Interim report of Copenhagen Airports A/S (CPH) for the period 1 January – 30 June 2019

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The terms "Copenhagen Airports", "CPH", "the Group" and "the Company" are used synonymously for Copenhagen Airports A/S consolidated with its subsidiaries and associates.

The term "Copenhagen Airport" is used to refer to the airport at Copenhagen, Kastrup, owned by Copenhagen Airports A/S.

The term "YTD" is used to refer to year-to-date figures, and the term "FY" is used to refer to full-year figures.

INTERIM REPORT OF COPENHAGEN AIRPORTS A/S (CPH) FOR THE PERIOD 1 JANUARY – 30 JUNE 2019

The Board of Directors has today approved the interim report for the period 1 January – 30 June 2019.

As in previous years, the Company has adopted an interim dividend based on the interim profit. The dividend amounts to DKK 237.7 million or DKK 30.28 per share.

SUMMARY OF THE FIRST HALF OF 2019

The first six months of the year was in line with the same period in the busy record year of 2018, with a total of 14.4 million travellers: 0.1% less. The number of locally departing passengers fell by 0.7%, while the number of transfer and transit passengers increased by 1.5%. At the end of the first six months, the profit before tax, excluding one-off items, was DKK 621.6 million. This is 12.5% lower than in the same period last year. This is mainly due to a reduction of the charge airlines pay to use the airport. Following a 10% reduction as of 1 April 2018, by 1 April 2019 it was reduced by a further 5%. In addition, there was increased depreciation and, also higher staff costs due to inflation and capacity expansion.

2019 also saw a growth in intercontinental routes, which showed an increase of 7.7% compared to the same period last year. However, the number of travellers on shorter routes within Europe fell by 0.8%.

More routes, more transfer and not least the growth of long-haul traffic increase Denmark's connectivity and strengthen Copenhagen Airport as a North European hub, in line with the objectives in the National Aviation Strategy. CPH looks forward to continuing the close collaboration with authorities and partners to execute the strategy

Pilot strike and adjustments
There are a number of reasons why the total number of travellers did not increase when compared to the record year of 2018. The SAS pilot strike in April and May impacted the airport negatively by approximately 175,000 passengers. At the same time, Norwegian adjusted their traffic programme and didn't fly as many passengers than last year. There is also an impact from last year's bankruptcy of Primera Air from May onwards. The company flew several charter flights to numerous summer destinations. That capacity is absent this year.

The lower charges mean that the revenue in the aeronautical part of the business fell by 7.0% to DKK 1,174.7 million. In the non-aeronautical part of the business, such as the shopping centre, leasing and parking, revenue increased by 3.5% to DKK 925.0 million.

New routes
The first half of 2019 saw a large number of new routes, both summer routes and year-round routes, to new and existing destinations. The new year-round routes are to European destinations such as Liverpool, London Southend, Nantes, Cracow and Düsseldorf.

Investing in the airport of tomorrow
Over the past decade, CPH has invested more than DKK 11 billion in developing the airport of tomorrow, to ensure that Denmark has the best possible accessibility to the rest of the world. In 2018, CPH increased the already high level of investment to DKK 2.1 billion.

The 4th of June, CPH saw the grand opening of the largest terminal built in decades – Finger E, an impressive 36,000 m^2 with passenger areas, gates and a new passport control. Finger E marks a milestone in the work of creating the airport of tomorrow. Globally, CPH is looking forward to a growth in the number of passengers, but not necessarily in the number of take offs and landings, given that the aircrafts are getting larger and the load factor is increasing. In 1996, it took 270,000 arrivals and departures to fly 16.1 million travellers to and from CPH. In 2018, there were 266,000 arrivals and departures flying 30.3 million travellers. At the same time, the new types of aircrafts are more fuel-efficient and quieter, thereby reducing their impact on the climate.

The construction of the airport of tomorrow continues. A new sorter facility for departing luggage and a completely new space in front of the terminals are being constructed. In addition, preparatory work is under way for the largest construction project in recent times: an 80,000 m^2 extension of the terminal area after the security check, with extra space for airport travellers, airlines and companies. The project also includes a significant extension of the baggage-reclaim area.

In the first six months of this year, capital investments amounted to DKK 1,083.1 million.

The financial development in Copenhagen Airport with high investments, uncertain development in world economic outlook and passenger numbers and negative events for some airlines has put pressure on CPH's cash flow. The timing in the investment program announced for the airport therefore might have to be reconsidered if this development accelerates.

As a temporary measure due to the pressure on the cashflow and the mentioned external uncertainties the Board of Directors has decided to pay out 50% in interim dividend as opposed to the policy of 100%. This will be reviewed at the year end. The Management and Board will follow the development closely.

Sustainable growth
CPH emphasizes that growth and the creation of the airport of the future must be sustainable for the climate as well as financially.

The future growth must be accompanied by ambitious goals for climate and the environment. CPH reached the first target this year when the ACA (Airport Carbon Accreditation) certified CPH as a CO_2-neutral airport. This is the result of a large-scale climate project in the country of Laos, which will compensate for the CO_2 emitted by the airport itself. Being a CO_2 neutral airport is currently the highest level possible as part of the ACA scheme. The main criteria for choosing the project include the facts that: it is certified as a Gold Standard project; it is going on in one of the least developed countries in the world; and the type of project (climate-friendly cookers) features on the list of projects we believe to be highly credible cf. the aviation industry's global climate certification ACA's guidelines for climate compensation. The airport is working to eliminate CO_2 emissions by 2030, thereby continuously reducing the need for climate compensation.

HIGHLIGHTS OF RESULTS

- Passenger numbers at Copenhagen Airport decreased by 0.1% in the first six months of 2019. The number of local departing passengers fell by 0.7%, and the number of transfer and transit passengers increased by 1.5%.

- Revenue fell by 2.7% to DKK 2,099.7 million (2018: DKK 2,156.9 million), primarily driven by the reduction in airport charges from 1 April 2018 and the new charges agreement valid as of 1 April 2019. This was partly offset by an increase in concession revenue.

- EBITDA, excluding one-off items, decreased by 7.9% to DKK 1,137.0 million (2018: DKK 1,235.1 million). EBITDA fell by 7.0% to DKK 1,132.4 million (2018: DKK 1,217.0 million).

