

IMPROVED EARNINGS OF THE CORE-BUSINESS

Consolidated revenue for Q1 2015/16 amounted to DKK 843 million (DKK 828 million) corresponding to an increase of 1.8%, or 3.0% measured in local currency compared to the same period last financial year. The gross margin improved by 1.4 percentage points to 56.6% compared to Q1 2014/15. The consolidated operating profit for Q1 2015/16 rose by 15.6% to DKK 163 million (DKK 141 million) driven by the Group's Premium brands. Outlook for the financial year 2015/16 remains unchanged.

REVENUE AND EBIT MARGIN (REPORTABLE SEGMENTS)

	Revenue DKK million		Revenue growth		EBIT margin	
	Q1 2015/16	Q1 2014/15	Growth in local currency	Reported growth	Q1 2015/16	Q1 2014/15
Peak Performance	343	353	(2.5%)	(2.8%)	22.7%	21.0%
Tiger of Sweden	277	269	5.2%	3.0%	19.1%	17.4%
By Malene Birger	104	97	8.6%	7.2%	12.5%	11.3%
Premium brands	724	719	1.9%	0.7%	19.9%	18.4%
Non-core business	113	109	5.1%	3.7%	8.8%	10.1%
Total	837	828	3.0%	1.1%	18.4%	17.3%

- Peak Performance generated revenue of DKK 343 million for Q1 2015/16 (DKK 353 million) corresponding to a reduction of 2.8% (a reduction of 2.5% measured in local currency). This reduction was driven by the wholesale channel whereas the retail channel reported good revenue growth. Revenue from the markets Denmark and Sweden rose whereas other geographical markets reported revenue reductions. The operating profit improved by DKK 4 million to DKK 78 million.
- Tiger of Sweden increased its revenue by 3.0% (5.2% measured in local currency) to DKK 277 million (DKK 269 million) driven by the retail channel whereas sales to the wholesale customers remained unchanged. The German market continued to report strong growth whereas revenue from the Nordic region remained flat. The operating profit amounted to DKK 53 million (DKK 47 million).
- Revenue from By Malene Birger rose by 7.2% (8.6% measured in local currency) to DKK 104 million (DKK 97 million) which was primarily attributable to a positive development in the retail channel, however, the wholesale channel also reported higher revenue. Geographically, the Nordic region accounted for the majority of the reported growth. The operating profit amounted to DKK 13 million (DKK 11 million).
- Revenue from the Group's Non-core business rose by 3.7% (5.1% measured in local currency) driven by the positive development seen in Saint Tropez which more than compensated the reduced revenue from Designers Remix. The revenue increase in Saint Tropez was to a great extent driven by commercial discounts, and the gross margin was thus reduced. Consequently, the Non-core business generated an operating profit of DKK 10 million compared to DKK 11 million last financial year.
- The bankruptcy proceedings of a former distributor in Switzerland had a general negative impact on the consolidated revenue meaning that no revenue was generated in this market during a large part of Q1 2015/16. This incident has in particular affected Tiger of Sweden, Saint Tropez and Designers Remix. In all three brands measures have been initiated in order to set up alternative distribution channels in Switzerland.
- Rulings have been delivered in the case concerning indirect taxes for which the Group had allocated a total provision of DKK 25 million in Q2 2014/15. The outcome of this case resulted in a reversal of DKK 10 million of the original provision of which DKK 5 million relates to the continuing operations whereas DKK 5 million relates to the discontinued operations. The gross profit of continuing operations was affected positively by DKK 3 million, the operating profit was affected by DKK 4 million whereas DKK 1 million relates to financial items.
- The gross profit rose to DKK 477 million (DKK 457 million) compared to Q1 2014/15, and the gross margin was thus improved to 56.6% (55.2%). The previously announced price increases on the Group's products will not have an impact until Q3 2015/16, and the reported higher gross profit for Q1 2015/16 is primarily attributable to improved margins on sold products as well as lower inventory write-downs compared to Q1 2014/15.
- Capacity costs amounted to DKK 314 million and were thus lower compared to last financial year (DKK 316 million). The cost ratio decreased by 1.0 percentage point to 37.2%. The costs were negatively affected by a provision of approx. DKK 5 million in respect of changes to the Group management.
- Operating profit rose by 15.6% to DKK 163 million (DKK 141 million), and the EBIT margin thus amounted to 19.3% which is an improvement of 2.2 percentage points compared to Q1 2014/15.

Outlook for the financial year 2015/16 – unchanged

We expect the positive performance of the Group's core business to continue and to drive overall revenue growth and earnings development for the Group.

Specifically, we expect revenue growth to attain a level of 4%.

We expect the consolidated operating profit to be realized with an EBIT margin of approx. 10%.

Investments for the financial year 2015/16 are expected to be in the region of 3-4% of revenue.

Provided that the consolidated results are in line with expectations, the Board of Directors expects to distribute an extraordinary dividend of approx. DKK 75 million during the financial year 2015/16.

Outlook for 2015/16	Realized 2014/15 (DKK million)	Most recent announcement	Current announcement	Status
Revenue growth	2,638	Approx. 4%	Approx. 4%	Unchanged
EBIT margin	7.8%	Approx. 10%	Approx. 10%	Unchanged
Investments	87 (3%)	3-4% of revenue	3-4% of revenue	Unchanged

Copenhagen, 12 November 2015

IC Group A/S

Mads Ryder

Group CEO

Alexander Martensen-Larsen

Group CFO

Information meeting

IC Group will host an information meeting for investors, analysts and other stakeholders on Thursday 12 November 2015 at 10.00 a.m.

