equity investments in particular. Due to the minor scope of these instruments, the risk is deemed insignificant.

A change in the variable interest rate affects the interest expenses arising from floating-rate loans, the interest income from overnight deposits and time deposit investments, and the income from interest rate hedges and their fair value.

If the variable interest rate had been 0.5 percentage points higher as of the balance sheet date, interest expenses arising from floating-rate loans would have been € 489 thousand p.a. higher (previous year: € 629 thousand p.a.) and interest income from overnight deposits and time deposit investments would have been € 1,377 thousand p.a. higher (previous year: € 1,211 thousand p.a.).

Exchange Rate Risk

Due to investments in countries outside the eurozone, changes in exchange rates can affect the balance sheet. Foreign currency risks on individual transactions are hedged by currency futures or currency options if a market analysis requires it. The hedging transactions are in the same currency as the hedged item. The Group only concludes currency futures contracts when specific claims or obligations exist.

On the balance sheet date, there were currency hedging instruments with a volume of € 37.5 million (previous year: € 0 million) and maturities of up to 25 months. The market value came to € 1,294 thousand on 31 December 2017.

Revenue in the HHLA Group is predominantly invoiced in euros or in the national currencies of the European affiliates. Investments in these countries are largely transacted in euros.

USD-denominated financial instruments are held in Ukraine, which are subject to an exchange risk. If the euro lost 10 % against the US dollar, this would have a negative impact of just under € 250 thousand on equity. Depending on the parallel performance of the Ukrainian hryvnia against the US dollar, this full amount could be recognised through profit and loss and reduce the result for the period accordingly by up to almost € 250 thousand.

For all other currencies, changes in exchange rates do not pose a material risk to the Group.

Commodity Price Risk

The Group is primarily exposed to a commodity price risk when purchasing fuel. Depending on the market situation, the Group can arrange price hedges for part of its fuel requirements. This was not the case at the balance sheet date or on 31 December 2016.

In addition to the market risks mentioned, there are also financial risks in the form of credit and liquidity risks.

Credit Risk/Default Risk

The Group only maintains customer relationships on a credit basis with recognised, creditworthy third parties. Clients who wish to complete transactions with the Group on a credit basis are subject to a credit-scoring procedure. Receivables are also monitored on an ongoing basis and impairment allowances are made if risks are identified, such that the Group is not exposed to any additional significant default risks on receivables. The maximum default risk for the trade receivables and other financial receivables is theoretically the carrying amount for the individual receivable. HHLA has also taken out loan loss insurance to minimise default risks. This covers key outstanding receivables as of the balance sheet date.

Structure of Trade Receivables

in € thousand	31.12.2017	31.12.2016
Receivables not due for payment and not written down	109,200	106,095
Overdue receivables not written down	39,915	54,345
thereof up to 30 days	32,882	44,139
thereof up to 31 to 90 days	5,640	8,056
thereof up to 91 days to one year	1,321	2,025
thereof over one year	72	125
	149,115	160,440

Development of the Valuation Allowances on Trade Receivables

in € thousand	2017	2016
Valuation allowances as of 1 January	4,744	2,705
Additions (valuation allowances recognised as expenses)	532	3,550
Used	- 1,712	- 1,231
Reversals	- 741	- 280
Valuation allowances as of 31 December	2,823	4,744

The default risk in the case of derivative financial instruments and cash, cash equivalents and short-term deposits is, in theory, that of counterparty default and is therefore equivalent to the carrying amounts of the individual financial instruments. The risk of default can be considered to be very low, since the Group as a rule only conducts derivative financial transactions and liquid investments with counterparties with very good credit ratings. In addition, credit risks may arise if the contingent liabilities listed in ▶ Note 46, page 132 are incurred.

Liquidity Risk

The Group guarantees sufficient liquidity at all times with the help of medium-term liquidity planning, by diversifying the maturities of loans and finance leases, and by means of existing lines of credit and funding commitments. If covenants have been agreed for individual loans, they are monitored on an ongoing basis to make sure they are being complied with. HHLA will introduce measures it deems necessary to ensure that the covenants are met.

For details on bank loans and other loans, finance lease liabilities, financial liabilities towards employees and other financial liabilities, please refer to the table of residual maturities for financial liabilities in ▶ Note 38, page 123.

Expected Liquidity Outflows due to Future Interest Payments

	Up to 1 year		1 to 5 years		Over 5 years		Total	
in € thousand	31.12.2017	31.12.2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016
Outflow of liquidity for future interest payments on fixed-interest loans	3,761	4,201	12,055	13,769	8,018	11,580	23,834	29,550
Outflow of liquidity for future interest payments on floating-rate loans	844	2,020	1,354	3,810	222	437	2,420	6,267
	4,605	6,221	13,409	17,579	8,240	12,017	26,254	35,817

The consolidated companies did not hold any interest rate swaps as of the balance sheet date, so no interest outflows are anticipated in this regard.

Financial Instruments

Carrying Amounts and Fair Values

The tables below show the carrying amounts and fair value of financial assets and financial liabilities, as well as their level in the fair value hierarchy, see also ▶ Note 6, page 88 and ▶ Note 7, page 96.

They do not include any information on financial assets held at fair value or financial liabilities which have not been measured at fair value, where the carrying amount serves as a reasonable approximation of the fair value.

