Wolford

Looking FORWARD

Half-year Financial Report 2022

(JANUARY 2022 - JUNE 2022)

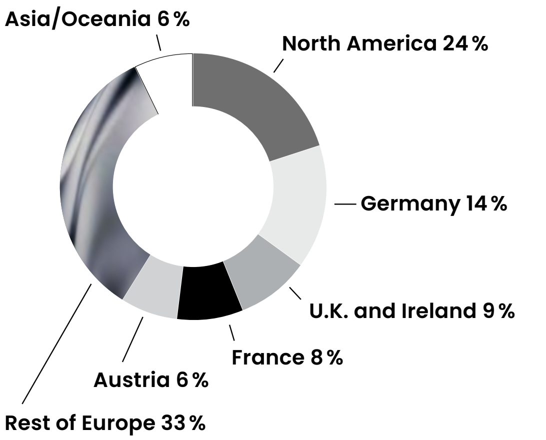
Wolford Group
IN FIGURES

KEY EARNINGS FIGURES		JAN.–JUN. 2022	JAN.–JUN. 2021	CHANGE IN %
Sales	in EUR million	54.26	41.94	29.38
EBIT	in EUR million	-16.92	-14.79	-14.43
Earnings before tax	in EUR million	-19.60	-16.62	-17.94
Earnings after tax	in EUR million	-19.32	-13.03	-48.24
Investments	in EUR million	7,744	0.18	>100
Free cash flow	in EUR million	-6.89	-9.17	24.85
Employees (average)	FTE	1,093	1,101	-0.73

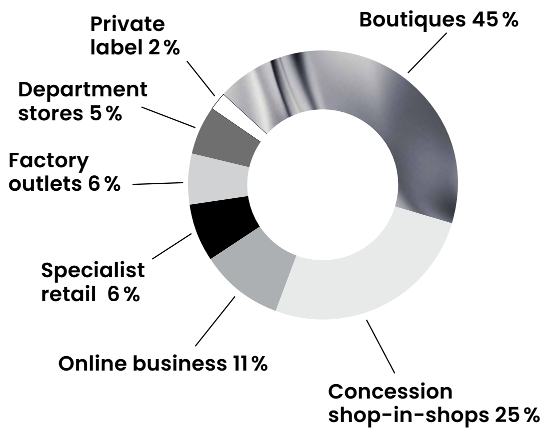
KEY BALANCE SHEET FIGURES		06/30/2022	12/31/2021	CHANGE IN %
Equity	in EUR million	-5.49	15.24	>-100
Net debt (excl. leases)	in EUR million	17.10	0.29	> 100
Working capital (excl. leases)	in EUR million	25.26	32.13	-21.37
Balance sheet total	in EUR million	128.76	134.65	-4.38
Equity ratio	in %	-4.3	11.3	>-100

KEY SHARE FIGURES		JAN.–JUN. 2022	JAN.–JUN. 2021	CHANGE IN %
Earnings per share	in EUR	-2.91	-1.97	-48.24
Annual high	in EUR	7.60	10.40	-36.92
Annual low	in EUR	5.50	7.10	-22.54
Share price at end of period	in EUR	5.60	9.15	-38.80
Number of shares (weighted average)	in thousands	6,631	6,631	0.00
Market capitalization at end of period	in EUR million	37.13	60.67	-39.80

SALES BY MARKET, in percent



SALES BY DISTRIBUTION CHANNEL, in percent



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01

Foreword by the *MANAGEMENT BOARD*

Dear Shareholders,

The topline performance in the first six months of the 2022 financial year (January to June) is upward, confirming the positive trend we had targeted at the end of 2021. At the same time, market conditions became worse: the war between Ukraine and Russia is affecting sales across Europe, and strict COVID-Policies in China are disrupting one of the fastest growing markets. The climate is also cooling in the financial markets as interest rates rise and supply chains remain fragile. Inflation is higher than it has been in decades, energy costs are multiplying, as are the costs of raw materials.

Increase of sales across all channels; growth outpaces market trend
With a turnover of €54.3 million for the reporting period January to June 2022, we record an improvement of €12.3 million (29.4%) compared to the first half of 2021. Looking at like-for-like growth excluding licensing business, this figure is +40%. This puts us at the upper end of the scale in relation to the reference luxury goods sector and shows a development that we have not experienced for years.

The growth in turnover is distributed across almost all geographical regions and distribution channels. The USA developed particularly strongly with a plus of 40%. In EMEA, sales grew by 30% despite the war. And in the Asia/Oceania region, we were able to slightly exceed the previous year's level despite the pandemic. Both retail and wholesale saw double-digit growth at 46% and 26% respectively. Sales via the specialized trade improved by almost 60%. The online business also continues to develop positively.

Silvia Azzali,
Chief Commercial Officer (CCO)

Paul Kotrba,
Chief Operating Officer (COO)

The W, our Wolford Athleisure collection that we launched in 2020, continues to perform well and demonstrates the effectiveness of our brand vision. The brand is demonstrating its ability to respond to real customer needs, particularly in our key markets, and proving that consumers see Wolford as a leader in high quality products and exceptional materials. In the USA, The W collection grew +36%, with very good performance across all channels. At Group level, The W collection has grown by 22% and already accounts for a share of 23% of seasonal sales, impressively confirming the newly adopted brand strategy.

Earnings continue to be negative due to price increases and necessary investments; focus on further measures to increase operating efficiency

On the earnings side, the figures are still sober at the moment: EBIT at the end of the first half of the year was €-16.9 million, another 14.4% below the previous year. The background is on the one hand increased operating costs. Driven by inflation and shortages on the procurement markets, prices for materials, paper, energy and logistics rose, in some cases significantly. On the personnel side, costs also rose due to collective bargaining agreements. In addition, there are expenses related to the organizational and structural development of our organization for the future. On the other hand, further measures must be taken to increase operational efficiency by further optimizing processes and placing an even greater focus on cost control. The operating results achieved on the cost side from the "PITBOLI" program are not yet sufficient to fully stabilize the company on the earnings side. To secure liquidity, the company has access to loans from the majority shareholder. In addition, we are in close contact with banks for further financing.

Management changes

In July and August 2022 a number of supervisory and management board changes were made. The team today remains focused on driving top line growth and strengthening operational controls across the business.

Working on presence and visibility; solid marketing plan carried out

Expenses incurred as part of organizational and structural development also include working on presence and visibility in our markets: In recent months, we have developed a solid retail plan with six new openings and relocations in key cities. In Paris, we opened a new flagship store on Rue Saint Honoré. And in New York, we moved our Madison store to a new, bigger and better location on Madison Avenue. All of these openings and moves implemented the new "Green Experience" shop concept, which underlines the new brand image and takes into account the company's sustainability standards.

Alongside this, we implemented a solid marketing plan to increase brand awareness and appeal. The new collaborations with renowned brands Alberta Ferretti and GCDS helped to increase footfall across all channels and to reach new customer groups. A strong digital and social media strategy helped to increase brand awareness.

Outlook: We are continuing on our strategic path!

Following the significant sales growth in the first half of 2022, we are confident that we will be able to stabilize this trend in the second half. Wolford is thus well on track to exceed the previous year's sales result in 2022 – despite the still difficult market conditions.

Thanks to the implementation of our strategy, Wolford is back on a sustainable path for the future. What we started with the NorthStar strategy last year, we will operationally concretize with the project "The Spacer" in the current year. The Spacer focuses on the further development of the brand and product strategy and aims to create space and speed to achieve NorthStar. The cornerstone of this is FOCUS. We want to prove our success as an iconic brand focused on timeless luxury skincare.

