

Interim financial report of Copenhagen Airports A/S (CPH) for the period 1 January – 30 June 2016

**Stock Exchange Announcement 2016
Copenhagen, 10 August 2016**

P.O. Box 74
Lufthavnsboulevarden 6
2770 Kastrup, Denmark

Contact:
Lars Jønstrup Dollerup
CFO

Tel.: +45 3231 3231
Fax: +45 3231 3132
E-mail: cphweb@cph.dk
www.cph.dk

CVR no. 14 70 72 04

Contents

INTERIM REPORT OF COPENHAGEN AIRPORTS A/S (CPH) FOR THE PERIOD	
1 JANUARY – 30 JUNE 2016	3
Summary for the first half of 2016	3
Highlights of results	4
Adjustment of CPH's policy for company announcements	4
Outlook for 2016.....	5
GROUP FINANCIAL HIGHLIGHTS AND KEY RATIOS	6
MANAGEMENT'S FINANCIAL REVIEW FOR THE PERIOD 1 JANUARY – 30 JUNE 2016	7
Other items in the income statement	8
Cash flow statement.....	8
Income statement.....	9
Aeronautical segment	11
Non-aeronautical segment.....	12
Other events	13
Risks and uncertainties	13
CONSOLIDATED FINANCIAL STATEMENTS	14
Income statement.....	14
Statement of comprehensive income.....	15
Balance sheet	16
Cash flow statement.....	18
Statement of changes in equity.....	19
Notes to the financial statements	20
MANAGEMENT'S STATEMENT AND AUDITORS' REPORT.....	23
Management's statement on the interim report	23
The Independent auditors' review report on the interim financial statements	24

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 about the airport at Copenhagen, Kastrup, owned by Copenhagen Airports A/S.

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

INTERIM REPORT OF COPENHAGEN AIRPORTS A/S (CPH) FOR THE PERIOD 1 JANUARY – 30 JUNE 2016

The Board of Directors has today approved the interim report for the period 1 January – 30 June 2016.

SUMMARY FOR THE FIRST HALF OF 2016

The first half of 2016 has seen a strong performance for Copenhagen Airports A/S (CPH). Revenue grew by 10.1%, which is in line with the growth in passenger numbers, partly because of the flat development in charges in real terms. Profit before tax increased by 20.0% to DKK 123.8 million due to a combination of passenger growth and the continued focus on efficiency, reducing costs per passenger by 3.9% compared to the same period last year, despite heavy investment in the security area. Based on the strong growth, CPH expects to end the year above the outlook of 12 May 2016 and is therefore upgrading its full-year outlook for profit before tax.

A total of 13,704,859 passengers travelled through Copenhagen Airport in the first half of 2016. This is an increase of 1,359,030 or 11.0% compared to the first half of 2015 with 12,345,829 passengers used the airport. Locally departing passengers increased by 12.2% and transfer passengers by 7.9%. Long-haul inter-continental traffic increased by 11.2% and European traffic by 11.3%, with domestic traffic also showing solid growth of 7.0%.

The high growth in passenger numbers in the first half of 2016 can largely be attributed to new airlines and new routes, which are helping to bring more tourists and business travellers to Denmark. An analysis by CPH show that the number of tourists travelling to Copenhagen increased by 27.2% in the first quarter of 2016. According to a report from 2016 by DAMVAD Analytics, the many new passengers and routes have generated growth of around DKK 1.7 billion in Denmark in the past six months.

High level of capital expenditure maintained

The high level of growth and value creation means that CPH has maintained a very high level of capital expenditure, investing DKK 372.2 million in the first half of 2016. This can be attributed in particular to expansion of capacity at the central security checkpoint (CSC), where CPH is investing more than DKK 250 million.

Improved efficiency despite heightened security requirements

CPH continues to maintain a strong focus on efficiency improvements, despite the fact that higher traffic and increasingly stringent regulations have led to a significant increase in security-related staff costs.

In June 2016, Copenhagen Airport was named the most efficient in Europe by the Air Transport Research Society (ATRS), an independent body of researchers and experts in airport operations. ATRS assessed productivity, costs, quality and efficiency at more than 200 airports worldwide, with Copenhagen Airport named "Europe's most efficient airport" for the 11th time in 13 years.

Interim dividend

Based on the half-year profit, the Company has adopted an interim dividend. The dividend amounts to DKK 565 million, equivalent to DKK 72.00 per share.