Financial Assets as of 31 December 2017

	Carrying amount			Fair Value			
in € thousand	Loans and receivables	Available for sale	Balance sheet value	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value							
Financial assets (securities)		6,227	6,227	6,227			6,227
	0	6,227	6,227				
Financial assets not measured at fair value							
Financial assets	12,451	2,901	15,352				
Trade receivables	149,115		149,115				
Receivables from related parties	81,527		81,527				
Other financial receivables	2,651		2,651				
Cash, cash equivalents and short-term deposits	201,514		201,514				
	447,258	2,901	450,159				

Financial Liabilities as of 31 December 2017

	Carrying amount				Fair Value			
in € thousand	Held for trading	Fair value – hedging instruments	Other financial liabilities	Balance sheet value	Level 1	Level 2	Level 3	Total
Financial liabilities measured at fair value								
Financial liabilities (interest rate swaps used for hedging transactions)				0				0
	0	0	0	0				
Financial liabilities not measured at fair value								
Financial liabilities (liabilities from bank loans)			256,879	256,879		260,869		260,869
Financial liabilities (finance lease liabilities)			37,422	37,422		37,422		37,422
Financial liabilities (settlement obligation, long-term)			22,620	22,620		22,620		22,620
Financial liabilities (settlement obligation, short-term)			30,900	30,900				
Financial liabilities (other)			37,736	37,736		37,736		37,736
Trade liabilities			77,246	77,246				
Liabilties to related parties (finance lease liabilties)			105,914	105,914		141,722		141,722
Liabilities to related parties (other)			7,614	7,614				
	0	0	576,331	576,331				

Financial Assets as of 31 December 2016

	Carrying amount			Fair Value			
in € thousand	Loans and receivables	Available for sale	Balance sheet value	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value							
Financial assets (securities)		3,940	3,940	3,940			3,940
	0	3,940	3,940				
Financial assets not measured at fair value							
Financial assets	14,434	2,896	17,330				
Trade receivables	160,440		160,440				
Receivables from related parties	81,736		81,736				
Other financial receivables	2,172		2,172				
Cash, cash equivalents and short-term deposits	177,192		177,192				
	435,974	2,896	438,870				

Financial Liabilities as of 31 December 2016

in € thousand	Carrying amount: Held for trading	Carrying amount: Fair value – hedging instruments	Carrying amount: Other financial liabilities	Carrying amount: Balance sheet value	Fair Value: Level 1	Fair Value: Level 2	Fair Value: Level 3	Fair Value: Total
Financial liabilities measured at fair value								
Financial liabilities (interest rate swaps used for hedging transactions)				0				0
	0	0	0	0				
Financial liabilities not measured at fair value								
Financial liabilities (liabilities from bank loans)			298,350	298,350		304,780		304,780
Financial liabilities (finance lease liabilities)			39,043	39,043		39,043		39,043
Financial liabilities (settlement obligation, long-term)			18,045	18,045		18,045		18,045
Financial liabilities (settlement obligation, short-term)			22,603	22,603				
Financial liabilities (other)			37,723	37,723		37,723		37,723
Trade liabilities			68,106	68,106				
Liabilties to related parties (finance lease liabilties)			106,304	106,304		149,820		149,820
Liabilities to related parties (other)			8,950	8,950				
	0	0	599,124	599,124				

There are no material differences between the carrying amounts and fair values of the financial instruments reported under non-current financial liabilities with details of fair value. They are therefore recognised at their carrying amount. Otherwise, the fair value must be stated.

Valuation Methods and Key Unobservable Input Factors for Calculating Fair Value

The table below shows the valuation methods used for Level 2 and Level 3 fair value measurement and the key unobservable input factors utilised.

Financial Instruments Not Measured at Fair Value

Type	Valuation method	Key unobservable input factors
Financial liabilities (liabilities from bank loans, finance lease liabilities, settlement obligations)	Discounted cash flows	Not applicable
Liabilities to related parties (finance lease liabilities included in this item)	Discounted cash flows: The valuation model utilises the present value, taking into account contractually agreed increases in rent. Discount rates represent an adequate interest rate according to the current risk.	Not applicable

There was no reclassification between the individual valuation levels in the financial year under review.

48. Related Party Disclosures

IAS 24 defines related parties as companies and individuals which directly or indirectly control or exert significant influence over the Group or over which the Group has control, joint control or significant influence.

The shareholder HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH, Hamburg (HGV) and its shareholder, the Free and Hanseatic City of Hamburg (FHH), companies over which the shareholder or the Free and Hanseatic City of Hamburg has control or significant influence, the members of HHLA's Executive and Supervisory Boards, and the subsidiaries, associates and joint ventures in the Group are therefore defined as related parties. HGV is the final parent company of HHLA which publishes Consolidated Financial Statements. HHLA is the parent company of the Group.

Transactions with not Fully Consolidated Related Parties

	Income		Expenses		Receivables		Liabilities	
in € thousand	2017	2016	2017	2016	31.12.2017	31.12.2016	31.12.2017	31.12.2016
Companies with control over the Group	219	166	1,215	1,302	75,262	74,793	0	0
Non-consolidated subsidiaries	2	2	469	319	1	9	405	504
Joint ventures	18,587	17,835	14,517	14,202	6,135	6,753	2,517	4,170
Associated companies	925	978	0	0	75	0	77	77
Other transactions with related parties	6,723	23,214	36,812	39,512	54	181	110,529	110,503
	26,456	42,195	53,013	55,335	81,527	81,736	113,528	115,254

The receivables from companies with a controlling interest relate to receivables from cash clearing with HGV totalling € 74,000 thousand (previous year: € 74,000 thousand). HHLA's receivables accrued interest at a rate of 0.00 % p.a. (previous year: between 0.00 and 0.10 % p.a.) in the reporting period. The interest rates for HHLA's liabilities were 0.10 % p.a. (previous year: 0.10 to 0.20 % p.a.).

The transactions with joint ventures pertain to transactions with companies accounted for using the equity method. These mainly relate to HHLA Frucht and Kombi-Transeuropa.

