

APPAREL AND ACCESSORIES

Capri exceeds expectations with Q1 earnings

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The group saw growth across all three of its brands. Image credit: Capri Holdings

By LUXURY DAILY NEWS SERVICE

Luxury fashion group Capri Holdings is seeing better-than-expected performance across its three brands, Versace, Jimmy Choo and Michael Kors, posting revenue growth of 8.5 percent year-over-year.

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Across its brands, the group earned a total revenue of \$1.36 billion for the first quarter of fiscal year 2023 ending July 2, 2022. Based on its current trajectory, the group expects yearly revenue to reach approximately \$5.85 billion.

"We are pleased with our first quarter performance with revenue, gross margin, operating margin and earnings per share all exceeding our expectations," said John D. Idol, CEO of Capri, in a statement.

"Better than anticipated results were driven by strong momentum across all three luxury houses reflecting the power of our brands as they continue to deepen consumer desire and engagement," he said. "With our portfolio, [we] are positioned to deliver multiple years of revenue and earnings growth."

Sustaining momentum

Italian fashion house Versace saw growth of 14.6 percent compared to its fiscal first quarter of 2022, achieving revenue of \$275 million.



Earlier this year, Versace assigned a group of designers the task of reinterpreting classic Versace codes. Image credit: Versace

The brand's operating income was \$52 million and its operating margin was 18.9 percent, compared to \$48 million and 20 percent in the prior year.

Footwear brand Jimmy Choo posted revenue of \$172 million, an increase of 21.1 percent y-o-y. Its operating income was \$19 million and its operating margin was 11.0 percent, compared to \$11 million and 7.7 percent in the first quarter of fiscal year 2022.

American fashion house Michael Kors reached revenue of \$913 million, growing by 4.8 percent y-o-y, with an operating income of \$222 million and an operating margin of 24.3 percent.

In June, the group saw a sizable revenue increase of 24.6 percent in the fourth quarter of 2022. For the full year fiscal 2022, ending April 2, 2022, Capri Holdings saw mammoth success, achieving its highest revenue, gross margin and earnings per share in the company's history ([see story](#)).

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