Now, that the essential strategic course has been set, we are concentrating more on further improving our operational processes. We want to shorten time-to-market and set up our organization in such a way, that we can react more flexibly to unpredictable market conditions in the future. Because one thing is certain: the markets are getting faster, and they will remain challenging for the time being.

Dear shareholders, as you can see, we have done a lot and the development of turnover is pointing in the right direction, even in a difficult environment. On the earnings side, the results presented for the first half of 2022 unfortunately do not yet show the figures that we all want – the figures we need for our long-term success. But you can see that our measures are taking effect. This will also show on the earnings side in the future. As a management team, we see ourselves strengthened in our course. That is why we will continue to pursue it until we have achieved our goals. We are pleased that you are accompanying us on this journey.

We thank you for your trust.

Bregenz, September 23, 2022

Your members of the Executive Board

Silvia Azzali

Paul Kotrba

02

Group Management REPORT

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Development in the First Half of 2022

At the 33rd ordinary Annual General Meeting on September 30, 2020, a resolution was passed to change the balance sheet date to December 31, starting with the 2020 financial year.

The consolidated statement of comprehensive income for the period January 1, 2021, to June 30, 2021, was used as the comparison period.

KEY EARNINGS FIGURES (JANUARY 2022 TO JUNE 2022)

in EUR k	JAN.–JUN. 2022	JAN.–JUN. 2021	CHANGE IN %
Revenue	54,261	41,941	29.38
Operating performance	64,406	42,972	49.88
Expenses	-81,327	-57,759	-40.80
EBIT	**-16,921**	**-14,787**	**-14.43**
Financial result	-2,681	-1,833	-46.27
Earnings before tax	**-19,602**	**-16,619**	**-17.94**
Income tax	283	3,587	-92.11
Earnings after tax	**-19,319**	**-13,033**	**-48.24**
Other comprehensive income	-1,404	-259	> -100
Total comprehensive income	**-20,723**	**-13,292**	**-55.90**
Earnings per share in EUR (diluted = basic)	**-2.91**	**-1.97**	**-48.24**

In the first half of the current financial year, which continues to be impacted by Covid-19 – and particularly by lockdowns in China – the Wolford Group generated sales of €54.26 million. Sales were thus 29.38% higher in comparison with the first half of the 2021 calendar year (€41.94 million).

Sales Growth in Europe and North America in Line With Expectations

Conditions in the first six months of the 2022 financial year remained challenging. As a result of the Covid-19 pandemic, stores in Asia remain closed at the time of reporting, and are set to remain so. Nevertheless, sales increased due to solid demand, primarily online, particularly in Europe and the U.S.

In the first six months of the year, our own retail business was able to increase its sales level year-over-year (+€7.7 million, +46%). Wholesale and factory outlets each recorded growth of one third, and multibrand retailers and concession shop-in-shops close to 60%. As a consequence of the high level achieved in the same period of the previous year, online sales recorded a slight downturn, with sales falling by -6%.

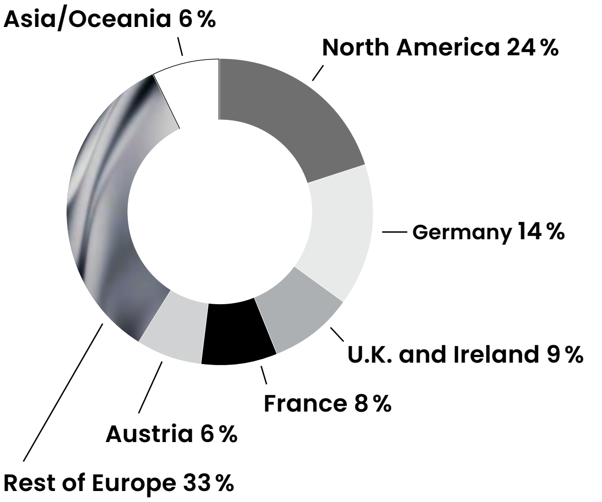
With the exception of Asia, sales increased in all markets in comparison with the first half of the previous year, especially in North America and Germany where sales were up almost 50% and almost 20% respectively. The increase in sales in Asia in the first half the year with new store openings did not go ahead as planned due to the Covid-19 lockdown, but this was largely balanced out by the positive performance in Europe and in the U.S. The promotion of the Wolford brand by U.S. celebrities was a major factor in the increase in sales in the USA.

The increase in costs for materials and acquired services from €7.88 million in the first half of 2021 to €14.55 million in the first half of 2022 is primarily due to the inventory build-up, particularly in Legwear, along with the increase in sales, but also the increase in demand for customized garment production.

Marked Decrease in Earnings of 14.4%

Operating earnings amounted to €-16.92 million in the first six months of the current financial year, -14.43% lower than EBIT in the first six months of the 2021 financial year (€-14.79 million). This is due to the previously mentioned increase in costs for materials and acquired services but also higher personnel expenses and other operating expenses.

SALES BY MARKET, in percent



As part of the sales expansion with new store openings, the average number of full-time employees decreased by eight to 1,093 employees (average in the first half of 2021: 1,101 employees). Government subsidies for short-time work were claimed in the first half of 2021 and netted out in personnel expenses. As a result, and due to the rehiring of the majority of personnel in the U.S. following coronavirus-related terminations in 2021 and collectively agreed wage and salary increases personnel expenses increased more rapidly than the FTEs by €4.03 million to €28.20 million in comparison with the first half of the 2021 financial year (€24.17 million).

In addition, other operating expenses increased in the first six months of the year by €12.63 million to €30.72 million (first half of 2021 financial year: €18.09 million). Factors decisive in this increase were subsequent production and consulting costs in connection with the 2021 consolidated financial statements, higher marketing expenses, and higher expenses due to the increase in online retail sales. IT and consulting expenses for the Wolford X project, which is currently not being pushed as hard, decreased on the other hand.

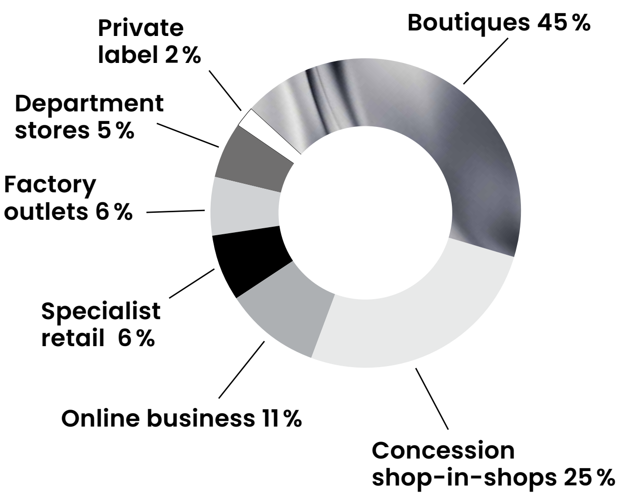
Depreciation and amortization saw little change in the first half of 2022 in comparison with the first half of the 2021 financial year, increasing from €7.63 million to €7.86 million (+3.08%). Due to the still-valid planning, it was not necessary to record any impairment in the first half of the current financial year.

Overall, expenses rose considerably by 40.80% in comparison with the first half of the 2021 financial year.