In the previous year, other transactions with related parties include income from the termination of the Übersee-Zentrum lease.

Expenses reported as other transactions with related parties mostly include rent for land and quay walls in the Port of Hamburg and the Speicherstadt historical warehouse district.

Obligations from finance leases amounting to € 105,914 thousand (previous year: € 106,304 thousand) for the lease of four mega-ship berths from HPA are included in other transactions with related parties.

Furthermore, HGV and the Free and Hanseatic City of Hamburg as parties related to HHLA have provided comfort letters and guarantees to lender banks for loans granted to companies in the Group. The nominal amount of the associated liabilities from bank loans is € 123,000 thousand (previous year: € 153,000 thousand), of which approximately € 72,831 thousand plus interest was still outstanding on the balance sheet date (previous year: € 82,874 thousand).

With effect from 18 October 2007, a partial loss compensation agreement was concluded between HHLA and HGV. HGV hereby undertakes to assume each annual deficit posted by the HHLA Real Estate subgroup as per commercial law during the term of the agreement. This applies insofar as the deficit is not compensated for by transferring amounts from retained earnings, other revenue reserves or the capital reserve which were carried forward as profit or transferred to these reserves during the term of the contract in accordance with Section 272 (2) (4) of the German Commercial Code (HGB).

Expenses and income from related parties are on standard market terms. The amounts outstanding at the year-end are not secured and – with the exception of overnight funds in clearing and the loan liability to HGV in the previous year – do not attract interest.

No loans or comparable benefits were granted to the members of the Executive and Supervisory Boards in the reporting year or in the previous year.

List of HHLA's Shareholdings by Business Sector as of 31 December 2017

Name and headquarters of the company	Share of capital held directly in %	Share of capital held indirectly in %	Equity in € thousand	Result for the financial year: Year	Result for the financial year: in € thousand
Port Logistics Subgroup					
Container Segment					
HHLA Container Terminal Burchardkai GmbH, Hamburg[1, 2, 3b]	100.0		76,961	2017	0
Service Center Burchardkai GmbH, Hamburg[1, 2, 3c]		100.0	26	2017	0
HCCR Hamburger Container- und Chassis-Reparatur-Gesellschaft mbH, Hamburg[1, 2, 3b]	100.0		1,942	2017	0
HHLA Container Terminal Tollerort GmbH, Hamburg[1, 2, 3b]	100.0		34,741	2017	0
HHLA Rosshafen Terminal GmbH, Hamburg[1]		100.0	21,718	2017	2,225
HHLA Container Terminal Altenwerder GmbH, Hamburg[1, 2, 3b]	74.9		80,433	2017	0
SCA Service Center Altenwerder GmbH, Hamburg[1, 2, 3c]		74.9	601	2017	0
HVCC Hamburg Vessel Coordination Center GmbH, Hamburg[4]	66,0		100	2017	0
Kombi-Transeuropa Terminal Hamburg GmbH, Hamburg[4]		37.5	137	2017	27
CuxPort GmbH, Cuxhaven[4]	25.1		12,909	2017	2,044
Cuxcargo Hafenbetrieb GmbH & Co. KG, Cuxhaven[5]	50.0		31	2017	5
Cuxcargo Hafenbetrieb Verwaltungs-GmbH, Cuxhaven[5]	50.0		15	2017	0
DHU Gesellschaft Datenverarbeitung Hamburger Umschlagsbetriebe mbH, Hamburg[4]	40.4		1,533	2017	860
HHLA International GmbH, Hamburg[1, 2, 3b]	100.0		369	2017	0
SC Container Terminal Odessa, Odessa/Ukraine (formerly: SC HPC UKRAINA, Odessa/Ukraine)[1]		100.0	34,113	2017	14,975
Intermodal Segment					
CTD Container-Transport-Dienst GmbH, Hamburg[1, 2, 3c]	100.0		1,256	2017	0
POLZUG Intermodal GmbH, Hamburg[1, 2, 3b]	100.0		7,990	2017	0
POLZUG Intermodal Polska sp. z o.o., Warsaw/Poland[1]		100.0	1,221	2017	- 1,650
HHLA Terminals Polska Sp. z o.o., Warsaw/Poland[1, 5]		100.0	- 10	2017	- 5
POLZUG INTERMODAL LLC, Poti/Georgia[1]		75.0	1,473	2017	445
METRANS a.s., Prague/Czech Republic[1]	90.0		238,807	2017	44,612
JPFE-07 INVESTMENTS s.r.o., Ostrava/Czech Republic[1, 5]		90.0	897	2017	93
METRANS Adria D.O.O., Koper/Slovenia[1]		90.0	1,375	2017	266
METRANS (Danubia) a.s., Dunajská Streda/Slovakia[1]		90.0	80,068	2017	11,958
METRANS (Danubia) Kft., Győr/Hungary[1]		90.0	1,160	2017	247
METRANS Danubia Krems GmbH, Krems an der Donau/Austria[1]		90.0	341	2017	99
METRANS D.O.O., Rijeka/Croatia[1, 5]		90.0	4	2017	4
METRANS DYKO Rail Repair Shop s.r.o., Prague/Czech Republic[1]		90.0	5,149	2017	708
METRANS İSTANBUL STI, Istanbul/Turkey[1]		90.0	26	2017	- 98
METRANS Konténer Kft., Budapest/Hungary[1]		90.0	8,161	2017	- 860
METRANS Rail s.r.o., Prague/Czech Republic[1]		90.0	3,674	2017	3,111
METRANS Rail (Deutschland) GmbH, Leipzig[1]		90.0	7,126	2017	2,566
TIP Žilina, s.r.o., Dunajská Streda/Slovakia[1, 5]		90.0	5	2017	0
Univer Trans Kft., Budapest/Hungary[1]		90.0	1,047	2017	296
METRANS Railprofi Austria GmbH, Krems an der Donau/Austria[1]		72.0	1,057	2017	987
IPN Inland Port Network Verwaltungsgesellschaft mbH, Hamburg[5]	50.0		37	2017	2