The information meeting will be held in English via audio cast and telephone, and it will be possible to raise questions online using the relevant chat function or telephone. To participate in the information meeting online, please use the link below which is also available on our corporate website icgroup.net under Investors:

<http://edge.media-server.com/m/p/o8c8ypen>

To participate in the telephone conference, please dial in using the below-listed telephone numbers:

+45 3271 1660 (Denmark)

+1 646 254 3388 (USA)

+44 (0)20 3427 1902 (UK and rest of world)

Forward-looking statements

The interim report contains forward-looking statements, including statements regarding the Group's future operating profit, financial position, inventory, cash flows, Group and brand strategies as well as plans for the future. Forward-looking statements include, without limitation, any statement that may predict, indicate or imply future results, performance or achievements, and may contain the words "believes", "expects", "estimates", "projects", "plans", "anticipates", "continues" and "intends" or any variations of such words or other words with similar meaning. The statements are based on Management's reasonable expectations and forecasts at the time of disclosure of the interim report. Any such statements are subject to risks and uncertainties and a number of different factors, of which many are beyond IC Group A/S' control, can mean that the actual development and actual result will differ significantly from the expectations contained in the interim report. Without being exhaustive, such factors include general economics and commercial factors, including market and competitive matters, supplier issues and financial issues. Accordingly, forward-looking statements should not be relied on as a prediction of actual results.

FINANCIAL HIGHLIGHTS AND KEY RATIOS

DKK million	Q1 2015/16 3 months	Q1 2014/15 3 months	Year 2014/15 12 months
INCOME STATEMENT			
Revenue	843	828	2,638
Gross profit	477	457	1,446
Operating profit before depreciation and amortization (EBITDA)	177	155	263
Operating profit (EBIT)	163	141	207
Net financials	2	(1)	(8)
Profit for the period before tax	169	142	201
Profit for the period of continuing operations	130	108	154
Profit for the period of discontinued operations	4	-	(14)
Profit for the period	134	108	140
STATEMENT OF FINANCIAL POSITION			
Total assets	2,110	2,177	1,852
Average invested capital including goodwill	799	881	659
Net working capital	580	651	268
Total equity	1,007	928	884
Net interest-bearing debt, end of period	209	331	82
STATEMENT OF CASH FLOW			
Cash flow from operating activities	(121)	(209)	226
Cash flow from investing activities	(14)	86	15
Investments in property, plant and equipment	(6)	(7)	(45)
Free cash flow	(135)	(123)	241
Cash flow from financing activities	8	(54)	(172)
Net cash flow for the period	(127)	(178)	69
KEY RATIOS (%)			
Revenue growth	1.8	1.0	2.9
Gross margin	56.6	55.2	54.8
EBITDA margin	21.0	18.7	10.0
EBIT margin	19.3	17.1	7.8
Tax rate	23.1	24.0	23.2
Return on equity	12.9	12.3	18.0
Equity ratio	47.7	43.2	47.5
Return on invested capital ¹⁾	28.5	25.4	31.4
Net working capital in proportion to revenue ²⁾	21.9	25.2	10.2
Cash conversion	(0.8)	(1.3)	1.2
Financial gearing	20.8	35.7	9.3
SHARE-BASED RATIOS			
Average number of shares excluding treasury shares, diluted (1,000)	16,607	16,557	16,543
Share price, end of period, DKK	190.0	138.0	187.5
Earnings per share, DKK	8.0	6.5	8.5
Diluted earnings per share, DKK	8.0	6.4	8.5
Diluted cash flow per share, DKK	(7.3)	(12.6)	13.7
Diluted net asset value per share, DKK	60.6	55.7	53.1
Diluted price/earnings, DKK	25.3	21.4	22.1
EMPLOYEES			
Number of employees (calculated as FTEs, end of period)	1,067	1,090	1,042

¹⁾ Return on invested capital is calculated as trailing 12 months EBIT's share of invested capital.

²⁾ Trailing 12 months revenue.

Key ratios have been calculated according to the recommendations set out in "Recommendations & Financial Ratios 2015".

HIGHLIGHTS IN Q1 2015/16

Changes to the Group's Global Management Team

As a consequence of the considerable restructuring of the business over the past twelve months, the Group announced on 29 September 2015 that it had changed the composition of its Global Management Team.

Alexander Martensen-Larsen took up the position as new Group CFO while Morten Linnet took up the position as CEO of By Malene Birger.

Consequently, IC Group's Global Management Team now consists of six members as to seven members earlier. These six members are as follows;

Group CEO;	Mads Ryder (the Executive Board)
Group CFO;	Alexander Martensen-Larsen (the Executive Board)
COO;	Lotte Franch Wamberg
CEO of Peak Performance;	Nicolas Warchalowski
CEO of Tiger of Sweden;	David Thunmarker
CEO of By Malene Birger;	Morten Linnet

FINANCIAL PERFORMANCE

PeakPerformance®

Peak Performance improved earnings in spite of lower revenue

Peak Performance has its origins in alpine skiing and is one of the largest manufacturers of technical and functional sports and fashion wear in the Nordic region today.

Peak Performance is focusing on revitalizing the brand which will mainly take place through improved products and collections. Furthermore, Peak Performance will continue to adjust part of its distribution network to ensure the right market position of the brand.

Peak Performance generated revenue of DKK 343 million for Q1 2015/16 (DKK 353 million) corresponding to a revenue reduction of 2.8% (a reduction of 2.5% measured in local currency).

The wholesale channel reported lower revenue for Q1 2015/16 compared to Q1 2014/15 which is, to a large extent, attributable to the on-going process of adjusting the distribution in this channel – in particular, sales to the sporting goods chains in the Nordic region were lower compared to last financial year. The retail channel reported revenue growth of 13.1%. This positive development reflects the reported growth in both physical stores as well as in the e-commerce channel which more than compensated the negative impact from store closures carried out during the financial year 2014/15. The retail channel is the channel where the consumer will have the best experience of the most recent up-to-date products and of the brand, and the realized revenue growth thus confirms the plan set out to revitalize the brand and products.

