



REPORT ON THE FIRST QUARTER OF 2017/18

(MAY 2017 – JULY 2017)

The Wolford Group Key Data

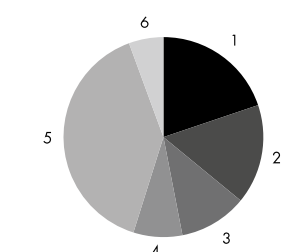
Earnings Data		05 -07/17	05 -07/16	Chg. in %	2016/17
Revenues	in € mill.	29.09	27.74	+5	154.28
EBIT*	in € mill.	-7.22	-8.08	+11	-15.72
Earnings before tax*	in € mill.	-7.44	-8.25	+10	-16.57
Earnings after tax*	in € mill.	-6.91	-8.08	+15	-17.88
Capital expenditure	in € mill.	0.33	2.69	-88	6.72
Free cash flow*	in € mill.	-7.08	-14.19	+50	-9.45
Employees (on average)	FTE	1 491	1 557	-4	1 544

Balance Sheet Data		31.07.2017	31.07.2016	Chg. in %	30.04.2017
Equity*	in € mill.	38.09	55.81	-32	44.88
Net debt	in € mill.	37.90	35.59	+7	31.27
Working capital	in € mill.	44.82	48.72	-8	45.73
Balance sheet total*	in € mill.	129.60	144.14	-10	138.39
Equity ratio*	in %	29	39	-25	32
Gearing*	in %	99	64	+55	70

Stock Exchange Data		05 -07/17	05 -07/16	Chg. in %	2016/17
Earnings per share*	in €	-1.41	-1.63	+14	-3.64
Share price high	in €	19.75	25.70	-23	26.01
Share price low	in €	16.00	24.49	-35	19.10
Share price at end of period	in €	17.42	25.60	-32	19.28
Shares outstanding (weighted)	in 1,000	4,912	4,912	-	4,912
Market capitalization (ultimo)	in € mill.	87.10	128.00	-32	96.38

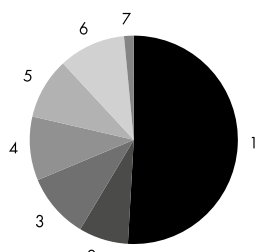
*) Figures as of July 31, 2016 retrospectively adjusted due to corrections made in connection with OePR audit review

REVENUES BY MARKET



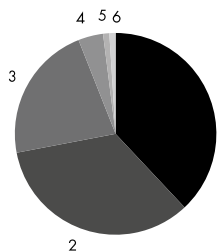
- 1 North America 20%
- 2 Germany 16%
- 3 Austria 11%
- 4 France 8%
- 5 Rest of Europe 40%
- 6 Asia/Oceania 5%

REVENUES BY DISTRIBUTION



- 1 Boutiques 51%
- 2 Concession-Shop-in-shops 8%
- 3 Online Business 10%
- 4 Factory Outlets 10%
- 5 Department Stores 9%
- 6 Multi-brand Retailers 10%
- 7 Private Label 2%

REVENUES BY PRODUCT GROUP



- 1 Legwear 38%
- 2 Ready-to-wear 34%
- 3 Lingerie 22%
- 4 Swimwear 4%
- 5 Accessories 1%
- 6 Trading goods 1%

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Letter from the Board



Axel Dreher and Brigitte Kurz, Management Board of Wolford AG

Dear Shareholders, Ladies and Gentlemen,

We managed to stabilize our revenues once again in the first quarter (May 2017 - July 2017), traditionally the weakest period in our financial year, and can report currency-adjusted revenue growth of 4.9 percent. This was accompanied by a slight improvement in earnings which, consistent with expectations, nevertheless remained clearly negative.

The realignment of our European sales activities is showing its first benefits, with year-on-year staff cost savings of more than a million euros in the first quarter alone. As previously announced, our main focus at present is on defining further restructuring measures. These should enable us to regain profitability with our own resources based on the current level of revenues.

