



Lufthansa Group



Lufthansa – First choice



Financial Statements 2014

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The management report for Deutsche Lufthansa AG and the Group management report have been combined and published in the Lufthansa Annual Report 2014. The financial statements and the combined management report and Group management report of Deutsche Lufthansa AG for the financial year 2014 are published in the German Federal Gazette and are also accessible from the internet site of the company registry.

2014 financial statements for Deutsche Lufthansa AG

Deutsche Lufthansa AG

Balance sheet as of 31 December 2014

Assets			
in €m	Notes	31.12.2014	31.12.2013
Intangible assets		371	157
Aircraft		4,999	4,895
Property, plant and other equipment		98	102
Financial investments	4)	12,096	11,101
Non-current assets	3)	17,564	16,255
Inventories	5)	95	65
Trade receivables	6)	605	488
Other receivables and other assets	6)	1,508	2,101
Securities	7)	-	1,077
Liquid funds	7)	377	950
Current assets		2,585	4,681
Prepaid expenses	8)	36	35
Net assets from pension obligations	9)	536	293
Total assets		20,721	21,264

Shareholders' equity and liabilities			
in €m	Notes	31.12.2014	31.12.2013
Issued capital	10)	1,185	1,180
Capital reserve	11)	169	886
Retained earnings	11)	2,129	2,129
Distributable earnings	29)	0	207
Shareholders' equity		3,483	4,402
Provisions	12)	7,252	7,361
Bonds		1,250	1,600
Liabilities to banks		1,014	1,068
Payables to affiliated companies		3,821	2,897
Other liabilities		3,894	3,923
Liabilities	13)	9,979	9,488
Deferred income		7	13
Total shareholders' equity and liabilities		20,721	21,264

Deutsche Lufthansa AG

Income statement for the financial year 2014

in €m	Notes	2014	2013
Traffic revenue	17)	14,569	14,818
Other revenue	18)	335	432
Total revenue		14,904	15,250
Other operating income	19)	1,810	1,939
Cost of materials and services	20)	- 11,741	- 11,321
Staff costs	21)	- 2,573	- 2,703
Depreciation, amortisation and impairment	22)	- 383	- 380
Other operating expenses	23)	- 3,029	- 2,761
Result from operating activities		- 1,012	24
Result from equity investments	24)	951	1,231
Net interest	25)	- 503	- 418
Impairment on investments and current securities	26)	- 69	- 211
Financial result		379	602
Result from ordinary activities		- 633	626
Taxes	27)	- 99	- 219
Net profit/loss for the year		- 732	407
Transfers to retained earnings	11)	-	- 200
Transfers from capital reserve	11)	732	-
Distributable earnings	29)	0	207

Deutsche Lufthansa AG

Statement of changes in non-current assets for 2014

in €m	Changes in historical cost				Accumulated depreciation and amortisation						Carrying amounts		
	as of	Additions	Disposals	Reclassifications	as of	as of	Additions	Disposals	Reversals	Reclassifications	as of	as of	as of
	1.1. 2014				31.12. 2014	1.1. 2014					31.12. 2014	31.12. 2014	31.12. 2014
I. Intangible assets													
1. Purchased concessions, intellectual property and similar rights and assets and licences in such rights and assets	346	243	43	1	547	202	14	25	–	–	191	356	144
2. Advance payments	13	18	–	–1	30	–	15	–	–	–	15	15	13
	359	261	43	–	577	202	29	25	–	–	206	371	157
II. Aircraft													
1. Aircraft and equipment	6,796	885	897	320	7,104	2,874	332	199	–	–	3,007	4,097	3,922
2. Advance payments and plant under construction	973	392	143	–320	902	–	–	–	–	–	–	902	973
	7,769	1,277	1,040	–	8,006	2,874	332	199	–	–	3,007	4,999	4,895
III. Property, plant and other equipment													
1. Land, leasehold rights and buildings including buildings on third-party land	159	7	4	1	163	96	9	3	–	–	102	61	63
2. Other equipment, operating and office equipment	148	10	9	0	149	117	13	9	–	–	121	28	31
3. Advance payments and plant under construction	8	2	0	–1	9	–	–	–	–	–	–	9	8
	315	19	13	–	321	213	22	12	–	–	223	98	102
IV. Financial investments													
1. Shares in affiliated companies	8,831	706	425	–	9,112	1,115	64	–	103	–	1,076	8,036	7,716
2. Loans to affiliated companies	3,084	1,115	423	–	3,776	98	–	21	2	–	75	3,701	2,986
3. Equity investments	283	–	44	–	239	13	–	–	–	–	13	226	270
4. Loans to companies held as other equity investments	45	20	–	–	65	7	2	–	1	–	8	57	38
5. Non-current securities	8	0	–	–	8	–	–	–	–	–	–	8	8
6. Other loans	99	2	11	–	90	24	5	–	–	–	29	61	75
7. Prefinancing of leasehold	8	–	1	–	7	–	–	–	–	–	–	7	8
	12,358	1,843	904	–	13,297	1,257	71	21	106	–	1,201	12,096	11,101
Total non-current assets	20,801	3,400	2,000	–	22,201	4,546	454	257	106	–	4,637	17,564	16,255

Notes to the financial statements of Deutsche Lufthansa AG for 2014

1) Application of the German Commercial Code (HGB)

The financial statements for Deutsche Lufthansa AG have been prepared in accordance with the German Commercial Code (HGB) and the supplementary provisions of the German Stock Corporation Act (AktG) as well as the transitional provisions of the German Accounting Law Modernisation Act (BilMoG) that are still in force, and have been audited by PricewaterhouseCoopers Aktiengesellschaft Wirtschaftsprüfungsgesellschaft, Düsseldorf. They are published in the electronic Federal Gazette. The financial statements are permanently available online at <http://investor-relations.lufthansagroup.com>.

The income statement has been prepared using the total cost method.

To make the presentation clearer, certain items of the balance sheet and the income statement have been grouped together and are shown and explained separately in the notes. Over and above the statutory classification system, the entry relating to aircraft is listed separately in order to improve the clarity of the financial statements.

2) Accounting policies

Currency translation In-house conversion rates for foreign currencies are set monthly in advance according to the rates of exchange on international markets. These serve as the basis for converting foreign currency items into euros in the month in which entries are made.

Receivables/liabilities in foreign currencies, cash and provisions are translated at the mean spot rate on the reporting date in accordance with Section 256a HGB. For other non-current receivables/liabilities in foreign currency, the lower/higher-of-cost-or-market principle is observed by comparing the purchase cost with the value on the balance sheet date.

The cost of capital goods purchased in foreign currencies – mainly aircraft invoiced in US dollars – is determined by translation at the exchange rates in effect at the time of payment. Assets for which payments are hedged against exchange rate fluctuations are recognised within the framework of separate valuation units.

Fair value and cash flow hedges of interest rate, exchange rate and fuel price risks are described in Note 16.

Intangible assets Intangible assets are measured at cost and generally amortised over five years or their contractual useful lives, whichever is longer. Internally developed intangible assets are not capitalised. Purchased take-off and landing rights are not amortised.

Property, plant and equipment Scheduled depreciation of property, plant and equipment is based on the purchase and manufacturing costs depreciated over the asset's useful life.

Movable assets with a finite useful life and acquisition costs of up to EUR 150 are depreciated in full in the year of purchase. Low value assets costing between EUR 151 and EUR 1,000 are pooled in an annual account and depreciated over 5 years.

Aircraft Since 1 January 2013, new commercial aircraft have been depreciated over a period of 20 years to a residual value of five per cent.

Aircraft purchased in used condition are depreciated individually depending on their age at the time of acquisition. Aircraft less than 16 years old at the time of acquisition are depreciated up to an age of 20 years to a residual carrying amount of five per cent. Aircraft more than 16 years old at the time of acquisition are depreciated in full over four years without any residual value.

Other property, plant and equipment Buildings are assigned a useful life of between 20 and 50 years. Buildings and installations on land belonging to third parties are written off according to the term of the lease or are assigned a shorter useful life. Operating and office equipment is depreciated over three to fourteen years in normal circumstances.

Financial investments Financial investments are stated at cost, adjusted by any necessary impairment charges or write-ups.

Current assets Raw materials, consumables and supplies are valued at cost, with stock risks being provided for by appropriate mark-downs.

Securities are shown at their purchase price less any necessary impairment charges. Emissions certificates issued free of charge are held at a residual amount; those purchased are held at acquisition costs.

In addition to individual write-downs necessary for known risks applying to other current assets, adequate provision is made for general credit risk by a write-down of each item by a standard amount.

Net assets from pension obligations To meet retirement benefit and partial retirement obligations towards staff, appropriate funds have been invested in insolvency-proof

funds and insurance policies, which are not accessible to the Company's other creditors.

Pension assets are measured at fair value using external price information and netted out with the underlying obligations. If there is an excess of obligations over assets, it is recognised in provisions. If the time value of the pension assets exceeds that of the corresponding obligations, the difference is shown separately as a net asset from pension obligations. If the fair value of the pension assets is higher than their historic acquisition costs, the resulting income may not be distributed as a dividend (Section 268 Paragraph 8 Sentence 3 HGB).

Provisions Pension obligations are calculated using actuarial principles based on the projected unit credit method using the Heubeck 2005 G actuarial tables compiled by Prof. Dr. Klaus Heubeck. As well as appropriate projected rates of fluctuation and career progress, a salary trend of 2.5 per cent (previous year: 2.75 per cent) and an unchanged pension trend of between 1.0 and 2.75 per cent are used. Discounting generally takes place at the average market interest rate for the last seven years with an assumed term to maturity of 15 years as published by the German Bundesbank. For measurement as of 31 December 2014, the corresponding interest rate is forecast as of 31 December 2014 on the basis of interest rate information published as of 30 November 2014. The rate is 4.54 per cent (previous year: 4.89 per cent). The effects of changes in interest rates are recognised in interest expense.

Benefit obligations from the conversion of salary components are recognised at the fair value of the corresponding assets, to the extent that it exceeds the minimum amount of the commitment.

The provision for partial retirement agreements is recognised at the amount needed to settle the obligation. The amount needed to settle the obligation is composed of the salary outstanding as of 31 December 2014, which is paid during the "passive" phase, as well as additional employer contributions to statutory pension insurance and superannuation premiums. The provision is calculated making proper use of biometric probabilities and a salary trend of 2.5 per cent (previous year: 2.75 per cent). It is discounted on the basis of average terms to maturity, at a discount rate forecast as of 31 December 2014 as it is for pension obligations. As of 30 November 2014, the rate is 3.08 per cent (previous year: 3.79 per cent).

The other provisions are made for the amount considered necessary to settle the obligations using sound commercial judgement. Provisions with a term to maturity of more than one year are discounted at the average market interest rate for the last seven years corresponding to their remaining term.

Liabilities Liabilities are shown at the amount needed to settle them.

Deferred taxes Deferred taxes are recognised for temporary differences between the carrying amounts of assets, liabilities and deferred expenses in the financial statements

for commercial law and tax purposes. Deutsche Lufthansa AG not only recognises differences on items in its own balance sheet, but also for companies in the same income tax group. Tax loss carry-forwards are recognised in addition to the temporary accounting differences. Deferred taxes are calculated using the combined income tax rate for Deutsche Lufthansa AG's tax group, which is currently 25 per cent. The combined income tax rate comprises corporation tax, trade tax and solidarity surcharge. Any overall tax expense would be recognised in the balance sheet as a deferred tax liability. The option of capitalising any deferred tax assets in accordance with Section 274 Paragraph 1 HGB was not exercised in the financial year.