Same-store revenue (excluding the outlet channel) grew by 23.7% and was driven by the particularly positive development in both physical stores as well as in the e-commerce channel.

Within the Nordic region, revenue growth reported in the markets Denmark and Sweden compensated the reduced revenue in the markets Norway and Finland, and, consequently, revenue from the Nordic region was at the same level as last financial year. Revenue from Rest of Europe accounted for 5.8% less than last financial year, and this market was generally affected by the fact that more wholesale customers have been more conservative in placing orders following a skiing season marked by a warm winter.

The gross margin for Q1 2015/16 was lower compared to Q1 2014/15 which is primarily due to the mix effects of sold products and higher commercial discounts in the wholesale channel. Costs were at a lower level compared to last financial year which is generally attributable to a controlled development of costs.

The operating profit for Q1 2015/16 rose by 5.4% to DKK 78 million (DKK 74 million), and Peak Performance thus realized an EBIT margin of 22.7% compared to 21.0 for Q1 2014/15.

DKK million	Q1 2015/16 3 months	Q1 2014/15 3 months	Change
Revenue	343	353	(10)
Wholesale and franchise	274	292	(18)
Retail, e-commerce and outlets	69	61	8
Revenue growth (%)	(2.8)	2.7	(5.5)
Revenue growth in local currency (%)	(2.5)	4.7	(7.2)
Operating profit before depreciation and amortization (EBITDA)	82	79	3
EBITDA margin (%)	23.9	22.4	1.5
Depreciations, amortization and impairment losses	(4)	(5)	1
Operating profit (EBIT)	78	74	4
EBIT margin (%)	22.7	21.0	1.7

Continued growth and improved earnings

Tiger of Sweden is strongly rooted in the classic tailoring traditions, manufacturing fashion wear for men and women with a strong and contemporary profile characterized by “a different cut”.

Tiger of Sweden is focusing on generating profitable growth through increased market penetration in the Nordic core markets and to continue to expand internationally, primarily in Germany, France and England. The brand’s target is to continue to generate revenue growth while at the same time improving its profit margin.

Tiger of Sweden generated revenue of DKK 277 million for Q1 2015/16 (DKK 269 million) corresponding to a growth rate of 3.0% (5.2% measured in local currency) compared to Q1 2014/15.

Revenue from the wholesale channel was at the same level as last financial year and was negatively affected by the bankruptcy proceedings of a former distributor in Switzerland meaning that no revenue was generated in this market during a large part of Q1 2015/16. Measures have been initiated in Tiger of Sweden to set up alternative distribution channels in this market. After having adjusted for the development in Switzerland, the revenue growth of Tiger of Sweden would have amounted to approx. 8% measured in local currency.

Revenue from the retail channel rose by 9.5%. A large part of the store portfolio is located in Sweden meaning that the foreign currency translation effect had a negative impact. On the other hand, strong growth in the e-commerce channel contributed to the overall positive development. Same-store revenue (excluding the outlet channel) rose by 6.2% and was driven by the e-commerce channel whereas revenue from the physical stores was at the same level as last financial year.

Geographically, revenue from the Nordic region rose in spite of an adverse foreign currency translation effect from lower exchange rates on SEK and NOK as well as continued economic slowdown in Finland. Outside the Nordic region, revenue from the German market rose by 27.7% to DKK 27 million which more than compensated the situation in Switzerland, and the revenue from Rest of Europe thus rose. The market segment Rest of the world also reported growth.

Tiger of Sweden’s gross margin was improved compared to Q1 2014/15 which is partly attributable to higher margins on sold products and partly lower write-downs compared to last financial year. Costs were at the same level as last financial year, and the cost ratio was thus reduced.

The operating profit amounted to DKK 53 million (DKK 47 million) corresponding to an increase of 12.7% compared to last financial year. The EBIT margin was thus improved from 17.4% to 19.1% in Q1 2015/16.

DKK million	Q1 2015/16 3 months	Q1 2014/15 3 months	Change
Revenue	277	269	8
<i>Wholesale and franchise</i>	185	185	-
<i>Retail, e-commerce and outlets</i>	92	84	8
Revenue growth (%)	3.0	7.2	(4.2)
Revenue growth in local currency (%)	5.2	11.1	(5.9)
Operating profit before depreciation and amortization (EBITDA)	56	49	7
EBITDA margin (%)	20.2	18.2	2.0
Depreciations, amortization and impairment losses	(3)	(2)	(1)
Operating profit (EBIT)	53	47	6
EBIT margin (%)	19.1	17.4	1.7

Strong growth in By Malene Birger

By Malene Birger is a Danish high-profile design brand with an international appeal offering affordable luxury to women.

By Malene Birger is focusing on generating profitable growth through increased market penetration in the Nordic region and to expand its presence in selected international markets. The brand's target is to continue to generate revenue growth while at the same time improving its profit margin.

By Malene Birger generated revenue of DKK 104 million for Q1 2015/16 (DKK 97 million) corresponding to a growth rate of 7.2% compared to Q1 2014/15. Measured in local currency this rate amounted to 8.6%.

Revenue from the wholesale channel rose by 1.3% – particularly driven by strong growth in the Nordic markets Sweden, Denmark and Norway whereas the development outside the Nordic region was negative.