- EBIT, excluding one-off items, decreased by 14.6% to DKK 687.5 million (2018: DKK 805.0 million). EBIT fell by 13.2% to DKK 682.9 million (2018: DKK 786.9 million). EBIT was affected by the above-mentioned reduction in airport charges, a 4.5% increase in staff costs and a 4.5% increase in depreciation charges because of the large investments in expanding the airport.

- Net financing costs decreased by DKK 28.4 million compared to 2018, which was due to the lower average interest rate.

- Profit before tax, excluding one-off items, decreased by 12.5% to DKK 621.6 million (2018: DKK 710.7 million). Profit before tax decreased by 10.9% to DKK 617.0 million (2018: DKK 692.6 million).

- Capital investments was DKK 1,083.1 million in the first six months of 2019 (2018: DKK 1,033.2 million). The investment in the first six months was affected by the expansion of Terminal 3 airside, the establishment of Pier E, new baggage facilities, the expansion of cooling capacity and miscellaneous maintenance work.

- A total interim dividend of DKK 237.7 million will be distributed on 13 August 2019 based on the holdings registered in VP account at the end of the business day on 12 August 2019.

OUTLOOK FOR 2019

CPH expects the total number of passengers to be in line with 2018, and therefore adjusts full-year outlook for revenue growth to a negative range of 2% -3% relative to the previous outlook with a range from 0% to negative 1% announced on May 21, 2019. CPH retains the outlook for the profit before tax excluding one-off items and capital investments from the announcement of 21 May 2019.

	REALISED 2018	Outlook for 2019
Revenue growth	0.1%	negative growth of 2-3%
Profit before tax, excluding one-off items, DKK million	1,451.5	1,250-1,350
Profit before tax, DKK million	1,417.3	
Total capital investments, DKK million	2,078.8	1,800 -2,100

Outlook for revenue growth
Based on the expected traffic programme for 2019, the total number of passengers is expected to be in line with 2018. The development in passenger numbers is a dynamic factor that is subject to both positive and negative influence from general economic developments, decisions on routes and capacity changes made by airlines, and isolated events in the aviation industry. Although the passenger numbers are expected to be in line with 2018, a decrease in revenue is expected. This is due to a 10% reduction in airport charges as of 1 April 2018 and the new charges agreement valid as of April 2019. The new charges agreement resulted in restructured take-off and passenger-related charges. With the new agreement, the prices will initially be approx. 5% lower in 2019 compared to 2018.

Revenue development is expected to be negative in the range of 2-3%, primarily due to the reduction of charges in 2018 and the charges agreement with the airlines coming into effect on 1 April 2019 together with the SAS pilot strike and adjustments in our airlines' traffic programme.

Outlook for profit before tax
Operating costs are expected to be higher than in 2018, primarily due to an increase in the number of employees because of capacity expansions and additional regulatory requirements, and cost inflation. This will be partly offset by a continuing focus on operating cost efficiencies. Depreciation is expected to be at the 2018 level and the financing costs are expected to be lower than in 2018.

Profit before tax in 2019 is expected to be in the range of DKK 1,250-1,350 million, excluding one-off items. EBITDA is expected to be lower in 2019 than in 2018, excluding one-off items. The result is affected by the reduction of charges in 2018 and the new charges agreement concluded with the airlines and the SAS pilot strike and the adjustments in the airlines' traffic programme.

Outlook for capital investments
CPH expects to continue to invest for the benefit of passengers and airlines and is maintaining its growth plan, Expanding CPH, through which CPH will develop and expand the airport as passenger numbers increase.

CPH expects to maintain the investment level in 2019. These are expected to amount to approx. DKK 1.8 - 2.1 billion, in order to accommodate the growth plan. Investments include the expansion of Terminal 3 airside, wide-body capacity expansion, the expansion of Pier E, and the establishment of Baggage Factory West and new aircraft stands. CPH will also be investing in non-aeronautical projects.

GROUP FINANCIAL HIGHLIGHTS AND KEY RATIOS

	Q2 2019	Q2 2018	YTD 2019	YTD 2018	2018
Income statement (DKK million)					
Revenue	1,128	1,144	2,100	2,157	4,445
aeronautical revenue	*644*	*673*	*1,175*	*1,263*	*2,575*
non-aeronautical revenue	*484*	*471*	*925*	*894*	*1,870*
EBITDA	626	652	1,132	1,217	2,512
aeronautical EBITDA	*249*	*286*	*416*	*526*	*1,078*
non-aeronautical EBITDA	*377*	*366*	*717*	*691*	*1,434*
EBIT	398	423	683	787	1,584
aeronautical EBIT	*71*	*107*	*65*	*190*	*353*
non-aeronautical EBIT	*327*	*316*	*618*	*597*	*1,232*
Net financing costs	37	46	66	94	167
Profit before tax	361	377	617	693	1,417
Net profit	278	290	475	534	1,105
Statement of comprehensive income (DKK million)					
Other comprehensive income	26	12	41	7	41
Comprehensive income	304	302	516	541	1,147
Balance sheet (DKK million)					
Property, plant and equipment	12,393	11,172	12,393	11,172	11,726
Financial investments	138	13	138	13	86
Total assets	13,606	12,212	13,606	12,212	12,968
Equity	2,924	2,908	2,924	2,908	3,086
Interest-bearing debt	8,169	6,819	8,169	6,819	7,185
Investment in property, plant and equipment	505	520	1,022	959	1,938
Investment in intangible assets	30	44	61	74	141
Cash flow statement (DKK million)					
Cash flow from operating activities	455	641	546	858	1,980
Cash flow from investing activities	(557)	(542)	(970)	(886)	(1,759)
Cash flow from financing activities	108	(122)	291	35	(74)
Cash at end of period	26	19	26	19	159
Key ratios					
EBITDA margin	55.5%	57.0%	53.9%	56.4%	56.5%
EBIT margin	35.2%	37.0%	32.5%	36.5%	35.6%
Asset turnover rate	0.34	0.38	0.32	0.36	0.37
Return on assets	12.0%	14.1%	10.4%	13.3%	13.0%
Return on equity	35.7%	36.9%	31.6%	35.2%	35.4%
Equity ratio	21.5%	23.8%	21.5%	23.8%	23.8%
Earnings per DKK 100 share	35.4	37.0	60.6	68.0	140.8
Cash earnings per DKK 100 share	64.5	66.2	117.8	122.8	259.1
Net asset value per DKK 100 share	372.6	370.6	372.6	370.6	393.3
NOPAT margin	26.3%	31.2%	26.3%	31.2%	27.8%
Turnover rate of capital employed	0.38	0.42	0.38	0.42	0.41
ROCE*	12.9%	16.8%	12.9%	16.8%	14.7%

* ROCE is calculated based on reported EBIT for the last four quarters.