Deferred tax assets result primarily from different amounts of pension provisions and similar obligations, provisions for onerous contracts and from tax loss carry-forwards. Deferred tax liabilities stem from different carrying amounts for aircraft and miscellaneous items of property, plant and equipment.

Notes to balance sheet assets

3) Non-current assets

Changes in individual non-current asset items during the financial year 2014 are shown in a separate table.

The rise in intangible assets is largely due to payments of EUR 230m made in the reporting year for the cooperation agreement with Miles & More GmbH in connection with the transfer of obligations under the Miles & More programme.

In addition to the Company's own aircraft listed in the statement of changes in non-current assets and in the balance sheet, further aircraft were chartered, in some cases complete with crews. Deutsche Lufthansa AG has also leased the following aircraft:

Number of leased aircraft		
Aircraft type	31.12.2014	31.12.2013
A319-100	30	30
A320-200	44	37
A321-100	20	20
A321-200	24	14
A330-300	8	4
A340-300	18	22
A340-600	16	16
A380-800	3	3
B737-300	9	14
B737-500	13	15
B747-400	12	15
B747-8	10	7
EMB 190	9	9
EMB 195	24	19
	240	225

This increase is mainly due to the transfer of additional aircraft to various sale-and-lease-back vehicles in the financial year.

4) Financial investments

The main indirect and direct equity investments of Deutsche Lufthansa AG can be found in the annexe to the notes, 'List of shareholdings'.

5) Inventories

Inventories		
in €m	31.12.2014	31.12.2013
Raw materials, consumables and supplies	22	19
Emissions certificates	58	32
Finished goods and merchandise	15	14
	95	65

The increase in the amount of the emissions certificates is due to a reversal as of the reporting date.

6) Receivables and other assets

Receivables and other assets			
in €m	31.12.2014	of which due after more than one year	31.12.2013
Trade receivables	605	0	488
Receivables from affiliated companies	944	17	1,335
Receivables from companies held as other investments	9	0	10
Other assets	555	70	756
	2,113	87	2,589

7) Securities and liquid assets

No securities were held as of the reporting date. Cash in hand and bank balances consist almost entirely of credit balances held with banks. Reported as other assets are fixed-term bank balances assigned as collateral amounting to EUR 22m and foreign currency bank balances of EUR 33m that are not likely to be transferred in the near future and which are discounted appropriately.

8) Prepaid expenses

This item consists of prepaid insurance premiums for subsequent years of EUR 14m and a maturity premium of EUR 4m.

9) Net assets from pension obligations

This item consists of the net surplus of EUR 536m from off-setting fund assets against pension obligations.

Notes to balance sheet liabilities and shareholders' equity

10) Issued capital

Issued capital Deutsche Lufthansa AG's issued capital totals EUR 1,184.7m. Issued capital is divided into 462,772,226 registered shares, with each share representing EUR 2.56 of issued capital.

Authorised capital A resolution passed at the Annual General Meeting on 29 April 2010 authorised the Executive Board until 28 April 2015, subject to approval by the Supervisory Board, to increase the Company's issued capital on one or more occasions by up to EUR 561,160,092 by issuing new registered shares on one or more occasions for payment in cash or in kind (Authorised Capital A). Existing shareholders are to be granted subscription rights. In the case of shares issued for payment in kind, these rights may be ruled out, while in the case of shares issued for payment in cash, they may be ruled out for residual amounts. The Executive Board is further authorised in the case of a capital increase against cash contributions to rule out, subject to

approval by the Supervisory Board, a subscription right for existing shareholders on condition that the new shares so issued must not exceed 10 per cent of the issued capital and that the issue price must not be significantly lower than the market price.

A resolution passed at the Annual General Meeting on 29 April 2014 authorised the Executive Board until 28 April 2019, subject to approval by the Supervisory Board, to increase the issued capital by up to EUR 29m, by issuing new registered shares to employees (Authorised Capital B) for payment in cash. Existing shareholders' subscription rights are excluded. In order to issue new shares to employees of Deutsche Lufthansa AG and its affiliated companies, the Executive Board of Deutsche Lufthansa AG decided on 20 August 2014 and 7 October 2014, with the approval of the Supervisory Board being given on 17 September 2014, to make use of the authorisation voted at the Annual General Meeting on 29 April 2014 (Authorised Capital B) and increase the Company's issued capital by EUR 4,345,000.96, excluding shareholders' subscription rights, by issuing 1,697,266 new registered shares with transfer restrictions and profit entitlement from 1 January 2014 for payment in cash. The capital increase was entered in the Commercial Register of Cologne District Court (HRB 2168) on 14 October 2014. As of 31 December 2014, Authorised Capital B amounted to EUR 24,654,999.04.

Contingent capital A resolution passed at the Annual General Meeting on 3 May 2011 authorised the Executive Board until 2 May 2016, subject to approval by the Supervisory Board, to issue bearer or registered convertible bonds, bond/warrant packages, profit sharing rights or participating bonds (or combinations of these instruments), on one or more occasions, for a total nominal value of up to EUR 1.5bn, with or without restrictions on maturity. To do so, contingent capital (Contingent Capital II) was created for a contingent capital increase of up to EUR 234,464,035.80 by issuing up to 91,587,514 new registered shares. The contingent capital increase will only take place insofar as the holders of convertible bonds or warrants from bond/warrant packages decide to exercise their conversion and or option rights.

Authorisation to buy back shares A resolution passed at the Annual General Meeting held on 29 April 2010 authorised the Executive Board pursuant to Section 71 Paragraph 1 No. 8 Stock Corporation Act (AktG) to purchase treasury shares until 28 April 2015. The authorisation is limited to 10 per cent of current issued capital, which can be purchased on the stock exchange or by a public purchase offer to all shareholders.

In 2014, Deutsche Lufthansa AG bought back 335,993 of its own shares at an average price of EUR 12.12. This is equivalent to 0.07 per cent of issued capital.

The shares purchased or created by means of the capital increase were used as follows:

- 1,070,677 shares were transferred to the staff of Deutsche Lufthansa AG and 37 other affiliated compa-

nies and equity investments as part of the profit-sharing scheme for 2013 at a share price of EUR 12.17.

- 922,294 shares were transferred as part of performance-related variable remuneration in 2014 to managers and non-payscale staff of Deutsche Lufthansa AG and to 33 further affiliated companies and equity investments at a price of EUR 11.79.
- 34,809 shares were transferred to Executive Board members at a price of EUR 11.79 as part of the option programme for 2014.
- 558 shares were transferred to managers and non-payscale staff as part of performance-related remuneration for 2013 at a price of EUR 14.31.

4,921 shares were resold at a price of EUR 13.95.

On the balance sheet date, treasury shares were no longer held.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 13 January 2012

On 11 January 2012, Templeton Global Advisors Limited, Nassau, Bahamas, notified us as follows:

The voting rights of Templeton Global Advisors Limited, Nassau, Bahamas, in Deutsche Lufthansa AG exceeded the threshold of 5 per cent on 10 January 2012 and on this date came to 5.0001 per cent (22,897,430 voting shares). Of the total, 5.0001 per cent (22,897,430 voting shares) is attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 WpHG.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notifications on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 8 May 2014

On 5 May 2014, UBS AG, Zurich, Switzerland, notified us as follows in accordance with Section 21 Paragraph 1 WpHG (Securities Trading Act):

The voting rights of UBS AG, Zurich, Switzerland, in Deutsche Lufthansa AG exceeded the threshold of 3 per cent on 29 April 2014 and on this date came to 3.23 per cent (14,884,346 voting shares). Of the total, 0.25 percentage points (1,140,262 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 1 WpHG.

The voting rights of UBS AG, Zurich, Switzerland, in Deutsche Lufthansa AG fell below the threshold of 3 per cent on 30 April 2014 and on this date came to 2.90 per cent (13,368,494 voting shares). Of the total, 0.25 percentage points (1,140,262 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 1 WpHG.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notifications on

voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 13 May 2014

On 8 May 2014, BlackRock Investment Management (UK) Limited, London, UK, notified us on behalf and with the authorisation of the following companies in accordance with Section 21 Paragraph 1 WpHG (Securities Trading Act) as follows:

The voting rights of BlackRock Advisors Holdings, Inc., New York, NY, USA, in Deutsche Lufthansa AG exceeded the threshold of 3 per cent on 6 May 2014 and on this date came to 3.008 per cent (13,869,705 voting shares). Of the total, 3.008 percentage points (13,869,705 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG.

The voting rights of BlackRock International Holdings, Inc., New York, NY, USA, in Deutsche Lufthansa AG exceeded the threshold of 3 per cent on 6 May 2014 and on this date came to 3.003 per cent (13,845,950 voting shares). Of the total, 3.003 percentage points (13,845,950 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG.

The voting rights of BR Jersey International Holdings, L.P., St Helier, Jersey, Channel Islands, in Deutsche Lufthansa AG exceeded the threshold of 3 per cent on 6 May 2014 and on this date came to 3.003 per cent (13,845,950 voting shares). Of the total, 3.003 percentage points (13,845,950 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 13 August 2014

On 11 August 2014, EuroPacific Growth Fund, Los Angeles, California, USA, notified us as follows in accordance with Section 21 Paragraph 1 WpHG (Securities Trading Act):

The voting rights of EuroPacific Growth Fund, Los Angeles, California, USA, in Deutsche Lufthansa AG fell below the threshold of 5 per cent on 6 August 2014 and on this date came to 4.96 per cent (22,852,222 voting shares).

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 14 August 2014

On 12 August 2014, BlackRock Investment Management (UK) Limited, London, UK, notified us on behalf and with the authorisation of the following company in accordance

with Section 21 Paragraph 1 WpHG (Securities Trading Act) as follows:

The voting rights of BlackRock Group Limited, London, UK, in Deutsche Lufthansa AG exceeded the threshold of 3 per cent on 7 August 2014 and on this date came to 3.12 per cent (14,404,887 voting shares). Of the total, 3.12 percentage points (14,404,887 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 18 August 2014

On 14 August 2014, BlackRock Investment Management (UK) Limited, London, UK, notified us on behalf and with the authorisation of the following companies in accordance with Section 21 Paragraph 1 WpHG (Securities Trading Act) as follows:

The voting rights of BR Jersey International Holdings, L.P., St Helier, Jersey, Channel Islands, in Deutsche Lufthansa AG fell below the threshold of 3 per cent on 12 August 2014 and on this date came to 2.99 per cent (13,788,163 voting shares). Of the total, 2.99 percentage points (13,788,163 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG.

The voting rights of BlackRock International Holdings, Inc., New York, NY, USA, in Deutsche Lufthansa AG fell below the threshold of 3 per cent on 12 August 2014 and on this date came to 2.99 per cent (13,788,163 voting shares). Of the total, 2.99 percentage points (13,788,163 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG.

The voting rights of BlackRock Group Limited, London, UK, in Deutsche Lufthansa AG fell below the threshold of 3 per cent on 12 August 2014 and on this date came to 2.90 per cent (13,374,677 voting shares). Of the total, 2.90 percentage points (13,374,677 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 18 August 2014

On 15 August 2014, BlackRock Investment Management (UK) Limited, London, UK, notified us on behalf and with the authorisation of the following companies in accordance with Section 21 Paragraph 1 WpHG (Securities Trading Act) as follows:

The voting rights of BlackRock International Holdings, Inc., New York, NY, USA, in Deutsche Lufthansa AG exceeded the threshold of 3 per cent on 13 August 2014 and on this date came to 3.004 per cent (13,852,349 voting shares). Of the total, 3.004 percentage points (13,852,349 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG.