Not least, our declared aim is to boost the wholesale distribution channel. The key to profitable growth here is to select and offer all-round support to the right partners. We are on the one hand expanding our partnerships with customers operating Wolford partner boutiques. On the other hand, we are working to enlarge our master franchise network, for example in the Middle East. Not only that, we will be further expanding the new B2B service platform on which specialist retailers can submit their orders. This way, we will be able to offer even more targeted support to our wholesale partners. Thanks to this platform, the expense involved in acquiring and integrating new partners has fallen substantially.

The retail network is and will remain one of Wolford's core assets. Here too, however, we have taken various measures to raise profitability levels. One example is the "Storeforce" program recently introduced at all of Wolford's boutiques in Europe. This smart system calculates the peak hours at individual stores. This helps store managers to optimize their staff deployment levels, a measure which ultimately leads to higher revenues. Germany, where like-for-like revenues grew by around 9 percent in the first quarter, offers a good example of how this works.

To boost our positive performance, from mid-September 2017 onwards we will be consistently communicating our products and stories across a whole range of channels at our POS, in our shop windows, and in campaigns in key German-language media and the main social media outlets.

We confirmed our budget for the current financial year at the recent presentation of our 2016/17 Annual Report. The bridge lending facility granted to secure our peak seasonal liquidity requirements (bridge loan of up to € 10 million) is scheduled for repayment at the beginning of the third quarter. It is even possible that we will not need to draw down this facility in full. Wolford AG plans to initiate new negotiations concerning its financing structure with its banking partners in the fourth quarter.

In parallel, the management is supporting the process launched by the company's principal shareholders to select parties interested in taking over their shareholdings. This process was officially begun at the beginning of August and is expected to produce results by the end of the year. We will of course communicate any details as soon as they are definitive.

Sincerely yours,



Axel Dreher, COO/CFO



Brigitte Kurz, CFO

Management Report

EARNINGS PERFORMANCE (MAY 2017 TO JULY 2017)

The Wolford Group's revenues showed a significant recovery in the first quarter of the current financial year. The company generated revenues of € 29.09 million, 4.9% higher than the equivalent figure for the previous year (€ 27.74 million). Adjusted for exchange rate movements resulting in particular from the depreciation in the British pound, revenues also grew by 4.9%.

Revenue growth in retail and wholesale businesses

The proprietary retail business and the wholesale business both posted year-on-year revenue growth in the first three months, with retail revenues rising by € 1.20 million (+6.0%) and wholesale revenues by € 0.18 million (+2.2%). The proprietary online business generated further revenue growth, with a substantial overall year-on-year increase of € 0.65 million (+27.9%). This growth was driven by improved product availability and successful marketing campaigns.

High customer frequency levels in core markets

Individual regions showed highly disparate developments in revenues in the first three months. The US, Wolford's largest market in terms of revenues, posted a particularly pleasing performance (+13.1%), with this strong revenue growth being driven above all by the proprietary online business (€ +0.41 million). Due to the takeover of retail locations, Spain also generated double-digit revenue growth (+12.9%), as did the Netherlands (+14.3%) and the East European markets (+24.9%). Wolford also increased its revenues in Italy (+9.1%), Scandinavia (+8.1%), Asia (+6.9%), Austria (+6.4%), Germany (+4.9%), and Switzerland (+3.5%). Due not least to the impact of Brexit, the depreciation in the British pound, and the closure of three locations, Wolford reported a double-digit reduction in revenues in the UK (-17.2%). The company also posted a single-digit fall in revenues in France (-6.8%), with this being due in part to the closure of a factory outlet, and in Belgium (-2.1%).

Revenues in individual product groups showed very different developments in the first three months. Revenues in the Lingerie and Ready-to-wear product groups grew by 7.4% and 6.9% respectively. By contrast, revenues declined in the Legwear (-5.9%), Accessories (-16.9%), and Trading goods (-1.7%) product groups. The reduction in Accessories revenues was due to the streamlining of the product range in this segment.