Revenue from the retail channel rose by 27.3% which is attributable to both growth in physical stores as well as in the e-commerce channel. The last-mentioned channel generated a growth rate of more than 45% which, seen in combination with a number of other KPIs, indicates that the negative development seen during the financial year 2014/15 has turned into a positive development. In total, the positive development reported in both the physical stores as well as in the e-commerce channel meant that the same-store revenue (excluding the outlet channel) rose by 17.4% compared to last financial year.

The gross margin for Q1 2015/16 was improved compared to last financial year which is primarily attributable to improved margins on the autumn collections whereas lower inventory write-downs also contributed positively. In percentage terms, costs rose more than revenue due to a provision allocated for the change of CEO in By Malene Birger.

The improved gross margin more than compensated the development in costs, and the operating profit rose by 18.2% to DKK 13 million (DKK 11 million) corresponding to an EBIT margin of 12.5% (11.3%).

DKK million	Q1 2015/16 3 months	Q1 2014/15 3 months	Change
Revenue	104	97	7
Wholesale and franchise	76	75	1
Retail, e-commerce and outlets	28	22	6
Revenue growth (%)	7.2	6.1	1.1
Revenue growth in local currency (%)	8.6	7.1	1.5
Operating profit before depreciation and amortization (EBITDA)	15	13	2
EBITDA margin (%)	14.4	13.4	1.0
Depreciations, amortization and impairment losses	(2)	(2)	-
Operating profit (EBIT)	13	11	2
EBIT margin (%)	12.5	11.3	1.2

The Group

Revenue

Consolidated revenue for Q1 2015/16 amounted to DKK 843 million (DKK 828 million) corresponding to an increase of 1.8% or 3.0% measured in local currency. The overall revenue development may generally be ascribed higher retail revenue in all of the Group's reportable segments – in particular the e-commerce channel realized substantial growth.

Total revenue from the Group's Premium brands increased by 1.9% measured in local currency whereas the Non-core business generated a growth rate of 5.1% measured in local currency as a consequence of higher revenue in Saint Tropez. A part of this growth in Saint Tropez is attributable to increased sales with commercial discounts which contributed to a reduced gross margin in this segment.

The bankruptcy proceedings of a former distributor in Switzerland had a negative impact on the consolidated revenue meaning that no revenue was generated in this market during a large part of Q1 2015/16. This incident has in particular affected Tiger of Sweden, Saint Tropez and Designers Remix. In all three brands measures have been initiated in order to set up alternative distribution channels in Switzerland. After having adjusted for the lost revenue in Q1 2015/16, the Group's revenue growth rate would have been 4.3% measured in local currency.

Gross margin

Consolidated gross profit of continuing operations for Q1 2015/16 amounted to DKK 477 million (DKK 457 million), and the gross margin was thus improved by 1.4 percentage points to 56.6% (55.2%). This development was driven by improved margins on sold products as well as lower inventory write-downs. Furthermore, the reversal of provisions in respect of indirect taxes of DKK 3 million mentioned earlier also had a positive impact on the gross profit.

Operating profit (EBIT)

Consolidated operating profit of continuing operations amounted to DKK 163 million (DKK 141 million) corresponding to an EBIT margin of 19.3% (17.1%). The improved EBIT margin is particularly attributable to a higher gross profit and lower capacity costs of DKK 314 million compared to Q1 2014/15 (DKK 316 million). The costs were negatively affected by a provision of approx. DKK 5 million in respect of changes to the Group management. The consolidated operating profit was positively affected by the reversal of a provision of DKK 4 million mentioned earlier.

Tax

Tax on profit for the period amounted to DKK 39 million (DKK 34 million) corresponding to an effective tax rate of 23.1% (24.0%).

Profit for the period

Consolidated profit for Q1 2015/16 rose by DKK 26 million to DKK 134 million (DKK 108 million). Besides the already mentioned factors, the consolidated profit was affected by a profit of DKK 4 million from the discontinued operations in respect of the divested Mid Market division.

Net working capital

After having adjusted for non-cash funds, the working capital amounted to DKK 580 million corresponding to a reduction of DKK 71 million compared to last financial year. In spite of higher sales activities, both inventories and trade receivables were reduced in all of the Group's Premium brands as a consequence of an increased focus on a lower tied-up working capital. The working capital constituted 21.9% of the trailing twelve months revenue compared to 25.2% for Q1 2014/15.

Statement of cash flows

Consolidated free cash flow amounted to an outflow of DKK 135 million (outflow of DKK 123 million). Cash flow from operating activities was improved by DKK 88 million due to earnings growth as well as a lower tied-up working capital. Sale of securities effectuated during Q1 2014/15 contributed positively to the cash flow from investing activities whereas cash flow from investing activities for Q1 2015/16 amounted to an outflow of DKK 14 million.

Cash flow from financing activities for Q1 2015/16 amounted to an inflow of DKK 8 million compared to an outflow of DKK 54 million in Q1 2014/15. This improvement is primarily attributable to the timing of ordinary dividend payment which was effectuated during Q1 2014/15 as opposed to the beginning of Q2 2015/16.

Changes in equity and equity ratio

Equity as at 30 September 2015 amounted to DKK 1,007 million (30 June 2015: DKK 884 million) driven by profit for the period and other comprehensive income. Consequently, the equity ratio as at 30 September 2015 amounted to 47.7% (30 June 2015: 47.5%).