Name and headquarters of the company	Share of capital held		Equity	Result for the financial year	
	directly	indirectly			
	in %	in %	in € thousand	Year	in € thousand
IPN Inland Port Network GmbH & Co. KG, Hamburg[5]	50.0		68	2017	- 3
Logistics Segment					
HPC Hamburg Port Consulting GmbH, Hamburg[1, 2, 3a]	100.0		1,023	2017	0
UNIKAI Lagerei- und Speditionsgesellschaft mbH, Hamburg[1]	51.0		7,788	2017	1,453
ARS-UNIKAI GmbH, Hamburg[4]		25.5	64	2017	14
HHLA Frucht- und Kühl-Zentrum GmbH, Hamburg[4]	51.0		19,891	2017	1,378
Ulrich Stein Gesellschaft mit beschränkter Haftung, Hamburg[4]	51.0		809	2017	206
Hansaport Hafenbetriebsgesellschaft mit beschränkter Haftung, Hamburg[3b, 4]	49.0		n/a	2017	n/a
HCC Hanseatic Cruise Centers GmbH i.L., Hamburg[1, 6]	51.0		701	2017	-75
Holding/Other					
GHL Zweite Gesellschaft für Hafen- und Lagereiimmobilien-Verwaltung mbH, Hamburg[1, 2, 3c]	100.0		3,609	2017	0
HHLA-Personal-Service GmbH, Hamburg[1, 2, 3b]	100.0		45	2017	0
Real Estate Subgroup					
Real Estate Segment					
Fischmarkt Hamburg-Altona Gesellschaft mit beschränkter Haftung, Hamburg[1, 2, 3a]	100.0		4,518	2017	0
HHLA Immobilien Speicherstadt GmbH, Hamburg[1, 5]	100.0		79	2017	8
HHLA 1. Speicherstadt Immobilien GmbH & Co. KG, Hamburg[1, 3d]	100.0		14,305	2017	1,339
HHLA 2. Speicherstadt Immobilien GmbH & Co. KG, Hamburg[1, 3d]	100.0		69,185	2017	8,268

1 *Controlled companies.*

2 *Profit and loss transfer agreements were held in these companies in 2017.*

3a *The non-disclosure option provided for in Section 264 (3) of the German Commercial Code (HGB) was used for these companies.*

3b *The non-disclosure option and the option of non-inclusion in the Management Report provided for in Section 264 (3) of the German Commercial Code (HGB) were used for these companies.*

3c *The non-disclosure option and the option of non-inclusion in the Management Report and the Notes provided for in Section 264 (3) of the German Commercial Code (HGB) were used for these companies.*

3d *The non-disclosure option provided for in Section 264b of the German Commercial Code (HGB) was used for these companies.*

4 *Companies recognised using the equity method.*

5 *Due to the minor importance of these companies, they are not recognised using the equity method in the Consolidated Financial Statements or as non-consolidated companies, but rather as equity investments.*

6 *Annual Financial Statements as at 30 June 2017*

Remuneration for Key Management Personnel

IAS 24 requires the remuneration of key management personnel to be disclosed. This relates to the active Executive Board and the Supervisory Board. Apart from the details provided below, there were no notifiable transactions with related parties or their close relatives in the 2017 financial year.

For further details of the remuneration paid to individual Executive and Supervisory Board members, please see the ▶ remuneration report, which forms part of the Combined Management Report, page 54.

Remuneration for Active Members of the Executive and Supervisory Boards

Remuneration for Active Members of the Executive and Supervisory Boards

	Executive Board		Supervisory Board	
in € thousand	**2017**	2016	**2017**	2016
Short-term remuneration	2,936	3,143	304	327
of which is non-perfomance-related	1,556	1,619	–	–
of which is perfomance-related	1,380	1,524	–	–
Benefits due after termination of the contract	851	1,181	–	–
	3,787	4,325	304	327

The performance-related portion of the Executive Board's remuneration had not been paid as of the balance sheet date.

In the 2017 financial year, the short-term benefits payable to the Supervisory Board totalled € 304 thousand (previous year: € 327 thousand). Basic salaries accounted for € 206 thousand (previous year: € 199 thousand) of this, remuneration for committee work made up € 58 thousand (previous year: € 78 thousand) and € 40 thousand (previous year: € 50 thousand) consisted of meeting fees.

The past service cost resulting from pension provisions for active members of the Executive Board is reported as post-employment benefits. As of the reporting date, the associated obligation stood at € 7,505 thousand (previous year: € 20,117 thousand).

The Executive Board members' individual pension entitlements as per HGB are as follows:

Individual Pension Claims of Members of the Management Board in Accordance with German Commercial Code (HGB)

in € thousand	**2017**	2016
Angela Titzrath	235	33
Heinz Brandt	1,749	1,484
Dr. Roland Lappin	2,749	2,449
Klaus-Dieter Peters	0	4,758
Dr. Stefan Behn	0	4,133
	4,733	12,857

Former Members of the Executive Board

Benefits totalling € 932 thousand (previous year: € 692 thousand) were paid to former members of the Executive Board and their surviving dependants. The defined benefit obligation for current pensions calculated in accordance with International Financial Reporting Standards amounts to € 24,242 thousand (previous year: € 12,386 thousand).