EBIT up on previous year

Consistent with the growth in revenues, operating earnings also improved compared with the very weak performance in the previous year's quarter. The company significantly reduced its inventories, which fell by € 3.13 million compared with the previous year's quarter, a period which suffered from sales planning errors. Against this backdrop, material costs also decreased by € 1.78 million. Given the reduction in administrative positions in European sales regions and the streamlining of administrative structures in Bregenz, the average number of employees (full-time equivalents) fell by 66 to 1 491 employees in the first quarter (previous year's average: 1 557 full-time employees). As a result, staff costs decreased by € 1.25 million to € 17.43 million. Other operating expenses, by contrast, rose by € 1.20 million to € 13.29 million. This was due above all to advisory expenses incurred in the first quarter in connection with financing and planned restructuring measures.

As a result of the factors outlined above, operating earnings (EBIT) amounted to € -7.22 million in the first three months of the current financial year, as against € -8.08 million in the previous year.

Due in particular to negative measurement items for financial assets, the net financial result of € -0.23 million fell short of the previous year's figure (€ -0.17 million). Earnings before tax came to € -7.45 million, compared with € -8.25 million in the previous year. Including taxes calculated in accordance with IAS 34, earnings after tax totaled € -6.91 million, as against € -8.03 million in the previous year. Earnings per share amounted to € -1.41, up from € -1.63 in the previous year.

**Earnings after tax of
€ -6.91 million**

CASH FLOW (MAY 2017 TO JULY 2017)

The net cash flow from operating activities (operating cash flow) rose by € 4.84 million to € -6.77 million in the first three months of the current financial year. This was mainly due to the substantial year-on-year reduction in the volume of inventories. The cash flow from investing activities came to € 0.31 million in the period under report, falling € 2.26 million, and thus significantly, short of the previous year's figure. In the first three months, Wolford invested above all in its new showroom in Düsseldorf and in the new Wolford boutique in Norway.

**Operating cash flow significantly
up on previous year**

As a result of the aforementioned factors, the free cash flow (cash flow from operating activities less cash flow from investing activities) increased from € -14.19 million to € -7.08 million. In the period under report, the company did not receive any inflows of funds from current or non-current financial liabilities, neither did it make any repayments. Cash and cash equivalents came to € 3.13 million at the end of the period, as against € 4.52 million in the previous year.

ASSET AND FINANCIAL POSITION (AS OF JULY 31, 2017)

The shareholders' equity of the Wolford Group fell by 15% to € 38.09 million as of the balance sheet date (July 31, 2016: € 55.81 million). The equity ratio therefore came to 29% (July 31, 2016: 39%). Net debt rose from € 35.59 million to € 37.90 million as of July 31, 2017, corresponding to gearing (net debt/equity ratio) of 99% (July 31, 2016: 64%). This development was mainly due to the substantial reduction in shareholders' equity following the losses incurred in the two previous years and the associated increase in financial liabilities.

Equity ratio of 29%

EVENTS AFTER THE BALANCE SHEET DATE

No developments with the potential to materially influence the asset, financial, or earnings position of the Wolford Group have occurred since the balance sheet date.

OUTLOOK

Wolford can confirm the outlook presented upon publication of its 2016/17 Annual Report on August 24. For the current financial year, the management has budgeted only slight year-on-year revenue growth and further negative earnings. Implementation of the restructuring measures aimed at improving earnings is governed by a two-year schedule and the relevant measures will only take full effect from the 2018/19 financial year. Wolford expects to generate positive operating earnings once again from then onwards.

