







EXHIBIT INDEX

Exhibit No.	Description
<a href="#">99.1</a>	<a href="#">Hudson Ltd. Interim Report (unaudited) for the six months ended 30 June 2018</a>

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INTERIM REPORT  
JUNE 2018



HUDSON GROUP

INTERIM REPORT  
JUNE 2018

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### General information and forward-looking statements

The following Management's Discussion and Analysis should be read in conjunction with the interim consolidated financial statements and notes thereto included as part of this report and the Company's Annual Report filed on Form 20-F. This interim report contains "forward-looking statements." Forward-looking statements are based on our beliefs and assumptions and on information currently available to us, and include, without limitation, statements regarding our business, financial condition, strategy, results of operations, certain of our plans, objectives, assumptions, expectations, prospects and beliefs and statements regarding other future events or prospects. Forward-looking statements include all statements that are not historical facts and can be identified by the use of forward-looking terminology such as the words "believe," "expect," "plan," "intend," "seek," "anticipate," "estimate," "predict," "potential," "assume," "continue," "may," "will," "should," "could," "shall," "risk" or the negative of these terms or similar expressions that are predictions of or indicate future events and future trends. By their nature, forward-looking statements involve risks and uncertainties because they relate to events and depend on circumstances that may or may not occur in the future. We caution you that forward-looking statements are not guarantees of future performance and that our actual results of operations, financial condition and liquidity, the development of the industry in which we operate and the effect of acquisitions on us may differ materially from those made in or suggested by the forward-looking statements contained in this interim report. In addition, even if our results of operations, financial condition and liquidity, the development of the industry in which we operate and the effect of acquisitions on us are consistent with the forward-looking statements contained in this interim report, those results or developments may not be indicative of results or developments in subsequent periods. Forward-looking statements speak only as of the date they are made, and we do not undertake any obligation to update them in light of new information or future developments or to release publicly any revisions to these statements in order to reflect later events or circumstances or to reflect the occurrence of unanticipated events. Factors that may cause our actual results to differ materially from those expressed or implied by the forward-looking statements in this interim report or that may impact our business and results more generally, include, but are not limited to, the risks described under "Item 3. Key Information – D. Risk factors" of our Annual Report on Form 20-F for the year ended December 31, 2017 which may be accessed through the SEC's website at <https://www.sec.gov/edgar>. You should read these risk factors before making an investment in our shares.

### Overview

Hudson Ltd. and its subsidiaries ("Hudson" or "Hudson Group"), anchored by our iconic Hudson brand, is committed to enhancing the travel experience for over 300,000 travelers every day in the continental United States and Canada. Our first concession opened in 1987 with five Hudson News stores in a single airport in New York City. Today we operate in airports, commuter terminals, hotels and some of the most visited landmarks and tourist destinations in the world, including the Empire State Building, Space Center Houston, and United Nations Headquarters. The Company is guided by a core purpose: to be "The Traveler's Best Friend". We aim to achieve this purpose by serving the needs and catering to the ever-evolving preferences of travelers through our product offerings and store concepts. Through our commitment to this purpose, as part of the global Dufry Group, we have become one of the largest travel concession operators in the continental United States and Canada.





## Gross profit

Gross profit reached \$319.3 million for the quarter ended June 30, 2018, from \$288.9 million for the prior year period. Our gross profit margin increased to 63.9% for the second quarter of 2018 compared to 62.2% for the prior year period, primarily due to improved vendor terms and sales mix shift to higher margin categories. The improved vendor terms negotiated in the second quarter included ba

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HUDSON GROUP

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
for the three month and six month periods ended June 30, 2018

IN MILLIONS OF USD (EXCEPT PER SHARE AMOUNTS)	NOTE	UNAUDITED Q2 2018	UNAUDITED Q2 2017	UNAUDITED 6M 2018	UNAUDITED 6M 2017
Turnover	3	499.4	464.8	926.2	855.5
Cost of sales		(180.1)	(175.9)	(338.9)	(323.3)
Gross profit		W ^ 2			









HUDSON GROUP

NOTES TO THE STATEMENTS OF FINANCIAL POSITION

F O R A A N O



2. BASIS OF PREPARATION AND CHANGES TO THE ACCOUNTING POLICIES

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Hudson has adopted the modified retrospective approach, which means that any cumulative impact of the adoption was recognized in retained earnings as of January 1, 2018 and that the comparatives have not been restated.