MANAGEMENT'S FINANCIAL REVIEW

Performance – H1 2019
Performance in the first half of 2019 was negatively impacted by a general reduction in airport charges at Copenhagen Airport compared to the same period last year.

Consolidated profit before tax for the first half of 2019 was DKK 621.6 million (2018: DKK 710.7 million), excluding one-off items of DKK 4.6 million, which primarily related to restructuring costs.

Performance – compared to 2018
Consolidated Group revenue in the first half of 2019 decreased by 2.7% to DKK 2,099.7 million. Aeronautical revenue fell by 7.0% to DKK 1,174.7 million, primarily due to the reduction in airport charges from 1 April 2018 and the new charges agreement valid as of 1 April 2019. This was partly offset by an increase in local departing passengers on international routes. Non-aeronautical revenue increased by 3.5% to DKK 925.0 million, mainly driven by an increase in revenue from the shopping centre.

Operating costs including depreciation increased by DKK 60.3 million to DKK 1,412.9 million, excluding one-off items. This was mainly because of an increase in staff costs of DKK 30.7 million due to annual salary adjustment and an increase in headcount of 70 full-time employees, primarily because of the expansion in the security checkpoint, and additional regulatory requirements. Furthermore, depreciation and amortisation increased by DKK 19.4 million due to the continued high investment level.

EBITDA, excluding one-off items, decreased by 7.9% compared to 2018. Compared to 2018, EBITDA fell by 7.0% to DKK 1,132.4 million.

Net financing costs were DKK 65.9 million, which was a decrease of DKK 28.4 million compared to the same period in 2018. This was due to a lower average interest rate.

Compared to the same period in 2018, profit before tax, excluding one-off items, fell by 12.5% to DKK 621.6 million. Profit before tax was DKK 617.0 million.

	Q2				Year to date			
DKK million	**2019**	**2018**	**Ch.**	**Ch. %**	**2019**	**2018**	**Ch.**	**Ch. %**
Revenue	1,127.9	1,144.1	(16.2)	(1.4%)	2,099.7	2,156.9	(57.2)	(2.7%)
EBITDA	625.6	652.0	(26.4)	(4.1%)	1,132.4	1,217.0	(84.6)	(7.0%)
EBIT	397.6	422.7	(25.1)	(5.9%)	682.9	786.9	(104.0)	(13.2%)
Net financing costs	36.8	46.1	(9.3)	(20.2%)	65.9	94.3	(28.4)	(30.1%)
Profit before tax	**360.8**	**376.6**	**(15.8)**	**(4.2%)**	**617.0**	**692.5**	**(75.5)**	**(10.9%)**

OTHER ITEMS IN THE INCOME STATEMENT

Net financing costs

DKK million	Year to date 2019	2018	Ch.
Interest	99.8	115.3	(15.5)
Capitalised interest expenses regarding assets under construction	(35.6)	(24.1)	(11.5)
Market value adjustments	(0.5)	(0.7)	0.2
Other financial costs	2.2	3.8	(1.6)
Total	**65.9**	**94.3**	**(28.4)**

Net financing costs decreased by DKK 28.4 million in comparison to 2018.

The interest costs decreased by DKK 15.5 million due to a lower average interest rate.

Capitalised interest on non-current assets increased because of the timing of project start-ups and the higher activity level.

Tax on profit for the period
Tax on profit for the period is recognised on the basis of estimated tax.

CASH FLOW STATEMENT

DKK million	Year to date 2019	2018	Ch.
Cash flow from:			
Operating activities	546.4	857.9	(311.5)
Investing activities	(970.1)	(886.5)	(83.6)
Financing activities	290.9	35.1	255.8
Net cash flow for the period	**(132.8)**	**6.5**	**(139.3)**
Cash at beginning of year	159.1	12.6	146.5
Cash at the end of the period	**26.3**	**19.1**	**7.2**

Cash flow from operating activities
Developments in the cash flow from operating activities were primarily related to the lower revenue as a result of the charges reduction from 1 April 2018 and the new charges agreement valid as of 1 April 2019.

Cash flow from investing activities
Cash flow from investments in property, plant and equipment and intangible assets in the first six months of 2019 totalled DKK 970.8 million (2018: DKK 887.3 million). Major investments included the expansion of Terminal 3 airside, the establishment of Pier E, new baggage facilities, the expansion of cooling capacity and miscellaneous maintenance work.

Cash flow from financing activities
The cash flow from financing activities primarily relates to proceed from new loan and net drawdowns on credit facility, totalling DKK 1.5 billion. This was partly offset by dividend payments as well as repayment and amortisations of loans.

Cash and cash equivalents
As of 30 June 2019, CPH had cash and cash equivalents of DKK 26.3 million (2018: DKK 19.1 million).

INCOME STATEMENT

1 January - 30 June 2019 **DKK million**	**Including one-off items**	**One-off items**	**Excluding one-off items**
Revenue	2,099.7	-	2,099.7
Other income	0.7	-	0.7
External costs	254.8	(1.0)	253.8
Staff costs	713.2	(3.6)	709.6
EBITDA	**1,132.4**	**4.6**	**1,137.0**
Amortisation and depreciation	449.5	-	449.5
Profit before interest and tax	**682.9**	**4.6**	**687.5**
Net financing costs	65.9	-	65.9
Profit before tax	**617.0**	**4.6**	**621.6**
Tax on profit for the period	141.7	1.0	142.7
Net profit for the period	**475.3**	**3.6**	**478.9**

1 January - 30 June 2018 **DKK million**	**Including one-off items**	**One-off items**	**Excluding one-off items**
Revenue	2,156.9	-	2,156.9
Other income	0.7	-	0.7
External costs	258.0	(14.4)	243.6
Staff costs	682.6	(3.7)	678.9
EBITDA	**1,217.0**	**18.1**	**1,235.1**
Amortisation and depreciation	430.1	-	430.1
Profit before interest and tax	**786.9**	**18.1**	**805.0**
Net financing costs	94.3	-	94.3
Profit before tax	**692.6**	**18.1**	**710.7**
Tax on profit for the period	158.6	4.0	162.6
Net profit for the period	**534.0**	**14.1**	**548.1**