**Positive operating earnings
expected from 2018/19**

Interim Financial Statements (IFRS)

Statement of Comprehensive Income

in TEUR	05 - 07/17	05 - 07/16
Revenues	29,089	27,742
Other operating income	243	287
Changes in inventories of finished goods and work-in-process	2,899	5,344
Own work capitalized	0	12
Operating output	32,231	33,385
Cost of materials and purchased services	-6,769	-8,548
Personnel expenses	-17,434	-18,688
Other operating expenses*	-13,289	-12,086
Depreciation and amortization*	-1,960	-2,145
EBIT*	-7,221	-8,082
Net interest cost	-149	-139
Net investment securities income	-10	54
Interest cost of employee benefit liabilities	-67	-81
Financial result	-226	-166
Earnings before tax*	-7,447	-8,248
Income tax	539	221
Earnings after tax*	-6,908	-8,027
Amounts that will not be recognized through profit and loss in future periods	0	0
thereof actuarial gains and losses	0	0
Amounts that will potentially be recognized through profit and loss in future periods	162	308
thereof currency translation differences	162	308
thereof change from cash flow hedges	0	0
Other comprehensive income¹⁾	162	308
Total comprehensive income*	-6,746	-7,719
Attributable to the equity holders of the parent company*	-6,746	-7,719
Earnings after tax attributable to equity holders of the parent company*	-6,908	-8,027
Earnings per share (diluted = basic)*	-1.41	-1.63

¹⁾ The items presented under other comprehensive income are shown after tax.

* Figures as of July 31, 2016 retrospectively adjusted due to corrections made in connection with OePR audit review

Cash Flow Statement

in TEUR	05 - 07/17	05 - 07/16*
Earnings before tax	-7,447	-8,248
Depreciation and amortization / write-backs	1,960	2,145
Gains / losses from disposals of non-current assets	-11	71
Other non-cash income and expenses	116	147
Changes in inventories	-1,078	-5,761
Changes in trade receivables	2,912	1,748
Changes in other receivables and assets	-1,075	-971
Changes in trade payables	638	-1,224
Changes in other provisions and employee-related provisions	-917	1,437
Changes in other liabilities	-1,658	-842
Cash flow from operating activities	-6,560	-11,498
Interest received	2	2
Interest paid	-52	0
Net balance of income taxes paid / received	-163	-120
Net cash flow from operating activities	-6,773	-11,616
Payments for investments in property, plant and equipment and other intangible assets	-330	-2,685
Proceeds from disposals of property, plant and equipment and other intangible assets	13	104
Changes in securities and other financial assets	10	10
Cash flow from investing activities	-307	-2,571
Proceeds from current and non-current financial liabilities	0	14,852
Repayment of current and non-current financial liabilities	0	0
Dividends paid	0	0
Changes in treasury stock	0	0
Cash flow from financing activities	0	14,852
Cash-effective change in cash and cash equivalents	-7,080	665
Cash and cash equivalents at beginning of period	10,312	3,870
Effects of exchange rate movements on cash and cash equivalents	-106	-16
Cash and cash equivalents at end of period	3,126	4,519

*1 Figures as of July 31, 2016 retrospectively adjusted due to corrections made in connection with OePR audit review

Balance Sheet

in TEUR	31.07.2017	31.07.2016	30.04.2017
Property, plant and equipment*	44,230	50,850	45,553
Goodwill*	803	694	188
Other Intangible assets	10,226	11,308	10,681
Financial assets	1,273	1,359	1,283
Non-current receivables and assets	1,817	1,865	1,891
Deferred tax assets	2,352	2,891	1,891
Non-current assets*	60,701	68,967	61,487
Inventories	50,468	53,597	49,392
Trade receivables	8,278	7,010	11,190
Other receivables and assets	3,172	4,610	3,261
Prepaid expenses	3,855	5,441	2,744
Non-current assets held for sale	3,126	4,519	10,312
Current assets	68,899	75,177	76,899
Total assets*	129,600	144,144	138,386
Share capital	36,350	36,350	36,350
Capital reserves	1,817	1,817	1,817
Other reserves*	460	18,307	7,375
Currency translation differences*	-537	-668	-660
Equity*	38,090	55,806	44,882
Financial liabilities	214	1,132	214
Other liabilities	917	958	924
Provision for long-term employee benefits	17,541	17,849	17,546
Other long-term provisions*	2,347	2,018	2,347
Deferred tax liabilities	-86	86	53
Non-current liabilities*	20,933	22,043	21,084
Financial liabilities	42,089	40,329	42,645
Trade payables	5,673	3,862	5,035
Other liabilities	11,429	12,638	13,076
Income tax liabilities	446	1,469	520
Other provisions*	10,940	7,997	11,144
Current liabilities*	70,577	66,295	72,420
Total equity and liabilities*	129,600	144,144	138,386