The voting rights of BR Jersey International Holdings, L.P., St Helier, Jersey, Channel Islands, in Deutsche Lufthansa AG exceeded the threshold of 3 per cent on 13 August 2014 and on this date came to 3.004 per cent (13,852,349 voting shares). Of the total, 3.004 percentage points (13,852,349 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 27 August 2014

On 22 August 2014, Templeton Growth Fund, Inc., Maryland, USA, notified us as follows in accordance with Section 21 Paragraph 1 WpHG (Securities Trading Act):

The voting rights of Templeton Growth Fund, Inc., Maryland, USA, in Deutsche Lufthansa AG exceeded the threshold of 3 per cent on 21 August 2014 and on this date came to 3.12 per cent (14,402,091 voting shares).

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 11 September 2014

On 8 September 2014, we received the following notification in accordance with Section 21 Paragraph 1 WpHG:

The voting rights of Capital Research and Management Company, Los Angeles, California, USA, in Deutsche Lufthansa AG fell below the threshold of 5 per cent on 2 September 2014 and on this date came to 4.91 per cent (22,628,681 voting shares). Of the total, 4.91 percentage points (22,628,681 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 WpHG. Of the attributed voting shares, 3 per cent or more are held by EuroPacific Growth Fund.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 11 September 2014

On 8 September 2014, we received the following notification in accordance with Section 21 Paragraph 1 WpHG:

The voting rights of The Capital Group Companies, Inc., Los Angeles, California, USA, in Deutsche Lufthansa AG fell below the threshold of 5 per cent on 2 September

2014 and on this date came to 4.91 per cent (22,628,681 voting shares). Of the total, 4.91 percentage points (22,628,681 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentences 2 and 3 WpHG. Of the attributed voting shares, 3 per cent or more are held by EuroPacific Growth Fund.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 17 September 2014

On 16 September 2014, BlackRock Investment Management (UK) Limited, London, UK, notified us on behalf and with the authorisation of the following companies in accordance with Section 21 Paragraph 1 WpHG (Securities Trading Act) as follows:

The voting rights of BR Jersey International Holdings, L.P., St Helier, Jersey, Channel Islands, in Deutsche Lufthansa AG fell below the threshold of 3 per cent on 12 September 2014 and on this date came to 2.98 per cent (13,737,543 voting shares). Of the total, 2.98 percentage points (13,737,543 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG.

The voting rights of BlackRock International Holdings, Inc., New York, NY, USA, in Deutsche Lufthansa AG fell below the threshold of 3 per cent on 12 September 2014 and on this date came to 2.98 per cent (13,737,543 voting shares). Of the total, 2.98 percentage points (13,737,543 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 22 September 2014

On 18 September 2014, BlackRock Investment Management (UK) Limited, London, UK, notified us on behalf and with the authorisation of the following company in accordance with Section 21 Paragraph 1 WpHG (Securities Trading Act) as follows:

The voting rights of BlackRock Advisors Holdings, Inc., New York, NY, USA, in Deutsche Lufthansa AG fell below the threshold of 3 per cent on 16 September 2014 and on this date came to 2.98 per cent (13,718,242 voting shares). Of the total, 2.98 percentage points (13,718,242 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 22 September 2014

On 19 September 2014, BlackRock Investment Management (UK) Limited, London, UK, notified us on behalf and with the authorisation of the following companies in accordance with Section 21 Paragraph 1 WpHG (Securities Trading Act) as follows:

The voting rights of BlackRock Holdco 2, Inc., Wilmington, Delaware, USA, in Deutsche Lufthansa AG fell below the threshold of 5 per cent on 17 September 2014 and on this date came to 4.98 per cent (22,981,909 voting shares). Of the total, 4.98 percentage points (22,981,909 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG.

The voting rights of BlackRock Financial Management, Inc., New York, NY, USA, in Deutsche Lufthansa AG fell below the threshold of 5 per cent on 17 September 2014 and on this date came to 4.98 per cent (22,981,909 voting shares). Of the total, 4.98 percentage points (22,981,909 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 26 September 2014

On 23 September 2014, BlackRock Investment Management (UK) Limited, London, UK, notified us on behalf and with the authorisation of the following company in accordance with Section 21 Paragraph 1 WpHG (Securities Trading Act) as follows:

The voting rights of BlackRock, Inc., New York, USA, in Deutsche Lufthansa AG fell below the threshold of 5 per cent on 19 September 2014 and on this date came to 4.97 per cent (22,914,499 voting shares). Of the total, 4.97 percentage points (22,914,499 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 21 November 2014

On 20 November 2014, EuroPacific Growth Fund, Los Angeles, California, USA, notified us as follows in accordance with Section 21 Paragraph 1 WpHG (Securities Trading Act):

The voting rights of EuroPacific Growth Fund, Los Angeles, California, USA, in Deutsche Lufthansa AG fell below the threshold of 3 per cent on 14 November 2014 and on this date came to 2.82 per cent (13,027,323 voting shares).

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 27 November 2014

On 24 November 2014, we received the following notification in accordance with Section 21 Paragraph 1 WpHG:

The voting rights of Capital Research and Management Company, Los Angeles, California, USA, in Deutsche Lufthansa AG fell below the threshold of 3 per cent on 20 November 2014 and on this date came to 2.95 per cent (13,663,966 voting shares). Of the total, 2.95 percentage points (13,663,966 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 WpHG. No individual fund holds more than 3 per cent of the voting rights in Deutsche Lufthansa Aktiengesellschaft.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 27 November 2014

On 24 November 2014, we received the following notification in accordance with Section 21 Paragraph 1 WpHG:

The voting rights of The Capital Group Companies, Inc., Los Angeles, California, USA, in Deutsche Lufthansa AG fell below the threshold of 3 per cent on 20 November 2014 and on this date came to 2.95 per cent (13,663,966 voting shares). Of the total, 2.95 percentage points (13,663,966 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentences 2 and 3 WpHG. No individual fund holds more than 3 per cent of the voting rights in Deutsche Lufthansa Aktiengesellschaft.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 10 December 2014

On 9 December 2014, BlackRock Investment Management (UK) Limited, London, UK, notified us on behalf and with the authorisation of the following companies in accordance with Section 21 Paragraph 1 WpHG (Securities Trading Act) as follows:

The voting rights of BlackRock Holdco 2, Inc., Wilmington, Delaware, USA, in Deutsche Lufthansa AG fell below the threshold of 3 per cent on 5 December 2014 and on this date came to 2.96 per cent (13,696,372 voting shares). Of the total, 1.76 percentage points (8,151,959 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 1 WpHG, 0.04 percentage points (169,176 voting shares) in accordance with Section 22 Paragraph 1 Sentence 1 No. 2 in conjunction with Sentence 2 WpHG, and 1.27 percentage points (5,870,430 voting shares) in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with

Sentence 2 WpHG. It should be noted that the percentage of voting rights mentioned above does not necessarily correspond to the attributable total of shares also communicated, due to voting rights being attributed to more than one entity within the BlackRock Group.

The voting rights of BlackRock Financial Management, Inc., New York, NY, USA, in Deutsche Lufthansa AG fell below the threshold of 3 per cent on 5 December 2014 and on this date came to 2.95 per cent (13,650,323 voting shares). Of the total, 1.76 percentage points (8,151,959 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 1 WpHG, 0.04 percentage points (169,176 voting shares) in accordance with Section 22 Paragraph 1 Sentence 1 No. 2 in conjunction with Sentence 2 WpHG, and 1.26 percentage points (5,824,381 voting shares) in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG. It should be noted that the percentage of voting rights mentioned above does not necessarily correspond to the attributable total of shares also communicated, due to voting rights being attributed to more than one entity within the BlackRock Group.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 15 December 2014

On 12 December 2014, BlackRock Investment Management (UK) Limited, London, UK, notified us on behalf and with the authorisation of the following company in accordance with Section 21 Paragraph 1 WpHG (Securities Trading Act) as follows:

The voting rights of BlackRock, Inc., New York, USA, in Deutsche Lufthansa AG fell below the threshold of 3 per cent on 10 December 2014 and on this date came to 2.96 per cent (13,705,491 voting shares). Of the total, 1.69 percentage points (7,835,591 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 1 WpHG, 0.04 percentage points (169,176 voting shares) in accordance with Section 22 Paragraph 1 Sentence 1 No. 2 in conjunction with Sentence 2 WpHG, and 1.34 percentage points (6,195,591 voting shares) in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 in conjunction with Sentence 2 WpHG. It should be noted that the percentage of voting rights mentioned above does not necessarily correspond to the attributable total of shares also communicated, due to voting rights being attributed to more than one entity within the BlackRock Group.

Publication in accordance with Section 26 Paragraph 1 WpHG (Securities Trading Act) of notification on voting rights sent in accordance with Section 21 Paragraph 1 WpHG dated 19 January 2015

On 14 January 2015, we received the following notification in accordance with Section 21 Paragraph 1 WpHG: The voting rights of Templeton Investment Counsel, LLC, Wilmington, Delaware, USA, in Deutsche Lufthansa AG

exceeded the threshold of 3 per cent on 13 January 2015 and on this date came to 3.02 per cent (13,996,622 voting shares). Of the total, 3.02 percentage points (13,996,622 voting shares) are attributable to it in accordance with Section 22 Paragraph 1 Sentence 1 No. 6 WpHG. No individual fund or balanced fund managed by Templeton Investment Counsel, LLC, holds 3 per cent or more of the voting rights.

11) Reserves

The capital reserve contains the premiums resulting from capital increases and the proceeds from the issue of debt securities for conversion options to acquire Company shares. In 2014, a share premium of EUR 16.3m was added from a capital increase for employee shares. EUR 732m was transferred from the capital reserve to equalise the net loss incurred in the reporting year.

The legal reserve contained in retained earnings is unchanged at EUR 26m; other reserves consist of other retained earnings. An amount of EUR 1,159m resulting from the fair value measurement of assets may not be distributed as dividends. There are sufficient free retained earnings to cover the amount which may not be distributed.

12) Provisions

Provisions		
in €m	31.12.2014	31.12.2013
Provisions for pensions and similar obligations	2,159	2,072
Tax provisions	137	136
Obligations in respect of unused flight documents	1,770	2,645
Other provisions	3,186	2,508
	7,252	7,361

A Company pension scheme exists for staff working in Germany and staff seconded abroad. The provisions for pensions also include transitional pension arrangements for flight personnel. Benefit obligations are mainly funded by means of contributions to an external trust fund to which access is restricted. There are also obligations from the conversion of salary components which are funded by assets held in insurance policies.

The actuarial obligations are netted with the corresponding assets measured at fair value as of 31 December 2014 to obtain the carrying amount for the balance sheet. The acquisition costs of the fund assets were EUR 4,819m as of 31 December 2014. Their fair value as of the same date was EUR 5,968m.

The actuarial amount required to settle the obligation is recognised at EUR 7,591m as of 31 December 2014. Accrued interest expenses on pension obligations of EUR 741m exceeded income of EUR 324m from the market valuation of pension fund assets.

Obligations under partial retirement agreements are recognised in other provisions. Obligations of EUR 57m are

netted with assets with a fair value of EUR 49m. The acquisition costs of the fund assets are EUR 39m.

Net income of EUR 1.5m from fund assets is matched by expenses of EUR 1.5m in accrued interest on the provision.