Q2 2019 DKK million	Including one-off items	One-off items	Excluding one-off items
Revenue	1,127.9	-	1,127.9
Other income	0.7	-	0.7
External costs	129.0	(0.6)	128.4
Staff costs	374.0	(1.8)	372.2
EBITDA	**625.6**	**2.4**	**628.0**
Amortisation and depreciation	228.0	-	228.0
Profit before interest and tax	**397.6**	**2.4**	**400.0**
Net financing costs	36.8	-	36.8
Profit before tax	**360.8**	**2.4**	**363.2**
Tax on profit for the period	82.8	0.5	83.3
Net profit for the period	**278.0**	**1.9**	**279.9**

Q2 2018 DKK million	Including one-off items	One-off items	Excluding one-off items
Revenue	1,144.1	-	1,144.1
Other income	0.3	-	0.3
External costs	131.2	(7.0)	124.2
Staff costs	361.2	(2.3)	358.9
EBITDA	**652.0**	**9.3**	**661.3**
Amortisation and depreciation	229.3	-	229.3
Profit before interest and tax	**422.7**	**9.3**	**432.0**
Net financing costs	46.1	-	46.1
Profit before tax	**376.6**	**9.3**	**385.9**
Tax on profit for the period	86.2	2.1	88.3
Net profit for the period	**290.4**	**7.2**	**297.6**

Segment reporting

CPH has chosen to review its operating and financial performance for the period based on its segmental division.

CPH's income statement, statement of comprehensive income, balance sheet, cash flow statement, statement of changes in equity and notes to the financial statements for the period 1 January – 30 June 2019 appear on pages 14-23.

Segment revenue and profit

Year to date	Revenue				Profit before interest and tax			
DKK million	2019	2018	Ch.	Ch. %	2019	2018	Ch.	Ch. %
Aeronautical	1,174.7	1,262.9	(88.2)	(7.0%)	64.9	189.7	(124.8)	(65.8%)
Non-aeronautical	925.0	894.0	31.0	3.5%	618.0	597.2	20.8	3.5%
Total	**2,099.7**	**2,156.9**	**(57.2)**	**(2.7%)**	**682.9**	**786.9**	**(104.0)**	**(13.2%)**

AERONAUTICAL SEGMENT

	Q2				Year to date				FY
DKK million	2019	2018	Ch.	Ch. %	2019	2018	Ch.	Ch. %	2018
Revenue	643.6	673.0	(29.4)	(4.4%)	1,174.7	1,262.9	(88.2)	(7.0%)	2,574.8
Profit before interest	70.5	106.8	(36.3)	(34.0%)	64.9	189.7	(124.8)	(65.8%)	352.9
Segment assets					9,941.5	8,677.6	1,263.9	14.6%	9,057.7

Passengers

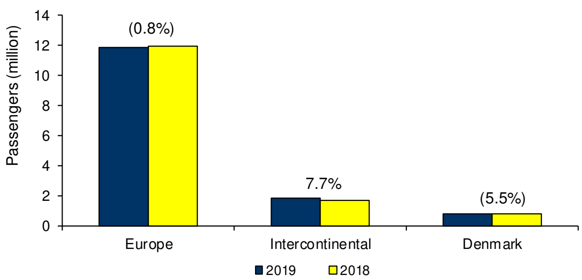
The total number of passengers decreased by 1.1% in the second quarter of 2019. The traffic was negatively impacted by fewer passengers within Denmark and Europe, while there were more passengers on the intercontinental routes, where the traffic increased by 4.7%. The second quarter of 2019 was impacted by SAS pilot strike and Norwegian's adjustments to the traffic programme. The bankruptcy of WOW Air and Primera Air in 2018 also affected the traffic numbers negatively.

The total number of passengers travelling through Copenhagen Airport in the first half of 2019 was 14.4 million, equivalent to a decrease of 0.1% compared to the same period in 2018. The number of local departing passengers decreased by 0.7%, while the number of transfer passengers increased by 1.5%. The locally departing traffic to European destinations decreased by 1.1%, while the local departing traffic to the intercontinental routes increased by 8.1%.

The total seat capacity grew by 1.3% in the first half of 2019. The number of passenger-related operations decreased by 0.7%. The average load factor (occupancy) was down 1.5% to 72.8% in the first six months of 2019.

Local departing passengers accounted for 80.3% of all departing passengers, with transfer passengers making up 19.7%

Total number of passengers and growth by market in the first six months



For additional comments on traffic performance, please see the most recently released traffic statistics for June 2019.

Revenue

	Year to date			
DKK million	2019	2018	Ch.	Ch. %
Take-off charges	211.6	222.6	(11.0)	(4.9%)
Passenger charges	540.8	588.5	(47.7)	(8.1%)
Security charges	286.8	295.5	(8.7)	(2.9%)
ETD charges	8.4	20.2	(11.8)	(58.6%)
Handling	92.4	98.3	(5.9)	(6.0%)
Aircraft parking, CUTE, etc.	34.7	37.8	(3.1)	(8.1%)
Total	**1,174.7**	**1,262.9**	**(88.2)**	**(7.0%)**

As per 1 April 2019, a new charges agreement came into force, which resulted in restructured take-off and passenger-related charges. With the new agreement, the prices will initially be approx. 5% lower in 2019 compared to 2018. The reduction in the charges comes in addition to the already-implemented 10% reduction, which was introduced on 1 April 2018. As a consequence of this, the total aeronautical revenue decreased by 7.0% in the first half of 2019 compared to the same period last year.

Total take-off charges fell by 4.9% to DKK 211.6 million compared to the same period last year, primarily due to the reduction in charges and the new charges agreement. The decrease was offset by a 1.3% increase in take-off weight compared to last year. The take-off weight for passenger-related flight operations increased by 1.6%, while that for cargo operations decreased by 7.9%.

Passenger charges decreased by DKK 47.7 million, equivalent to 8.1%, mainly due to the reduction in passenger charges in 2018 and the new charges agreement.

