

**INTERIM HALF YEAR 2009 RESULTS**

1 February 2009 to 31 July 2009

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- **Net sales for 1H2009 reached €4,861 million. Net sales in local currencies increased by 9%.**
  - **Gross profit reached €2,690 million, 5% higher. Gross margin reached 55.3%.**
  - **Tight control of operating expenses.**
  - **EBITDA reached €799 million, compared with €822 million in 1H2008.**
  - **Net Income reached €375 million (€0.60 per share), compared with €406 million (€0.65 per share) in 1H2008.**
  - **Zara to launch online sales for the Autumn-Winter season 2010.**
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## Performance in 1H2009

The results for 1H2009 reflect INDITEX ongoing international multiconcept growth.

**Net sales** reached €4,861 million, with sales growth in local currencies of 9%.

At the end of 1H2009 INDITEX operated 4,430 stores in 73 countries:

Concept	Net openings		Total stores	
	1H2009	1H2008	31 Jul 2009	31 Jul 2008
Zara (*)	40	72	1,560	1,433
Pull and Bear	19	32	602	551
Massimo Dutti	18	18	488	444
Bershka	35	37	626	547
Stradivarius	26	27	482	408
Oysho	8	41	382	331
Zara Home	11	16	250	220
Uterqüe	9	6	40	6
<b>Total</b>	<b>166</b>	<b>249</b>	<b>4,430</b>	<b>3,940</b>

(\*) Zara number of stores includes 219 Zara Kids stores as of 31 Jul 2009

**Like-for-like sales** were down 2% in 1H2009, compared with a 1% increase in 1H2008. The like-for-like calculation includes 81% of total store sales.

**Net sales by concept** in 1H2009 and 1H2008 are shown in the table below:

Concept	1H2009	1H2008	% Chng. 09/08	In local currencies
Zara	3.123	3.026	3%	5%
Pull & Bear	332	310	7%	10%
Massimo Dutti	347	318	9%	11%
Bershka	511	446	15%	18%
Stradivarius	318	257	24%	26%
Oysho	116	104	12%	15%
Zara Home	94	100	-7%	-5%
Uterqüe	20	-	-	n.a.
<b>Total sales</b>	<b>4.861</b>	<b>4.561</b>	<b>7%</b>	<b>9%</b>

Zara sales growth in the First Half is due to the different calendar of openings in 2009, which is biased towards the Second Half of the year.

# INDITEX

The ongoing International expansion has led to a widely diversified sales platform, with International store sales reaching 68% of the total. The area with the highest proportion of total store sales was Europe ex-Spain, 44% of the total. Asia increased significantly its proportion of total store sales due to INDITEX successful expansion and strong reception in the area.

	1H2009	1H2008
Europe ex-Spain	44.3%	44.1%
Spain	31.9%	34.8%
Asia	12.1%	10.3%
Americas	11.6%	10.8%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>

The **Gross profit** rose to €2,690 million, 5% higher than the previous year. The Gross margin has reached 55.3% of sales, compared with 56.4% in 1H2008.

**Operating expenses** have been tightly managed over the period growing by 8%, mainly as a result of the addition of new retail space.

**EBITDA** came to €799 million, compared with €822 million in 1H2008, and **EBIT** to €492 million, compared with €547 million in 1H2008.

Financial results include the non-cash expenses as a result of the foreign exchange losses due to the conversion at closing exchange rates of accounts receivable and payable:

Million euros	1H2009	1H2008
Net financial income (losses)	1	11
Foreign exchange gains (losses)	(1)	(19)
<b>Total</b>	<b>(0)</b>	<b>(7)</b>

The tax rate for 1H2009 is the best estimate for FY2009 according to current information.

**Net income** came to €375 million, compared with €406 million in 1H2008.

INDITEX paid €343 million, €0.55 per share, on 4 May 2009 as FY2008 interim dividend and €0.50 per share will be payable on 2 November 2009 as FY2008 final dividend. INDITEX maintained its financial strength to reach a solid **net cash position** at the end of the period:

	31 July 2009	31 July 2008
Cash & cash equivalents	1,225	1,228
Current financial debt	(257)	(280)
Non current financial debt	(7)	(18)
<b>Net financial cash (debt)</b>	<b>961</b>	<b>930</b>

The evolution of **current accounts** is in line with the performance of the business:

	31 July 2009	31 July 2008
Inventories	1,209	1,141
Receivables	432	405
Payables	(2,210)	(2,619)

## Start of 2H2009

Store sales in local currencies have increased by 9% from 1 Aug. to 14 Sept. 2009.