Obligations from unused flight documents declined in the reporting year, mainly due to transferring obligations of EUR 868m from the Miles & More programme to Miles & More GmbH.

Other provisions mainly include amounts for purchased services, for onerous contracts, for maintenance, for outstanding expenses, for restructuring and for commissions.

13) Liabilities

Liabilities					
in €m	Due within one year	Due within more than one year	Due in more than five years	Total 31.12.2014	Total 31.12.2013
Bonds	–	1,250	–	1,250	1,600
Liabilities to banks	250	666	98	1,014	1,068
Advance payments for orders	1	–	–	1	1
Trade payables	457	–	–	457	497
Payables to affiliated companies	3,714	107	–	3,821	2,897
Payables to companies held as other equity investments	6	–	–	6	9
Other liabilities	769	1,284	1,377	3,430	3,416
- of which for taxes	(48)	–	–	(48)	(73)
- of which relating to social security obligations	(5)	(–)	(–)	(5)	(12)
	5,197	3,307	1,475	9,979	9,488

EUR 136m of the liabilities to banks are secured by aircraft. Of the other liabilities, obligations arising from finance leases totalling EUR 2.7bn are secured by the aircraft concerned.

14) Contingent liabilities

Contingent liabilities		
in €m	31.12.2014	31.12.2013
Relating to guarantees, bills of exchange and cheque guarantees	1,134	1,051
- of which from affiliated companies	(253)	(200)
Relating to warranties	989	1,112
- of which from affiliated companies	(349)	(484)
Relating to the provision of collateral for third-party liabilities	25	25

The amounts listed under liabilities from guarantees include EUR 876m in co-debtors' guarantees given in favour of North American fuelling and handling firms. There was no requirement to recognise the guarantee obligations as a liability, because the fuelling and handling firms are expected to be able to meet the underlying liabilities and a claim is

therefore unlikely. Furthermore, this amount is matched by compensatory claims against the other co-debtors amounting to EUR 853m. These amounts are in some cases still provisional owing to annual accounts still pending.

EUR 337m of the liabilities under warranties relate to co-debtors' guarantees in favour of the Terminal One Group Association, L.P. Project joint venture at New York's JFK Airport. No provision was recognised, as a claim is not considered likely. The assumption is that the company will be able to meet its obligations itself. The obligations under the warranties are matched by compensatory claims against the other co-debtors amounting to EUR 252m.

15) Other financial obligations

Order commitments for capital expenditure Order commitments for capital expenditure on property, plant and equipment came to EUR 14.2bn as of 31 December 2014. The resulting payment obligations will fall due as follows: EUR 4.5bn in the years 2015 to 2018, and EUR 9.7bn in the years 2019 to 2025.

Obligations to acquire company shares and to contribute capital to investee companies totalling EUR 0.2m and loan commitments amounting to EUR 470m existed as of the balance sheet date.

Obligations under rental agreements The Company carries out its business almost exclusively in rented premises. Rental agreements generally run for five to ten years. Facilities at Frankfurt Airport are rented for 20 years on average and those at Munich Airport for 30 years on average and are partly prefinanced by Lufthansa. Annual rental payments amount to around EUR 174m.

Costs under long-term operating leases with terms up to 2022 came to EUR 722m in the financial year.

Obligations under long-term maintenance contracts Long-term maintenance contracts signed as of the reporting date with durations up to 2030 gave rise to expenses of EUR 107.1m in the financial year. Of the corresponding payment obligations, EUR 663m falls due in the years 2015 to 2018, and EUR 1.1bn in the years 2019 to 2030.

16) Hedging policy and financial derivatives

Exchange rate, interest rate and fuel price hedges As of 31 December 2014, the following exposures existed from transactions to hedge exchange rate, interest rate and fuel price movements – mostly in the form of spread options and futures contracts – in US dollars:

Currencies				
Volume	Type of derivative	Average exchange rate in €	Maturities up to	
AED m	3	Forward sales	0.2205	2015
AUD m	183	Forward sales	0.6682	2018
CAD m	349	Forward sales	0.6849	2017
CHF m	1,792	Forward sales	0.8718	2022
CNY m	4,172	Forward sales	0.1213	2016
CZK m	1,820	Forward sales	0.0369	2016
DKK m	18	Forward sales	0.1344	2015
GBP m	341	Forward sales	1.2229	2016
HKD m	1,920	Forward sales	0.0972	2016
HUF m	15,847	Forward sales	0.0032	2016
INR m	13,027	Forward sales	0.0121	2015
JPY m	71,607	Forward sales	0.0075	2016
KRW m	123,117	Forward sales	0.0007	2015
MXN m	25	Forward sales	0.0552	2015
NOK m	1,515	Forward sales	0.1192	2016
NZD m	16	Forward sales	0.5793	2016
PHP m	1,073	Forward purchases	0.0172	2015

PLN m	666	Forward sales	0.2313	2016
SEK m	2,522	Forward sales	0.1102	2016
SGD m	128	Forward sales	0.5943	2016
THB m	959	Forward sales	0.0234	2015
USD m	12,662	Forward purchases	0.7331	2025
ZAR m	1,237	Forward sales	0.0653	2016

In addition, the following exchange rate hedges have been concluded with Group companies:

Currencies				
Volume	Type of derivative	Average exchange rate in €	Maturity up to maximum	
AED m	3	Forward purchases	0.2205	2015
AUD m	106	Forward purchases	0.6728	2018
CAD m	113	Forward purchases	0.6835	2017
CHF m	1,318	Forward purchases	0.8119	2022
CNY m	1,782	Forward purchases	0.1213	2016
CZK m	1,068	Forward purchases	0.0369	2016
DKK m	151	Forward purchases	0.1340	2016
GBP m	105	Forward purchases	1.1976	2016
HKD m	1,385	Forward purchases	0.0968	2016
HUF m	1,512	Forward purchases	0.0033	2016
INR m	6,314	Forward purchases	0.0120	2015
JPY m	23,018	Forward purchases	0.0073	2016
KRW m	31,011	Forward purchases	0.0007	2015
MXN m	25	Forward purchases	0.0552	2015
NOK m	343	Forward purchases	0.1209	2016
NZD m	4	Forward purchases	0.5824	2015
PHP m	1,073	Forward sales	0.0171	2015
PLN m	71	Forward purchases	0.2298	2016
SEK m	810	Forward purchases	0.1108	2016
SGD m	54	Forward purchases	0.5943	2016
THB m	862	Forward purchases	0.0233	2015
USD m	3,431	Forward sales	0.7519	2022
ZAR m	612	Forward purchases	0.0652	2016

Fuel price exposure				
		2015	2016	
Fuel requirement	in thousand t	5,690	6,039	
Hedges	in thousand t	4,536	2,441	
Hedging level	in %	80%	40%	

For the financial year 2014, there are no hedges for the price difference between gas oil and crude and between kerosene and crude as of the balance sheet date.

Valuation units As an international airline, Deutsche Lufthansa AG is exposed to the risk of changes in exchange rates. The hedging policy to limit these risks is implemented within the framework of the Lufthansa Group's systematic financial management. There is no autonomous hedging policy at the level of the legal entity Deutsche Lufthansa AG. Valuation units within the meaning of Section 254 HGB are therefore only formed to the extent that exchange rate hedges are matched by opposing derivatives transactions in the same currency and with the same maturity. As of 31 December 2014, provisions for onerous contracts of EUR 48m have been recognised for impending losses under further exchange rate hedges.

Exchange rate hedges

Currency	Type of derivative	Year of maturity	Volume pending transactions in m	Volume hedged risk in m
AED	Forward sale	2015	3	3
AUD	Forward sale	2015	72	72
		2016	31	31
		2017	1	1
		2018	1	1
CAD	Forward sale	2015	73	73
		2016	38	38
		2017	10	10
CHF	Forward sale	2015	205	205
		2016	55	55
		2017	1	1
CNY	Forward sale	2015	1,344	1,344
		2016	439	439
CZK	Forward sale	2015	759	759
		2016	309	309
DKK	Forward purchase	2015	18	18
GBP	Forward sale	2015	93	93
		2016	27	27
HKD	Forward sale	2015	1,020	1,020
		2016	365	365
HUF	Forward sale	2015	8,165	8,165
		2016	3,541	3,541

Currency	Type of derivative	Year of maturity	Volume pending transactions in m	Volume hedged risk in m
INR	Forward sale	2015	6,314	6,314
JPY	Forward sale	2015	17,364	17,364
		2016	5,654	5,654
KRW	Forward sale	2015	31,011	31,011
MXN	Forward sale	2015	25	25
NOK	Forward sale	2015	249	249
		2016	96	96
NZD	Forward sale	2015	4	4
PHP	Forward sale	2015	1,073	1,073
PLN	Forward sale	2015	85	85
		2016	36	36
SEK	Forward sale	2015	589	589
		2016	228	228
SGD	Forward sale	2015	39	39
		2016	15	15
THB	Forward sale	2015	862	862
USD	Forward purchase	2015	1,480	1,480
		2016	451	451
ZAR	Forward sale	2015	432	432
		2016	180	180

Furthermore, exchange rate hedges are combined with expected aircraft deliveries to form valuation units for the purpose of hedging the risk of price increases due to exchange rate movements. Aircraft purchases are now only hedged by means of forward transactions. Based on currently available information, the exposure for capital expenditure at year-end 2014, the relevant hedging volume and the effects of the hedges on the acquisition costs of the hedged investments are as follows:

Hedged capital expenditure

Financial year	Exposure in USD	Hedging volume in USD	Market values in €	Hedging ratio
in m				
2015	655	577	58.6	88%
2016	331	103	4.2	31%
2017	122	24	1.2	20%
2018	896	405	15.1	45%
2019	1,313	632	17.6	48%
2020	1,641	1,031	29.0	63%
2021	1,623	934	31.3	58%
2022	1,697	1,498	51.0	88%
2023	1,588	1,386	40.3	87%
2024	1,317	996	26.0	76%
2025	578	354	6.9	61%
Total	11,761	7,940	281.2	68%

Suitable interest rate swaps and combined interest rate/currency swaps are arranged with external parties to hedge interest rate risks on balance sheet bonds. These are reported together as valuation units. Hedged items and hedges have identical maturities, up to 2025 at the latest. As the reciprocal cash flows balance each other out, the interest rate swaps are not presented in the balance sheet.

Furthermore, Deutsche Lufthansa AG and its subsidiaries have arranged combined interest rate/currency swaps that are matched by interest rate/currency swaps of the same type, volume and maturity with external third parties. These too are reported together as micro-hedges. The hedged cash flows balance each other fully, so that the valuation units are fully effective.

Interest rate hedges				
in €m	Volume of hedged item	Market value	Maturities up to	Carrying amounts of other provisions
31.12.2014				
External hedges with hedged item	2,673	203	2025	–
External hedges without hedged item	500	2	2016	–
External hedges for subsidiaries	648	0	2025	–
Internal hedges with subsidiaries	107	9	2018	–

Deutsche Lufthansa AG uses suitable derivatives to implement effective hedges of price risks for future fuel consumption. There was no recognition of valuation units in the preparation of annual financial statements according to commercial law as specified by Section 254 HGB. As of 31 December 2014, provisions of EUR 509m have been made for impending losses on fuel hedges. No provisions were recognised as of 31 December 2014 for impending losses from emissions certificates.