49. Board Members and Mandates

Seats on statutory supervisory boards or comparable supervisory bodies at domestic and foreign companies.

The Supervisory Board Members and their Mandates

Prof. Dr. Rüdiger Grube (Chairman) (since 21 June 2017)

Managing Partner of Rüdiger Grube International Business Leadership GmbH, Hamburg

Other mandates
- None

Berthold Bose (Vice Chairman) (since 21 June 2017)

Automotive electrician, Hamburg
Head of ver.di Hamburg

Other mandates
- HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH, Hamburg (Vice Chairman)
- Asklepios Kliniken Hamburg GmbH, Hamburg (Vice Chairman)

Prof. Dr. Peer Witten (Chairman) (until 21 June 2017)

Fully qualified business administration manager, Hamburg
Former member of the Otto Group Executive Board

Other mandates
- Forum Grundstücksgesellschaft GmbH & Co. KG, Hamburg
- Otto AG für Beteiligungen, Hamburg
- Röhlig & Co. Holding GmbH & Co. KG, Bremen
- Verwaltungsgesellschaft Otto mbH, Hamburg

Wolfgang Abel (Vice Chairman) (until 21 June 2017)

Postal worker, Bad Oldesloe
Trade union secretary, ver.di Hamburg

Other mandates
- None

Torsten Ballhause (until 21 June 2017)

Fully qualified business and employment lawyer (HWP), Hamburg
Local manager of the Transport division, ver.di Hamburg (until 31 October 2017), Divisional Head of Finance, Controlling and Organisational Policy, ver.di Hamburg (since 1 November 2017)

Other mandates
- HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH, Hamburg (until 26 January 2018)
- HHLA Container Terminals Gesellschaft mit beschränkter Haftung, Hamburg (Vice Chairman)[1] (until 18 August 2017)
- Verwaltungsausschuss für den Hafenfonds der Gesamthafenbetriebs-Gesellschaft mbH, Hamburg (until 14 December 2017)

Petra Bödeker-Schoemann

Fully qualified business administration manager, Hamburg
Managing Director of HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH

Other mandates
- Gesellschaft zur Beseitigung von Sonderabfällen mbH, Kiel
- GMH Gebäudemanagement Hamburg GmbH, Hamburg
- HADAG Seetouristik und Fährdienst AG, Hamburg
- Hamburger Wasserwerke GmbH, Hamburg
- HHLA 1. Speicherstadt Immobilien GmbH & Co. KG, Hamburg (Chairwoman)[1]
- HHLA 2. Speicherstadt Immobilien GmbH & Co. KG, Hamburg (Chairwoman)[1]
- HHLA Container Terminals Gesellschaft mit beschränkter Haftung, Hamburg[1] (until 18 August 2017)
- HHLA Immobilien Speicherstadt GmbH, Hamburg (Chairwoman) [1]
- P+R-Betriebsgesellschaft mbH, Hamburg
- SAGA Siedlungs-Aktiengesellschaft Hamburg, Hamburg
- SBH Schulbau Hamburg, Hamburg
- SGG Städtische Gebäudeeigenreinigung GmbH, Hamburg
- Stromnetz Hamburg GmbH, Hamburg

Dr. Rolf Bösinger

Fully qualified economist, Hamburg
State Secretary at the Hamburg Ministry for the Economy, Transport and Innovation

Other mandates
- Erneuerbare Energien Hamburg Clusteragentur GmbH, Hamburg (Chairman)
- Hamburgische Investitions- und Förderbank A. ö. R., Hamburg
- HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH, Hamburg
- HIW Hamburg Invest Wirtschaftsförderungsgesellschaft mbH, Hamburg (Chairman)
- hySOLUTIONS GmbH, Hamburg (Chairman)
- Landwirtschaftliche Rentenbank, Frankfurt am Main (until 31 December 2017)
- Life Science Nord Management GmbH, Hamburg (Vice Chairman)
- LIHH Logistik-Initiative Hamburg Management GmbH, Hamburg (since 27 December 2017)
- ReGe Hamburg Projekt-Realisierungsgesellschaft mbH, Hamburg (Vice Chairman)
- WTSH Wirtschaftsförderung und Technologietransfer Schleswig-Holstein GmbH, Kiel (until 10 July 2017)
- ZAL Zentrum für Angewandte Luftfahrtforschung GmbH, Hamburg (Chairman)

Dr. Bernd Egert (until 21 June 2017)

Physicist, Winsen (Luhe)
Former State Secretary at the Hamburg Ministry for the Economy, Transport and Innovation

Other mandates
- HHLA 1. Speicherstadt Immobilien GmbH & Co. KG, Hamburg[1] (until 21 June 2017)
- HHLA 2. Speicherstadt Immobilien GmbH & Co. KG, Hamburg[1] (until 21 June 2017)
- HHLA Immobilien Speicherstadt GmbH, Hamburg[1] (until 21 June 2017)

Holger Heinzel (until 21 June 2017)

Fully qualified business administration manager, Hittfeld
Director of Finance and Controlling at HHLA