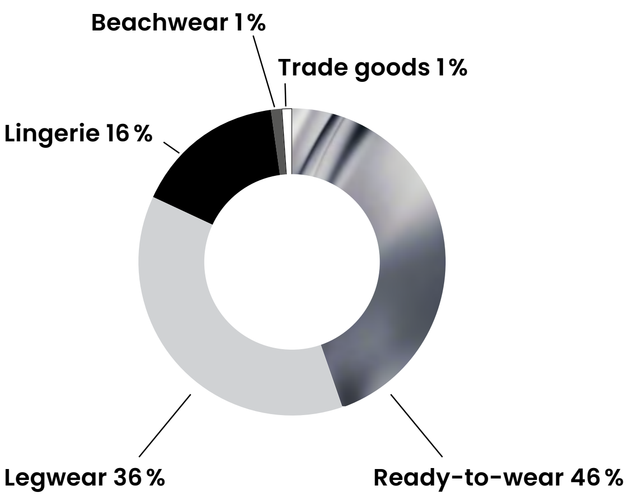
The financial result deteriorated to €-2.68 million year-over-year (€-1.83 million) due to new loans taken out in the second half of 2021 and first half of 2022 totaling €19.50 million with an interest rate of 12%. Interest expense of €0.79 million were recorded in the reporting period. Earnings before tax thus amounted to €-19.60 million following €-16.62 million in the first half of the 2021 financial year.

Earnings after tax also deteriorated by €-6.29 million from €-13.03 million in the first half of the 2021 financial year to €-19.32 million. Earnings per share amounted to €-2.91 million following €-1.97 million in the first half of the 2021 financial year.

SALES BY DISTRIBUTION CHANNEL, in percent



SALES BY PRODUCT CATEGORY, in percent



CASH FLOW
(JANUARY 2022 – JUNE 2022)

in EUR k	JAN.–JUN. 2022	JAN.–JUN. 2021	CHANGE IN %
Earnings before tax	-19,602	-16,619	-17.94
Cash flow from operating activities	**-6,226**	**-8,990**	**+30.75**
Cash flow from investing activities	**-665**	**-180**	**-100**
Cash flow from financing activities	**333**	**1,087**	**-69.97**
Cash-effective change in cash and cash equivalents	**-6,558**	**-8,083**	**+21.33**
Cash and cash equivalents at beginning of period	9,148	14,126	-35.24
Effects of exchange rate movements on cash and cash equivalents	199	231	-13.85
Cash and cash equivalents at end of period	**2,789**	**6,274**	**-55.55**

Improvement in Operating Cash Flow

Cash flow from operating activities (operating cash flow) improved by €2.76 million in comparison with the first half of the 2021 financial year to €-6.23 million. This was primarily due to cash inflows from the decrease in trade receivables in the amount of €+1.90 million (first half of the 2021 financial year: €+2.60 million) and other receivables and assets in the amount of €6.64 million (first half of the 2021 financial year: cash outflows from increase €+4.40 million). The €6.46 million increase in inventories in the first half of 2022 had the opposite effect, while in the first half of 2021 the interest payments became due with the repayment of a loan (total interest payment of €1.69 million). In the first half of 2022, €9.46 million in fixed-cost subsidies applied for in the previous year were received.

Cash flow from investing activities increased year-over-year to €-0.67 million due to the acquisition of a group of assets in the form of a new French company without business operations with a portion of the purchasing price of €2.48 million paid in the first half of 2022, as well as investments in property, plant and equipment and intangible assets in the amount of €1.57 million. The sale of property, plant and equipment and other intangible assets generated income of €3.38 million in the first half of 2022.

As a result, free cash flow (operating cash flow plus investment cash flow) improved by €2.28 million from €-9.17 million in the first half of the 2021 financial year to €-6.89 million in the first half of the 2022 financial year.

Cash flow from financing activities decreased by €0.76 million from €1.09 million in the first half of the 2021 financial year to €0.33 million. Higher cash inflows from loans taken out in January, May and June of 2022 totaling €9.50 million (first half of 2021: €7.50 million) were offset by higher repayments and interest payments on lease liabilities in the amount of €9.17 million (first half of 2021: €6.41 million). Since the end of 2021, the interest paid in the framework of leases has been shown as an outflow in the cash from financing activities. In the 2021 financial year, this was shown in the cash flow from operating activities under interest paid.

FINANCIAL POSITION AND FINANCIAL PERFORMANCE (AS OF JUNE 30, 2022)

The balance sheet total decreased by €5.89 million from €134.65 million as of December 31, 2021, to €128.76 million (-4.38%). The increase in inventories (€+6.45 million or +20.92%) was more than compensated for by the decrease in receivables (€-1.90 million or -15.83%) to €10.11 million and other receivables and assets (€-7.41 million or -43.51%).

Negative Equity and Higher Net Debt

Due to the negative result in the first half of the year, the Wolford Group's equity decreased to €-5.49 million (December 31, 2021: €15.24 million) as of the balance sheet date with the equity ratio amounting to -4.3% (December 31, 2021: 11.3%). In the first six months of the 2022 financial year, net debt, excluding lease liabilities, increased to €17.10 million (December 31, 2021: €0.29 million) due to loans totaling €9.50 million, taken up in three tranches in January (€2.50 million), May (€5.00 million) and June (€2.00 million) of the current financial year. Due to the extension of the terms to the end of 2023, loans, including the interest due up to that point of €18.98 million, were reported under non-current financial liabilities as of June 30, 2022. One loan in the amount of €2.00 million incl. interest is due at the end of August 2022 and is therefore payable in the short term.

EVENTS AFTER THE BALANCE SHEET DATE

On July 13, 2022, the member of the Management Board Andrew Thorndike and the Supervisory Board unanimously terminated Andrew Thorndike's Management Board mandate effective July 31, 2022. The Supervisory Board initiated the process for appointing a new member to the Management Board.

On July 18, 2022, shareholder Ralph Bartel informed us that he had reduced his share of voting rights from 30.02% to 28.27% as of July 14, 2022. According to information available to the company, the amount of Wolford AG shares in free float increased as a result.

The 35th Annual General Meeting was held on Wednesday July 20, 2022, at 10 a.m. CET at Wolford AG, Wolfordstraße 1, 6900 Bregenz, Austria. In addition to relieving the Management Board and the Supervisory Board, one of the main gender items at the Annual General Meeting was the appointment of Mr. David Chan, Mr. Shang Hsiu Koo and Ms. Chenling Zhang to the Supervisory Board via a major shareholder vote. Mr. Matthias Freise resigned as a member of the Supervisory Board effective with the close of this Annual General Meeting. Ms. Joann Cheng resigned as member of the Supervisory Board with the close of this Annual General Meeting. Dr. Junyang Shao's mandate ended at the close of this Annual General Meeting. There were therefore three new members to be appointed at this Annual General Meeting in order to reach the current number of four members elected by the AGM again.

In addition, Grant Thornton Austria GmbH, Wirtschaftsprüfungs- und Steuerberatungsgesellschaft, Gertrude-Fröhlich-Sandner-Straße 1/Top 13, 1100 Vienna, was appointed as auditor for the company's annual financial statements in accordance with the Austrian Company Code (UGB) for the 2022 financial year and as auditor of the IFRS consolidated financial statements for the 2022 financial statements.

On August 2, 2022, the Supervisory Board appointed Paul Kotrba (49) for a period of six months starting on August 1, 2022, as an (interim) member of the Management Board. During this period, the Supervisory Board will carry out the process of appointing a new member to the Management Board. As COO, Paul Kotrba will be responsible for supply chain and production, legal and compliance, investor relations, IT and digital, and PMO. As of August 1, 2022, Silvia Azzali will take over research & development and sustainability, finance and HR (in addition to sales, merchandising, brand & marketing, and design).

In July 2022, the Fosun Fashion Group (Cayman) Limited granted further loans in the amount of €4,000k and €1,500k with an interest rate of 12% p.a., which are due on September 16, 2022, and September 24, 2022. In August 2022, further loans of €1,000k and €2,500k were granted at the same interest rate and are due on October 2, 2022, including interest.