Market values and carrying amounts of financial derivatives As of 31 December 2014, the existing financial derivatives had the following market values and carrying amounts:

Financial derivatives			
Type of derivative	Market values 31.12.2014	Carrying amounts of other assets 31.12.2014	Carrying amounts of other provisions 31.12.2014
in €m			
Futures contracts for currency hedging	371	–	48
Spread options for currency hedging	0	0	–
Spread options for fuel price hedging	-8	1	9
Call options for fuel price hedging	0	0	–
Hedging combinations for fuel price hedging	- 499	1	500
Interest rate swaps	214	–	–

The fair values of interest rate derivatives correspond to their respective market values, which are measured using appropriate mathematical methods, such as discounting future cash flows. Discounting takes market standard interest rates and the residual term of the respective instruments into account. Currency futures and swaps are valued individually at their respective forward rates and discounted to the reporting date based on the corresponding interest rate curve. The market prices of currency options are calculated using recognised option pricing models.

Financial instruments held as financial assets The fair values of financial instruments held as financial investments, apart from other loans, were above the carrying amounts as of 31 December 2014. In accordance with Section 253 Paragraph 3 Sentence 4 HGB, write-downs were not recognised where the impairment was not permanent.

Balance sheet items		
in €m	Market values 31.12.2014	Carrying amounts 31.12.2014
Shares in affiliated companies	1,822	1,822
Loans to affiliated companies	989	1,088
Other loans	60	60

Shares in affiliated companies relate to an equity interest of 100 per cent in the Lufthansa SICAV-FIS fund, Belgium. This is an equity investment in a foreign investment vehicle within the meaning of Section 1 Paragraphs 1 & 2 of the German Investment Code (KAGB). The distribution in the financial year came to EUR 69m. It can be returned on a daily basis without restriction. The investment serves to hold a strategic minimum liquidity.

Notes to the income statement

17) Traffic revenue

Traffic revenue by traffic region		
in €m	2014	2013
Europe	5,654	5,706
North America	3,629	3,607
Asia/Pacific	2,828	2,949
South America	1,274	1,283
Africa	583	632
Middle East	601	641
	14,569	14,818

Traffic revenue by sector		
in €m	2014	2013
Scheduled	14,008	14,257
Charter	561	561
	14,569	14,818

18) Other revenue

Revenue by sector		
in €m	2014	2013
Travel services (commissions)	151	189
Ground services/in-flight sales	160	198
Other	24	45
	335	432

76 per cent of other revenue was generated in Europe (previous year: 76 per cent).

19) Other operating income

Other operating income		
in €m	2014	2013
Proceeds on the disposal of non-current assets	12	29
Exchange rate gains from foreign currency translation	664	752
Write-backs of provisions	217	149
Services rendered for Group companies	171	169
Income from staff secondment	68	75
Compensation received for damages	9	19
Rental income	46	4
Income from aircraft on operating leases	254	469
Earnings from write-backs on assets	107	9
Other operating income	262	264
	1,810	1,939

20) Cost of materials and services

Cost of materials and services		
in €m	2014	2013
Aircraft fuel and lubricants	4,836	4,347
Other costs of raw materials, consumables and supplies and goods purchased	63	76
Cost of services purchased	6,842	6,898
	11,741	11,321

21) Staff costs

Staff costs		
in €m	2014	2013
Wages and salaries	2,164	2,218
Social security, pension and benefit contributions	409	485
- of which for retirement pensions	(126)	(201)
	2,573	2,703

Staff costs do not include the accrued interest on pension provisions and staff provisions, which are presented in net interest.

Average number of employees		
	2014	2013
Flight staff	22,169	22,067
Ground staff	13,607	14,127
Trainees	115	163
	35,891	36,357

22) Depreciation, amortisation and impairment

Depreciation, amortisation and impairment of intangible assets, aircraft and other property, plant and equipment are detailed in the statement of changes in non-current assets.

23) Other operating expenses

Other operating expenses		
in €m	2014	2013
Sales commission paid to agencies	237	262
Rental and maintenance expenses	229	182
Expenses for computerised distribution systems	215	223
Impairment charges / depreciation and amortisation of current assets	111	94
Courses / training for flight staff	83	66
Advertising and sales promotions	181	181
Exchange rate losses from foreign currency translation	735	594
Payment system expenses (especially credit card commission payments)	164	164
Insurance for flight operations	20	26
Travel expenses	224	218
Auditing, consulting and legal expenses	67	72
Other operating expenses	763	679
	3,029	2,761

24) Result from equity investments

Result from equity investments		
in €m	2014	2013
Income from profit transfer agreements	469	649
Expenses from loss transfer agreements	99	29
Income from equity investments	581	611
- of which from affiliated companies	(576)	(607)
	951	1,231

Income/expenses from profit and loss transfer agreements are shown including tax contributions. Income from equity investments consists primarily of the dividends from Air Trust AG, the Lufthansa SICAV-FIS fund and the Austrian leasing companies for the financial year 2013.

25) Net interest

Net interest				
in €m	2014	of which subsidiaries	2013	of which subsidiaries
Income from other securities and non-current financial loans	66	61	57	52
Other interest and similar income	68	5	100	6
Interest and similar expenses	- 637	- 9	- 575	- 11
- of which accrued interest	(- 757)	-	(- 538)	-
- of which from market valuation of pension fund assets	(326)	-	(217)	-
	- 503	57	- 418	47

26) Impairment on investments and current securities

Impairment losses of EUR 69m were recognised on investments. These consisted mainly of write-downs of EUR 64m and EUR 5m on the carrying amounts for the Lufthansa SICAV-FIS fund and Lufthansa Aircraft Leasing Projekt Nr. 7 GmbH, respectively.

27) Taxes

Taxes		
in €m	2014	2013
Taxes on income and earnings	56	167
Other taxes	43	52
	99	219

Taxes on income and earnings and other taxes also include net items from previous years of EUR 63m.

28) Supervisory Board and Executive Board

The members of the Supervisory Board and the Executive Board are listed starting on p. 21.

The principles of the remuneration system and the amount of remuneration paid to the individual Executive Board and Supervisory Board members are shown and explained in detail in the remuneration report. The remuneration report forms part of the combined management report.

Executive Board Remuneration for the Executive Board members active in the reporting year is as follows:

Total remuneration of Executive Board members		
in € thousands	2014	2013
Basic salary	4,015	3,905
Other	517	601
One-year variable remuneration	1,156	1,272
Long-term variable remuneration	288	553
Option programme ¹	2,018	1,608
Total remuneration	7,994	7,939
Staff costs of pension commitments	1,724	1,377

The Executive Board's remuneration consists of the following components:

- **Fixed annual salary.** Basic remuneration, paid monthly as a salary.
- **Variable annual remuneration.** The variable remuneration is based on the operating margin for the Lufthansa Group. 75 per cent of this bonus is paid the following year, and therefore on an annual basis. The remaining 25 per cent is carried forward for another two years. At the end of the assessment period, which runs for three years in total, the amount carried forward is to be multiplied by a factor of between 0 and 2 (bonus/malus factor). How high the factor is depends to 70 per cent on the CVA achieved over the three-year period and to 30 per cent on sustainability parameters such as environmental protection, customer satisfaction and staff commitment. The variable remuneration is capped at 1.5 times the annual salary.
- **Share-based remuneration.** Executive Board members are also required to participate in the option programmes for managers (with their own parameters which vary from those of the general managers' programme). The duration of these programmes was extended from three to four years in 2011. These arrangements ensure that the variable remuneration components are essentially based on performance over several years.
- **Bonus.** In years with poor operating results due to extraordinary exogenous factors, the Supervisory

Board may award Executive Board members an appropriate additional bonus.

- **Other benefits.** Other benefits include, in particular, the non-cash benefit of using company cars, the discount granted in connection with option programme issues, benefits from concessionary travel in accordance with the relevant IATA regulations and attendance fees, and also daily allowances for work on the supervisory boards of subsidiaries.

Total remuneration includes maturing payments from the three-year variable remuneration for 2012. Notwithstanding the above, expenses for the reporting year include changes in the value of the three-year variable remuneration for the years 2012 to 2014 amounting to EUR 649,000.

Executive Board members hold the following shares in the current option programmes:

Option programmes				
	2014	2013	2012	2011
Carsten Spohr	15,255	8,370	9,870	11,520
Karl-Ulrich Garnadt	10,170	-	-	-
Harry Hohmeister	10,170	8,370	-	-
Simone Menne	10,170	8,370	9,870	-
Dr Bettina Volkens	10,170	8,370	-	-

Expenses of EUR 65,000 for share-based remuneration were recognised for current option programmes. This represents the fair value of the options granted during the year and changes in the value of options granted in prior years.

Current payments to former members of the Executive Board and their surviving dependants came to EUR 3.8m (previous year: EUR 3.7m). This includes payments by subsidiaries as well as benefits in kind and concessionary travel.

Pension obligations toward former Executive Board members and their surviving dependants amount to EUR 64.6m (previous year: EUR 61.4m).

Supervisory Board Fixed remuneration for the Supervisory Board came to EUR 2,110,000 for the financial year 2014 (previous year: EUR 2,156,000). Other remuneration, mainly attendance fees, amounted to EUR 88,000 (previous year: EUR 86,000).

The Deutsche Lufthansa AG Supervisory Board members were also paid EUR 63,000 (previous year: EUR 62,000) for work on supervisory boards of Group companies. In addition to their Supervisory Board remuneration, employee representatives on the Supervisory Board received compensation for their work in the form of wages and salaries including pension entitlements amounting to EUR 1.0m in total (previous year: EUR 1.0m).

In the reporting year, as in the previous year, no loans or advance payments were made to members of the Executive Board or Supervisory Board.

29) Distributable profit

After transferring an amount from the capital reserve to equalise the loss for the year, the distributable profit was zero.

30) Declaration of compliance in accordance with Section 161 German Stock Corporation Act (AktG)

The declaration of compliance with the German Corporate Governance Code required by Section 161 of the German Stock Corporation Act (AktG) was issued by the Executive Board and Supervisory Board, and made public as part of the declaration on corporate governance in line with Section 289a HGB on the Company's website at lufthansa-group.com/declaration-of-compliance.

31) Auditors' fees

The fees paid to the auditors in the financial year and charged to expenses in accordance with Section 319 Paragraph 1 HGB are made up as follows:

- Audit services	EUR 2.5m
- Other certification services	EUR 0.6m
- Tax advisory services	EUR 0.1m
- Other services	EUR 0.7m
	EUR 3.9m

Declaration by the legal representatives

"We declare that, to the best of our knowledge and according to the applicable accounting standards, the financial statements give a true and fair view of the net assets, financial and earnings positions of the Company, and that the management report, which has been combined with the Group management report, gives a true and fair view of the course of business, earnings and the situation of the Company, and suitably presents the opportunities and risks to its future development."

Cologne, 2 March 2015

Deutsche Lufthansa Aktiengesellschaft

Executive Board

Auditors' report

We have audited the annual financial statements, comprising the balance sheet, the income statement and the notes to the financial statements, together with the bookkeeping system, and have also audited the management report, which is combined with the Group management report, of Deutsche Lufthansa AG, Cologne, for the financial year from 1 January to 31 December 2014. The regulations of German commercial law and the further provisions of the Articles of Association state that the accounts and the preparation of the annual financial statements and management report are the responsibility of the Company's Executive Board. Our responsibility is to express an opinion on the annual financial statements, together with the bookkeeping system, as well as on the combined management report, based on our audit.