HIGHLIGHTS OF RESULTS

- Passenger numbers at Copenhagen Airport grew by 11.0% in the first half year of 2016. The number of locally departing passengers grew by 12.2% and the number of transfer passengers grew by 7.9%.
- Revenue grew by 10.1% to DKK 2,108.6 million (2015: DKK 1,915.3 million), mainly driven by the 11.5% increase in locally departing international passengers and increased revenue from parking.
- EBITDA, excluding one-off items, increased by 13.1% to DKK 1,175.1 million (2015: DKK 1,039.2 million). Reported EBITDA rose by 13.0% to DKK 1,167.9 million (2015: DKK 1,033.7 million).
- EBIT, excluding one-off items, increased by 16.3% to DKK 838.5 million (2015: DKK 720.9 million). Reported EBIT rose by 16.2% to DKK 831.3 million (2015: DKK 715.4 million).
- Net financing costs were down by DKK 7.9 million year on year.
- Profit before tax, excluding one-off items, was up by 20.1% to DKK 750.3 million (2015: DKK 624.8 million). Reported profit before tax was up by 20.0% to DKK 743.1 million (2015: DKK 619.3 million).
- Capital expenditure was DKK 372.2 million in the first half of 2016 (2015: DKK 450.5 million). The first half of 2016 was marked by expansion of capacity at the central security checkpoint, renovation of the western landside apron, development of wide-body bus facilities, renovation of aircraft stands and various maintenance improvement projects.
- The dividend of DKK 565.0 million will be distributed on 15 August 2016 via VP Securities Services based on the holdings registered in VP accounts on 12 August 2016 at the end of the business day. Consequently, shares purchased for settlement on or before 12 August 2016 will carry a dividend, whereas shares sold for settlement on or before 12 August 2016 will lose the right to a dividend. This means that transactions up to and including 10 August 2016 will be settled cum dividend, and transactions from and including 11 August 2016 will be settled ex dividend when traded at normal two-day settlement.

ADJUSTMENT OF CPH'S POLICY FOR COMPANY ANNOUNCEMENTS

Effective as of today, CPH will discontinue monthly disclosure of traffic statistics as a company announcement. Traffic statistics will instead be a part of CPH's annual and interim financial reporting and may be published as press releases.

OUTLOOK FOR 2016

Based on the strong growth, CPH expects to end the year above the outlook of 12 May 2016 and is therefore upgrading its full-year outlook for profit before tax relative to the previous outlook.

Outlook for profit before tax

Based on the expected traffic programme for 2016, an increase in the total number of passengers and revenue is expected.

The development in passenger numbers is a dynamic factor that is subject to both positive and negative influence from general economic developments, decisions by airlines relating to routes and capacity, and isolated events in the aviation industry.

Operating costs are expected to be higher than in 2015, primarily due to the expected rise in passenger numbers, stricter security requirements and cost inflation, but this will be partly offset by a continuing focus on operating cost efficiencies.

Overall, depreciation charges and financial costs are expected to be in line with 2015, primarily as a result of a continued high investment level, partly offset by lower borrowing costs.

Profit before tax in 2016 is now expected to be in the range of DKK 1,550-1,650 million, excluding one-off items. The previous outlook was for profit before tax in the range of DKK 1,450-1,550 million. EBITDA is projected to be higher in 2016 than in 2015, excluding one-off items.

Outlook for capital investment

CPH expects to continue to invest in growth for the benefit of passengers and airlines. As in recent years, CPH expects capital investments to remain at a high level in 2016. Planned investments include two additional lanes at the central security checkpoint, the expansion of passport control in Pier C with self-service passport control for EU citizens, Pier C bus gates, an upgrade of the baggage reclaim area, and a redesigned passenger drop-off zone in P4. CPH will also be investing in non-aeronautical projects for the benefit of airlines and passengers.

GROUP FINANCIAL HIGHLIGHTS AND KEY RATIOS

	Q2 2016	Q2 2015	YTD 2016	YTD 2015	2015
Income statement (DKK million)					
Revenue	1,143	1,043	2,109	1,915	4,062
EBITDA	661	588	1,168	1,034	2,259
EBIT	488	426	831	715	1,584
Net financing costs	45	47	88	96	180
Profit before tax	443	379	743	619	1,404
Net profit	337	290	565	471	1,086
Statement of comprehensive income (DKK million)					
Other comprehensive income	20	22	13	52	54
Comprehensive income	357	312	578	523	1,140
Balance sheet (DKK million)					
Property, plant and equipment	9,473	9,058	9,473	9,058	9,403
Financial investments	176	171	176	171	246
Total assets	10,744	10,235	10,744	10,235	10,669
Equity	2,954	2,846	2,954	2,846	2,992
Interest-bearing debt	5,718	5,334	5,718	5,334	5,479
Investments in property, plant and equipment	189	228	338	380	995
Investment in intangible assets	18	29	34	71	154
Cash flow statement (DKK million)					
Cash flow from operating activities	510	514	650	751	1,850
Cash flow from investing activities	-198	-256	-362	-448	-1,145
Cash flow from financing activities	-290	-245	-287	-280	-668
Cash at end of period	84	71	84	71	83
Key ratios					
EBITDA margin	57.8%	56.4%	55.4%	54.0%	55.6%
EBIT margin	42.7%	40.9%	39.4%	37.4%	39.0%
Asset turnover rate	0.44	0.42	0.41	0.39	0.40
Return on assets	18.7%	17.1%	16.4%	14.4%	15.7%
Return on equity	43.7%	39.4%	39.0%	33.1%	37.2%
Equity ratio	27.5%	27.8%	27.5%	27.8%	28.0%
Earnings per DKK 100 share	42.9	37.0	72.0	60.0	138.4
Cash earnings per DKK 100 share	65.0	57.7	114.9	100.5	224.4
Net asset value per DKK 100 share	376.4	362.6	376.4	362.6	381.2
NOPAT margin	32.4%	31.2%	30.0%	28.3%	30.1%
Turnover rate of capital employed	0.48	0.46	0.44	0.43	0.45
ROCE*	17.7%	16.1%	17.8%	16.5%	17.4%