There were no other matters after the balance sheet date with a material impact on the financial position, financial performance, and cash flows of the Wolford Group.

Opportunities and Risks

MATERIAL RISKS AND UNCERTAINTIES IN THE REMAINING MONTHS OF THE CURRENT FINANCIAL YEAR

As part of its operating activities, the Wolford Group is exposed to risks that the management assesses responsibly, in order to recognize risks and opportunities at an early stage using a systematic approach, which allows it to react to changes in operating conditions with appropriate measures. The ongoing coronavirus crisis and the war in Ukraine, as well as the impacts on the global economy and our main markets, pose significant risks to the further development of Wolford's business in the remaining months of the financial year and beyond. Due to the limited visibility caused by the coronavirus crisis, it is currently difficult to assess the business risks, as these depend heavily on the duration and intensity of the crisis and the further consequences for the global economy. The decrease was clearly noticeable in the last 18 months and recovery has been delayed by the occurrences of further waves, which has led to new lockdowns in various countries. The further development of the pandemic and the resulting political measures, and the impacts of the current war in Ukraine are difficult to assess at this point. Accordingly, further negative developments in the Group's sales and earnings may occur. On top of this, there have been massive increases in the cost of raw materials and energy, driven by high inflation, as well as index-based rent increases in many cases. The market conditions have worsened. The war between Ukraine and Russia is continuing to affect sales throughout Europe, and strict Covid policies in China are disrupting one of the fastest-growing markets. The mood on the financial markets is also cooling as interest rates rise, and supply chains remain fragile. Inflation is higher than it has been in decades. Energy costs are mounting, as are the costs of raw materials.

Outlook

Continuation of Strategic Approach

Following the significant sales growth achieved in the first half of 2022, we are confident that we will be able to stabilize this trend in the second half of the year. Wolford is on course in its quest to beat the previous year's sales results in 2022 – despite the difficult market conditions.

By contrast, the operating result (EBIT) was significantly impacted by the negative developments in inflation and the associated increases in the cost of raw materials and energy, the continuing strict Covid policy in China and, to no small extent, the war between Russia and Ukraine and the resulting impaired sales opportunities throughout Europe. EBIT at the half-year point was below the previous year's level, and under these conditions we cannot expect any improvement in operating profit (EBIT) for the full year.

Wolford is back on track for a sustainable future thanks to the implementation of our programs. The work we started last year with our Northstar strategy will be put into concrete operational practice in the current year with a project we have named "The Spacer". The Spacer focuses on evolving the brand and product strategy and aims to create space and speed in achieving Northstar. The cornerstone here is FOCUS. We want to prove our success as an iconic brand focused on timeless luxury skinwear.

Now that our strategic course has been set, we are concentrating more intensively on improving our operating processes further. We want to shorten time-to-market and structure our operations in such a way that we can respond more flexibly to unpredictable market conditions in the future. After all, one thing is certain: The markets are gaining speed, and they will remain challenging for the foreseeable future.

Bregenz, September 23, 2022

Silvia Azzali
Chief Commercial Officer (CCO)

Responsible for research & development and sustainability, finance, HR, sales, merchandising, brand & marketing, and design

Paul Kotrba
Chief Operating Officer (COO)

Responsible for supply chain & production, legal & compliance, investor relations, IT & digital, and project management office

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Wolford

Consolidated Statement of Comprehensive Income

in EUR k	JAN.–JUN. 2022	JAN.–JUN. 2021
Revenue	**54,261**	**41,941**
Other operating income	3,288	1,530
Changes in inventories of finished goods and work in progress	6,857	-499
Cost of materials and purchased services	-14,547	-7,880
Personnel expenses	-28,202	-24,167
Other operating expenses	-30,717	-18,085
Depreciation/amortization, incl. impairments and write-backs	-7,862	-7,627
EBIT	**-16,921**	**-14,787**
Interest and similar income	14	17
Interest and similar expenses	-2,436	-1,791
Expenses from securities	-162	0
Interest cost of employee benefit liabilities	-98	-59
Financial result	**-2,681**	**-1,833**
Earnings before tax	**-19,602**	**-16,619**
Income tax	283	3,587
Earnings after tax	**-19,319**	**-13,033**
Other comprehensive income*		
Amounts that will potentially be recognized through profit and loss in future periods	-1,404	-259
of which currency translation for foreign operations	-1,404	-259
Other comprehensive income*	**-1,404**	**-259**
Total comprehensive income	**-20,723**	**-13,292**
Attributable to owners of the parent company	-20,723	-13,292
Earnings after tax attributable to owners of the parent company	19,319	-13,033
Earnings per share in EUR (diluted = basic)	**-2.91**	**-1.97**

* Other comprehensive income is reported after tax.

Consolidated Cash Flow Statement

in EUR k	JAN.–JUN. 2022	JAN.–JUN. 2021
Earnings before tax	**-19,602**	**-16,619**
Depreciation/amortization/appreciation	7,862	7,627
Gains/losses from disposals of non-current assets	-573	12
Interest expenses/interest income	2,422	1,773
Other non-cash income and expenses	260	49
Changes in inventories	-6,458	680
Changes in trade receivables	1,901	2,601
Changes in other receivables and assets	6,641	-4,399
Changes in trade payables	970	-1,755
Changes in other provisions and employee benefits	658	2,050
Changes in other liabilities	-140	822
Interest received	14	17
Interest paid*	-35	-1,688
Balance of income taxes received and paid	-146	-161
Cash flow from operating activities	**-6,226**	**-8,990**
Payments for investments in property, plant and equipment and other intangible assets	-1,567	-180
Cash outflow for acquisitions	-2,475	0
Proceeds from disposals of property, plant and equipment and other intangible assets	3,377	0
Cash flow from investing activities	**-665**	**-180**
Proceeds from current and non-current financial liabilities	9,500	7,500
Repayment of current and non-current financial liabilities	0	0
Repayments and interest payments on lease liabilities*	-9,167	-6,413
Cash flow from financing activities	**333**	**1,087**
Cash-effective change in cash and cash equivalents	**-6,558**	**-8,083**
Cash and cash equivalents at beginning of period	9,148	14,126
Effects of exchange rate movements on cash and cash equivalents	199	231
Cash and cash equivalents at end of period	**2,789**	**6,274**

* Since the end of 2021, the interest paid in the framework of leases has been shown as an outflow in the cash from financing activities. In the first half of 2021, this was shown in the cash flow from operating activities under interest paid.

Consolidated Balance Sheet

in EUR k	06/30/2022	12/31/2021
Property, plant and equipment	58,403	56,209
Goodwill	87	89
Other intangible assets	552	719
Non-current financial assets	1,097	1,259
Non-current receivables and assets	4,146	3,281
Deferred tax assets	4,633	4,001
Non-current assets	**68,919**	**65,557**
Inventories	37,332	30,762
Contract assets	0	44
Trade receivables	10,106	12,007
Other receivables and assets	9,617	17,024
Cash and cash equivalents	2,789	9,148
Current assets	**59,844**	**69,097**
Total assets	**128,762**	**134,654**
Share capital	48,848	48,848
Capital reserves	10,533	10,533
Other reserves	-58,347	-39,028
Treasury shares	-4,413	-4,413
Currency differences	-2,108	-704
Equity	**-5,487**	**15,236**
Financial liabilities	18,983	0
Lease liabilities	44,318	43,169
Other liabilities	977	1,007
Provisions for long-term employee benefits	14,588	14,592
Other non-current liabilities	134	133
Deferred tax liabilities	29	110
Non-current liabilities	**79,029**	**59,011**
Financial liabilities	2,002	10,697
Trade payables	14,096	13,058
Lease liabilities	17,127	17,199
Other liabilities	17,695	14,716
Income tax liabilities	1,374	1,304
Other provisions	1,939	1,277
Contract liabilities	987	2,156
Current liabilities	**55,220**	**60,407**
Total equity and liabilities	**128,762**	**134,654**