CONSOLIDATED INCOME STATEMENT

Note	DKK million	Q1 2015/16 3 months	Q1 2014/15 3 months	Year 2014/15 12 months
5	Revenue	843	828	2,638
	Cost of sales	(366)	(371)	(1,192)
	Gross profit	477	457	1,446
	Other external costs	(161)	(169)	(644)
	Staff costs	(140)	(145)	(570)
	Other operating income and costs	1	12	31
	Operating profit before depreciation and amortization (EBITDA)	177	155	263
	Depreciation, amortization and impairment losses	(14)	(14)	(56)
	Operating profit (EBIT)	163	141	207
	Income from investments in associates	4	2	2
	Financial income	4	2	7
	Financial costs	(2)	(3)	(15)
	Profit before tax of continuing operations	169	142	201
	Tax on profit for the period of continuing operations	(39)	(34)	(47)
	Profit for the period of continuing operations	130	108	154
9	Profit/loss for the period of discontinued operations	4	-	(14)
	Profit for the period	134	108	140
	Profit allocation:			
	Shareholders of IC Group A/S	133	107	140
	Non-controlling interests	1	1	-
	Profit for the period	134	108	140
	Earnings per share, DKK	8.0	6.5	8.5
	Diluted earnings per share, DKK	8.0	6.4	8.5
	Earnings per share of continuing operations, DKK	7.8	6.5	9.3
	Diluted earnings per share of continuing operations, DKK	7.8	6.4	9.3

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Note	DKK million	Q1 2015/16 3 months	Q1 2014/15 3 months	Year 2014/15 12 months
	Profit for the period	134	108	140
	OTHER COMPREHENSIVE INCOME			
	<i>Items that may be reclassified to the consolidated income statement:</i>			
	Other comprehensive income from associates	-	-	2
	Foreign currency translation adjustments, foreign subsidiaries	(16)	5	8
	Foreign currency translation adjustments, intercompany loans	3	-	1
	Fair value adjustments, gain/loss on financial instruments held as cash flow hedges	1	29	48
	Reclassification to revenue, cost of sales or financial items of financial instruments held as realized cash flow hedges	(8)	(3)	(6)
	Tax on items which can be reclassified to the consolidated income statement	1	(6)	(10)
	<i>Items that are not subsequently reclassified to the consolidated income statement:</i>			
	Actuarial adjustments	-	-	1
	Other comprehensive income after tax	(19)	25	44
	Total comprehensive income	115	133	184
	Allocation of comprehensive income for the period:			
	Shareholders of IC Group A/S	114	132	184
	Non-controlling interests	1	1	-
	Total	115	133	184

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Note	DKK million	30 Sep. 2015	30 Sep. 2014	30 June 2015
	ASSETS			
	NON-CURRENT ASSETS			
	Intangible assets	262	246	271
	Property, plant and equipment	93	107	101
	Investments in associates	119	113	115
	Financial assets	37	36	36
	Deferred tax	48	55	46
	Total non-current assets	559	557	569
	CURRENT ASSETS			
6	Inventories	359	379	350
7	Trade receivables	538	604	300
	Tax receivable	48	66	34
	Other receivables	105	129	124
	Prepayments	49	56	76
8	Cash and cash equivalents	305	241	251
		1,404	1,475	1,135
9	Assets held-for-sale	147	145	148
	Total current assets	1,551	1,620	1,283
	TOTAL ASSETS	2,110	2,177	1,852

Note	DKK million	30 Sep. 2015	30 Sep. 2014	30 June 2015
	EQUITY AND LIABILITIES			
	EQUITY			
	Share capital	171	170	170
	Reserve for hedging transactions	35	29	41
	Translation reserve	(66)	(57)	(53)
	Retained earnings	861	780	721
	Equity attributable to shareholders of the Parent Company	1,001	922	879
	Equity attributable to non-controlling interests	6	6	5
	Total equity	1,007	928	884
	LIABILITIES			
	Retirement benefit obligations	8	10	8
	Deferred tax	35	33	35
	Provisions	5	4	5
	Other liabilities	-	17	-
	Total non-current liabilities	48	64	48
	Current liabilities to credit institutions	374	432	193
	Trade payables	189	184	274
	Tax payable	52	77	15
	Other liabilities	238	299	239
	Provisions	54	53	47
		907	1,045	768
9	Liabilities concerning assets held-for-sale	148	140	152
	Total current liabilities	1,055	1,185	920
	Total liabilities	1,103	1,249	968
	TOTAL EQUITY AND LIABILITIES	2,110	2,177	1,852

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

DKK million	Share Capital	Reserve for hedging transactions	Translation reserve	Retained earnings	Proposed dividend	Equity, Shareholders of the Parent Company	Non-controlling interests	Total equity
Equity at 1 July 2015	170	41	(53)	653	68	879	5	884
Profit for the period	-	-	-	133	-	133	1	134
Other comprehensive income after tax	-	(6)	(13)	-	-	(19)	-	(19)
Total comprehensive income	-	(6)	(13)	133	-	114	1	115
Transactions with owners:								
Exercise of warrants	1	-	-	7	-	8	-	8
Equity at 30 September 2015	171	35	(66)	793	68	1,001	6	1,007

DKK million	Share Capital	Reserve for hedging transactions	Translation reserve	Retained earnings	Proposed dividend	Equity, Shareholders of the Parent Company	Non-controlling interests	Total equity
Equity at 1 July 2014	169	9	(62)	662	49	827	5	832
Profit for the period	-	-	-	107	-	107	1	108
Other comprehensive income after tax	-	20	5	-	-	25	-	25
Total comprehensive income	-	20	5	107	-	132	1	133
Transactions with owners:								
Reclassification	-	-	-	(1)	1	-	-	-
Dividend paid	-	-	-	-	(50)	(50)	-	(50)
Share-based payments	-	-	-	1	-	1	-	1
Exercise of share options and warrants	1	-	-	11	-	12	-	12
Equity at 30 September 2014	170	29	(57)	780	-	922	6	928

DKK million	Shares
DEVELOPMENT IN TREASURY SHARES	
Treasury shares at 1 July 2015	442,572
Treasury shares at 30 September 2015	442,572

As announced in Company Announcement no. 13/2015, the Company's share capital was increased by DKK 485,900 due to exercise of warrants. The capital increase corresponds to 0.3% of the share capital. After the capital increase, IC Group A/S' share capital amounts to nominally DKK 170,562,470.