Security and handling charges decreased overall by DKK 14.6 million to DKK 379.2 million, corresponding to 3.7%, as a result of the reduction in airport charges in 2018 and the new charges agreement.

The decrease in the ETD tax is a result of the new charges agreement, where the ETD charge no longer is invoiced separately, but is a part of the overall security charge.

Profit before interest (EBIT)

EBIT decreased by DKK 124.8 million, mainly due to a decrease in revenue caused by the reduction in airport charges in 2018 and the new charges agreement, higher depreciation charges as a result of the continued increase in aeronautical investments and higher staff costs.

NON-AERONAUTICAL SEGMENT

	Q2				Year to date				FY
DKK million	2019	2018	Ch.	Ch. %	2019	2018	Ch.	Ch. %	2018
Revenue	484.3	471.1	13.2	2.8%	925.0	894.0	31.0	3.5%	1,870.0
Profit before interest	327.1	316.0	11.1	3.5%	618.0	597.2	20.8	3.5%	1,231.5
Segment assets					3,500.7	3,502.5	(1.8)	(0.1%)	3,665.1

Revenue

Concession revenue

	Year to date			
DKK million	2019	2018	Ch.	Ch. %
Shopping centre	435.3	405.0	30.3	7.5%
Parking	200.8	205.4	(4.6)	(2.2%)
Other revenue	31.3	29.2	2.1	7.0%
Total	**667.4**	**639.6**	**27.8**	**4.3%**

Concession revenue from the shopping centre increased by 7.5% in the first six months of 2019. The main drivers were an improved shop and brand mix, and additional units in connection with the expansion of Terminal 2 and the security checkpoint.

The Food and beverage segment was increased by ten new units in connection with the expansions. This resulted in a 23% increase in revenue in this segment compared to last year. The speciality stores were also increased with new units in connection with the expansions, which resulted in an 18% increase in this segment compared to last year.

The TAX FREE shop revenue was in line with 2018.

Revenue from parking fell by 2.2% due to a decrease in local departing passengers.

Other revenue grew by 7.0%, mainly because of an increase in the number of car rentals.

Rent

	Year to date			
DKK million	2019	2018	Ch.	Ch. %
Rent from premises	61.9	64.7	(2.8)	(4.3%)
Rent from land	24.7	24.9	(0.2)	(0.6%)
Other rent	2.7	2.7	-	-
Total	**89.3**	**92.3**	**(3.0)**	**(3.2%)**

Revenue from renting out premises fell by 4.3% compared to last year. This was partly due to revenue being affected by a one-time payment last year. This was partly offset by the signing of new contracts.

The decreased revenue from rent from land can primarily be attributed to regulation of existing contract.

Sales of services etc.

	Year to date			
DKK million	2019	2018	Ch.	Ch. %
Hotel operation - Clarion	33.0	32.5	0.5	1.5%
Other	135.3	129.5	5.8	4.5%
Total	**168.3**	**162.0**	**6.3**	**3.9%**

The revenue from hotel operation increased by 1.5%, mainly because of an increase in the lease. Other income mainly comprises revenue from passengers with reduced mobility (PRM), Taxi Management Services (TMS) and energy, all of which are non-profit for CPH.

Profit before interest (EBIT)

EBIT is up DKK 20.8 million compared to the same period last year, mainly driven by higher revenue, partly offset by an increase in staff costs and higher depreciation charges.

RISKS AND UNCERTAINTIES

Other than what is stated in the other sections of this interim report, no material changes have occurred in the risks and uncertainties to which CPH is subject, compared to the information stated in the 2018 Annual Report.

Forward-looking statements – risks and uncertainties

This interim report includes forward-looking statements as described in the US Private Securities Litigation Act of 1995 and similar acts of other jurisdictions. In particular, this includes statements concerning future revenue, operating profits, business expansion and capital investments.

Such statements are subject to risks and uncertainties, as various factors, many of which are beyond CPH's control, may cause actual results and performance to differ materially from the forecasts made in this interim report.

Such factors include general economic and business conditions, changes in exchange rates, the demand for CPH's services, competitive factors within the aviation industry and operational problems in one or more of the Group's businesses. See Risk Management and Risks on pages 64-68 of the 2018 Annual Report.

CONSOLIDATED FINANCIAL STATEMENTS

INCOME STATEMENT

	Q2		Year to date	
DKK million	**2019**	**2018**	**2019**	**2018**
Traffic revenue	**643.6**	673.0	**1,174.7**	1,262.9
Concession revenue	**352.8**	339.6	**667.4**	639.7
Rent	**44.8**	47.2	**89.3**	92.3
Sale of services, etc.	**86.7**	84.3	**168.3**	162.0
Revenue	**1,127.9**	1,144.1	**2,099.7**	2,156.9
Other income	**0.7**	0.3	**0.7**	0.7
External costs	**129.0**	131.2	**254.8**	258.0
Staff costs	**374.0**	361.2	**713.2**	682.6
Amortisation and depreciation	**228.0**	229.3	**449.5**	430.1
Operating profit	**397.6**	422.7	**682.9**	786.9
Financial income	**2.1**	1.3	**3.4**	2.0
Financial expenses	**38.9**	47.4	**69.3**	96.3
Profit before tax	**360.8**	376.6	**617.0**	692.6
Tax on profit for the period	**82.8**	86.2	**141.7**	158.6
Net profit for the period	**278.0**	290.4	**475.3**	534.0
Earnings per DKK 100 share (basic and diluted)	**35.4**	37.0	**60.6**	68.0
EPS is stated in Danish kroner				

STATEMENT OF COMPREHENSIVE INCOME

	Q2		Year to date	
DKK million	**2019**	**2018**	**2019**	**2018**
Net profit for the period	**278.0**	**290.4**	**475.3**	**534.0**
Items that are reclassified to the income statement				
Currency translation of equity in foreign branch	(0.3)	-	(0.7)	-
Value adjustments of hedging instruments	(1.0)	175.9	66.5	72.7
Value adjustments of hedging instruments transferred to financial income and expenses in the income statement	35.0	(160.7)	(13.2)	(63.1)
Tax on other comprehensive income	(7.6)	(3.3)	(11.8)	(2.1)
Other comprehensive income for the period	**26.1**	**11.9**	**40.8**	**7.5**
Total comprehensive income for the period	**304.1**	**302.3**	**516.1**	**541.5**