*1 Figures as of July 31, 2016 retrospectively adjusted due to corrections made in connection with OePR audit review

Statement of Changes in Equity

in TEUR	Attributable to equity holders of the parent company							Total equity
	Share capital	Capital reserves	Hedging reserve	Actuarial gain/loss	Other reserves	Treasury stock	Currency translation	
01.05.2016*	36,350	1,817	6	-4,070	34,798	-4,413	-674	63,814
Dividends 2015/16	0	0	0	0	-982	0	0	-982
Earnings after tax*	0	0	0	0	-8,027	0	0	-8,027
Other comprehensive income	0	0	0	0	0	0	1,001	1,001
31.07.2016*	36,350	1,817	6	-4,070	25,789	-4,413	327	55,806
01.05.2017	36,350	1,817	7	-4,157	15,938	-4,413	-660	44,882
Dividends 2016/17	0	0	0	0	0	0	0	0
Earnings after tax	0	0	0	0	-6,908	0	0	-6,908
Other comprehensive income	0	0	0	0	0	0	116	116
31.07.2017	36,350	1,817	7	-4,157	9,029	-4,413	-543	38,090

*1 Figures as of July 31, 2016 retrospectively adjusted due to corrections made in connection with OePR audit review

Segment Reporting

05 - 07/17 in TEUR	Austria	Rest of Europe	North America	Asia	Consolidations	Group
Revenues	16,157	16,902	5,668	1,297	-10,935	29,089
thereof intersegment	8,995	1,940	0	0	-10,935	0
External revenues	7,162	14,962	5,668	1,297	0	29,089
EBIT	-3,490	-2,753	-1,301	-603	926	-7,221
Segment assets	153,888	42,284	8,881	3,912	-79,365	129,600
Segment liabilities	76,984	33,654	12,765	6,572	-38,465	91,510
Investments	142	166	21	0	0	330
Depreciation and amortization	1,217	573	85	85	0	1,960
Employees on average (FTE)	642	688	117	45	0	1,491

05 - 07/16 in TEUR	Austria	Rest of Europe	North America	Asia	Consolidations	Group
Revenues	15,955	17,587	5,194	1,176	-12,170	27,742
thereof intersegment	9,466	2,704	0	0	-12,170	0
External revenues	6,489	14,883	5,194	1,176	0	27,742
EBIT*	-3,102	-3,192	-1,055	-673	-60	-8,082
Segment assets*	166,172	44,547	11,392	3,795	-81,762	144,144
Segment liabilities*	73,953	37,821	14,156	3,958	-41,550	88,338
Investments	1,895	556	81	159	-5	2,686
Depreciation and amortization*	1,240	706	83	119	-3	2,145
Employees on average (FTE)	692	728	105	32	0	1,557

*1 Figures as of July 31, 2016 retrospectively adjusted due to corrections made in connection with OePR audit review

Notes to the Quarterly Financial Statements

GENERAL DISCLOSURES

These interim consolidated financial statements of the Wolford Group for the first three months of the 2017/18 financial year (May 1 to July 31, 2017) have been prepared in accordance with the requirements of International Financial Reporting Standards (IFRS) and based on IAS 34 (Interim Financial Reporting). The accounting policies applied in preparing the interim consolidated financial statements are consistent with those applied in the consolidated financial statements for the 2016/17 financial year. The new or revised standards and interpretations requiring firsttime application in the current 2017/18 financial year are presented below.