Consolidated Statement of Changes in Equity

		ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT COMPANY					
in EUR k	SHARE CAPITAL	CAPITAL RESERVES	ACTUARIAL GAINS/LOSSES	OTHER RESERVES	TREASURY SHARES	CURRENCY TRANS-LATION	EQUITY
As of 01/01/2021	**48,848**	**10,533**	**-5,115**	**-21,502**	**-4,413**	**190**	**28,541**
Earnings after tax	0	0	0	-13,033	0	0	-13,033
Other comprehensive income	0	0	0	0	0	-259	-259
As of 06/30/2021	**48,848**	**10,533**	**-5,115**	**-34,535**	**-4,413**	**-69**	**15,249**
As of 01/01/2022	**48,848**	**10,533**	**-5,193**	**-33,835**	**-4,413**	**-704**	**15,236**
Earnings after tax	0	0	0	-19,319	0	0	-19,319
Other comprehensive income	0	0	0	0	0	-1,404	-1,404
As of 06/30/2022	**48,848**	**10,533**	**-5,193**	**-53,154**	**-4,413**	**-2,108**	**-5,487**

Segment Reporting

JAN.–JUN. 2022 in EUR k	AUSTRIA	GERMANY	REST OF EUROPE	NORTH AMERICA	ASIA	RECON-CILIATION	GROUP
Revenue	**33,654**	**5,273**	**23,485**	**11,731**	**2,492**	**-22,374**	**54,261**
of which intersegmental sales	17,990	0	4,384	0	0	-22,374	0
External sales	**15,664**	**5,273**	**19,101**	**11,731**	**2,492**	**0**	**54,261**
EBIT	**-10,668**	**-446**	**-424**	**-1,733**	**-960**	**-2,690**	**-16,921**
Segment assets	101,458	17,767	62,269	18,057	4,421	-82,632	121,340
Segment liabilities	25,929	11,150	29,736	18,894	12,416	-60,922	37,202
Investments (including modifications and additions of right-of-use assets)	647	0	5,273	1,562	57	207	7,744
Depreciation and amortization, including impairments and write-backs	-1,311	-907	-3,102	-1,944	-613	15	-7,862
Average number of employees (FTE)	**380**	**76**	**543**	**92**	**23**	**0**	**1,093**

JAN.–JUN. 2021 in EUR k	AUSTRIA	GERMANY	REST OF EUROPE	NORTH AMERICA	ASIA	RECON-CILIATION	GROUP
Revenue	**25,337**	**3,359**	**16,761**	**8,940**	**2,816**	**-15,272**	**41,941**
of which intersegmental sales	12,022	0	3,250	0	0	-15,272	0
External sales	**13,315**	**3,359**	**13,511**	**8,940**	**2,816**	**0**	**41,941**
EBIT	**-8,615**	**-837**	**-3,927**	**-311**	**-155**	**-942**	**-14,787**
Segment assets*	101,982	16,240	57,466	14,258	6,987	-76,687	120,246
Segment liabilities*	24,639	8,510	23,853	13,757	13,092	-52,358	31,493
Investments (including modifications and additions of right-of-use assets)	96	10	34	0	40	0	180
Depreciation and amortization, including impairments and write-backs	-1,447	-932	-2,900	-1,946	-425	23	-7,627
Average number of employees (FTE)	**434**	**79**	**503**	**64**	**21**	**0**	**1,101**

* As of December 31, 2021

Notes to the Half-year Financial Statements

GENERAL DISCLOSURES

The Wolford AG interim consolidated financial statements for the first six months (January 1 to June 30) of the 2022 financial year were prepared pursuant to the International Financial Report Standards (IFRS) as applicable on the balance sheet date and the interpretations of the International Financial Reporting Interpretations Committee (IFRIC) as adopted by the European Union (EU). The IAS 34 rules on interim financial reporting in particular were applied.

The interim management report and the condensed financial statements have not been audited or reviewed.

The preparation of the interim consolidated financial statements according to IFRS requires management to make estimates and judgments to a certain extent to be made regarding the assets and liabilities recognized as well as the income and expenses reported for the period. The actual amounts may vary from these estimates.

The condensed interim consolidated financial statements were approved for publishing by the Management Board on September 20, 2022.

ACCOUNTING POLICIES

The accounting and measurement principles applied for the preparation of the interim consolidated financial statements are the same applied for the 2021 consolidated annual financial statements.

No new or amended standards or interpretations with a material impact on the consolidated financial statements were applicable in the first half of 2022.

The interim consolidated financial statements do not include all of the information and disclosures required of consolidated annual financial statements. The interim financial statements should therefore be read in conjunction with the last consolidated financial statements as of December 31, 2021. The amounts reported in the half-year financial statements are in thousand euros (EUR k). Due to commercial rounding, rounding differences may occur.

DISCLOSURES RELATING TO THE COVID-19 PANDEMIC

In May 2020, the ESMA (European Securities and Markets Authority) published a statement on the implications of the Covid-19 pandemic on interim reporting pursuant to IFRS. Disclosures are required that ensure the transparency and comparability in terms of the effects of Covid-19 on the company's financial statements. In accordance with ESMA recommendations, we will address the effects of Covid-19 in their entirety in the following and will not provide them separately for each item.

Sales Performance

The further impacts of Covid-19 were still leading to store closures, primarily in Asia, in the first six months of 2022. Despite these circumstances and the temporary store closures, sales growth of €+12,320k (+29.38%) to €54,261k was recorded in the first six months of the 2022 financial year in comparison with the first half of 2021 (January to June 2021: €41,941k). With the exception of Beachwear and Accessories, all product groups contributed to sales growth. In particular, Ready-to-wear almost doubled its sales compared to the first half of the previous year, increasing its share of sales from 32% to 46%.

Government Subsidies

To the extent that the relevant requirements could be met, government subsidies were and are being claimed to mitigate the negative effects of Covid-19 (mainly short-time work). Further opportunities to apply for subsidies through government support and subsidy programs for all countries in which the Wolford Group operates are currently being examined. In the first half of 2022, €9,462k in fixed-cost subsidies applied for in the previous year were received.

Impact of the Covid-19 Crisis on Estimation Uncertainties and Discretionary Decisions

The Covid-19 crisis has impacted the IFRS consolidated financial statements, particularly with regard to assumptions, estimates, and discretionary decisions in the following areas:

- Asset impairment: Despite the ongoing pandemic in the first half of 2022, no triggering event was identified for the half-year financial statements and as a result no impairment tests were performed for material non-current assets pursuant to IAS 36.

- Valuation of receivables: The development of receivables is subject to close monitoring as a result of the negative economic development and the increase in online sales. Due to the partial coverage provided by the existing credit insurance, no need to adjust the existing fundamental allowance system was identified. However, the percentages for the allowance were adjusted depending on days overdue in 2021 and applied analogously as of June 30, 2022. Based on the age structure of the receivables, the value allowance was increased from €847k to €3,296k.

- IFRS 16 assumptions: Some rent concessions in the context of economic burdens due to the Covid-19 crisis were granted to the Wolford Group. To the extent that these rent concessions are modifications of lease contracts and the requirements of the "Amendment to IFRS 16" were met, these rent concessions were not treated as contract modifications and recognized as profit or loss. As a result of the changed framework conditions, there was an evaluation of the extent to which changes in the assumptions on the exercising of termination or extension options became necessary. Corresponding steps were taken.