BALANCE SHEET

Note	Assets DKK million	30 June 2019	31 Dec 2018	30 June 2018
	NON-CURRENT ASSETS			
	Total intangible assets	**458.8**	456.0	486.3
	Property, plant and equipment			
	Land and buildings	**5,695.7**	5,103.3	4,841.9
	Plant and machinery	**4,283.4**	4,080.4	3,965.0
	Other fixtures and fittings, tools and equipment	**871.6**	649.5	676.3
3	Property, plant and equipment in progress	**1,541.8**	1,893.0	1,689.1
	Total property, plant and equipment	**12,392.5**	11,726.2	11,172.3
	Financial investments			
	Investments in associates	**0.4**	0.4	0.4
	Other financial assets	**137.6**	85.8	12.6
	Total financial assets	**138.0**	86.2	13.0
	Total non-current assets	**12,989.3**	12,268.4	11,671.6
	CURRENT ASSETS			
	Receivables			
	Trade receivables	**522.2**	473.4	447.9
	Other receivables	**24.6**	7.8	10.0
	Prepayments	**44.0**	59.4	63.7
	Total receivables	**590.8**	540.6	521.6
	Cash	**26.3**	159.1	19.1
	Total current assets	**617.1**	699.7	540.7
	Total assets	**13,606.4**	12,968.1	12,212.3

Note	Equity and liabilities DKK million	30 June 2019	31 Dec 2018	30 June 2018
	EQUITY			
	Share capital	**784.8**	784.8	784.8
	Hedging reserve	**(53.5)**	(94.1)	(130.0)
	Cost of hedge	**(15.6)**	(16.5)	(15.2)
	Retained earnings	**2,208.6**	2,412.1	2,268.7
	Total equity	**2,924.3**	3,086.3	2,908.3
	NON-CURRENT LIABILITIES			
	Deferred tax	**1,027.0**	1,015.2	1,037.7
4	Financial institutions and other loans	**6,794.1**	6,553.3	6,100.7
	Other payables	**23.2**	37.9	61.6
	Total non-current liabilities	**7,844.3**	7,606.4	7,200.0
	CURRENT LIABILITIES			
4	Financial institutions and other loans	**1,374.5**	631.2	718.0
	Prepayments from customers	**349.8**	340.9	339.4
	Trade payables	**694.3**	713.8	590.7
	Income tax payable	**63.7**	200.4	87.3
5	Other payables	**348.2**	381.5	360.2
	Deferred income	**7.3**	7.6	8.4
	Total current liabilities	**2,837.8**	2,275.4	2,104.0
	Total liabilities	**10,682.1**	9,881.8	9,304.0
	Total equity and liabilities	**13,606.4**	12,968.1	12,212.3

CASH FLOW STATEMENT

DKK million	Q2 2019	Q2 2018	Year to date 2019	Year to date 2018
CASH FLOW FROM OPERATING ACTIVITIES				
Received from customers	**1,038.7**	1,120.7	**2,059.1**	2,240.0
Paid to staff, suppliers, etc.	**(534.2)**	(415.8)	**(1,135.4)**	(978.3)
Cash flow from operating activities before financial items and tax	**504.5**	704.9	**923.7**	1,261.7
Interest received, etc.	**1.2**	0.5	**2.0**	0.8
Interest paid, etc.	**(50.9)**	(64.1)	**(100.9)**	(119.3)
Cash flow from operating activities before tax	**454.8**	641.3	**824.8**	1,143.2
Income taxes paid	**(0.2)**	-	**(278.4)**	(285.3)
Cash flow from operating activities	**454.6**	641.3	**546.4**	857.9
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of property, plant and equipment	**(527.9)**	(498.8)	**(910.2)**	(813.0)
Purchase of intangible assets	**(29.6)**	(43.9)	**(60.6)**	(74.3)
Sale of property, plant and equipment	**0.7**	0.3	**0.7**	0.8
Cash flow from investing activities	**(556.8)**	(542.4)	**(970.1)**	(886.5)
CASH FLOW FROM FINANCING ACTIVITIES				
Repayments of long-term loans	**(548.0)**	(709.7)	**(557.2)**	(718.7)
Proceeds from long-term loans	**1,300.0**	1,300.0	**2,000.0**	1,500.0
Repayments of short-term loans	**(252.2)**	(95.5)	**(901.6)**	(129.0)
Proceeds from short-term loans	**286.0**	168.4	**427.8**	168.4
Dividends paid	**(678.1)**	(785.6)	**(678.1)**	(785.6)
Cash flow from financing activities	**107.7**	(122.3)	**290.9**	35.1
Net cash flow for the period	**5.5**	(23.4)	**(132.8)**	6.5
Cash at the beginning of the year	**20.8**	42.5	**159.1**	12.6
Cash at the end of the period	**26.3**	19.1	**26.3**	19.1

STATEMENT OF CHANGES IN EQUITY

DKK million

	Share capital	Hedging reserve	Cost of hedge	Retained earnings	Total
Equity at 1 January 2019	**784.8**	**(94.1)**	**(16.5)**	**2,412.1**	**3,086.3**
Comprehensive income for the period					
Net profit for the period	-	-	-	475.3	475.3
Other comprehensive income					
Currency translation of equity in foreign branch	-	-	-	(0.7)	(0.7)
Value adjustments of hedging instruments	-	50.9	0.9	-	51.8
Value adjustments of hedging instruments transferred to financial income and expenses in the income statement	-	(10.3)	-	-	(10.3)
Total other comprehensive income	**-**	**40.6**	**0.9**	**(0.7)**	**40.8**
Total comprehensive income for the period	**-**	**40.6**	**0.9**	**474.6**	**516.1**
Transactions with owners					
Dividends paid	-	-	-	(678.1)	(678.1)
Total transactions with owners	**-**	**-**	**-**	**(678.1)**	**(678.1)**
Equity at 30 June 2019	**784.8**	**(53.5)**	**(15.6)**	**2,208.6**	**2,924.3**
Equity at 1 January 2018	**784.8**	**(119.2)**	**(33.5)**	**2,520.3**	**3,152.4**
Comprehensive income for the period					
Net profit for the period	-	-	-	534.0	534.0
Other comprehensive income					
Value adjustments of hedging instruments	-	38.4	18.3	-	56.7
Value adjustments of hedging instruments transferred to financial income and expenses in the income statement	-	(49.2)	-	-	(49.2)
Total other comprehensive income	**-**	**(10.8)**	**18.3**	**-**	**7.5**
Total comprehensive income for the period	**-**	**(10.8)**	**18.3**	**534.0**	**541.5**
Transactions with owners					
Dividends paid	-	-	-	(785.6)	(785.6)
Total transactions with owners	**-**	**-**	**-**	**(785.6)**	**(785.6)**
Equity at 30 June 2018	**784.8**	**(130.0)**	**(15.2)**	**2,268.7**	**2,908.3**