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

MANAGEMENT'S FINANCIAL REVIEW FOR THE PERIOD 1 JANUARY – 30 JUNE 2016

Performance – The first half of 2016

Performance in the first half of 2016 was underpinned by the 11.0% increase in passenger numbers at Copenhagen Airport. This growth was mainly driven by a 11.5% increase in locally departing international passengers and 6.4% growth in domestic passengers. Despite significantly higher security-related costs as a result of growth in passenger numbers and increasingly strict requirements, CPH has successfully reduced costs per passenger through a continued focus on efficiency improvements.

Overall, profit before tax for the half was up by 20.0% on the same period of 2015.

Consolidated profit before tax for the first half of 2016 was DKK 750.3 million (2015: DKK 624.8 million), excluding one-off items of DKK 7.2 million, which primarily related to restructuring costs.

Performance – Compared to 2015

Consolidated revenue in the first half of 2016 rose by 10.1% to DKK 2,108.6 million. Aeronautical revenue grew by 11.7% to DKK 1,230.2 million, primarily driven by the increase in the number of locally departing international passengers. Non-aeronautical revenue grew by 7.9%, mainly driven by parking and the hotel operation.

Operating costs including depreciation rose by DKK 78.8 million to DKK 1,275.5 million excluding one-off items. This was mainly due to an increase in staff costs of DKK 47.4 million, resulting from the annual salary adjustment and an increase in headcount of 72 full-time employees (from 2,242 in the first half of 2015 to 2,314 in the first half of 2016), primarily as a result of additional regulatory requirements concerning security and higher passenger numbers. External costs excluding one-off items were up by DKK 13.1 million. Total operating costs per passenger were reduced by 3.9% through a continuing focus on efficiency improvements.

Excluding one-off items, EBITDA grew by 13.1%. Reported EBITDA was up by 13.0% to DKK 1,167.9 million.

Net financing costs were DKK 88.2 million, a year-on-year decline of DKK 7.9 million due to improved loan terms.

Excluding one-off items, profit before tax was up by DKK 125.5 million or 20.1% to DKK 750.3 million. Reported profit before tax rose by DKK 123.8 million to DKK 743.1 million.

DKK million	Q2				Year to date			
	2016	2015	Ch.	Ch. %	2016	2015	Ch.	Ch. %
Revenue	1,142.9	1,043.4	99.5	9.5%	2,108.6	1,915.3	193.3	10.1%
EBITDA	660.6	588.6	72.0	12.2%	1,167.9	1,033.7	134.2	13.0%
EBIT	487.7	426.5	61.2	14.3%	831.3	715.4	115.9	16.2%
Net financing costs	44.4	47.5	(3.1)	(6.5%)	88.2	96.1	(7.9)	(8.2%)
Profit before tax	443.3	379.0	64.3	17.0%	743.1	619.3	123.8	20.0%

OTHER ITEMS IN THE INCOME STATEMENT

Net financing costs

DKK million	Year to date		Ch.
	2016	2015	
Interest	104.8	106.8	-2.0
Market value adjustments	(0.2)	(0.2)	-
Other financial costs	(16.4)	(10.5)	(5.9)
Total	88.2	96.1	(7.9)

Net financing costs were down by DKK 7.9 million year on year.

Interest costs were down by DKK 2.0 million year on year due to lower interest rates in 2016.

Other financial costs decreased by DKK 5.9 million, mainly due to an increase in capitalised interest on non-current assets as a result of shifts in the start-up of projects.

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		Ch.
	2016	2015	
Cash flow from:			
Operating activities	650.1	751.1	(101.0)
Investing activities	(362.4)	(448.1)	85.7
Financing activities	(287.1)	(279.6)	(7.5)
Net cash flow for the period	0.6	23.4	(22.8)
Cash and cash equivalents at beginning of year	83.4	47.1	36.3
Cash and cash equivalents at the end of the period	84.0	70.5	13.5

Cash flow from operating activities

Developments in the cash flow from operating activities can primarily be attributed to the increased activity level, and the focus on cost efficiencies and stabilising operating costs relative to growth. Cash flow from operating activities before tax increased by DKK 56.2 million. However, the overall development in the cash flow from operating activities was negative as a result of a large payment of tax on account made in the first quarter.

Cash flow from investing activities

Investments in property, plant and equipment and intangible assets in the first half of 2016 totalled DKK 372.2 million (2015: DKK 450.5 million). Major investments in the first half of 2016 included expansion of capacity at the central security checkpoint, renovation of the western landside apron, development of wide-body bus facilities, renovation of aircraft stands and various maintenance improvement projects.