Standard/ Interpretation	Description	Effective date
IAS 12	Income Taxes: Recognition of Deferred Tax Assets for Unrealised Losses	January 1, 2017
IAS 7	Statement of Cash Flows: Disclosure Initiative	January 1, 2017
IFRS 2	Share-based Payment: Clarification of Classification and Measurement of Share-based Payment Transactions	January 1, 2018
IAS 40	Accounting for Investment Properties under Construction	January 1, 2018
IFRS 9	Financial Instruments	January 1, 2018
IFRS 4	Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts	January 1, 2018
IFRS 15	Revenue from Contracts with Customers (including clarification to IFRS 15)	January 1, 2018
Sundry	Amendments to several IFRSs as a result of the 2014-2016 Improvement Process	January 1, 2017 & January 1, 2018
IFRIC 22	Foreign Currency Transactions and Advance Consideration	January 1, 2018

Application of the new standards and interpretations did not have any implications for the interim consolidated financial statements of the Wolford Group. These interim consolidated financial statements do not include all information and disclosures required of year-end consolidated financial statements. The interim financial statements should therefore be read in conjunction with the most recent consolidated financial statements as of April 30, 2017. The quarterly financial reporting is based on thousand euros (TEUR). Discrepancies may arise due to figures being rounded up or down in line with commercial practice.

SCOPE OF CONSOLIDATION

The scope of consolidation has not changed since the previous balance sheet date on April 30, 2017.

SEASONALITY OF BUSINESS PERFORMANCE

Due to weather conditions, Wolford generates lower revenues in the months at the beginning and end of its financial year than in the middle of the year. These seasonal fluctuations are reflected in the fact that the company generally reports lower revenues for the first and fourth quarters than for the second and third quarters.

NOTES TO THE STATEMENT OF COMPREHENSIVE INCOME

The Wolford Group's revenues grew by 4.9%, or 1,347 TEUR, to 29,089 TEUR in the first three months of the financial year (2016/17: 27,742 TEUR). Due to the less marked extent of the change in finished goods and work in progress, operating output fell by 1,154 TEUR to 32,231 TEUR (2016/17: 33,385 TEUR).

This positive revenue performance was largely also reflected in the development in operating earnings for the first quarter. EBIT amounted to -7,221 TEUR in the first three months of the 2017/18 financial year, as against -8,082 TEUR in the previous year.

Due to negative measurement items for financial assets, the financial result of -226 TEUR reported for the first three months of the financial year fell short of the previous year's figure (2016/17: -166 TEUR).

Tax income amounted to 539 TEUR (2016/17: 221 TEUR). The company therefore generated earnings after tax of -6,908 TEUR (2016/17: -8,027 TEUR).

Positive currency differences of 162 TEUR recognized in equity (2016/17: 308 TEUR) and an unchanged hedging reserve of 0 TEUR (2016/17: 0 TEUR) together produced other comprehensive income of 162 TEUR (2016/17: 308 TEUR). Total comprehensive income led equity to decrease by 6,746 TEUR overall in the period under report (2016/17: 7,719 TEUR).

NOTES TO THE SEGMENT REPORT

The Wolford Group's reporting segments are divided into the four regions of Austria, Rest of Europe, North America, and Asia. The segment information is based on the same accounting policies as applied in the consolidated financial statements.

External revenues increased by 10% in the Austria segment, 1% in the Rest of Europe segment, 9% in the North America segment, and 10% in Asia. Due to charges resulting from the restructuring program now initiated as well as from negative currency differences, EBIT in the Austria segment fell 388 TEUR short of the previous year's figure. EBIT in the Rest of Europe segment was 439 TEUR higher than in the previous year, a development chiefly driven by the positive revenue performance. EBIT in the North America segment fell by 246 TEUR, with this development largely being due to higher rental expenses and higher costs incurred in connection with the online business. Due to increased revenues, EBIT in the Asia segment rose by 70 TEUR. Segment assets fell year-on-year by 14,544 TEUR to 129,600 TEUR. This reduction was chiefly attributable to the lower carrying amounts of property, plant and equipment given the impairment losses recognized in the previous year, as well as to the reduction in inventories.