We conducted our audit of the annual financial statements in accordance with Section 317 HGB ("Handelsgesetzbuch", "German Commercial Code") and German generally accepted standards for the audit of financial statements promulgated by the Institut der Wirtschaftsprüfer (Institute of Public Auditors in Germany, IDW). Those standards require that we plan and perform the audit such that misstatements materially affecting the presentation of the net assets, financial position and results of operations in the annual financial statements in accordance with (German) principles of proper accounting and in the combined management report are detected with reasonable assurance. Knowledge of the business activities and the economic and legal environment of the Company and expectations as to possible misstatements are taken into account in the determination of audit procedures. The effectiveness of the accounting-related internal control system and the evidence supporting the disclosures in the books and records, the annual financial statements and the combined management report are examined primarily on a test basis within the framework of the audit.

The audit includes an assessment of the accounting principles used and of significant estimates made by the Company's Executive Board, as well an evaluation of the overall presentation of the annual financial statements and combined management report. We believe that our audit provides a reasonable basis for our opinion.

Our audit has not led to any reservations.

In our opinion and based on the findings of our audit, the annual financial statements comply with statutory regulations and the further provisions of the Articles of Association and, with due regard for generally accepted accounting standards, convey a true and fair view of the Company's net assets, financial and earnings position.

The combined management report is consistent with the annual financial statements and as a whole provides a correct view of the Company's position and correctly presents the opportunities and risks of future development.

Düsseldorf, 2 March 2015

PricewaterhouseCoopers
Aktiengesellschaft
Wirtschaftsprüfungsgesellschaft

Andreas Menke
Wirtschaftsprüfer (German Public Auditor)

Dr Bernd Roesse
Wirtschaftsprüfer (German Public Auditor)

Supervisory Board and Executive Board

Supervisory Board

Dr Wolfgang Röller

Former Chairman of the Supervisory Board

Deutsche Lufthansa AG
Honorary Chairman

Dipl.-Ing. Dr.-Ing. E.h.

Jürgen Weber

Former Chairman of the Supervisory Board

Deutsche Lufthansa AG
Honorary Chairman

Voting members

Wolfgang Mayrhuber

Former Chairman of the Executive Board

Deutsche Lufthansa AG
Chairman of the Supervisory Board

Christine Behle

Member of the Federal Board of the trade union ver.di
Employee representative
Deputy Chairwoman

Jacques Aigrain

Chairman
LCH.Clearnet Group Limited,
United Kingdom

Dr Werner Brandt

Former Member of the Executive Board
SAP SE

Herbert Hainer

CEO
adidas AG

Dr Jürgen Hambrecht

Former Chairman of the Executive Board
BASF SE
(until 29 April 2014)

Uwe Hien

Purser and adviser to the UFO trade union in tariff matters
Employee representative

Dr h.c. Robert Kimmitt

Senior International Counsel
WilmerHale, USA

Dr Karl-Ludwig Kley

Chairman of the Management Board,
Merck KGaA

Martin Koehler

Independent management consultant and former head of the "Aviation" centre of excellence at The Boston Consulting Group

Doris Krüger

Head of the Lufthansa Group Innovation Unit
Employee representative

Dr Nicola Leibinger-Kammüller

Managing partner and Chair of Management Board
TRUMPF GmbH + Co. KG

Eckhard Lieb

Engine maintenance mechanic
Employee representative

Jan-Willem Marquardt

Flight captain and member of the Cockpit pilots' union
Employee representative
(since 1 January 2015)

Ralf Müller

State certified technician
Employee representative

Monika Ribar

Former President and CEO
PANALPINA WELTTRANSPORT AG,
Switzerland
(since 29 April 2014)

Ilona Ritter

Chairwoman Bargaining Policy of the Cockpit pilots' union
Employee representative
(until 31 December 2014)

Andreas Strache

Flight Manager
Employee representative

Christina Weber

Administrative staff member
Employee representative

Birgit Weinreich

Flight attendant
Employee representative

Matthias Wissmann

President of the German Automotive Industry Federation (VDA)

Stefan Ziegler

Flight captain
Employee representative

Board member

Dr Christoph Franz

Chairman of the Executive Board and CEO
(until 30 April 2014)

Carsten Spohr

Member of the Executive Board
Chief Officer Lufthansa German Airlines
(until 30 April 2014)
Chairman of the Executive Board
(since 1 May 2014)

Karl Ulrich Garnadt

Member of the Executive Board
Lufthansa Passenger Airlines
(since 1 May 2014)

Harry Hohmeister

Member of the Executive Board
Chief Officer Group Airlines,
Logistics and IT

Simone Menne

Member of the Executive Board
Chief Officer Finances and
Aviation Services

Dr Bettina Volkens

Member of the Executive Board
Chief Officer Corporate Human
Resources and Legal Affairs

Other mandates of the Supervisory Board members of Deutsche Lufthansa AG

As of 31 December 2014. For members who left the Supervisory Board in the course of the financial year, the information applies as of the date of their departure.

Wolfgang Mayrhuber

- a) BMW AG
Infineon Technologies AG (Chairman)
Münchener Rückversicherungs-Gesellschaft AG
- b) HEICO Corp.

Christine Behle

- a) Bremer Lagerhaus-Gesellschaft-Aktiengesellschaft von 1877 (Deputy Chairwoman)
Bochum-Gelsenkirchener Straßenbahnen AG
- b) ACE Auto Club Europa e.V./ACE Wirtschaftsdienst GmbH

Jacques Aigrain

- b) LCH.Clearnet SA
London Stock Exchange Group PLC
LyondellBassell NV
QFCA Qatar Financial Center Authority
Swiss International Air Lines AG
WPP PLC

Dr Werner Brandt

- a) RWE AG
ProSiebenSAT.1 Media AG (Chairman)
Osram Licht AG
- b) QIAGEN N.V. (Chairman)

Herbert Hainer

- a) Allianz Deutschland AG
FC Bayern München AG (Deputy Chairman)

Dr Jürgen Hambrecht

(until 29 April 2014)

- a) Daimler AG
Fuchs Petrolub SE (Chairman)
TRUMPF GmbH & Co. KG (Chairman)

Dr Karl-Ludwig Kley

- a) Bertelsmann Management SE
Bertelsmann SE & Co. KGaA
BMW AG (Deputy Chairman)

Martin Koehler

- a) Delton AG
- b) Enfold Inc.

Dr Nicola Leibinger-Kammüller

- a) Axel Springer AG
Siemens AG
Voith GmbH

Eckhard Lieb

- b) Albatros Versicherungsdienste GmbH

Ralf Müller

- a) Lufthansa Cargo AG

Monika Ribar

- b) Chain IQ Group AG
Logitech International SA
Rexel SA
Schweizerische Bundesbahnen SBB
Sika AG
Swiss International Air Lines AG

Christina Weber

- a) LSG Lufthansa Service Holding AG

Matthias Wissmann

- a) Seeburger AG (Deputy Chair)

Mandates of the Executive Board members of Deutsche Lufthansa AG

As of 31 December 2014. For members who left the Supervisory Board in the course of the financial year, the information applies as of the date of their departure.

Dr. Christoph Franz

(until 30 April 2014)

- a) Lufthansa Technik AG* (Chairman until 30.4.2015)
- b) Roche Holding AG
Stadler Rail AG
Swiss International Air Lines AG (Deputy Chair)

Karl Ulrich Garnadt

- a) Germanwings GmbH* (Chairman)
- b) Aircraft Maintenance and Engineering Corporation (AMECO)
Austrian Airlines AG
ÖLH Österreichische Luftverkehrs-Holding GmbH,
(Deputy Chairman)

Harry Hohmeister

- a) Lufthansa Cargo AG* (Chairman)
- b) Austrian Airlines AG (Chairman)
Edelweiss Air AG (Chairman)
Günes Ekspres Havacilik A.S. (SunExpress)
SN Airholding SA/NV

Simone Menne

- a) Delvag Luftfahrtversicherungs-AG* (Chairwoman)
Deutsche Post AG
LSG Lufthansa Service Holding AG* (Chairwoman)
Lufthansa Cargo AG*
Lufthansa Systems AG* (Chairwoman)
Lufthansa Technik AG*
- b) Member of the Exchange Council of the Frankfurt Stock Exchange
Miles & More GmbH* (Chairwoman)

Carsten Spohr

- a) Lufthansa Technik AG*
ThyssenKrupp AG
- b) Dr. August Oetker KG

Dr Bettina Volkens

- a) LSG Lufthansa Service Holding AG*
- b) Austrian Airlines AG (Deputy Chairwoman)

- a) Membership of supervisory boards required by law
- b) Membership of comparable supervisory bodies at companies in Germany and abroad
Group mandate in accordance with
Section 100 Paragraph 2 Sentence 2 AktG

Annexe to the notes

List of shareholdings

Significant equity investments	Stake in %	Result after taxes in €m*	Sharehold- ers' equity in €m*
41/42 Bartlett (Pty) Ltd., Johannesburg, South Africa	100	-- ¹	-- ¹
Aerococina S.A. de C.V., Mexico City, Mexico	52	2	9
Aerologic GmbH, Leipzig	50	6	34
Air Dolomiti S.p.A. Linee Aeree Regionali Europee, Dossobuono di Villafranca (Verona), Italy	100	6	16
Aircraft Maintenance and Engineering Corp., Beijing, China	40	5 ²	169 ²
AIRO Catering Services Eesti OÜ, Tallinn, Estonia	100	-- ³	1
Airo Catering Services Latvija SIA, Marupe, Latvia	100	-- ³	1
AIRO Catering Services Sweden AB, Stockholm, Sweden	100	-- ³	12
AIRO Catering Services – Ukraine, Boryspil, Ukraine	100	-- ³	1
AirPlus Air Travel Card Vertriebsgesellschaft mbH, Vienna, Austria	100	2	15
AirPlus Holding GmbH, Vienna, Austria	100	2	6
AirPlus International AG, Kloten, Switzerland	100	5	18
AirPlus International, Inc., Springfield, USA	100	2	10
AirPlus International Limited, London, United Kingdom	100	4	14
AirPlus International S.r.l., Bologna, Italy	100	2	12
AirPlus Payment Management Co., Ltd., Shanghai, China	100	3	27
AirTrust AG, Zug, Switzerland	100	176	98
Alpha LSG Limited, Manchester, United Kingdom	50	-8 ²	34 ²
Arlington Services, Inc., Wilmington, USA	100	1	87
Arlington Services Mexico, S.A. de C.V., Mexico City, Mexico	100	1	14
Arlington Services Panama S.A., Panama City, Panama	100	-- ³	10
AUA Beteiligungen Gesellschaft m.b.H., Vienna, Austria	100	1	11
Austrian Airlines AG, Vienna, Austria	100	69	123
Austrian Airlines Lease and Finance Company Ltd., Guernsey, Channel Islands, United Kingdom	100	26	81
AVIAPIT-SOCHI OOO, Sochi, Russia	100	-- ³	5
Bahia Catering Ltda., São Cristóvão (Salvador), Brazil	100	-- ³	4
Belém Serviços de Bordo Ltda., Belém, Brazil	70	-- ³	-- ³
BizJet International Sales & Support, Inc., Tulsa, USA	100	-15	5
Capital Gain International (1986) Ltd., Hong Kong, China	100	-- ³	2
Caterair Servicos de Bordo e Hotelaria S.A., Rio de Janeiro, Brazil	100	-- ³	5
Caterair Taiwan In-Flight Services, Inc., Taipei, Taiwan	100	-- ³	-1
CateringPor – Catering de Portugal, S.A., Lisbon, Portugal	49	1 ²	5 ²
Cater Suprimento de Refeicoes, Ltda., Rio de Janeiro, Brazil	100	-1	-6