Cash flow from financing activities

The cash flow from financing activities relates primarily to minor mortgage repayments, and payment of tax and dividends.

Cash and cash equivalents

CPH had DKK 84.0 million in cash and cash equivalents and unused credit facilities of DKK 1,752.0 million as of 30 June 2016.

INCOME STATEMENT

1 January - 30 June 2016	Including one-off items	One-off items	Excluding one-off items
DKK million			
Revenue	2,108.6	-	2,108.6
Other income	5.4	-	5.4
External costs	291.9	(1.1)	290.8
Staff costs	654.2	(6.1)	648.1
EBITDA	1,167.9	7.2	1,175.1
Amortisation and depreciation	336.6	-	336.6
Profit before interest and tax	831.3	7.2	838.5
Net financing costs	88.2	-	88.2
Profit before tax	743.1	7.2	750.3
Tax on profit for the period	178.1	1.7	179.8
Net profit for the period	565.0	5.5	570.5

1 January - 30 June 2015	Including one-off items	One-off items	Excluding one-off items
DKK million			
Revenue	1,915.3	-	1,915.3
Other income	2.3	-	2.3
External costs	280.6	(2.9)	277.7
Staff costs	603.3	(2.6)	600.7
EBITDA	1,033.7	5.5	1,039.2
Amortisation and depreciation	318.3	-	318.3
Profit before interest and tax	715.4	5.5	720.9
Net financing costs	96.1	-	96.1
Profit before tax	619.3	5.5	624.8
Tax on profit for the period	148.5	1.3	149.8
Net profit for the period	470.8	4.2	475.0

Q2 2016	Including one-off items	One-off items	Excluding one-off items
DKK million			
Revenue	1,142.9	-	1,142.9
Other income	5.1	-	5.1
External costs	141.2	(1.1)	140.1
Staff costs	346.2	(1.7)	344.5
EBITDA	660.6	2.8	663.4
Amortisation and depreciation	172.9	-	172.9
Profit before interest and tax	487.7	2.8	490.5
Net financing costs	44.4	-	44.4
Profit before tax	443.3	2.8	446.1
Tax on profit for the period	106.3	0.6	106.9
Net profit for the period	337.0	2.2	339.2

Q2 2015	Including one-off items	One-off items	Excluding one-off items
DKK million			
Revenue	1,043.4	-	1,043.4
Other income	0.4	-	0.4
External costs	141.4	(0.9)	140.5
Staff costs	313.8	(1.2)	312.6
EBITDA	588.6	2.1	590.7
Amortisation and depreciation	162.1	-	162.1
Profit before interest and tax	426.5	2.1	428.6
Net financing costs	47.5	-	47.5
Profit before tax	379.0	2.1	381.1
Tax on profit for the period	88.5	0.5	89.0
Net profit for the period	290.5	1.6	292.1

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 2016 will be found on pages 14-22.

Segment revenue and profit

Year to date	Revenue				Profit before interest and tax			
	2016	2015	Ch.	Ch. %	2016	2015	Ch.	Ch. %
DKK million								
Aeronautical	1,230.2	1,101.2	129.0	11.7%	261.8	187.2	74.6	39.9%
Non-aeronautical	878.4	814.1	64.3	7.9%	569.5	528.2	41.3	7.8%
Total	2,108.6	1,915.3	193.3	10.1%	831.3	715.4	115.9	16.2%

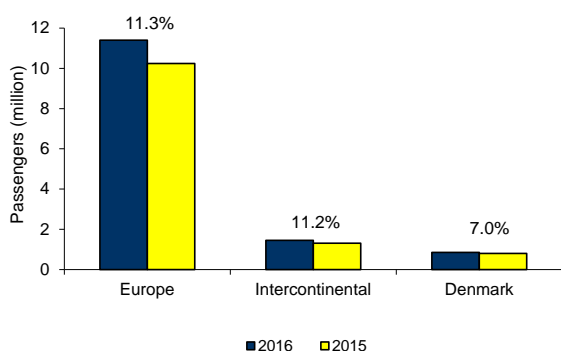
AERONAUTICAL SEGMENT

DKK million	Q2				Year to date				FY
	2016	2015	Ch.	Ch. %	2016	2015	Ch.	Ch. %	2015
Revenue	683.6	616.7	66.9	10.8%	1,230.2	1,101.2	129.0	11.7%	2,364.5
Other income	5.1	0.3	4.8	-	5.4	2.3	3.1	134.8%	3.1
Profit before interest	187.4	146.5	40.9	27.9%	261.8	187.2	74.6	39.9%	483.3
Segment assets					7,540.6	7,055.7	484.9	6.9%	7,448.4

Passengers

The total number of passengers at Copenhagen Airport in the first half of 2016 was 13.7 million, an increase of 11.0%. Due to the deployment of larger aircraft, the average number of seats per flight increased by 4.6%. The number of passenger-related operations increased by 6.0%. This resulted in a total increase in seat capacity of 11.0% and an increase of 0.1% in average load factor (passengers per departing flight) in the first half of 2016.