- Recognition of deferred tax assets: As per IAS 34.30c, deferred tax assets were valued on the basis of an estimate of the expected annual income tax rate. Income from deferred taxes was recognized in the first half of 2022. Possible effects from the Austrian tax reform in the first quarter of 2022 were taken into consideration.

SEASONALITY OF THE BUSINESS

Due to the weather, Wolford usually generates lower sales in the first six months of the year than at the end of the year, which includes the Christmas-period business that is so important in retail. This seasonal fluctuation is reflected in the fact that sales in the first half of the year are usually lower than sales in the second half of the year.

NOTES TO THE STATEMENT OF COMPREHENSIVE INCOME

The Wolford Group's sales amounted to €54,261k in the first six months of the 2022 financial year. Sales of €41,941k were generated in the first six months of the 2021 financial year. We refer to the section "Wolford Group in Figures" regarding the assignment of revenue to product groups and distribution channels.

In the first six months of the current financial year, other operating income totaled €3,288k and resulted primarily from currency exchange gains (€2,033k) as well as gains from the sale of property, plant and equipment, and other intangible assets (€886k). Government subsidies for short-time work in the amount of €2,400k were claimed in the first half of 2021 and netted out in personnel expenses. This did not occur in the first six months of the 2022 financial year.

As part of the establishment of new stores, the average number of full-time employees decreased to 1,093 employees (2021 half-year average: 1,101 employees). Government subsidies for short-time work were claimed in the first half of 2022. This contributed to personnel costrising. Personnel expenses therefore rose by €4,035k to €28,202k in comparison with the first half of the 2021 financial year (€24,167k).

In addition, other operating expenses increased in the first six months of the year by €+12,632k to €30,717k (first half of previous year: €18,085k). Factors decisive in this increase were subsequent production and consulting costs in connection with the 2021 consolidated financial statements, higher marketing expenses, and higher freight costs and fees due to the increase in online retail sales.

As of June 30, 2022, depreciation and amortization contained no changes relating to the performance of impairment tests. In the first half of the previous year this figure was €339k.

The operating result (EBIT) decreased considerably in the first half of the current year by €-2,134k to €-16,921k following €-14,787k in the previous year. This figure was affected by higher material expenses in relation with the build-up of inventories, lower government subsidies in comparison with the previous year, and higher other operating expenses.

The financial result deteriorated by €-848k from €-1,833k in the first half of the 2021 financial year to €-2,681k in the first half of the 2022 financial year due to the fact that further non-current loans in the amount of €9,500k were taken out with an interest rate of 12%. Interest of €788k accrued on the loans. The financial result contains expenses from securities in the amount of €162k and interest on employee benefits of €98k.

After taking into consideration tax income of €+283k, consisting of current tax expenses of €215k and deferred tax income of €498k, determined on the basis of the estimated expected tax rate for the 2022 financial year, the resulting earnings after tax amount to €-19,319k for the first half of 2022 (previous half-year: €-13,033k). With no change in the weighted number of shares, the earnings per share amounted to €-2.91 in the first half of 2022 following €-1.97 in the first half of the 2021 financial year.

The differences from currency translation reported under other comprehensive income in the amount of €-1,404k (previous half-year: €-259k) decreased the total comprehensive income to €-20,723k (previous half-year: €-13,292k).

NOTES TO THE SEGMENT REPORTING

The Wolford Group's reporting segments are divided into the five regions of Austria, Germany, Rest of Europe, North America, and Asia. Segment information is prepared using the same accounting and measurement methods as applied in the interim consolidated financial statements.

External sales increased year-over-year in the Austria segment by 17.6%, the Germany segment reported an increase of 56.9%, and the Rest of Europe segment showed an increase of 41.4%. The North America segment also increased and recorded growth of 31.2%. In contrast, the Asia segment recorded a decrease in sales of 11.5%. As expected, EBIT in the Austria segment was €-10,668k due to the seasonality of the business, and increased acquisition and consulting costs and freight charges for online sales.

While the Germany and Rest of Europe segments improved by 46.7% and 89.2% in comparison with the same period of the previous year at €-446k and €-424k, the North America and Asia segments reported significant deterioration in EBIT.

NOTES TO THE CASH FLOW STATEMENT

Cash flow from operating activities (operating cash flow) improved in the reporting period by €+2,764k to €-6,226k (previous half-year: €-8,990k).

This was primarily due to cash inflows from the decrease in trade receivables in the amount of €1,901k (first half of the 2021 financial year: €2,601k) and other receivables and assets in the amount of €6,641k (first half of the 2021 financial year: cash outflows from increase €-4,399k), especially due to the receipt of the fixed costs subsidies claimed. The €-6,458k increase in inventories in the first half of 2022 had the opposite effect, while in the first half of 2021 the interest payments became due with the repayment of a loan (total interest payment of €1,688k). In the first half of 2022, €9,462k in fixed-cost subsidies applied for in the previous year were received.

Cash flow from investing activities increased year-over-year to €-665k due to the acquisition of a group of assets in the form of a new French company without business operations with a portion of the purchasing price of €2,475k paid in the first half of 2022, as well as investments in property, plant and equipment and intangible assets in the amount of €1,567k. The sale of property, plant and equipment and other intangible assets generated income of €3,377k in the first half of 2022.

As a result, free cash flow (operating cash flow plus investment cash flow) improved by €2,279k from €-9,170k in the first half of the 2021 financial year to €-6,891k in the first half of the 2022 financial year.

Cash flow from financing activities decreased from €1,089k in the first half of the 2021 financial year by €756k to €333k. Higher cash inflows from loans taken out in January, May and June of 2022 totaling €9,500k (first half of 2021: €7,500k) were offset by higher repayments on lease liabilities in the amount of €9,167k (first half of 2021: €6,413k).

At the end of the reporting period, cash and cash equivalents amounted to €2,789k, following €9,148k as of December 31, 2021.

NOTES TO THE CONSOLIDATED BALANCE SHEET

As of the balance sheet date of June 30, 2022, the balance sheet total amounted to €128,762k, which corresponds to a decrease of -4.38% against December 31, 2021. The decrease resulted from a drop in other receivables and assets of -43.51% to €9,617k and lower cash and cash equivalents of €2,789k (-69.51%).

Non-current assets amounted to 53.5% of total assets (December 31, 2021: 49%). The increase in intangible assets is largely due to the capitalization of the acquired right-of-use assets. Other non-current receivables and assets primarily consist of deposits from long-term rental contracts (€3,964k). The increase in deferred tax assets mainly results from the recognition of relevant changes in assets or liabilities as profit or loss.

Current assets accounted for 46.5% of total assets as of June 30, 2022 (December 31, 2021: 51%). The decrease in trade receivables is the result of higher allowances on the one hand and deferred payments on the other. Other receivables and assets largely relate to creditors with debt balances from prepayments (€1,932k), deposits from short-term rental contracts (€1,807k), B2C transaction clearing accounts (€1,561k), and the remaining receivables from government subsidies (€1,177k) following the settlement of the majority of the amounts claimed in the first half of 2022 (€9,462k).

Group equity amounted to €-5,487k as of June 30, 2022, which equates to an equity ratio of -4.3% (December 31, 2021: €15,236k or 11.3%).

Non-current lease liabilities increased by €1,149k to €44,318k (December 31, 2021: €43,169k) taking into account scheduled repayments due to the opening of new stores and the initial consolidation of the French company. In January 2022, Fosun Fashion Group (Cayman) Limited granted a further shareholder loan in the amount of €2,500k at an interest rate of 12% p.a., with a term until the end of 2022. In May and June 2022, further loans in the amount of €5,000k and €2,000k were granted subject to the same conditions.