NOTES TO THE CASH FLOW STATEMENT

The net cash flow from operating activities (operating cash flow) rose by 4,843 TEUR to -6,560 TEUR in the first three months of the current financial year. This was mainly due to the year-on-year reduction in the volume of inventories. At -307 TEUR, the cash flow from investing activities fell by 2,264 TEUR, and thus significantly, short of the previous year's figure. In the first three months, Wolford invested above all in its new showroom in Dusseldorf and in the new Wolford boutique in Norway.

As a result of the aforementioned factors, the free cash flow (cash flow from operating activities less cash flow from investing activities) increased from -14,187 TEUR to -7,080 TEUR in the period under report.

The company did not receive any inflows of funds from current or non-current financial liabilities, neither did it make any repayments in the period under report. Cash and cash equivalents came to 3,126 TEUR at the end of the period, as against 4,519 TEUR in the previous year.

NOTES TO THE CONSOLIDATED BALANCE SHEET

Total assets amounted to 129,600 TEUR as of the balance sheet date on July 31, 2017, equivalent to a reduction of 10% compared with July 31, 2016. Non-current assets decreased by 12% to 60,701 TEUR and corresponded to 47% of total assets. Investments of 330 TEUR in property, plant and equipment and intangible assets were countered by depreciation and amortization of 1,960 TEUR. Current assets accounted for around 53% of total assets as of July 31, 2017. Inventories fell by 6% to 50,468 TEUR, equivalent to 39% of total assets, while trade receivables rose by 18% to 8,278 TEUR and made up around 6% of total assets.

Group equity amounted to 38,090 TEUR as of July 31, 2017, corresponding to an equity ratio of 29% (2016/17: 39%). Mainly due to the reduction in non-current financial liabilities, non-current liabilities decreased by 1,110 TEUR from 22,043 TEUR to 20,933 TEUR, equivalent to 16% of total assets. Current liabilities increased to 70,577 TEUR (2016/17: 66,295 TEUR). This in turn chiefly resulted from the increase in current financial liabilities by 1,760 TEUR to 42,089 TEUR and in other provisions by 2,943 TEUR to 10,940 TEUR. Given the reduction in inventories, working capital fell year-on-year from 48,717 TEUR to 44,816 TEUR. Net debt amounted to 37,904 TEUR at the balance sheet date, equivalent to an increase of 2,319 TEUR compared with July 31, 2016.

FINANCIAL INSTRUMENTS

The following hierarchy is used to determine and report the fair values of financial instruments:

Level 1: Listed prices for identical assets or liabilities on active markets

Level 2: Input factors other than listed prices that are observable for assets and liabilities either directly (i.e. as prices) or indirectly (i.e. derived from prices)

Level 3: Input factors for assets and liabilities that are not based on observable market data.

The financial assets reported in Level 1 include publicly listed investment fund shares, while the securities and financial assets presented in current assets in the previous year involved securities used to hedge rental and lease obligations. The other receivables and other liabilities reported in Level 2 result from the valuation of outstanding foreign currency derivative transactions. The company does not have any financial instruments measured in accordance with Level 3. Furthermore, no assets or liabilities were reclassified between the different levels of the fair value hierarchy.

in TEUR	Level	31.07.2017		31.07.2016	
		Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial assets	1	1,273	1,273	1,359	1,359
Trade receivables		8,278	8,278	7,010	7,010
Other receivables and assets		3,172	3,172	4,610	4,610
thereof derivatives	2	0	0	18	18
Prepaid expenses		3,855	3,855	5,441	5,441
Cash and cash equivalents		3,126	3,126	4,519	4,519
Total financial assets		19,704	19,704	22,939	22,939
Financial liabilities, non-current		214	214	1,132	1,132
Financial liabilities, current		42,089	42,089	40,329	40,329
Trade payables		5,673	5,673	3,862	3,862
Other liabilities		11,429	11,429	12,638	12,638
thereof derivatives	2	0	0	9	9
Total financial liabilities		59,405	59,405	57,961	57,961

OTHER DISCLOSURES

There have been no material changes in contingent liabilities since the previous balance sheet date.