Total passengers/growth by market in the first half



For additional comments on traffic performance, please see the most recently released traffic statistics for June 2016.

In the first half of 2016, the number of locally departing passengers increased by 12.2% and the number of transfer passengers by 7.9%. Locally departing passengers accounted for 78.3% of all departing passengers, with transfer passengers making up 21.7%.

The total number of passengers rose by 9.2% in the second quarter of 2016. Traffic growth was driven by higher passenger numbers on domestic, European and, not least, intercontinental services, as well as the full-year effect of routes started up in 2015. The start-up of a number of new intercontinental routes led to a 13.7% increase in intercontinental traffic in the second quarter of 2016. The number of locally departing passengers, which is the largest group of departing passengers, increased by 9.7%.

Revenue

DKK million	Year to date			
	2016	2015	Ch.	Ch. %
Take-off charges	224.2	207.9	16.3	7.8%
Passenger charges	561.3	514.1	47.2	9.2%
Security charges	293.0	259.2	33.8	13.0%
ETD charges	16.0	-	16.0	-
Handling	98.7	88.7	10.0	11.3%
Aircraft parking, CUTE, etc.	37.0	31.3	5.7	18.2%
Total	1,230.2	1,101.2	129.0	11.7%

Total aeronautical revenue grew by 11.7%, primarily driven by the increase in the number of passengers, particularly locally departing international passengers. The increase was also affected by the annual price-index adjustment of all aeronautical charges on 1 April 2016, which was equivalent to a flat development in real terms.

Take-off charges rose by 7.8% year on year, primarily due to a 9.1% increase in take-off weight. The take-off weight was up by 10.9% for passenger-related operations and down by 16.8% for cargo operations, primarily due to a shift from cargo to belly cargo. The number of passenger-related operations rose by 6.0%, while that of cargo operations fell by 6.6%.

Passenger charges increased by 9.2%, which was mainly due to a change in the passenger mix and an increase in the number of locally departing international passengers, including from CPH Go.

Security and handling charges increased by a total of DKK 43.8 million, or 12.6%, to DKK 391.7 million. This, too, can mainly be attributed to a change in the passenger mix with more locally departing passengers on international flights. In addition, more stringent regulations relating to Explosives Trace Detection (ETD) resulted in higher costs.

Profit before interest (EBIT)

The increase in EBIT in the first half was mainly due to the growth in passenger numbers. External costs were maintained at a stable level relative to growth. Staff costs were higher due to increased security requirements and growth in passenger numbers, and there were higher depreciation charges as a result of the increase in aeronautical investments. This was partly offset by a continuing focus on efficiency.

NON-AERONAUTICAL SEGMENT

DKK million	Q2				Year to date				FY
	2016	2015	Ch.	Ch. %	2016	2015	Ch.	Ch. %	2015
Revenue	459.3	426.7	32.6	7.6%	878.4	814.1	64.3	7.9%	1,697.4
Profit before interest	300.3	280.0	20.4	7.3%	569.5	528.2	41.3	7.8%	1,100.9
Segment assets					2,943.4	2,927.3	16.1	0.5%	2,891.0
Investments in associates					0.4	0.4	-	-	0.4

Revenue

Concession revenue

DKK million	Year to date			
	2016	2015	Ch.	Ch. %
Shopping centre	367.6	353.7	13.9	3.9%
Parking	181.5	160.1	21.4	13.3%
Other revenue	25.7	21.9	3.8	17.4%
Total	574.8	535.7	39.1	7.3%

Concession revenue from the shopping centre increased by 3.9% in the first half of 2016. The main reason was a combination of the increase in the number of departing passengers and an improved shop and brand mix of specialty shops and restaurants.

The specialty shop concept has been optimised by an expanded product mix, including new shops such as Sunglass Hut and a completely new category, JD sports, and new locations for shops such as Rolling Luggage and Illums Bolighus (Center of Modern Design). The restaurant segment has been optimised to include Murphy's, O'Learys and a 7-Eleven unit in the Go terminal, which all opened last year and are now having a positive impact, providing passengers with more choice.

The TAX FREE stores are on par with 2015.

Parking revenue grew by 13.3%, driven by a sustained strengthening of online and media efforts, including in Sweden, and an increase in passenger numbers. Moreover, a revised price structure has helped increase the average transaction value.

Other revenue grew by 17.4%, mainly due to implementation of the advertising contract with Air-magine, which had not been fully implemented this time last year. Car rentals also contributed to the increase in revenue.

Rent

DKK million	Year to date			
	2016	2015	Ch.	Ch. %
Rent from premises	56.7	58.2	(1.5)	(2.6%)
Rent from land	32.0	29.5	2.5	8.5%
Other rent	3.4	3.5	(0.1)	(2.9%)
Total	92.1	91.2	0.9	1.0%

Rent from premises was slightly lower than in 2015, primarily due to the transition to contracts in the shopping centre that are based solely on concession revenue and no longer include rent. The 8.5% increase in rent from land can mainly be attributed to the sale of building rights for a new vehicle workshop.