The maturities of the loans in the amount of €10,000k existing as of December 31, 2021, and the financing listed above from January and May were extended in June 2022 to December 31, 2023. The maturity of the loan granted in June 2022 is two months and is reported under current financial liabilities.

As a result, non-current liabilities increased by a total of €20,018k to €79,029k, which equates to 61.4% of the balance sheet total.

At €55,220k, non-current liabilities were €5,187k below the figure reported at the end of the past financial year (December 31, 2021: €60,407k). This is primarily due to the reporting of the loans taken out in the second half of 2021 and first half of 2022, plus accrued interest in the amount of €18,983k following the maturity extension, in the non-current financial liabilities. Other provisions contain €879k for potential sales corrections, €567k for onerous contracts, and €492k for restructuring costs. Other liabilities mainly consist of personnel liabilities from outstanding vacation days, overtime, one-off payments, and other obligations in the amount of €4,367k in total, tax liabilities in the amount of €3,351k, advertising cost liabilities in the amount of €2,450k, social security in the amount of €2,352k, and for the preparation and review of the half-year financial statements and tax consulting in the amount of €734k.

FINANCIAL INSTRUMENTS

The following hierarchy is used to determine and report fair values:

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. There are no financial instruments reported in Level 3. There was also no reassignment to different groups within the fair value hierarchy.

The following shows the reconciliation of the carrying amounts of financial assets and liabilities to the measurement categories in accordance with IFRS 9. No fair values are given for financial assets and liabilities where the carrying amount represents an appropriate approximation of the fair value.

06/30/2022 in EUR k	CARRYING AMOUNTS AT FAIR VALUE	CARRYING AMOUNTS AT AMORTIZED COST	FAIR VALUES LEVEL 1	FAIR VALUES LEVEL 2
Non-current financial assets	1,097		1,097	
Non-current receivables and assets		4,146		
Trade receivables		10,106		
Other receivables and assets		9,617		
Cash and cash equivalents		2,789		
Total financial assets	**1,097**	**26,658**	**1,097**	
Financial liabilities (non-current)		18,983		
Financial liabilities (current)		2,002		
Trade payables		14,096		
Other financial liabilities (current)		0		
Total financial liabilities	**0**	**35,081**		

12/31/2021 in EUR k	CARRYING AMOUNTS AT FAIR VALUE	CARRYING AMOUNTS AT AMORTIZED COST	FAIR VALUES LEVEL 1	FAIR VALUES LEVEL 2
Non-current financial assets	1,259		1,259	
Non-current receivables and assets		3,281		
Trade receivables		12,007		
Other receivables and assets		17,068		
Cash and cash equivalents		9,148		
Total financial assets	**1,259**	**41,504**	**1,259**	
Financial liabilities (current)		10,697		
Trade payables		13,058		
Other financial liabilities (current)		328		
Total financial liabilities	**0**	**24,083**		

OTHER DISCLOSURES

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

RELATED PARTY DISCLOSURES (IAS 24)

In the first half of 2022, none of the Supervisory Board members maintained any business or personal relationships with the company or its Management Board that provide grounds for a material conflict of interests and are therefore likely to influence the conduct of the respective Supervisory Board member. The company did not maintain business relationships with any member of the Supervisory Board in the first half of 2022.

On February 1, 2019, the Wolford Group entered into a business relationship with Fosun Fashion Brand Management (FFBM) in order to reinforce and expand its market presence in China. FFBM is a subsidiary of Fosun Fashion Group (and therefore a company subject to significant influence) and acts on behalf of Wolford as a full-service provider focusing on sales and marketing. As well as extending market access, FFBM is also responsible for the operating management of all wholesale and retail channels, as well as for online retail. The contract between FFBM and Wolford was concluded on customary market terms, including a fixed monthly payment and performance-based commission for each distribution channel (retail, wholesale, online).

The ultimate beneficial owner of Fosun Fashion Brand Management (FFBM) is Mr. Guangchang Guo, who is also the ultimate beneficial owner of FFG Wisdom (Luxembourg) S.à r.l., which owns 58.45% of the shares in Wolford.

In June 2019, Fosun Fashion Investment Holdings (HK) Limited granted a shareholder's loan of €10,000k. The interest on this loan was 12% p.a. and the loan had an original term through to June 30, 2021. The interest rate thereby agreed for a subordinate loan in the company's current situation is deemed to be customary to the market, as was also confirmed by an external market study. The shareholder's loan was repaid in the 2020 short financial year. In May 2021, Fosun Fashion Group (Cayman) Limited again granted a shareholder loan with a term until the end of 2022 totaling €10,000k, which was paid out in two tranches in May (€3,500k and €4,000k) and one tranche in July (€2,500k). Interest expense of €697k was recognized for the loan in the 2021 financial year, which was booked as a liability. In January 2022, Fosun Fashion Group (Cayman) Limited granted a further shareholder loan in the amount of €2,500k at an interest rate of 12% p.a., with a term until the end of 2022. In May 2022, a further loan in the amount of €5,000k was granted subject to the same conditions.

The maturities of the loans in the amount of €10,000k existing as of December 31, 2021, and the financing listed above were extended in June 2022 to December 31, 2023.

In July 2022, the Fosun Fashion Group (Cayman) Limited granted further loans in the amount of €4,000k and €1,500k with an interest rate of 12% p.a., which are due on September 16, 2022, and September 24, 2022. In August 2022, further loans of €1,000k and €2,500k were granted at the same interest rate and are due on October 2, 2022, including interest.

EVENTS AFTER THE BALANCE SHEET DATE

On July 13, 2022, the member of the Management Board Andrew Thorndike and the Supervisory Board unanimously terminated Andrew Thorndike's Management Board mandate effective July 31, 2022. The Supervisory Board initiated the process for appointing a new member to the Management Board.

On July 18, 2022, shareholder Ralph Bartel informed us that he had reduced his share of voting rights from 30.02% to 28.27% as of July 14, 2022. According to information available to the company, the amount of Wolford AG shares in free float increased as a result.

The 35th Annual General Meeting was held on Wednesday July 20, 2022, at 10 a.m. CET at Wolford AG, Wolfordstraße 1, 6900 Bregenz, Austria. In addition to relieving the Management Board and the Supervisory Board, one of the main issues at the Annual General Meeting was the appointment of Mr. David Chan, Mr. Shang Hsiu Koo and Ms. Chenling Zhang to the Supervisory Board via a major shareholder vote. Mr. Matthias Freise resigned as a member of the Supervisory Board effective with the close of this Annual General Meeting.

Ms. Joann Cheng resigned as member of the Supervisory Board with the close of this Annual General Meeting. Dr. Junyang Shao's mandate ended at the close of this Annual General Meeting. There were therefore three new members to be appointed at this Annual General Meeting in order to reach the current number of four members elected by the AGM again.

In addition, Grant Thornton Austria GmbH, Wirtschaftsprüfungs- und Steuerberatungsgesellschaft, Gertrude-Fröhlich-Sandner-Straße 1/Top 13, 1100 Vienna, was appointed as auditor for the company's annual financial statements in accordance with the Austrian Company Code (UGB) for the 2022 financial year and as auditor of the IFRS consolidated financial statements for the 2022 financial statements.

On August 2, 2022, the Supervisory Board appointed Paul Kotrba (49) for a period of six months starting on August 1, 2022, as an (interim) member of the Management Board. During this period, the Supervisory Board will carry out the process of appointing a new member to the Management Board. As COO, Paul Kotrba will be responsible for supply chain and production, legal and compliance, investor relations, IT and digital, and PMO. As of August 1, 2022, Silvia Azzali will take over research & development and sustainability, finance and HR (in addition to sales, merchandising, brand & marketing, and design).