Dividend

At the Annual General Meeting held on 10 April 2019, the shareholders approved the Board of Directors' proposal to pay a dividend in respect of 2018 of DKK 678.1 million, or DKK 86.40 per share. Based on the interim profit for the six months ended 30 June 2018, an interim dividend of DKK 427.2 million, equivalent to DKK 54.43 per share, was distributed on 9 August 2018.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: Basis of preparation

CPH is a public limited company domiciled in Denmark and listed on Nasdaq Copenhagen.

The interim report comprises the condensed consolidated financial statements of Copenhagen Airports A/S.

The interim report is presented in accordance with international accounting standard IAS 34 for Interim Financial Reporting and additional Danish disclosure requirements for the interim reports of listed companies.

Significant accounting estimates
The estimates made by CPH in determining the carrying amounts of assets and liabilities are based on assumptions that are subject to future events. These include estimates of the useful lives of non-current assets, their residual values, and assessments of the need for write-downs based on estimates of cash flows and discount factors. For a description of risks and accounting estimates, see pages 64-68 and page 84 of the 2018 Annual Report, which indicate the notes that contain significant estimates and judgements.

Accounting policies
The accounting policies applied in the interim report are unchanged from those applied in the 2018 Annual Report except for the below-mentioned. The 2018 Annual Report was prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU. For further information, see page 84 of the 2018 Annual Report, which indicates which notes contain accounting policies, and the Summary of significant accounting policies on pages 85-87.

Change in accounting policies
Effective 1 January 2019, CPH has implemented the following new standards:

- IFRS 16 Leasing

The key changes associated with implementation of IFRS 16 can be summarised as follows:

- Going forward, all lessees are required to recognise all leases as a lease liability and a lease asset in the balance sheet with two exceptions: short-term leases (less than 12 months) and leases relating to low-value assets. It must furthermore be considered whether the agreement is a lease or a service arrangement.
- The current rules for the lessor remain largely unchanged. Consequently, leases are still to be classified as operational leases and financial leases.

CPH has established that the implementation of IFRS 16 has not had a material impact on the consolidated financial statements.

NOTE 2: Segmental information

See “Segment reporting” in “Management’s financial review for the interim period 1 January – 30 June 2019” on page 10.

Composition of revenue in H1 2019

DKK million	Aeronautical segment Traffic revenue	Ikke-aeronautisk segment Concession revenue	Car parking	Rent	Other services	Total
Total on segments	**1,174.7**	**466.6**	**200.8**	**89.3**	**168.3**	**2,099.7**
Time of recognition						
- At a certain time	1,174.7	-	200.8	-	-	1,375.5
- Over time	-	466.6	-	89.3	168.3	724.2
Total	**1,174.7**	**466.6**	**200.8**	**89.3**	**168.3**	**2,099.7**
Type of contract						
- Fixed price	1,174.7	50.3	200.8	89.3	168.3	1,683.4
- Revenuebased contracts	-	416.3	-	-	-	416.3
Total	**1,174.7**	**466.6**	**200.8**	**89.3**	**168.3**	**2,099.7**

NOTE 3: Property, plant and equipment

Purchase and sale of property, plant and equipment

In the first six months of 2019, CPH invested DKK 1,083.1 million in intangible assets and property, plant and equipment. Major investments in the first six months of 2019 included expansion of Terminal 3 airside, establishment of Pier E, new baggage facility, expansion of cooling capacity and miscellaneous improving maintenance work.

Contracts and other commitments

As of 30 June 2019, CPH had entered into contracts to build and maintain facilities totalling DKK 840.9 million (31 December 2018: DKK 773.6 million) and other commitments totalling DKK 76.2 million (31 December 2018: DKK 72.9 million). Major commitments include contracts for capacity expansion of the baggage-handling area, expansion of Terminal 3 airside (ATEW), and improvement of wide-body facilities.

NOTE 4: Financial institutions

Financial institutions and other loans are recognised in the balance sheet as follows	30 June 2019	31 Dec 2018
Non-current liabilities	**6,794.1**	6,553.3
Current liabilities	**1,374.5**	631.2
Total	**8,168.6**	7,184.5

CPH has the following loans and credit facilities at 30 June:

				Carrying amount		Fair value*	
Loan	**Curren**	**Fixed/ floating**	**Maturity date**	**30 June 2019**	**31 Dec. 2018**	**30 June 2019**	**31 Dec. 2018**
Overdraft	DKK	Floating	-	**83.2**	57.1	**83.2**	57.1
Bank Club	DKK	Floating	21 Dec 2023	**800.0**	-	**800.0**	-
Danske Bank	DKK	Fixed	29 Jan 2019	**-**	500.0	**-**	500.1
RD (DKK 58 million)**	DKK	Floating	-	**-**	48.0	**-**	48.0
RD (DKK 64 million)**	DKK	Fixed	23 Dec 2032	**46.1**	47.6	**48.4**	48.9
Nordea Kredit**	DKK	Floating	30 Dec 2039	**450.9**	450.9	**450.9**	450.9
NIB***	DKK	Fixed	12 Feb 2026	**107.1**	114.7	**114.6**	123.1
NIB****	DKK	Fixed	19 Dec 2027	**900.0**	900.0	**984.1**	971.6
EIB****	DKK	Fixed	15 Dec 2026	**250.0**	250.0	**264.1**	247.3
EIB****	DKK	Fixed	7 Apr 2032	**600.0**	600.0	**590.0**	564.8
EIB****	DKK	Fixed	26 Jan 2033	**400.0**	400.0	**425.3**	398.4
EIB****	DKK	Fixed	14 Aug 2033	**600.0**	600.0	**595.7**	554.8
EIB****	DKK	Fixed	12 Apr 2034	**700.0**	-	**712.3**	-
USPP bond loan	DKK	Fixed	27 Aug 2025	**1,055.0**	1,055.0	**1,247.5**	1,126.3
USPP bond loan	USD	Fixed	29 Jun 2020	**964.1**	958.3	**1,005.4**	992.8
USPP bond loan	USD	Fixed	22 Aug 2023	**1,049.4**	1,043.1	**1,169.6**	1,083.1
USPP bond loan	GBP	Fixed	29 Jun 2020	**191.5**	190.3	**201.5**	201.1
Total				**8,197.3**	7,215.0	**8,692.6**	7,368.3
Loan costs for future amortisation				**(28.7)**	(30.5)	**(28.7)**	(30.5)
Total				**(28.7)**	(30.5)	**(28.7)**	(30.5)
Total				**8,168.6**	7,184.5	**8,663.9**	7,337.8