Significant equity investments (cont'd)	Stake in %	Result after taxes in €m*	Sharehold- ers' equity in €m*
Charm Food Service Co. Ltd., Incheon, South Korea	80	1	2
CLS Catering Services Ltd., Richmond, Canada	70	3	16
Comercializadora de Servicios Limitada, Santiago de Chile, Chile	100	-- ¹	-- ¹
Comisariato de Baja California, S.A. de C.V., Tijuana, Mexico	51	-- ³	1
Comisariatos Gotre, S.A. de C.V., Torreon, Mexico	51	-- ³	1
Common Ground BER GmbH, Frankfurt am Main	100	-- ¹	-- ¹
Common Ground BRE GmbH, Frankfurt am Main	100	-- ¹	-- ¹
Common Ground CGN GmbH, Frankfurt am Main	100	-- ¹	-- ¹
Common Ground DUS GmbH, Frankfurt am Main	100	-- ¹	-- ¹
Common Ground HAJ GmbH, Frankfurt am Main	100	-- ¹	-- ¹
Common Ground HAM GmbH, Frankfurt am Main	100	-- ¹	-- ¹
Common Ground NUE GmbH, Frankfurt am Main	100	-- ¹	-- ¹
Common Ground STR GmbH, Frankfurt am Main	100	-- ¹	-- ¹
Constance Food Group, Inc., New York, USA	100	2	25
Cosmo Enterprise Co. Ltd., Narita, Japan	20	-- ¹	-- ¹
Diners Club Spain S.A., Madrid, Spain	25	2 ⁶	13 ⁶
Edelweiss Air AG, Kloten, Switzerland	100	12	49
Eurowings GmbH, Düsseldorf	100	-3	30
Fortaleza Serviços de Bordo Ltda., Fortaleza, Brazil	70	-- ³	-- ³
Gansu HNA LSG Sky Chefs Co., Ltd., Lanzhou, China	49	1 ²	3 ²
Germanwings GmbH, Cologne	100	-74	16
Global Brand Management AG, Basel, Switzerland	100	36	276
Günes Ekspres Havacilik Anonim Sirketi (SunExpress), Antalya, Turkey	50	35 ⁶	91 ⁶
Hamburger Gesellschaft für Flughafenanlagen mbH, Hamburg	100	8	177
Hawker Pacific Aerospace, Sun Valley, USA	100	4	43
HEICO Aerospace Holdings Corp., Florida, USA	20	57 ²	464 ²
Hongkong Beijing Air Catering Ltd., Hong Kong, China	45	1 ²	5 ²
Hongkong Shanghai Air Catering Ltd., Hong Kong, China	45	4 ²	7 ²
Inflight Catering (Pty) Ltd., Johannesburg, South Africa	100	-- ¹	-- ¹
Inflight Catering Services Limited, Dar es Salaam, Tanzania	62	2	4
Inflite Holdings (Cayman) Ltd., Grand Cayman, Cayman Islands	49	4 ²	17 ²
Inflite Holdings (St. Lucia) Ltd., Castries, St. Lucia	49	4 ²	13 ²
INF Services GmbH & Co. KG, Kelsterbach	100	-- ¹	-- ¹
International Food Services Ltd., Hong Kong, China	100	-- ³	4
Inversiones Turísticas Aeropuerto Panama, S.A., Panama City, Panama	100	-- ¹	-- ¹
JASEN Grundstücksgesellschaft mbH & Co. oHG, Grünwald	100	2	29
Jettainer Americas, Inc., Wilmington, USA	100	-- ³	3

Significant equity investments (cont'd)	Stake in %	Result after taxes in €m*	Sharehold- ers' equity in €m*
Jettainer GmbH, Raunheim	100	2	4
LeaseAir GmbH & Co. Verkehrsflugzeuge V KG, Dortmund	100	3	20
LHBD Holding Limited, London, United Kingdom	100	-- ³	-8
LSG Asia GmbH, Neu-Isenburg	100	21	-- ³
LSG Catering China Ltd., Hong Kong, China	100	-2	-2
LSG Catering Guam, Inc., Guam, USA	100	-- ³	-1
LSG Catering Hong Kong Ltd., Hong Kong, China	100	9	90
LSG Catering Saipan, Inc., Saipan, Micronesia	100	-- ¹	-- ³
LSG Catering (Thailand) Ltd., Bangkok, Thailand	100	2	2
LSG-Food & Nonfood Handel GmbH, Neu-Isenburg	100	-- ³	-- ³
LSG France SAS, Paris, France	100	-- ³	1
LSG Holding Asia Ltd., Hong Kong, China	87	5	18
LSG Linearis SAS, Paris, France	100	-- ³	-- ³
LSG Lufthansa Service Asia Ltd., Hong Kong, China	100	4	34
LSG Lufthansa Service Cape Town (Pty) Ltd., Cape Town, South Africa	100	-- ¹	-- ³
LSG Lufthansa Service Catering- und Dienstleistungsgesellschaft mbH, Neu-Isenburg	100	-- ³	2
LSG Lufthansa Service Enterprises Ltd., Hong Kong, China	100	-- ³	1
LSG Lufthansa Service Europa/Afrika GmbH, Neu-Isenburg	100	-10	-5
LSG Lufthansa Service Guam, Inc., Guam, USA	100	1	8
LSG Lufthansa Service Holding AG, Neu-Isenburg	100	- 4	684
LSG Lufthansa Service Hong Kong Ltd., Hong Kong, China	42	9	20
LSG Lufthansa Service Saipan, Inc., Saipan, Micronesia	100	1	11
LSG Lufthansa Service - Sky Chefs do Brasil Catering, Refeições Ltda., São Paulo, Brazil	100	-3	-19
LSG Sky Chefs Argentina S.A., Buenos Aires, Argentina	100	2	6
LSG Sky Chefs Belgium N.V., Zaventem, Belgium	100	-2	2
LSG Sky Chefs Berlin GmbH, Neu-Isenburg	100	1	1
LSG Sky Chefs Bremen GmbH, Neu-Isenburg	100	-- ³	-1
LSG Sky Chefs Brussels International BVBA, Zaventem, Belgium	100	-5	-3
LSG Sky Chefs Danmark A/S, Dragør, Denmark	100	-4	-12
LSG Sky Chefs de Venezuela C.A., Caracas, Venezuela	100	-- ³	3
LSG Sky Chefs Düsseldorf GmbH, Neu-Isenburg	100	-- ³	-4
LSG Sky Chefs Europe GmbH, Neu-Isenburg	100	-- ³	-- ³
LSG/Sky Chefs Europe Holdings Ltd., West Drayton, United Kingdom	100	2	30
LSG Sky Chefs Finland Oy, Vantaa, Finland	0 ⁵	-1	3
LSG Sky Chefs - First Catering Schweiz AG, Bassersdorf, Switzerland	60	1	1
LSG Sky Chefs Frankfurt International GmbH, Neu-Isenburg	100	-5	-16

Significant equity investments (cont'd)	Stake in %	Result after taxes in €m*	Sharehold- ers' equity in €m*
LSG Sky Chefs Frankfurt ZD GmbH, Neu-Isenburg	100	-7	-16
LSG Sky Chefs Hamburg GmbH, Neu-Isenburg	100	-5	-10
LSG Sky Chefs Havacilik Hizmetleri A.S., Istanbul, Turkey	100	-1	5
LSG Sky Chefs Heathrow Limited, West Drayton, United Kingdom	100	-- ³	-- ³
LSG Sky Chefs (India) Private Ltd., Mumbai, India	100	-- ³	2
LSG Sky Chefs Istanbul Catering Hizmetleri A.S., Istanbul, Turkey	100	-- ³	11
LSG Sky Chefs Kenya Limited, Nairobi, Kenya	50	-- ³	-- ³
LSG Sky Chefs Köln GmbH, Neu-Isenburg	100	-- ³	4
LSG Sky Chefs Korea Co Ltd., Incheon, South Korea	80	27	97
LSG Sky Chefs Leipzig GmbH, Neu-Isenburg	100	-- ³	2
LSG Sky Chefs Lounge GmbH, Neu-Isenburg	100	2	-- ³
LSG Sky Chefs Malmö AB, Stockholm, Sweden	100	-- ³	1
LSG Sky Chefs München GmbH, Neu-Isenburg	100	1	-12
LSG Sky Chefs New Zealand Limited, Auckland, New Zealand	100	2	24
LSG Sky Chefs Norge AS, Oslo, Norway	100	-1	-- ³
LSG Sky Chefs North America Solutions, Inc., Wilmington, USA	100	-2	4
LSG Sky Chefs Nürnberg GmbH, Neu-Isenburg	100	-- ³	-1
LSG Sky Chefs Objekt- und Verwaltungsgesellschaft mbH, Neu-Isenburg	100	4	101
LSG Sky Chefs (Qingdao) Co., Ltd., Laixi, China	100	-- ³	1
LSG Sky Chefs Retail GmbH, Neu-Isenburg	100	-- ³	-4
LSG Sky Chefs Rus, Moscow, Russia	100	1	-- ³
LSG Sky Chefs Schweiz AG, Bassersdorf, Switzerland	100	-- ³	4
LSG Sky Chefs Solutions Asia Limited, Hong Kong, China	100	-- ³	2
LSG Sky Chefs South Africa (Proprietary) Ltd., Johannesburg, South Africa	100	-1	5
LSG Sky Chefs S.p.A., Fiumicino (Rome), Italy	100	3	22
LSG Sky Chefs Spain S.A., Madrid, Spain	100	-1	-2
LSG Sky Chefs Stuttgart GmbH, Neu-Isenburg	100	1	-1
LSG Sky Chefs Supply Chain Solutions, Inc., Wilmington, USA	100	-1	-5
LSG Sky Chefs Sverige AB, Stockholm, Sweden	100	-6	1
LSG Sky Chefs TAAG Angola S.A., Luanda, Angola	40	4	9
LSG Sky Chefs (Thailand) Ltd., Bangkok, Thailand	64	2	13
LSG Sky Chefs UK Limited, West Drayton, United Kingdom	100	-- ³	3
LSG Sky Chefs USA, Inc., Wilmington, USA	100	13	472
LSG Sky Chefs Verwaltungsgesellschaft mbH, Neu-Isenburg	100	-12	31
LSG-Sky Food GmbH, Alzey	100	3	-- ³
LSG South America GmbH, Neu-Isenburg	100	1	-- ³

