BURBERRY IN A SNAPSHOT

BRITISH LUXURY BRAND
- Authentic British heritage
- Made in England
- Founded in 1856 by Thomas Burberry

OVER 10,000 EMPLOYEES WORLDWIDE

FTSE 100 MEMBER
- Ordinary shares traded in London
- ADR programme

SUSTAINABILITY AGENDA
- Dow Jones sustainability Index member
- Principal Partner Living wage foundation
- Five year responsibility agenda

FY 2017
- £2.8bn revenues
- £462m adj. PBT

GROUP REVENUE BY CHANNEL
- Retail: 77%
- Wholesale: 22%
- Licensing: 1%

RETAIL/WHOLESALE REVENUE BY PRODUCT
- Womens: 29%
- Mens: 22%
- Accessories: 38%
- Beauty: 7%
- Childrens: 4%

RETAIL/WHOLESALE REVENUE BY REGION
- Americas: 25%
- Asia Pacific: 39%
- EMEIA: 36%

GROUP FY 2017 revenue: £2,766m

WE HAVE AN EXTENSIVE, LUXURY DISTRIBUTION FOOTPRINT

AMERICAS
- Mainline: 73
- Conc.: 8
- Outlets: 21
- Total: 102

EMEIA
- Mainline: 70
- Conc.: 56
- Outlets: 21
- Total: 147

ASIA PACIFIC
- Mainline: 62
- Conc. 134
- Outlets: 16
- Total: 212

*Footprint as of Sept 2017
Burberry also has 48 franchise stores
Note: Asia Pacific concessions include some mall stores
**OUR VISION**

FIRMLY ESTABLISH OUR POSITION IN LUXURY FASHION

INSPIRING CUSTOMERS WITH OUR UNIQUE BRITISH ATTITUDE

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**REVENUE DRIVERS TO REIGNITE THE BRAND**

**Luxury fashion house**
- Increase fashion content
- Transform leather goods
- Continuous engagement
- Wardrobe the customer
- Rebalance price architecture

**Luxury network**
- Store refresh, then new store concept
- Transform in-store customer service experience
- Upgrade and reduce non-luxury PoS
- Grow image-driving wholesale

**Lead digital innovation**
- Editorialised website and meaningful social content
- Omnichannel experience
- Strengthen third party partnerships

**Inspire luxury consumers**
- Product at the heart of communications
- Focus on experiences and collaborations

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**STRATEGY ENABLERS**

**An agile company**

**Operational excellence**

**Procurement savings**

**Burberry Business Services**
- Opened Oct'17

**Information and technology**

**Process simplification**

**Inventory management efficiencies**

- Cumulative cost savings from FY 2016
  - FY 2017: £20m
  - FY 2018: £60m
  - FY 2019: £100m
  - FY 2020: £120m*

*Annualised savings

**Highly engaged global team**

- Increase employee engagement
- Strengthen skills and capabilities
- Simplifying ways of working
- Promoting a creative culture
- Positively impacting community and environment
A TWO PHASED JOURNEY

BUILD THE FOUNDATION

- Commence programme to re-energise the brand and establish our position in luxury, building on our productivity and efficiency agenda
- Rationalise and invest to align our distribution
- Manage creative transition

ACCELERATE AND GROW

- Complete full brand transformation, with a new creative vision
- Drive forward all elements of the strategy
- Accelerate growth

OUR FINANCIAL PLAN

FY 2019 & 2020

REVENUE
• Sales broadly stable year-on-year
• Rationalise non-luxury distribution

OPERATING MARGIN
• Adjusted operating margin broadly stable YoY, even during period of investment in the brand
• £120m annualised cost savings by FY 2020

CASH
• Capex of £150-£160m

AMBITION

- High-single digit top-line growth
- Meaningful operating margin expansion
- £120m annualised cost savings by FY 2020
- Capex builds to £190m-£210m

Strong free cash conversion and application of capital allocation framework including progressive dividend and shareholder distributions

OUR CAPITAL ALLOCATION FRAMEWORK

- REINVEST FOR ORGANIC GROWTH
- PROGRESSIVE DIVIDEND POLICY
- STRATEGIC INVESTMENTS
- RETURN EXCESS TO SHAREHOLDERS

MAINTAIN STRONG BALANCE SHEET WITH SOLID INVESTMENT GRADE CREDIT METRICS
FINANCIAL REVIEW

Q3 SALES PERFORMANCE
Retail sales £719M, +1% underlying with comp +2%

Asia Pacific: mid-single digit percentage growth
• Mainland China also up mid-single digit growth

EMEIA: low single digit percentage decline
• Impacted by strong UK comparatives

Americas: low single digit percentage growth
• US revenue broadly flat

OPERATIONAL PROGRESS
• Fashion outperformed
• Preparing for new leather goods offer
• Positive results from expanded outfit offer
• Creative partnerships
• Piloted new in-store sales associate tool
• Commenced engagement with wholesale partners
• Exclusive capsule for NET-A-PORTER
• Burberry Business Services recruitment
• Launched global employee engagement programme