On 5 October 2015, the Company distributed an ordinary dividend of approx. DKK 68 million corresponding to DKK 4 per share.

CONSOLIDATED STATEMENT OF CASH FLOWS

Note	DKK million	Q1 2015/16 3 months	Q1 2014/15 3 months	Year 2014/15 12 months
	CASH FLOW FROM OPERATING ACTIVITIES			
	Operating profit, continuing operations	163	141	207
	Operating profit/loss, discontinued activities	4	-	(15)
	Operating profit	167	141	192
	Other adjustments	32	-	35
	Change in working capital	(307)	(339)	52
	Cash flow from ordinary operating activities	(108)	(198)	279
	Financial income received	2	4	6
	Financial costs paid	(1)	(5)	(14)
	Cash flow from operating activities	(107)	(199)	271
	Tax paid	(14)	(11)	(45)
	Total cash flow from operating activities	(121)	(209)	226
	CASH FLOW FROM INVESTING ACTIVITIES			
	Investments in intangible assets	(9)	(8)	(42)
	Investments in property, plant and equipment	(6)	(7)	(45)
	Sale of securities	-	101	101
	Change in deposits and other financial assets	1	-	-
	Purchase and sale of other non-current assets	-	-	1
	Total cash flow from investing activities	(14)	86	15
	Total free cash flow	(135)	(123)	241
	CASH FLOW FROM FINANCING ACTIVITIES			
	Repayment on non-current liabilities	-	-	(17)
	Other liabilities	-	(17)	(21)
	Dividends paid	-	(50)	(146)
	Exercise of share options and warrants	8	12	12
	Total cash flow from financing activities	8	(54)	(172)
	NET CASH FLOW FOR THE PERIOD	(127)	(178)	69
	CASH AND CASH EQUIVALENTS			
	Cash and cash equivalents, beginning of period	58	(13)	(13)
	Foreign currency translation adjustment of cash and cash equivalents	-	1	2
	Net cash flow for the period	(127)	(178)	69
	Cash and cash equivalents, end of period	(69)	(191)	58

DKK million	30 sep. 2015	30 sep. 2014	30 June 2015
<i>Cash and cash equivalents comprise:</i>			
Cash and cash equivalents	305	241	251
Current liabilities to credit institutions	(374)	(432)	(193)
Cash and cash equivalents, cf. statement of cash flows	(69)	(191)	58

NOTES

1. Accounting policies

The interim financial report is prepared in accordance with IAS 34 "Interim Financial Reporting" as adopted by the EU and additional Danish disclosure requirements for interim reports of listed companies.

The accounting policies applied in this interim report are unchanged as compared to the accounting policies applied in the Annual Report for 2014/15 and are in accordance with the International Financial Reporting Standard (IFRS) as adopted by the EU. We refer to the Annual Report 2014/15 (chapter 1) for a detailed description of the accounting policies.

IC Group has implemented all new and amended standards (IFRS) and interpretations (IFRIC) as endorsed by the EU and which are effective for the financial year 1 July 2015 – 30 June 2016. This implementation has had no impact on the recognition and measurement of the Group's assets and liabilities.

Significant accounting estimates and assumptions

In the preparation of this interim report, the Management of IC Group makes a number of significant accounting estimates and assumptions that may affect the reported values of assets, liabilities, income, costs, cash flows and related information at the reporting date. The significant accounting estimates and assumptions which Management considers to be material for the preparation and understanding of the interim report appear from chapter 1 of the Annual Report 2014/15 and relate to, e.g., intangible assets, inventories, trade receivables and tax.

2. Seasonality

The Group's business segments are influenced by seasonal fluctuations relating to seasonal deliveries to wholesale customers and a sales season of the Group's products that varies during the course of the year in the retail segment. The Group's wholesale peak quarters are historically Q1 and Q3, respectively. Revenue and operating profit before tax thus vary in the various reporting periods for which reason they are not necessarily indicative of future trends. The results of the individual quarters are therefore not reliable sources in terms of projecting the Group's development.

3. Fair value measurement

Financial instruments measured at fair value in the statement of financial position are divided into three levels in the fair value hierarchy:

- **Level 1** – Listed prices in active markets for identical instruments
- **Level 2** – Listed prices in active markets for identical assets and liabilities or other methods of measurement where all substantial inputs are based on market observables
- **Level 3** – Method of measurement where substantial inputs may not be based on market observables

DKK million	Item	30 Sep. 2015		30 Sep. 2014		30 June 2015	
		Level 2	Level 3	Level 2	Level 3	Level 2	Level 3
Unlisted shares and bonds	Financial assets	-	7	-	6	-	7
Derivative financial instruments (trading portfolio)	Financial assets	-	14	-	12	-	12
Financial assets at fair value recognized through the income statement		-	21	-	18	-	19
Financial assets used for hedging purposes	Other receivables	67	-	56	-	90	-
Financial liabilities used for hedging purposes	Other liabilities	6	-	15	-	23	-

No transfers between the levels of the fair value hierarchy have taken place during Q1 2015/16.

4. Share-based remuneration

Performance shares

Pursuant to the authorization in the Remuneration Policy as adopted on the Annual General Meeting on 30 September 2015, the Board of Directors of IC Group A/S has decided to initiate a programme granting performance shares to members of the Group's Global Management Team as well as other selected executives.

The participants' opportunity for receiving performance shares is dependent on the achievement of specific goals in respect of the Group's financial results achieved in those financial years during which the programme runs ("Performance Period"). 25% of the performance shares granted is calculated based on the realized revenue growth whereas 75% of the performance shares granted is calculated based on realized earnings growth (EBIT).