Other mandates

- HCCR Hamburger Container- und Chassis-Reparatur-Gesellschaft mbH, Hamburg[1] (since 31 May 2017)
- HHLA 1. Speicherstadt Immobilien GmbH & Co. KG, Hamburg[1] (until 21 June 2017)
- HHLA 2. Speicherstadt Immobilien GmbH & Co. KG, Hamburg[1] (until 21 June 2017)
- HHLA Container Terminal Altenwerder GmbH, Hamburg[1] (since 31 May 2017)
- HHLA Container Terminal Burchardkai GmbH, Hamburg[1] (since 1 June 2017)
- HHLA Container Terminal Tollerort GmbH, Hamburg[1] (since 31 May 2017)
- HHLA Immobilien Speicherstadt GmbH, Hamburg[1] (until 21 June 2017)
- HPC Hamburg Port Consulting GmbH, Hamburg[1] (since 12 April 2017)
- SCA Service Center Altenwerder GmbH, Hamburg[1] (since 31 May 2017)
- SCB Service Center Burchardkai GmbH, Hamburg[1] (since 1 June 2017)
- Verwaltungsausschuss für den Hafenfonds der Gesamthafenbetriebs-Gesellschaft mbH, Hamburg

Dr. Norbert Kloppenburg

Fully qualified agricultural engineer, Hamburg
International investments and financing consultant (since 1 November 2017), Member of the Executive Board of KfW Bankengruppe (until 31 October 2017)

Other mandates

- DEG – Deutsche Investitions- und Entwicklungsgesellschaft mbH, Cologne (First Vice Chairman) (until 31 October 2017)
- Deutsche Energie-Agentur GmbH, Berlin (First Vice Chairman) (until 31 October 2017)
- KfW IPEX-Bank GmbH, Frankfurt am Main (Chairman) (until 25 October 2017)

Andreas Kummer (until 21 June 2017)

Car mechanic, Rosengarten
Chairman of the works council of HCCR Hamburger Container- und Chassis-Reparatur-Gesellschaft mbH, Hamburg

Other mandates

- HCCR Hamburger Container- und Chassis-Reparatur-Gesellschaft mbH, Hamburg[1]
- HHLA Container Terminals Gesellschaft mit beschränkter Haftung, Hamburg[1] (until 18 August 2017)

Thomas Lütje (since 21 June 2017)

Shipping agent, Jork
Director of Sales at HHLA

Other mandates

- HCCR Hamburger Container- und Chassis-Reparatur-Gesellschaft mbH, Hamburg[1] (Chairman) (until 31 May 2017)
- HHLA 1. Speicherstadt Immobilien GmbH & Co. KG, Hamburg[1] (since 4 September 2017)
- HHLA 2. Speicherstadt Immobilien GmbH & Co. KG, Hamburg[1] (since 4 September 2017)
- HHLA Container Terminals Gesellschaft mit beschränkter Haftung, Hamburg[1] (until 18 August 2017)
- HHLA Immobilien Speicherstadt GmbH, Hamburg[1] (since 4 September 2017)
- HVCC Hamburg Vessel Coordination Center GmbH, Hamburg[1] (Chairman)

Thomas Mendrzik (since 21 June 2017)

Electrical technician, Hamburg
Chairman of the HHLA Container Terminal Altenwerder GmbH works council, Hamburg

Other mandates

- HHLA 1. Speicherstadt Immobilien GmbH & Co. KG, Hamburg[1] (since 4 September 2017)
- HHLA 2. Speicherstadt Immobilien GmbH & Co. KG, Hamburg[1] (since 4 September 2017)
- HHLA Container Terminal Altenwerder GmbH, Hamburg[1]
- HHLA Immobilien Speicherstadt GmbH, Hamburg[1] (since 4 September 2017)
- SCA Service Center Altenwerder GmbH, Hamburg[1]

Thomas Nahr (until 21 June 2017)

Retail sales assistant/port technician, Hamburg
Member of the joint works council of Hamburger Hafen und Logistik AG

Other mandates

- HHLA Container Terminals Gesellschaft mit beschränkter Haftung, Hamburg[1] (until 18 August 2017)

Norbert Paulsen

Fully qualified engineer, Hamburg
Chairman of the joint works council of Hamburger Hafen und Logistik AG

Other mandates

- HGV Hamburger Gesellschaft für Vermögens- und Beteiligungsmanagement mbH, Hamburg (since 27 February 2017)
- HHLA 1. Speicherstadt Immobilien GmbH & Co. KG, Hamburg (Vice Chairman)[1]
- HHLA 2. Speicherstadt Immobilien GmbH & Co. KG, Hamburg (Vice Chairman)[1]
- HHLA Immobilien Speicherstadt GmbH, Hamburg (Vice Chairman)[1]

Sonja Petersen (since 21 June 2017)

Fully qualified business administration manager (FH), Norderstedt
Clerical employee at HHLA Container Terminal Burchardkai GmbH

Other mandates

- None

Dr. Sibylle Roggencamp

Fully qualified economist, Molfsee
Head of the Office for Asset and Investment Management at the Hamburg Ministry of Finance

Other mandates
- Elbphilharmonie und Laeiszhalle Service GmbH, Hamburg
- Flughafen Hamburg GmbH, Hamburg
- Hamburg Musik GmbH, Hamburg
- Hamburger Hochbahn AG, Hamburg
- Hamburgischer Versorgungsfonds AöR, Hamburg
- HHLA 1. Speicherstadt Immobilien GmbH & Co. KG, Hamburg[1]
- HHLA 2. Speicherstadt Immobilien GmbH & Co. KG, Hamburg[1]
- HHLA Immobilien Speicherstadt GmbH, Hamburg[1]
- HSH Beteiligungsmanagement GmbH, Hamburg (since 26 January 2017)
- HSH Portfoliomanagement AöR, Kiel (Chairwoman)
- Sprinkenhof GmbH, Hamburg (Chairwoman)
- Universitätsklinikum Hamburg KöR, Hamburg

Maya Schwiegershausen-Güth (since 21 June 2017)

MA in politics, sociology, economic and social history, Berlin
Trade union secretary, ver.di

Other mandates
- None

Michael Westhagemann (since 21 June 2017)

