

ASX Announcement
22 July 2022

Trading Update

Accent Group Limited (ASX: AX1)

Accent Group Limited (the **Company** or **Group**) today provides an update on trade for the FY22 financial year ended 26 June 2022.

The Company expects Earnings Before Interest and Tax (EBIT)¹ for FY22 to be in a range of \$61 million to \$63 million.

The expected EBIT range includes approximately \$7.6 million of one-off, non-cash charges. These charges relate to the previously advised write-down of PIVOT store fit-out costs of \$5.1 million, and around \$2.5 million of impairment charges relating to store lease assets in a small number of stores where customer traffic levels have still not recovered.

Group CEO Daniel Agostinelli said “The disruption experienced in FY22 has been well reported. Sales across May and June continued to be subdued compared to expectations as we continued our focus on driving full price full margin sales. Pleasingly, gross margin rate was ahead of the prior year and since the back end of June we are now starting to experience more normal undisrupted trading conditions across most of the store network.

“The first three weeks of FY23 have seen a return to strong deliveries of new product and a positive customer response. Like-for-like sales for this period have been positive albeit against restrictions and store closures in July last year, gross margin rate has also tracked well ahead of the prior year.”

Execution of the Company’s growth plan and key initiatives remains on track. Strong momentum is continuing in Glue and Stylerunner, and the new stores which opened across all banners are performing well, providing a growth platform for the future.

The Company will release its full year FY22 results after market close on Thursday 18, August. An investor briefing call is scheduled for 9am on Friday, 19 August.

Accent Group FY22 Full-Year Investor Briefing | August 19 | 9:00am AEST

https://openexc.zoom.us/webinar/register/WN_5tDDwz_4TCS0bLPyRB-T7g

Webinar ID: 956 6325 3462

Password: 817200

¹ EBIT based on unaudited post AASB16 financials

For further information contact:

Investors

Matthew Durbin
Chief Financial Officer
+61 3 9977 5213
+61 411 406 766

Media enquiries:

Sarah Gale
AMPR
+61 419 897 100

The release of this announcement was authorised by the Board of Accent Group Limited.