IFRS 2 'Share-based Payment' amendment

The clarification of the classification and measurement

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[Redacted]

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[Redacted]

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[Redacted]

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Net sales by channel

IN MILLIONS OF USD	UNAUDITED Q2 2018	UNAUDITED Q2 2017	UNAUDITED 6M 2018	UNAUDITED 6M 2017
Airports	464.9	428.7	857.6	788.9
Downtown and hotel shops	12.6	12.0	28.4	21.2
Railway stations and other	12.9	13.5	24.4	25.1
<b>Total</b>	<b>490.4</b>	<b>454.2</b>	<b>905.4</b>	<b>835.2</b>

4. INCOME T

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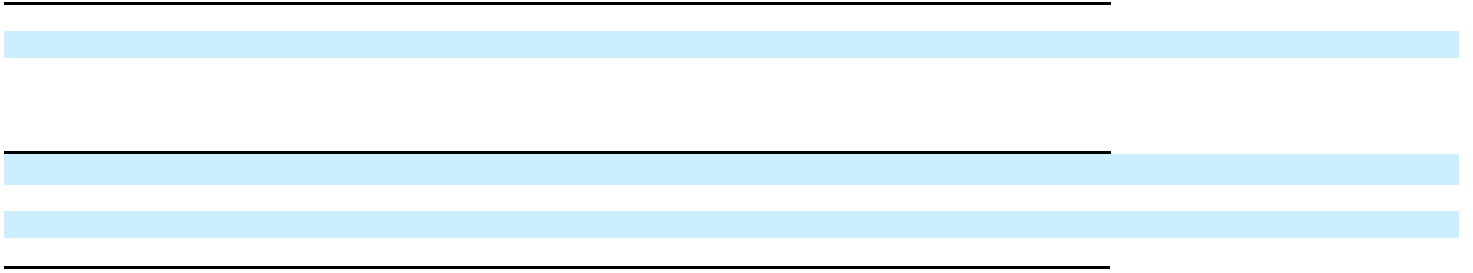
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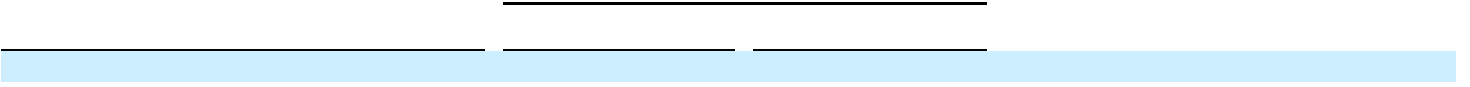
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6. SEASONALITY

Hudson has its strongest months of turnover and operating profit between J over J







## Trade receivables

The trade receivables are an insignificant part of Hudson's business. The outstanding trade receivables at June 30, 2018 amounted to \$5.3 (December 31, 2017: \$4.6) million. The trade receivables recoverability is reviewed periodically on an individual basis. Hudson Group provided already in the past the allowances based on the future expected losses as it comprises only few customers.

## 11. LITIGATION

Two subsidiaries of Hudson Ltd. are named defendants in a putative class action litigation alleging violations of certain labor laws. This matter is in discovery and the Superior Court of the State of California for the County of Los Angeles has not yet determined whether to certify the matter as a class action. A hearing on class certification is expected to occur in the fourth quarter of 2018. A litigation reserve of \$1.0 million was accrued in the second quarter of 2018. The Company is unable at this time to estimate the amount of the possible loss or range of loss, if any, in excess of its already accrued costs, that it may incur as a result of this matter given, among other reasons, that the Company is vigorously defending the matter.

## 12. FOREIGN EXCHANGE RATES APPLIED FOR VALUATION AND TRANSLATION

IN USD	AVERAGE RATE	CLOSING RATES	
	6M 2018	30.06.2018	
1 CAD	0.7830	0.7616	
IN USD	6M 2017	30.06.2017	31.12.2017
1 CAD	0.7497	0.7715	0.7951