H1 2018 FINANCIAL HIGHLIGHTS

<table>
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<tr>
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<th>Six months to 30 September</th>
<th>2017</th>
<th>2016</th>
<th>Reported</th>
<th>Underlying</th>
<th>FX</th>
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<tbody>
<tr>
<td>Revenue</td>
<td></td>
<td>£m</td>
<td>£m</td>
<td>£m</td>
<td>£m</td>
<td>%</td>
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<tr>
<td>Retail comparable store sales</td>
<td>+4%</td>
<td>1,263</td>
<td>1,159</td>
<td>9%</td>
<td>4%</td>
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<tr>
<td>Adjusted operating profit</td>
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<td>185</td>
<td>144</td>
<td>28%</td>
<td>17%</td>
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<tr>
<td>Adjusted operating margin</td>
<td>14.6%</td>
<td>12.5%</td>
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<tr>
<td>Operating profit</td>
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<td>127</td>
<td>102</td>
<td>24%</td>
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<tr>
<td>Adjusted diluted EPS</td>
<td>32.3p</td>
<td>24.4p</td>
<td>32%</td>
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<td>Diluted EPS</td>
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<td>21.4p</td>
<td>16.2p</td>
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<td>Free cash flow*</td>
<td></td>
<td>171</td>
<td>75</td>
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<td>Net cash</td>
<td></td>
<td>654</td>
<td>529</td>
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<tr>
<td>Dividend per share</td>
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<td>11.0p</td>
<td>10.5p</td>
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<td>REVENUE £M</td>
<td>2,330</td>
<td>2,523</td>
<td>2,515</td>
<td>2,766</td>
<td>1,263</td>
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<tr>
<td></td>
<td>+17%</td>
<td>+11%</td>
<td>(1%)</td>
<td>(2%)</td>
<td>+4%</td>
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<tr>
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<td>H2</td>
<td>H1</td>
<td>2014</td>
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<td>2016</td>
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<tr>
<td>ADJUSTED OPERATING PROFIT £M</td>
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<tr>
<td></td>
<td>2014</td>
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<tr>
<td></td>
<td>460</td>
<td>455</td>
<td>418</td>
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<td></td>
<td>+8%</td>
<td>+7%</td>
<td>(11%)</td>
<td>(21%)</td>
<td>+17%</td>
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<tr>
<td></td>
<td>H2</td>
<td>H1</td>
<td>2014</td>
<td>2015</td>
<td>2016</td>
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</table>

Underlying growth at constant exchange rates

FY 2018 OUTLOOK

SALES
• Retail: Focus on existing store productivity, no net contribution from new space
• Wholesale: H2 underlying expected to decline by a mid-single digit % (H2 2017: £226m)
• Licensing: +20% underlying including new Beauty licence from H2

PROFIT
• Adj. operating profit: Guidance maintained at constant and reported exchange rates*
• Cumulative cost savings: On track to deliver cumulative £60m
• One off costs: £75m
• Tax: Effective tax rate of c.25% and estimated one-off, non-cash charge of £10m-£15m
• FX: £15m* benefit to revenue and £20m* negative impact on adj. operating profit vs FY17

CASH
• Capex: £130m
• Share buyback: £350m shares to be purchased in FY18

* Effective rates as at 31 December 2017, taking into account the current hedged positions
* £26m negative FX impact expected on FY18 adj. operating profit vs FY18
FOREIGN EXCHANGE

<table>
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<tr>
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<th>Spot rates</th>
<th>Forecast effective FY 2018 rates*</th>
<th>Average FY 2017 rates</th>
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<tr>
<td>£1=</td>
<td>31 Dec 2017</td>
<td>31 Dec 2017</td>
<td>31 Oct 2017</td>
</tr>
<tr>
<td>Euro</td>
<td>1.13</td>
<td>1.13</td>
<td>1.14</td>
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<tr>
<td>US Dollar</td>
<td>1.34</td>
<td>1.31</td>
<td>1.31</td>
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<tr>
<td>Chinese Yuan Renminbi</td>
<td>8.79</td>
<td>8.77</td>
<td>8.77</td>
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<tr>
<td>Hong Kong Dollar</td>
<td>10.47</td>
<td>10.26</td>
<td>10.23</td>
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<tr>
<td>Korean Won</td>
<td>1,441</td>
<td>1,460</td>
<td>1,477</td>
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*FY effective rate: 9 months actual rates plus 3 months at Dec'17 spot rate

FY 2017 Currency exposures

REPORTING CALENDAR

Preliminary results | 16 May 2018

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All metrics and commentary in this presentation exclude adjusting items unless stated otherwise. Details of adjusting items are contained in Note 4 of the Condensed Consolidated Interim Financial Statements.

Underlying performance is presented in this presentation as, in the opinion of the Directors, it provides additional understanding of the ongoing performance of the Group. Underlying performance is calculated before adjusting items and removes the effect of changes in exchange rates compared to the prior period. This takes into account both the impact of the movement in exchange rates on the translation of overseas subsidiaries’ results and also on foreign currency procurement and sales through the Group’s UK supply chain.

Comparable sales is the year-on-year change in sales from stores trading over equivalent time periods and measured at constant foreign exchange rates. It also includes online sales.

Certain financial data within this presentation have been rounded.

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