The Performance Period covers the financial years 2015/16, 2016/17, 2017/18, and, consequently, the grant may, at the earliest, take place following the announcement of the Annual Report 2017/18. The grant of performance shares is free of charge.

The programme is offered to the Group's Global Management Team and other selected executives resulting in a total number of 23 participants.

The number of shares granted is based on meeting the set criteria. Therefore, the total number of performance shares granted under the programme may vary from 0 to 61,113. The members of the Group's Global Management Team may, as a maximum, be granted a number of performance shares corresponding to 50% of their fixed annual salary (based on the monthly salary on 1 October 2015) calculated by using the average closing price of the share of the five previous trading days before 1 October 2015. The remaining participants of the programme may, as a maximum, be granted a number of performance shares corresponding to 25% of their fixed annual salary calculated by using the same method.

Members of the Executive Board and other senior employees of IC Group have previously been offered warrants. During Q1 2015/16 48,590 warrants were exercised at a weighted average price of DKK 162,7. Furthermore, 85,430 warrants have become void leaving a total of 149,813 warrants as outstanding.

5. Segment information

Business segments

Reporting to the Executive Board, which is considered to be the Chief Operating Decision Maker, is based on the Group's three core business units; Peak Performance, Tiger of Sweden and By Malene Birger.

Core segments

The Group's core business comprises the following Premium brands; Peak Performance, Tiger of Sweden and By Malene Birger as well as any external third party revenue generated in these brands' stores. The main target of the Group's core business is to generate growth through increased market penetration and internationalization and thereby increase revenue and earnings.

Non-core business

Non-core business comprises the following two brands; Saint Tropez and Designers Remix which fulfill the qualitative requirements for merging the operational segments. In respect of the Non-core business, the Group intends to divest Saint Tropez in the long term perspective and to resolve the future ownership of Designers Remix.

Unallocated items and eliminations

In all material respects, "Unallocated items and eliminations" include;

- income and costs in Group functions which are not allocated to the Group's business segments;
- intercompany eliminations; and
- any differences arising between costs invoiced to Group brands and realized costs in the Group's shared functions

	Peak Performance Q1 2015/16 3 months	Tiger of Sweden Q1 2015/16 3 months	By Malene Birger Q1 2015/16 3 months	Premium brands Q1 2015/16 3 months	Non-core business Q1 2015/16 3 months	Total Q1 2015/16 3 months
DKK million						
Total revenue	343	277	104	724	113	837
Wholesale and franchise	274	185	76	535	71	606
Retail, e-commerce and outlets	69	92	28	189	42	231
Growth compared to 2014/15 (%)	(2.8)	3.0	7.2	0.7	3.7	1.1
Growth in local currency compared to 2014/15 (%)	(2.5)	5.2	8.6	1.9	5.1	3.0
Operating profit before depreciation and amortization (EBITDA)	82	56	15	153	12	165
EBITDA margin (%)	23.9	20.2	14.4	21.1	10.6	19.7
Depreciations, amortization and impairment losses	(4)	(3)	(2)	(9)	(2)	(11)
Operating profit (EBIT)	78	53	13	144	10	154
EBIT margin (%)	22.7	19.1	12.5	19.9	8.8	18.4
Reconciliation of segment information of continuing operations						
Operating profit (EBIT) reportable segments						154
Unallocated items and eliminations						9
Operating profit (EBIT)						163
Income from investments in associates						4
Financial income						4
Financial costs						(2)
Profit before tax						169
Tax on profit for the period						(39)
Profit for the period						130

	Peak Performance Q1 2014/15 3 months	Tiger of Sweden Q1 2014/15 3 months	By Malene Birger Q1 2014/15 3 months	Premium brands Q1 2014/15 3 months	Non-core business Q1 2014/15 3 months	Total Q1 2014/15 3 months
DKK million						
Total revenue	353	269	97	719	109	828
Wholesale and franchise	292	185	75	552	65	617
Retail, e-commerce and outlets	61	84	22	167	44	211
Operating profit before depreciation and amortization (EBITDA)	79	49	13	141	13	154
EBITDA margin (%)	22.4	18.2	13.4	19.6	11.9	18.7
Depreciations, amortization and impairment losses	(5)	(2)	(2)	(9)	(2)	(11)
Operating profit (EBIT)	74	47	11	132	11	143
EBIT margin (%)	21.0	17.4	11.3	18.4	10.1	17.3
Reconciliation of segment information of continuing operations						
Operating profit (EBIT) reportable segments						143
Unallocated items and eliminations						3
Idle capacity costs						(5)
Operating profit (EBIT)						141
Income from investments in associates						2
Financial income						2
Financial costs						(3)
Profit before tax						142
Tax on profit for the period						(34)
Profit for the period						108

DKK million	Q1 2015/16 3 months	Q1 2014/15 3 months
Segment revenue (reportable segments)	837	828
Unallocated items and eliminations	6	-
Total revenue, cf. income statement	843	828

6. Inventories

DKK million	30 Sep. 2015	30 Sep. 2014	30 June 2015
Raw material and consumables	36	52	49
Finished goods and goods for resale	331	339	253
Goods in transit	37	51	101
Total inventories, gross	404	442	403
Changes in inventory write-downs for the period:			
Write-downs at 1 July	53	63	63
Write-downs for the period, addition	4	7	26
Write-downs for the period, reversals	(12)	(7)	(36)
Total inventory write-downs	45	63	53
Total inventories, net	359	379	350
Write-downs (%)	11	14	13