Computer scientist, Hamburg
Management consultant for innovation and technology (since 1 October 2017),
CEO Region North, Siemens AG (until 30 September 2017)

Other mandates
- Erneuerbare Energien Hamburg Clusteragentur GmbH, Hamburg

[1]Mandates within the Group

Supervisory Board Committees

Finance Committee
- Dr. Sibylle Roggencamp (Chairwoman)
- Thomas Mendrzik (Vice Chairman) (since 4 September 2017)
- Torsten Ballhause (Vice Chairman) (until 21 June 2017)
- Dr. Bernd Egert (until 21 June 2017)
- Dr. Norbert Kloppenburg
- Andreas Kummer (until 21 June 2017)
- Thomas Nahr (until 21 June 2017)
- Norbert Paulsen (since 4 September 2017)
- Sonja Petersen (since 4 September 2017)
- Michael Westhagemann (since 4 September 2017)

Audit Committee
- Dr. Norbert Kloppenburg (Chairman)
- Norbert Paulsen (Vice Chairman)
- Torsten Ballhause (until 21 June 2017)
- Petra Bödeker-Schoemann
- Dr. Bernd Egert (until 21 June 2017)
- Andreas Kummer (until 21 June 2017)
- Thomas Mendrzik (since 4 September 2017)
- Sonja Petersen (since 4 September 2017)
- Michael Westhagemann (since 4 September 2017)

Real Estate Committee
- Petra Bödeker-Schoemann (Chairwoman)
- Norbert Paulsen (Vice Chairman)
- Dr. Bernd Egert (until 21 June 2017)
- Holger Heinzel (until 21 June 2017)
- Thomas Lütje (since 4 September 2017)
- Thomas Mendrzik (since 4 September 2017)
- Thomas Nahr (until 21 June 2017)
- Dr. Sibylle Roggencamp
- Michael Westhagemann (since 4 September 2017)

Personnel Committee
- Prof. Dr. Peer Witten (Chairman) (until 21 June 2017)
- Wolfgang Abel (Vice Chairman) (until 21 June 2017)
- Torsten Ballhause (until 21 June 2017)
- Dr. Rolf Bösinger
- Berthold Bose (since 4 September 2017)
- Prof. Dr. Rüdiger Grube (since 4 September 2017)
- Andreas Kummer (until 21 June 2017)
- Thomas Mendrzik (since 4 September 2017)
- Norbert Paulsen (since 4 September 2017)
- Dr. Sibylle Roggencamp

Nomination Committee
- Prof. Dr. Peer Witten (Chairman) (until 21 June 2017)
- Dr. Rolf Bösinger
- Prof. Dr. Rüdiger Grube (since 4 September 2017)
- Dr. Sibylle Roggencamp

Arbitration Committee
- Wolfgang Abel (until 21 June 2017)
- Dr. Rolf Bösinger (since 4 September 2017)
- Berthold Bose (since 4 September 2017)
- Dr. Bernd Egert (until 21 June 2017)
- Prof. Dr. Rüdiger Grube (since 4 September 2017)
- Andreas Kummer (until 21 June 2017)
- Norbert Paulsen (since 4 September 2017)
- Prof. Dr. Peer Witten (until 21 June 2017)

The Executive Board Members and their Mandates

Angela Titzrath (Chairwoman)

Economist (MA), Hamburg
First appointed: 2016

Areas of responsibility
- Corporate development
- Corporate communications
- Sustainability
- Container sales
- Intermodal segment
- Logistics segment

Other mandates
- CTD Container-Transport-Dienst GmbH, Hamburg
- HHLA Container Terminal Altenwerder GmbH, Hamburg (until 31 May 2017)
- HHLA Container Terminal Burchardkai GmbH, Hamburg (until 1 June 2017)
- HHLA Container Terminal Tollerort GmbH, Hamburg (until 31 May 2017)
- HHLA Frucht- und Kühl-Zentrum GmbH, Hamburg
- HHLA Logistics GmbH, Hamburg (until 18 August 2017)
- HPC Hamburg Port Consulting GmbH, Hamburg
- METRANS a.s., Prague, Czech Republic
- POLZUG Intermodal GmbH, Hamburg
- SCA Service Center Altenwerder GmbH, Hamburg (until 31 May 2017)
- SCB Service Center Burchardkai GmbH, Hamburg (until 1 June 2017)
- Evonik Industries AG, Essen
- AXA Konzern AG, Cologne
- Ulrich Stein Gesellschaft mit beschränkter Haftung, Hamburg
- UNIKAI Lagerei- und Speditionsgesellschaft mbH, Hamburg

Dr. Stefan Behn (until 31 March 2017)

Fully qualified business administration manager, Hamburg
First appointed: 1996

Areas of responsibility
- Container sales
- Container operations
- Container engineering
- Information systems

Other mandates
- DAKOSY Datenkommunikationssystem AG, Hamburg (until 31 March 2017)
- HCC Hanseatic Cruise Centers GmbH i. L., Hamburg (until 31 March 2017)
- HCCR Hamburger Container- und Chassis- Reparatur-Gesellschaft mbH, Hamburg (until 31 March 2017)
- HHLA Container Terminal Altenwerder GmbH, Hamburg (until 31 March 2017)
- HHLA Container Terminal Burchardkai GmbH, Hamburg (until 31 March 2017)
- HHLA Container Terminal Tollerort GmbH, Hamburg (until 31 March 2017)
- HHLA Rosshafen Terminal GmbH, Hamburg (until 31 March 2017)
- HPC Hamburg Port Consulting GmbH, Hamburg (until 31 March 2017)
- SCA Service Center Altenwerder GmbH, Hamburg (until 31 March 2017)
- SCB Service Center Burchardkai GmbH, Hamburg (until 31 March 2017)