Sales of services, etc.

DKK million	Year to date			
	2016	2015	Ch.	Ch. %
Hotel operation	114.0	108.0	6.0	5.6%
Other	97.5	79.2	18.3	23.1%
Total	211.5	187.2	24.3	13.0%

Revenue from the hotel operation increased by 5.6%, primarily driven by higher revenue from hotel rooms.

Other revenue mainly comprises growing revenue from our international consulting business, generated from consulting assistance provided to IAG (New Istanbul Airport), and rising PRM revenue (PRM is non-profit for CPH).

Profit before interest (EBIT)

EBIT increased by 7.8% year on year in the first half of 2016. The increase was mainly the result of higher revenue and a stable cost level relative to growth.

OTHER EVENTS

No material other events occurred during the period.

RISKS AND UNCERTAINTIES

Other than as stated in this interim report, no material changes have occurred in the risks and uncertainties to which CPH is subject, compared with the information stated in the 2015 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, including in particular statements concerning future revenues, 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 48-51 of the 2015 Annual Report.

CONSOLIDATED FINANCIAL STATEMENTS**INCOME STATEMENT**

DKK million	Q2		Year to date	
	2016	2015	2016	2015
Traffic revenue	683.6	616.7	1,230.2	1,101.2
Concession revenue	301.8	284.0	574.8	535.7
Rent	42.5	43.8	92.1	91.2
Sale of services, etc.	115.0	98.9	211.5	187.2
Revenue	1,142.9	1,043.4	2,108.6	1,915.3
Other income	5.1	0.3	5.4	2.3
External costs	141.2	141.4	291.9	280.6
Staff costs	346.2	313.8	654.2	603.3
Amortisation and depreciation	172.9	162.1	336.6	318.3
Operating profit	487.7	426.4	831.3	715.4
Financial income	0.6	0.4	1.0	1.3
Financial expenses	45.0	47.9	89.2	97.4
Profit before tax	443.3	378.9	743.1	619.3
Tax on profit for the period	106.3	88.5	178.1	148.5
Net profit for the period	337.0	290.4	565.0	470.8
Earnings per DKK 100 share (basic and diluted) EPS is stated in Danish kroner	42.9	37.0	72.0	60.0

STATEMENT OF COMPREHENSIVE INCOME

DKK million	Q2		Year to date	
	2016	2015	2016	2015
Net profit for the period	337.0	290.4	565.0	470.8
Items that may be reclassified to the income statement				
Value adjustments of hedging instruments	95.7	(134.0)	(74.8)	420.9
Value adjustments of hedging instruments transferred to financial income and expenses in the income statement	(69.7)	162.0	91.0	(353.8)
Tax on other comprehensive income	(5.7)	(6.2)	(3.6)	(14.8)
Other comprehensive income for the period	20.3	21.8	12.6	52.3
Total comprehensive income for the period	357.3	312.2	577.6	523.1

BALANCE SHEET

Assets		30 June	30 June	31 Dec
Note	DKK million	2016	2015	2015
NON-CURRENT ASSETS				
	Total intangible assets	519.7	517.4	539.6
	Property, plant and equipment			
	Land and buildings	4,564.0	4,388.6	4,500.6
	Plant and machinery	3,646.6	3,412.0	3,649.1
	Other fixtures and fittings, tools and equipment	533.7	484.9	483.5
3	Property, plant and equipment in progress	728.6	772.7	770.0
	Total property, plant and equipment	9,472.9	9,058.2	9,403.2
	Financial investments			
	Investments in associates	0.4	0.4	0.4
	Other financial assets	175.7	170.2	245.8
	Total financial assets	176.1	170.6	246.2
	Total non-current assets	10,168.7	9,746.2	10,189.0
CURRENT ASSETS				
	Receivables			
	Trade receivables	437.0	335.6	326.6
	Other receivables	2.4	21.5	31.1
	Prepayments	52.0	61.2	38.5
	Total receivables	491.4	418.3	396.2
	Cash	84.0	70.5	83.4
	Total current assets	575.4	488.8	479.6
	Total assets	10,744.1	10,235.0	10,668.6

Equity and liabilities		30 June	30 June	31 Dec
Note	DKK million	2016	2015	2015
EQUITY				
	Share capital	784.8	784.8	784.8
	Hedging reserve	(130.4)	(144.5)	(143.0)
	Retained earnings	2,299.7	2,205.5	2,349.8
Total equity		2,954.1	2,845.8	2,991.6
NON-CURRENT LIABILITIES				
	Deferred tax	984.2	943.3	980.6
4	Financial institutions and other loans	5,661.4	4,639.0	5,473.2
	Other payables	4.7	-	-
Total non-current liabilities		6,650.3	5,582.3	6,453.8
CURRENT LIABILITIES				
4	Financial institutions and other loans	56.5	694.8	5.7
	Prepayments from customers	238.6	155.2	221.9
	Trade payables	404.4	416.4	500.4
	Income tax payable	109.2	239.5	152.6
5	Other payables	324.1	295.6	336.7
	Deferred income	6.9	5.4	5.9
Total current liabilities		1,139.7	1,806.9	1,223.2
Total liabilities		7,790.0	7,389.2	7,677.0
Total equity and liabilities		10,744.1	10,235.0	10,668.6