In July 2022, the Fosun Fashion Group (Cayman) Limited granted further loans in the amount of €4,000k and €1,500k with an interest rate of 12% p.a., which are due on September 16, 2022, and September 24, 2022. In August 2022, further loans of €1,000k and €2,500k were granted at the same interest rate and are due on October 2, 2022, including interest.

There were no further matters after the balance sheet date with a material impact on the financial position, financial performance, and cash flows of the Wolford Group.

For further information regarding uncertainties as a result of further Covid-19 pandemic outbreaks, please refer to the section "DISCLOSURES RELATING TO THE COVID-19 PANDEMIC."

DECLARATION BY THE MANAGEMENT BOARD PURSUANT TO SECTION 125 (1) NO. 3 BÖRSEG

The Management Board of Wolford AG confirms that to the best of its knowledge the condensed interim consolidated financial statements prepared in accordance with the applicable accounting standards give a true and fair view of the financial position, financial performance, and cash flows of the Group. The Group's half-year report gives a true and fair view of the financial position, financial performance, and cash flows of the Group in terms of the material events in the first six months of the financial year and their impact on the condensed interim consolidated financial statements as relates to the material risks and uncertainties in the remaining months of the financial year and the material transactions with related parties that must be disclosed.

Bregenz, September 23, 2022

Silvia Azzali
Chief Commercial Officer (CCO)

Responsible for research & development and sustainability, finance, HR, sales, merchandising, brand & marketing, and design

Paul Kotrba
Chief Operating Officer (COO)

Responsible for supply chain & production, legal & compliance, investor relations, IT & digital, and project management office

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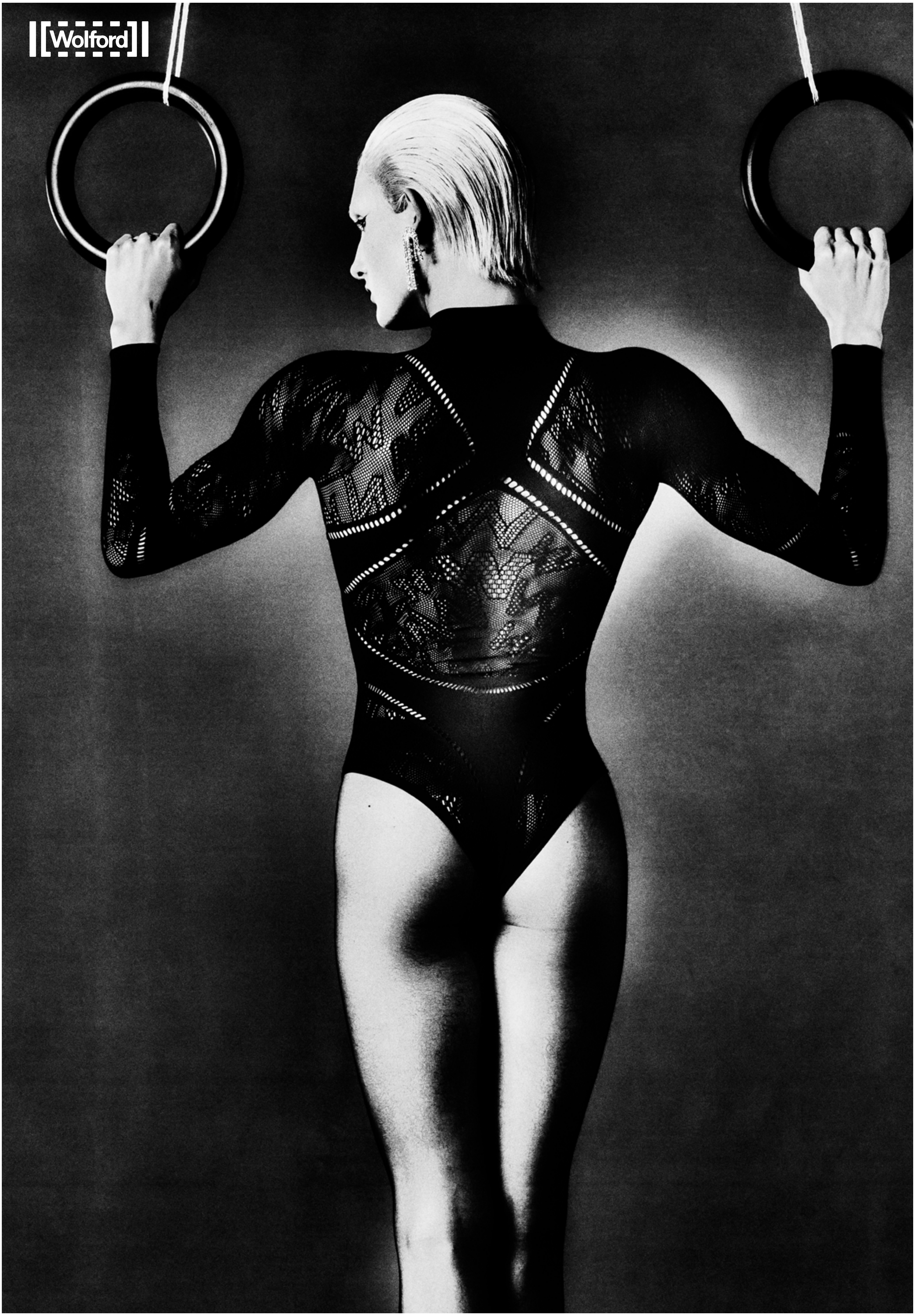
Wolford

The *WOLFORD* Group at a Glance

Wolford is the market leader in high-quality skinwear.

The brand is present in **45 countries** worldwide, with **229 monobrand points of sale** and more than **2,500 wholesale partners**. The Austrian company produces exclusively in Europe in compliance with the highest environmental and social standards. Wolford designs its creations in the Italian fashion capital of Milan and manufactures them at its headquarters in Bregenz on Lake Constance as well as in Murska Sobota, Slovenia, both regions where textile manufacturing has had a long and illustrious tradition. The Wolford Group had a total of **1,117 employees (FTE)** at June 30, 2022, **of which 380 employees (FTE) worked at the corporate headquarters in Bregenz**. Wolford was founded in Bregenz in 1950 and is listed on the stock exchanges in Vienna, Frankfurt, and New York. The brand is part of the global luxury fashion conglomerate Lanvin Group, which was founded by Wolford's Chinese majority shareholder Fosun.

Wolford generates more than **40% of its sales** with Ready-to-wear, and the company's skinwear creations, supplemented by a small selection of accessories are closely matched with the Group's core product.

Characteristics of the brand architecture include the fashionable Trend products and the Essentials collections. The **Essentials range,** which includes all of Wolford's legendary, timeless classics, such as its **Satin Touch tights, which have been on sale since 1988, accounts for around 65% of sales.** The Trend products are represented by The W and The W Lab. The first, created in 2019, presenting the contemporary face of Wolford to a more youthful and leisure-oriented audience with innovative athleisure wear, now represents 14%. "The W Lab", with a lustrous history of partnerships with the world's best-known designers from Valentino to Karl Lagerfeld, Vivienne Westwood to Giorgio Armani, has evolved into an integral part of new business, **increasing to 12%**, with power-house collaborations with external star designers, most recently the renowned capsule collections designed by Alberta Ferretti and GCDS.

Wolford's headquarters in Bregenz, Austria

Financial Calendar

The Wolford AG financial calendar can be found at https://company.wolford.com/investor-relations/financial-calendar/. Wolford AG publishes half-year and annual results in accordance with the regulations of the standard markets.

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