

Levi Strauss & Co

09:31 09 Oct 2019

Well worn? Levi's shares fall after company reports lower third quarter profits

Denim powerhouse Levi Strauss & Co (NYSE:LEVI) saw its overall revenue increase but reported a 4% drop in profits as the manufacturer delivered its fiscal third-quarter results on Tuesday evening.

The San Francisco-based company took a hit from its wholesale business throughout the Americas, a key revenue-generating market for the iconic brand.

Investors sent Levi's stock down 2.4% to US\$18.93 in premarket trading in New York on Wednesday morning.

READ: Levi Strauss shares pop after swinging to profit in first public quarter since March IPO

During the quarter, the company reported net revenue of US\$1.45 billion, a slight increase from the US\$1.39 billion during the same period a year prior.

Net income came in at US\$124 million or US\$0.30 per share, down 4% from the US\$130 million or US\$0.33 per share it posted during 3Q 2018.

The figures beat Wall Street expectations of US\$0.28 per share and revenue of US\$1.44 billion.

CEO Chip Bergh told shareholders that the company delivered strong third-quarter results and remains on-track to achieve its full-year expectations.

"Our strategies to diversify to faster-growing, high-opportunity, high gross margin businesses continue to drive momentum, as we again grew revenues double-digits internationally, in our direct-to-consumer business, and in the women's and tops categories," Bergh said in a statement.

Bergh said that the company expects "strong performance" in the fourth quarter in international, direct-to-consumer, women's and tops, and improved comparisons for US wholesale.

"We'll stay focused on what we can control as we grow this business over the long-term."

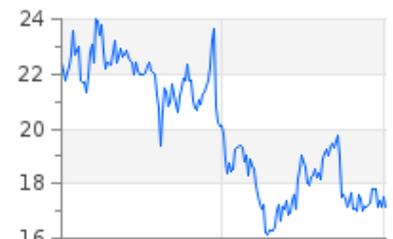
Contact Angela at angela@proactiveinvestors.com

Follow her on Twitter @AHarmantas

Price: 17.05

Market Cap: \$6.7 billion

1 Year Share Price Graph



March 2019 July 2019 November 20

Share Information

Code: LEVI

Listing: NYSE

52 week	High	Low
	24.5	16

Sector: Retail

Website: www.levistrauss.com

Company Synopsis:

Levi Strauss & Co. designs, markets, and sells jeans, casual and dress pants, tops, shorts, skirts, jackets, footwear, and related accessories for men, women, and children. The company sells its products under the Levi's, Dockers, Signature by Levi Strauss & Co.

action@proactiveinvestors.com

Proactive Investors facilitate the largest global investor network across 4 continents in 4 languages. With a team of analysts journalists & professional investors Proactive produce independent coverage on 1000's of companies across every sector for private investors, private client brokers, fund managers and international investor communities.

Contact us +44 (0)207 989 0813 action@proactiveinvestors.com

No investment advice

The Company is a publisher. You understand and agree that no content published on the Site constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You understand that the Content on the Site is provided for information purposes only, and none of the information contained on the Site constitutes an offer, solicitation or recommendation to buy or sell a security. You understand that the Company receives either monetary or securities compensation for our services. We stand to benefit from any volume which any Content on the Site may generate.

You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential, advisability, value, suitability or profitability of any particular security, portfolio of securities, transaction, investment, investment strategy, or other matter.

You understand that the Site may contain opinions from time to time with regard to securities mentioned in other products, including Company-related products, and that those opinions may be different from those obtained by using another product related to the Company. You understand and agree that contributors may write about securities in which they or their firms have a position, and that they may trade such securities for their own account. In cases where the position is held at the time of publication and such position is known to the Company, appropriate disclosure is made. However, you understand and agree that at the time of any transaction that you make, one or more contributors may have a position in the securities written about. You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate.

From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.

The Site does not, and is not intended to, provide investment, tax, accounting, legal or insurance advice, and is not and should not be construed as providing any of the foregoing. You should consult an attorney or other relevant professional regarding your specific legal, tax, investment or other needs as tailored to your specific situation.