CASH FLOW STATEMENT

DKK million	Q2		Year to date	
	2016	2015	2016	2015
CASH FLOW FROM OPERATING ACTIVITIES				
Received from customers	1,087.9	1,004.1	2,014.9	1,840.7
Paid to staff, suppliers, etc.	(526.1)	(438.8)	(1,038.1)	(916.8)
Cash flow from operating activities before financial items and tax	561.8	565.3	976.8	923.9
Interest received, etc.	0.3	0.3	0.8	1.0
Interest paid, etc.	(51.8)	(52.1)	(106.1)	(109.6)
Cash flow from operating activities before tax	510.3	513.5	871.5	815.3
Income taxes paid	(0.4)	-	(221.4)	(64.2)
Cash flow from operating activities	509.9	513.5	650.1	751.1
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of property, plant and equipment	(189.0)	(227.9)	(338.4)	(379.9)
Purchase of intangible assets	(18.2)	(28.7)	(33.8)	(70.6)
Sale of property, plant and equipment	9.5	0.4	9.8	2.4
Cash flow from investing activities	(197.7)	(256.2)	(362.4)	(448.1)
CASH FLOW FROM FINANCING ACTIVITIES				
Repayments of long-term loans	(201.4)	(103.4)	(402.8)	(206.8)
Proceeds from long-term loans	550.0	400.0	680.0	500.0
Repayments of short-term loans	(97.2)	(103.2)	(293.9)	(167.6)
Proceeds from short-term loans	73.9	84.0	344.7	117.2
Dividends paid	(615.1)	(522.4)	(615.1)	(522.4)
Cash flow from financing activities	(289.8)	(245.0)	(287.1)	(279.6)
Net cash flow for the period	22.4	12.3	0.6	23.4
Cash at the beginning of the period	61.6	58.2	83.4	47.1
Cash at the end of the period	84.0	70.5	84.0	70.5

STATEMENT OF CHANGES IN EQUITY

DKK million				
	Share capital	Hedging reserve	Retained earnings	Total
Equity at 1 January 2016	784.8	(143.0)	2,349.8	2,991.6
Comprehensive income for the period				
Net profit for the period	-	-	565.0	565.0
Other comprehensive income				
Value adjustments of hedging instruments	-	(58.4)	-	(58.4)
Value adjustments of hedging instruments transferred to financial income and expenses in the income statement	-	71.0	-	71.0
Total other comprehensive income	-	12.6	-	12.6
Total comprehensive income for the period	-	12.6	565.0	577.6
Transactions with owners				
Dividends paid	-	-	(615.1)	(615.1)
Total transactions with owners	-	-	(615.1)	(615.1)
Equity at 30 June 2016	784.8	(130.4)	2,299.7	2,954.1
Equity at 1 January 2015	784.8	(196.8)	2,257.1	2,845.1
Comprehensive income for the period				
Net profit for the period	-	-	470.8	470.8
Other comprehensive income				
Value adjustments of hedging instruments	-	328.3	-	328.3
Value adjustments of hedging instruments transferred to financial income and expenses in the income statement	-	(276.0)	-	(276.0)
Total other comprehensive income	-	52.3	-	52.3
Total comprehensive income for the period	-	52.3	470.8	523.1
Transactions with owners				
Dividends paid	-	-	(522.4)	(522.4)
Total transactions with owners	-	-	(522.4)	(522.4)
Equity at 30 June 2015	784.8	(144.5)	2,205.5	2,845.8

Dividend

At the Annual General Meeting held on 12 April 2016, the shareholders approved the Board of Directors' proposal to pay a dividend in respect of 2015 of DKK 615.2 million, or DKK 78.38 per share. Based on the interim profit for the six months ended 30 June 2015, an interim dividend of DKK 470.8 million, equivalent to DKK 60.00 per share, was paid on 11 August 2015.

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 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 48-51 and page 66 of the 2015 Annual Report, which indicate which notes contain significant estimates and judgements.

Accounting policies

The accounting policies applied in the interim report are unchanged from those applied in the 2015 Annual Report. The 2015 Annual Report was prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU. For further information, see page 66 of the 2015 Annual Report, which indicates which notes contain accounting policies, and the Summary of significant accounting policies on pages 67-69.

NOTE 2: Segmental information

See “Segment reporting” in “Management’s financial review for the interim period 1 January – 30 June 2016” on page 10.