* The fair value of the financial liabilities is the present value of expected future instalments and interest payments. A zero coupon rate for similar maturities plus credit cost based upon the Company's present rating is used as the discount rate.

** CPH's properties have been mortgaged for a total value of DKK 849.1 million (2018: DKK 849.1 million).

*** Nordic Investment Bank (NIB) - Funding for the expansion of Pier C.

**** European Investment Bank (EIB) and Nordic Investment Bank (NIB) - Funding for the expansion of Copenhagen Airport.

The fixed-rate USPP bond loans of USD 307 million and GBP 23 million (2018: USD 307 million and GBP 23 million) were swapped to DKK on closing of contract, both in terms of principal and interest payments, by means of currency swaps.

The interest rate risk in connection with the floating-rate loan from Nordea Kredit is hedged via an interest rate swap until 2020.

As of 30 June 2019, guaranteed unused long-term credit facilities of DKK 1.2 billion (31 December 2018: DKK 2.0 billion).

NOTE 4: Financial institutions (continued)

Values of the derivative financial instruments:

Derivative financial instruments	Carrying amount 30 June 2019	Carrying amount 31 Dec 2018	Fair value* 30 June 2019	Fair value* 31 Dec 2018
Recognised under other financial assets	137.5	85.7	137.5	85.7
Recognised under other non-current payables	23.2	37.9	23.2	37.9

* The fair value of CPH's forward exchange contracts and other derivative financial instruments (interest rate and currency swaps) are considered a level 2 fair value measurement as the fair value is primarily determined directly based on the published exchange rates and quoted swap and forward rates on the balance sheet date.

NOTE 5: Other payables

	30 June 2019	31 Dec 2018
Holiday pay and other payroll items	**246.5**	288.2
Interest payable	**43.0**	41.8
Other costs payable	**58.7**	51.5
Total	**348.2**	381.5

NOTE 6: Related parties

CPH's related parties are the Danish Labour Market Supplementary Pension (ATP) and the Ontario Teachers' Pension Plan (OTPP), cf. their controlling ownership interests in CPH, and the Board of Directors and Executive Management. See also notes 2.4, 3.4 and 5.5 in the 2018 Annual Report.

There are no outstanding balances with related parties.

NOTE 7: Subsequent events

No other material events have occurred subsequent to the balance sheet date.

MANAGEMENT’S STATEMENT AND AUDITOR'S REPORT

MANAGEMENT’S STATEMENT ON THE INTERIM REPORT

The Board of Directors and the Executive Management have today considered and adopted the interim report of Copenhagen Airports A/S for the period 1 January – 30 June 2019.

The interim report, which comprises the condensed consolidated financial statements of Copenhagen Airports A/S, is presented in accordance with IAS 34 Interim Financial Reporting as adopted by the EU and additional Danish disclosure requirements applying to interim reports of listed companies.

In our opinion, the interim report gives a true and fair view of the Group’s assets, equity and liabilities and financial position at 30 June 2019 and of the results of the Group’s operations and the Group’s cash flows for the period 1 January – 30 June 2019. Moreover, in our opinion, the interim report gives a true and fair view of developments in the Group’s operations and financial position and describes the most significant risks and uncertainties that may affect the Group.

Besides what has been disclosed in the interim report, no material changes in the Group’s significant risks and uncertainties have occurred compared to what was disclosed in the 2018 Annual Report.

Copenhagen, 8 August 2019

Executive Management

Thomas Woldbye
CEO

Board of Directors

Lars Nørby Johansen Chairman	David Stanton Deputy Chairman	Ulrik Dan Weuder Deputy Chairman
Marlene Haugaard	Janis Kong	Charles Thomazi
Dan Hansen	John Flyttov	Betina Hvolbøl Thomsen

THE INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM FINANCIAL STATEMENTS

To the Shareholders of Copenhagen Airports A/S
We have reviewed the Interim Financial Statements of Copenhagen Airports A/S for the period 1 January – 30 June 2019 comprising income statement, statement of comprehensive income, balance sheet, statement of changes in equity and cash flow statement as well as selected explanatory notes, including accounting policies.

Management's Responsibility for the Interim Financial Statements
Management is responsible for the preparation of interim financial statements in accordance with IAS 34, Interim Financial Reporting, as adopted by the EU and additional Danish disclosure requirements for interim financial reporting of listed companies, and for such internal control as Management determines is necessary to enable the preparation of interim financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility
Our responsibility is to express a conclusion on the Interim Financial Statements based on our review. We conducted our review in accordance with the International Standard on Review of Interim Financial Information Performed by the Independent Auditor of the Entity and additional requirements under Danish Auditor regulation. This requires us to conclude whether anything has come to our attention that causes us to believe that the Financial Statements, taken as a whole, have not been prepared in all material respects in accordance with the applicable financial reporting framework. This also requires us to comply with ethical requirements.

A review of interim financial statements in accordance with the International Standard on Review of Interim Financial Information Performed by the Independent Auditor of the Entity is a limited assurance engagement. The auditor performs procedures, primarily consisting of making enquiries of Management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially smaller in scope than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on the Interim Financial Statements.

Conclusion
Based on our review, nothing has come to our attention that causes us to believe that the Interim Financial Statements have not been prepared in all material respects in accordance with IAS 34, Interim Financial Reporting, as adopted by the EU and additional Danish disclosure requirements for interim financial reporting of listed companies.

Copenhagen, 8 August 2019

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
CVR no. 3377 1231

Brian Christiansen
State Authorised Public Accountant
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