Significant equity investments (cont'd)	Stake in %	Result after taxes in €m*	Sharehold- ers' equity in €m*
LSY GmbH, Kelsterbach	100	0	444
Lufthansa AirPlus Servicekarten GmbH, Neu-Isenburg	100	11	50
Lufthansa Asset Management GmbH, Frankfurt am Main	100	2	3
Lufthansa Bombardier Aviation Services GmbH, Berlin	51	3 ²	6 ²
Lufthansa Cargo AG, Frankfurt am Main	100	84	155
Lufthansa CityLine GmbH, Munich	100	25	21
Lufthansa Commercial Holding GmbH, Cologne	100	-67	613
Lufthansa Flight Training Berlin GmbH, Berlin	100	2	9
Lufthansa Flight Training GmbH, Frankfurt am Main	100	14	17
Lufthansa Global Business Services GmbH, Frankfurt am Main	100	1	-10
Lufthansa Industry Solutions GmbH & Co. KG., Kelsterbach	100	-1	-1
Lufthansa Leasing Austria 1. Beteiligungs GmbH, Salzburg, Austria	100	3	3
Lufthansa Leasing Austria GmbH & Co. OG Nr. 10, Salzburg, Austria	100	26	49
Lufthansa Leasing Austria GmbH & Co. OG Nr. 12, Salzburg, Austria	100	16	35
Lufthansa Leasing Austria GmbH & Co. OG Nr. 14, Salzburg, Austria	100	16	74
Lufthansa Leasing Austria GmbH & Co. OG Nr. 15, Salzburg, Austria	100	16	31
Lufthansa Leasing Austria GmbH & Co. OG Nr. 16, Salzburg, Austria	100	11	62
Lufthansa Leasing Austria GmbH & Co. OG Nr. 17, Salzburg, Austria	100	6	17
Lufthansa Leasing Austria GmbH & Co. OG Nr. 18, Salzburg, Austria	100	7	19
Lufthansa Leasing Austria GmbH & Co. OG Nr. 19, Salzburg, Austria	100	5	11
Lufthansa Leasing Austria GmbH & Co. OG Nr. 1, Salzburg, Austria	100	2	26
Lufthansa Leasing Austria GmbH & Co. OG Nr. 20, Salzburg, Austria	100	5	16
Lufthansa Leasing Austria GmbH & Co. OG Nr. 21, Salzburg, Austria	100	10	50
Lufthansa Leasing Austria GmbH & Co. OG Nr. 22, Salzburg, Austria	100	5	187
Lufthansa Leasing Austria GmbH & Co. OG Nr. 23, Salzburg, Austria	100	8	273
Lufthansa Leasing Austria GmbH & Co. OG Nr. 24, Salzburg, Austria	100	3	108
Lufthansa Leasing Austria GmbH & Co. OG Nr. 25, Salzburg, Austria	100	3	161
Lufthansa Leasing Austria GmbH & Co. OG Nr. 26, Salzburg, Austria	100	4	312
Lufthansa Leasing Austria GmbH & Co. OG Nr. 27, Salzburg, Austria	100	1	44
Lufthansa Leasing Austria GmbH & Co. OG Nr. 28, Salzburg, Austria	100	6	194
Lufthansa Leasing Austria GmbH & Co. OG Nr. 4, Salzburg, Austria	100	9	11
Lufthansa Leasing Austria GmbH & Co. OG Nr. 50, Salzburg, Austria	100	-10	45
Lufthansa Leasing Austria GmbH & Co. OG Nr. 6, Salzburg, Austria	100	9	12
Lufthansa Leasing Austria GmbH & Co. OG Nr. 7, Salzburg, Austria	100	6	7
Lufthansa Leasing Austria GmbH & Co. OG Nr. 8, Salzburg, Austria	100	34	34
Lufthansa Leasing Austria GmbH & Co. OG Nr. 9, Salzburg, Austria	100	25	27

Significant equity investments (cont'd)	Stake in %	Result after taxes in €m*	Sharehold- ers' equity in €m*
Lufthansa Leasing GmbH & Co. Echo-Zulu oHG, Grünwald	100	10	11
Lufthansa Leasing GmbH & Co. Fox-Golf oHG, Grünwald	100	36	0
Lufthansa Malta Aircraft Leasing Ltd, St. Julian's, Malta	100	116	2,528
Lufthansa Malta Blues LP, St. Julian's, Malta	100	-305	-389
Lufthansa Malta Finance Ltd., St. Julian's, Malta	100	15	567
Lufthansa Malta Holding Ltd, St. Julian's, Malta	100	6	2,603
Lufthansa Process Management GmbH, Neu-Isenburg	100	1	-2
Lufthansa SICAV-FIS fund, Saint-Josse-ten-Noode, Belgium	100	-- ¹	-- ¹
Lufthansa Systems Aktiengesellschaft, Kelsterbach	100	-15	-74
Lufthansa Systems Americas, Inc., Dallas, USA	100	1	1
Lufthansa Systems AS GmbH, Norderstedt	100	3	2
Lufthansa Systems Business Solutions GmbH, Raunheim	100	3	-6
Lufthansa Systems GmbH & Co. KG i.Gr., Kelsterbach	100	-- ¹	-- ¹
Lufthansa Technik AERO Alzey GmbH, Alzey	100	6	23
Lufthansa Technik AG, Hamburg	100	203	280
Lufthansa Technik Airmotive Ireland Holdings Ltd. Co., Dublin, Ireland	100	-- ³	156
Lufthansa Technik Airmotive Ireland Leasing Ltd. Co., Dublin, Ireland	100	15	76
Lufthansa Technik Airmotive Ireland Ltd. Co., Dublin, Ireland	100	11	-6
Lufthansa Technik Budapest Repülögép Nagyjavító Kft., Budapest, Hungary	100	1	7
Lufthansa Technik Component Services LLC, Tulsa, USA	100	2	3
Lufthansa Technik Immobilien- und Verwaltungsgesellschaft mbH, Hamburg	100	2	35
Lufthansa Technik Landing Gear Services UK Ltd., Hayes, United Kingdom	100	1	4
Lufthansa Technik Logistik GmbH, Hamburg	100	-1	-13
Lufthansa Technik Logistik Services GmbH, Hamburg	100	-1	5
Lufthansa Technik Maintenance International GmbH, Frankfurt am Main	100	1	-19
Lufthansa Technik Malta Limited, Luqa, Malta	92	2	-5
Lufthansa Technik North America Holding Corp., Tulsa, USA	100	9	175
Lufthansa Technik Objekt- und Verwaltungsgesellschaft mbH, Hamburg	100	6	114
Lufthansa Technik Philippines, Inc., Manila, Philippines	51	3	23
Lufthansa Technik Sofia OOD, Sofia, Bulgaria	75	3	10
Lufthansa Training & Conference Center GmbH, Seeheim-Jugenheim	100	-1	4
MARDU Grundstücks-Verwaltungsgesellschaft mbH & Co. oHG, Grünwald	100	12	193
Material Marketing Solutions Limited, West Drayton, United Kingdom	100	-- ¹	1
Miles & More GmbH, Neu-Isenburg	100	66	21
MUSA Grundstücks-Verwaltungsgesellschaft mbH & Co. oHG, Grünwald	100	3	46
Myanmar LSG Lufthansa Service Ltd., Yangon, Myanmar	100	1	3
N3 Engine Overhaul Services GmbH & Co. KG, Arnstadt	50	14 ²	66 ²

Significant equity investments (cont'd)	Stake in %	Result after taxes in €m*	Sharehold- ers' equity in €m*
Nanjing Lukou International Airport LSG Catering Co Ltd., Nanjing, China	40	-- ^{2 3}	8 ²
Natal Catering Ltda., Natal, Brazil	70	-- ³	-- ³
Oakfield Farms Solutions Europe Ltd., West Drayton, United Kingdom	51	1	1
Oakfield Farms Solutions, L.L.C., Wilmington, Delaware, USA	100	3	9
ÖLB Österreichische Luftverkehrs-Beteiligungs GmbH, Vienna, Austria	100	-- ³	-2
ÖLH Österreichische Luftverkehrs-Holding GmbH, Vienna, Austria	100	-1	3
Quinto Grundstücksgesellschaft mbH & Co. oHG, Grünwald	100	3	91
Retail in Motion Limited, Dublin, Ireland	40	-1 ²	21 ²
Retail in Motion (International) Limited, Dublin, Ireland	60	-- ³	-- ³
SC International Services, Inc., Wilmington, USA	100	23	423
SCIS Air Security Corporation, Wilmington, USA	100	4	4
ServCater Internacional Ltda., Guarulhos, Brazil	90	-2	-11
Shanghai Pudong International Airport Cargo Terminal Co. Ltd., Shanghai, China	29	48 ²	143 ²
Shannon Aerospace Ltd. Co. Clare, Ireland	100	8	30
Siam Flight Services Ltd., Bangkok, Thailand	49	2	4
Silver Wings Bulgaria OOD, Sofia, Bulgaria	29 ⁴	1	5
Sky Chefs Argentine, Inc., Wilmington, USA	100	1	3
Sky Chefs Chile S.A., Santiago de Chile, Chile	100	1	19
Sky Chefs De Mexico, S.A. de C.V., Mexico City, Mexico	51	4	7
Sky Chefs de Panama, S.A., Panama City, Panama	100	3	15
Sky Chefs, Inc., Wilmington, USA	100	-16	-254
SkylogistiX GmbH, Neu-Isenburg	51	1	2
SN Airholding SA/NV, Brussels, Belgium	45	-23 ⁶	-61 ⁶
Spairliners GmbH, Hamburg	50	4 ²	52 ²
Spiriant Asia Pacific Limited, Hong Kong, China	100	-- ³	1
Spiriant Bahrain Limited W.L.L., Manama, Bahrain	60	-- ³	-- ³
Spiriant GmbH, Neu-Isenburg	100	11	2
Starfood Antalya Gıda Sanayi ve Ticaret A.S., Istanbul, Turkey	49	-- ^{6 3}	2 ⁶
Starfood Finland Oy, Vantaa, Finland	100	1	1
Starfood S.r.l., Fiumicino, Italy	51	-- ³	3
Supply Chain S.à.r.l., Senningerberg, Luxembourg	100	-2	-2
Swiss Aviation Software AG, Basel, Switzerland	100	4	11
Swiss AviationTraining AG, Kloten, Switzerland	100	3	32
Swiss European Air Lines AG, Basel, Switzerland	100	-- ³	-- ³
Swiss International Air Lines AG, Basel, Switzerland	100	181	1,176
Terminal 2 Gesellschaft mbH & Co oHG, Freising	40	39 ⁶	-27 ⁶
TGV DLH, Düsseldorf	100	31	1,818

Significant equity investments (cont'd)	Stake in %	Result after taxes in €m*	Sharehold- ers' equity in €m*
time:matters Holding GmbH, Düsseldorf	49	-2 ²	22 ²
Tolmachevo Catering OOO, Novosibirsk, Russia	26	-- ²³	-- ²³
TraviAustria GmbH, Vienna, Austria	69	-- ³	1
Tyrolean Airways Tiroler Luftfahrt GmbH, Innsbruck, Austria	100	13	66
UAB Airo Catering Services Lietuva, Wilna (Vilnius), Lithuania	100	-- ³	-- ³
Wenzhou Longwan International Airport LSG Sky Chefs Co Ltd, Wenzhou, China	40	-- ¹	-- ¹
Western Aire Chef, Inc., Wilmington, USA	100	2	12
Xian Eastern Air Catering Co. Ltd., Xian, China	30	1 ²	4 ²
Yunnan Eastern Air Catering Co. Ltd., Kunming, China	25	-- ²³	9 ²
ZAO Aeromar, Moscow, Russia	49	98 ²	25 ²
ZAO AeroMEAL, Yemelyanovo, Russia	100	-- ³	1

* IFRS disclosures

¹ No figures available.

² Local law 2013.

³ -- < €1m

⁴ 28.75 per cent of the equity stake and voting rights are attributed via a call option.

⁵ 100 per cent of the equity stake and voting rights are attributed via a call option.

⁶ Local law 2014.

Legal information

Published by

Deutsche Lufthansa AG, Von-Gablenz-Str. 2–6, 50679 Cologne, Germany

Registered at: Commercial Register of Cologne District Court under HRB 2168

Contact

Andreas Hagenbring

Head of Investor Relations

+49 69 6962 80 01

Patricia Minogue

+49 69 6962 80 03

Deutsche Lufthansa AG

Investor Relations

LAC, Airportring

60546 Frankfurt am Main, Germany

Phone: +49 69 6962 80 01

Fax: +49 69 696-9 09 90

Email: investor.relations@dlh.de

Further information

Annual reports in German

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