RELATED PARTY TRANSACTIONS

The company maintains business relationships with individual members of the Supervisory Board. These are immaterial in scope and are all invoiced at customary market rates.

EVENTS AFTER THE BALANCE SHEET DATE

No developments with the potential to materially influence the asset, financial, or earnings position of the Wolford Group have occurred since the balance sheet date.

REPORT ON AUDIT REVIEW

This report on the first quarter of 2017/18 was not subject to any full audit or audit review by the auditor.

Bregenz, September 8, 2017



Axel Dreher
CEO

Responsible for Corporate Strategy,
Marketing, Sales and Product
Development, Production and Logistics



Brigitte Kurz
CFO

Responsible for Finance, IT, Human
Resources, Legal Affairs and Investor
Relations

Financial Calender

Datum	Event
September 4, 2017	AGM record date
September 8, 2017	Q1 Report 2017/18
September 14, 2017	01:00 p.m. Annual General Meeting
September 19, 2017	Deduction of dividends (ex-day)
September 20, 2017	Dividend record date
September 21, 2017	First day of dividend payment
December 15, 2017	Half-Year Report 2017/18
March 16, 2018	Q3 Report 2017/18

Information on the Company and the Share

Investor Relations	Maresa Hoffmann
Telephone	+43 5574 690 1258
E-Mail	investor@wolford.com
Internet	company.wolford.com
Vienna Stock Exchange	WOL
Reuters	WLFD.VI
Bloomberg	WOL:AV, WLFDY:US, WOF:GR
ISIN	AT0000834007

Analyst Coverage:

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Wolford AG

Wolfordstraße 1, 6900 Bregenz, Austria

This report on the first quarter of 2017/18 is available in the Internet under company.wolford.com in the Investor Relations section.

To ensure readability, statements referring to her or she are intended to be gender neutral and are equally valid for both women and men.

Disclaimer

This quarterly report was prepared with the greatest possible care, and all data were subjected to multiple reviews by Wolford AG. Nevertheless, rounding, typesetting or printing errors cannot be excluded. This report is also published in English, but only the German text is binding. The quarterly report contains forward-looking statements which reflect the opinions and expectations of the Management Board and are subject to risks and uncertainties that could have a significant impact on actual results. Readers are therefore cautioned not to place undue reliance on these forward-looking statements. Wolford AG is not required to publish any updates or revisions of the forward-looking statements contained in this report unless required by law.

Monobrand Points of Sale

WORLDWIDE

Monobrand points of sale

July 31, 2017: 265

- Thereof Woldford-owned points of sale:
109 boutiques
52 concession shop-in-shops
22 factory outlets
- Thereof partner-operated points of sale:
82 boutiques
approx. 3,000 other distribution partners

NORTH AMERICA: 36

- Thereof Woldford-owned points of sale:
23 boutiques
7 concession shop-in-shops
3 factory outlets
- Thereof partner-operated points of sale:
3 boutiques



ASIA: 32 ¹⁾

- Thereof Woldford-owned points of sale:
5 boutiques
2 concession shop-in-shop
1 factory outlet
- Thereof partner-operated points of sale:
24 boutiques

1) Including Russia, Ukraine

EUROPE: 191 ²⁾

- Thereof Woldord-owned points of sale:
 - 81 boutiques
 - 43 concession shop-in-shops
 - 18 factory outlets
- Thereof partner-operated points of sale:
 - 49 boutiques

2)Excluding Russia, Ukraine