7. Trade receivables

DKK million	30 Sep. 2015	30 Sep. 2014	30 June 2015
Not yet due	466	512	253
Due, 1-60 days	51	56	25
Due, 61-120 days	4	9	13
Due more than 120 days	17	27	9
Total trade receivables, net	538	604	300
Change in trade receivables write-downs for the period:			
Write-downs at 1 July	39	50	50
Change in write-downs for the period	(1)	6	9
Realized loss for the period	(9)	-	(20)
Total write-downs	29	56	39

8. Net interest-bearing debt

DKK million	30 Sep. 2015	30 Sep. 2014	30 June 2015
Net interest-bearing debt comprises:			
Current liabilities to credit institutions	374	432	193
Liabilities concerning assets held-for-sale	140	140	140
Interest-bearing debt, gross	514	572	333
Cash and cash equivalents	305	241	251
Net interest-bearing debt	209	331	82

9. Discontinued operations and assets classified as held-for-sale

Discontinued operations

DKK million	Q1 2015/16 3 months	Q1 2014/15 3 months	Year 2014/15 12 months
Costs	5	-	(16)
Profit for the period before tax	5	-	(16)
Tax on profit for the period	(1)	-	2
Profit for the period of discontinued operations	4	-	(14)
	30 Sep. 2015	30 Sep. 2014	30 June 2015
Deferred tax	1	-	2
Assets concerning discontinued operations	1	-	2
Other liabilities	8	-	12
Liabilities concerning discontinued operations	8	-	12
Statement of cash flow:			
Cash flow from financing activities	-	(17)	(21)
Total cash flow	-	(17)	(21)
Earnings per share of discontinued operations	0.5	-	(0.8)
Diluted earnings per share of discontinued operations	0.5	-	(0.8)

In 2014/15, provisions were recognized to cover costs in respect of a case concerning indirect taxes since part of these costs are attributable to the Group's former Mid Market division. In Q1 2015/16, rulings were delivered in this case resulting in a reduction of the provision.

Assets and liabilities classified as held-for-sale

DKK million	30 Sep. 2015	30 Sep. 2014	30 June 2015
Property, plant and equipment	146	145	146
Assets classified as held-for-sale	146	145	146
Non-current liabilities to credit institutions	140	140	140
Liabilities concerning assets classified as held-for-sale	140	140	140
Total assets held-for-sale	147	145	148
Total liabilities concerning assets classified as held-for-sale	148	140	152

In June 2015, IC Group entered into an agreement to sell its headquarters located Raffinaderivej 10, Copenhagen, to Øens Invest ApS for a total amount of DKK 150 million. The Group's mortgage loan of DKK 140 million taken out on the property forms part of the transaction. The ownership of the property is transferred as at 1 January 2016 at the latest. The Group expects an insignificant positive impact on its profit and cash flow.

10. Related parties

IC Group has provided transition services and sale of goods to its associate DK Company A/S. In Q1 2015/16, the Group had transactions with DK Company A/S in the amount of DKK 1 million (DKK 13 million) which was recognized as "revenue", DKK nil (DKK 10 million) was recognized as "other operating income" and DKK nil (DKK 46 million) was recognized as "trade receivables".

11. Events after the reporting period

No material events have taken place after the reporting period that have not been recognized or otherwise included in the interim report for Q1 2015/16.

STATEMENT BY THE MANAGEMENT

The Board of Directors and the Executive Board have today considered and approved the interim report of IC Group A/S for the period 1 July 2015 - 30 September 2015. This interim financial report is prepared in accordance with IAS 34 "Interim Financial Reporting" as adopted by the EU, cf. chapter on accounting policies and additional Danish disclosure requirements for interim reports of listed companies. This interim report is unaudited and has not been reviewed by the Group's auditors.

In our opinion, we consider the applied accounting policies to be appropriate to the effect that this interim report gives a true and fair view of the Group's assets, liabilities and financial position at 30 September 2015 and of the results of the Group's operations and cash flows for the period 1 July 2015 – 30 September 2015.

Furthermore, we consider the management commentary (on page 1-8) to give a true and fair review of the development of the Group's operations and financial affairs, profit for the period and of the Group's the financial position for the period as a whole as well as a description of the most significant risks and uncertainty factors that the Group is facing.

Apart from the information set out in this interim report, there have been no changes to the Group's significant risks and uncertainties that have not been disclosed in the Annual Report 2014/15.

Copenhagen, 12 November 2015

The Executive Board:

MADS RYDER
Group CEO

ALEXANDER MARTENSEN-LARSEN
Group CFO

The Board of Directors:

HENRIK HEIDEBY
Chairman

ANDERS COLDING FRIIS
Deputy Chairman

NIELS ERIK MARTINSEN
Deputy Chairman

ANETTE BRØNDHOLT SØRENSEN
Board member

MICHAEL HAUGE SØRENSEN
Board member

OLE WENGEL
Board member

CORPORATE INFORMATION

IC GROUP'S CORPORATE INFORMATION

Share capital	170,562,470	Address	IC Group A/S
Number of shares	17,056,247		10 Raffinaderivej
Share class	One class		2300 Copenhagen S
ISIN code	DK0010221803		Denmark
Business Reg. No. (CVR)	62816414		Phone: +45 32 66 77 88
			Fax: +45 32 66 77 03
Reuter ticker	IC.CO		E-mail: hqreception@icgroup.net
Bloomberg ticker	IC DC		Homepage: icgroup.net

SUPPLEMENTARY GROUP AND SEGMENT DATA

The announced financial figures and supplementary Group and segment data are available on the corporate website icgroup.net under [Investors/Results and reports/Key figures](#).

FINANCIAL CALENDAR

 Q1	 Q2	 Q3	 AR
12 November 2015	5 February 2016	18 May 2016	1 September 2016

INVESTOR RELATIONS CONTACT

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