NOTE 3: Property, plant and equipment

Purchase and sale of property, plant and equipment

In the first half of 2016, CPH invested DKK 372.2 million in intangible assets and property, plant and equipment (2015: DKK 450.5 million). Major investments included expansion of capacity at the central security checkpoint, renovation of the western landside apron, development of wide-body bus facilities, renovation of aircraft stands and various maintenance improvement projects.

In the first half of 2016, other fixtures and equipment were sold totalling DKK 9.8 million (2015: DKK 2.4 million).

Contracts and other commitments

As of 30 June 2016, CPH had entered into contracts to build and maintain facilities and other commitments totalling DKK 225.8 million (31 December 2015: DKK 241.6 million). Major commitments include contracts concerning expansion of capacity at the central security checkpoint, renovation of the western landside apron, development of wide-body bus facilities, renovation of aircraft stands and various maintenance improvement projects.

NOTE 4: Financial institutions

Financial institutions and other loans are recognised in the balance sheet as follows	30 June 2016	31 Dec. 2015
Non-current liabilities	5,661.4	5,473.2
Current liabilities	56.5	5.7
Total	5,717.9	5,478.9

CPH has the following loans and credit facilities as of 30 June:

Loan	Fixed/ Current floating	Maturity date	Carrying amount		Fair value*		
			30 June 2016	31 Dec. 2015	30 June 2016	31 Dec. 2015	
Overdraft	DKK	Floating	-	50.9	-	50.9	-
RD (DKK 58 million)**	DKK	Floating	30 Jun. 2035	55.3	56.8	55.3	56.8
RD (DKK 64 million)**	DKK	Fixed	23 Dec. 2032	54.7	56.0	54.7	56.0
Nordea Kredit**	DKK	Floating	30 Dec. 2039	450.9	450.9	450.9	451.9
Handelsbanken	DKK	Floating	02 Apr. 2019	300.0	200.0	300.0	200.0
Danske Bank	DKK	Floating	02 Apr. 2019	50.0	-	50.0	-
Nordic Investment Bank (NIB)	DKK	Fixed	12 Feb. 2026	130.0	-	130.0	-
USPP bond issue	DKK	Fixed	27 Aug. 2025	1,055.0	1,055.0	1,148.9	1,084.2
USPP bond issue	USD	Fixed	27 Aug. 2018	670.1	683.0	747.2	765.4
USPP bond issue	USD	Fixed	29 Jun. 2018	670.1	683.0	723.4	741.1
USPP bond issue	USD	Fixed	29 Jun. 2020	985.0	1,004.0	1,146.4	1,152.3
USPP bond issue	USD	Fixed	22 Aug. 2023	1,072.1	1,092.8	1,229.4	1,191.8
USPP bond issue	GBP	Fixed	29 Jun. 2020	207.0	232.7	241.9	266.4
Total				5,751.1	5,514.2	6,329.0	5,965.9
Loan costs for future amortisation				(33.2)	(35.3)	(33.2)	(35.3)
Total				(33.2)	(35.3)	(33.2)	(35.3)
Total				5,717.9	5,478.9	6,295.8	5,930.6

* 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 estimated credit cost based upon the Company's present rating is used as the discount rate.

** CPH properties have been mortgaged for a total value of DKK 507.7 million (2015: DKK 507.7 million).

The fixed-rate USPP bond loans of USD 507 million and GBP 23 million (2015: USD 507 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.

NOTE 5: Other payables

	30 June 2016	31 Dec. 2015
Holiday pay and other payroll items	240.1	262.5
Interest payable	32.2	31.7
Other costs payable	51.8	42.5
Total	324.1	336.7

NOTE 6: Related parties

CPH's related parties are the Ontario Teachers' Pension Plan (OTPP) and Macquarie European Infrastructure Fund III (MEIF3), cf. their controlling ownership interests in CPH; the Danish State, represented by the Danish Ministry of Finance; and the Board of Directors and Executive Management. See also notes 6, 16 and 25 in the 2015 Annual Report.

There are no outstanding balances with related parties.

NOTE 7: Subsequent events

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

MANAGEMENT'S STATEMENT AND AUDITORS' 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 2016.

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 2016 and of the results of the Group's operations and the Group's cash flows for the period 1 January – 30 June 2016. Moreover, in our opinion, the Management's Operating and Financial Review gives a true and fair view of developments in the Group's operations and financial position and describes the most significant risks and uncertainty factors 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 annual report for 2015.

Copenhagen, 10 August 2016

Executive Management

Thomas Woldbye
CEO

Board of Directors

Lars Nørby Johansen
Chairman

David Stanton
Deputy Chairman

Simon Geere
Deputy Chairman

John Bruen

Janis Kong

Charles Thomazi

Dan Hansen

John Flyttov

Jesper Bak Larsen

THE INDEPENDENT AUDITORS' 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 2016 – 30 June 2016 income statement, comprising statement of comprehensive income, balance sheet, statement of changes in equity and cash flow statement as well as selected explanatory notes.

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, are not 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 inquiries 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 less 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 are not 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, 10 August 2016

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab
CVR-no. 3377 1231

Mogens Nørgaard Mogensen
State Authorised Public Accountant