Heinz Brandt

Legal assessor, Bremen
First appointed: 2009

Areas of responsibility
- Human resources
- Purchasing and materials management
- Health and safety in the workplace
- Legal and Insurance[1]

Other mandates
- Gesamthafenbetriebs-Gesellschaft mbH, Hamburg
- GHL Zweite Gesellschaft für Hafen- und Lagereiimmobilien-Verwaltung mbH, Hamburg
- HCCR Hamburger Container- und Chassis- Reparatur-Gesellschaft mbH, Hamburg (until 31 May 2017)
- HHLA Logistics GmbH, Hamburg (until 18 August 2017)
- HHLA-Personal-Service GmbH, Hamburg
- HPC Hamburg Port Consulting GmbH, Hamburg
- Verwaltungsausschuss für den Hafenfonds der Gesamthafenbetriebs-Gesellschaft mbH, Hamburg

Jens Hansen (since 1 April 2017)

Fully qualified engineer, fully qualified business administration manager, Elmshorn
First appointed: 2017

Areas of responsibility
- Operations[2]
- Technology[2]
- Information systems

Other mandates
- Cuxcargo Hafenbetrieb GmbH & Co. KG, Cuxhaven (since 12 April 2017)
- Cuxcargo Hafenbetrieb Verwaltungs-GmbH, Cuxhaven (since 12 April 2017)
- DAKOSY Datenkommunikationssystem AG, Hamburg (since 2 May 2017)
- Gesamthafenbetriebs-Gesellschaft mbH, Hamburg (until 3 July 2017)
- HCCR Hamburger Container- und Chassis- Reparatur-Gesellschaft mbH, Hamburg (since 18 April 2017)
- HHLA Container Terminal Altenwerder GmbH, Hamburg (since 1 April 2017)
- HHLA Container Terminal Burchardkai GmbH, Hamburg (since 1 June 2017)
- HHLA Container Terminal Tollerort GmbH, Hamburg (since 18 April 2017)
- HHLA Rosshafen Terminal GmbH, Hamburg (since 18 April 2017)
- HVCC Hamburg Vessel Coordination Center GmbH, Hamburg
- SCA Service Center Altenwerder GmbH, Hamburg (since 1 April 2017)
- SCB Service Center Burchardkai GmbH, Hamburg (since 1 June 2017)

Dr. Roland Lappin

Fully qualified industrial engineer, Hamburg
First appointed: 2003

Areas of responsibility
- Finance and controlling[3]
- Investor relations
- Internal audit
- Real Estate segment

Other mandates

- Fischmarkt Hamburg-Altona Gesellschaft mit beschränkter Haftung, Hamburg
- GHL Zweite Gesellschaft für Hafen- und Lagereiimmobilien-Verwaltung mbH, Hamburg
- Hansaport Hafenbetriebsgesellschaft mbH, Hamburg
- HHLA Container Terminal Burchardkai GmbH, Hamburg (until 1 June 2017)
- HHLA Frucht- und Kühl-Zentrum GmbH, Hamburg
- HHLA Rosshafen Terminal GmbH, Hamburg
- IPN Inland Port Network GmbH & Co. KG, Hamburg
- IPN Inland Port Network Verwaltungsgesellschaft mbH, Hamburg
- METRANS a.s., Prague, Czech Republic
- POLZUG Intermodal GmbH, Hamburg
- SCB Service Center Burchardkai GmbH, Hamburg (until 1 June 2017)
- Ulrich Stein Gesellschaft mit beschränkter Haftung, Hamburg
- UNIKAI Lagerei- und Speditionsgesellschaft mbH, Hamburg

[1] *Including compliance*
[2] *Without real estate, for the Intermodal and Logistics segments as agreed with the Chairwoman of the Executive Board*
[3] *Including organisation*

50. German Corporate Governance Code

HHLA has based its corporate governance on the recommendations and suggestions of the German Corporate Governance Code (the Code) as published on 5 May 2015 and – subsequent to its taking effect – the version dated 7 February 2017. Information on corporate governance at HHLA and a detailed report on the amount and structure of the remuneration paid to the Supervisory Board and Executive Board can be found in the Group Management Report and ▶ Note 48, page 138 of this report. The Executive Board and Supervisory Board discussed matters of corporate governance in 2017 and on 18 December 2017 issued the declaration of compliance 2017 in accordance with Section 161 of the German Stock Corporation Act (AktG), which is permanently available to shareholders on the company's website ▶ www.hhla.de.

51. Auditing Fees

In both the reporting year and the previous year, fees for auditing the financial statements primarily consisted of the fees for the audit of the Consolidated Financial Statements, the audits of the financial statements of HHLA AG and its domestic subsidiaries, and the review of the interim financial statements. They also cover the project-related reviews relating to the introduction of IFRS 15 and 16. The other certification services include both audits under the German Renewable Energies Act and the German Combined Heat and Power Generation Act, as well as audits relating to EU subsidies. PricewaterhouseCoopers GmbH Wirtschaftsprüfungsgesellschaft was appointed as the auditor for the 2017 financial year, as in the previous year.

Auditing Fees

in € thousand	2017	2016
Audit of financial statements	586	512
Other certification services	16	0
Tax advisory services	16	2
Other services	2	0
	620	514

52. Events after the Balance Sheet Date

There were no significant events after the balance sheet date of 31 December 2017.

Hamburg, 1 March 2018

Hamburger Hafen und Logistik Aktiengesellschaft

Angela Titzrath | Heinz Brandt | Jens Hansen | Dr. Roland Lappin