INDITEX expects to add approximately 10% new square meters to its retail space in FY2009, included the space added over the first half.

Expected Capital Expenditure in FY2009 is approximately €600 million as a result of greater efficiency in the opening of new stores and the refurbishment of existing stores.

## Zara online sales

Zara will start online sales for the Autumn-Winter season 2010. Initially the online sales will be launched in Spain, France, Germany, UK, Italy and Portugal, to be followed by the progressive rollout in all Zara markets.

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The Interim Nine Months 2009 Results will be published on 10 December 2009

For additional information:

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This document contains forward-looking statements. All statements other than statements of historical fact included herein, including, without limitation, those regarding our financial position, business strategy, management plans and objectives for future operations are forward-looking statements. Any such forward-looking statements are subject to risk and uncertainty and thus could differ materially from actual results.

Some of these risks include, amongst others, ongoing competitive pressure in the sector, consumer tastes and spending trends, economic, political, regulatory and trade conditions in the markets where the INDITEX Group is present or in the countries where the Group's products are manufactured or distributed.

The risks and uncertainties that could affect the forward-looking statements are difficult to predict. The company assumes no obligation to publicly revise or update its forward-looking statements in the case of unexpected changes, events or circumstances that could affect them. Given the uncertainties of forward-looking statements, we caution readers not to place undue reliance on these statements.

For a discussion of these and other factors that may affect forward looking statements and the INDITEX Group's business, financial conditions and results of operations, see the documents and information communicated by the company to the Comisión Nacional del Mercado de Valores (*the Spanish Securities Commission*).

The contents of this disclaimer should be taken into account by all persons or entities.

**- TABLES AND APPENDIX TO FOLLOW -**

## Consolidated financial statements

### Grupo Inditex

Interim six months 2009 profit & loss statement

Million euros

	1H2009	1H2008
Net sales	4,861	4,561
Cost of sales	(2,170)	(1,987)
<b>Gross profit</b>	<b>2,690</b>	<b>2,574</b>
<i>Gross margin</i>	<i>55.3%</i>	<i>56.4%</i>
Operating expenses	(1,891)	(1,752)
Other net operating income (losses)	(0)	(0)
<b>Operating cash flow (EBITDA)</b>	<b>799</b>	<b>822</b>
<i>EBITDA margin</i>	<i>16.4%</i>	<i>18.0%</i>
Amortisation and depreciation	(308)	(275)
<b>Operating income (EBIT)</b>	<b>492</b>	<b>547</b>
<i>EBIT margin</i>	<i>10.1%</i>	<i>12.0%</i>
Financial results	(0)	(7)
<b>Income before taxes</b>	<b>491</b>	<b>540</b>
<i>EBT margin</i>	<i>10.1%</i>	<i>11.8%</i>
Taxes	(115)	(130)
<b>Net income</b>	<b>376</b>	<b>410</b>
	<i>7.7%</i>	<i>9.0%</i>
Minorities	1	4
<b>Net income attributable to the controlling company</b>	<b>375</b>	<b>406</b>
<i>Net income margin</i>	<i>7.7%</i>	<i>8.9%</i>
<b>Earnings per share, cents of euro (*)</b>	<b>60</b>	<b>65</b>

(\*) Shares for EPS calculation 623.1 and 621.0 million for 1H2009 and 1H2008

**Grupo Inditex**  
 Consolidated balance sheet as of 31 July 2009  
*Million euros*

	31 July 2009	31 July 2008
<b><u>ASSETS</u></b>		
<b>CURRENT ASSETS</b>	<b>2,956</b>	<b>2,850</b>
Cash & cash equivalents	1,225	1,228
Receivables	432	405
Inventories	1,209	1,141
Other	91	76
<b>NON CURRENT ASSETS</b>	<b>4,465</b>	<b>4,323</b>
Tangible assets	3,383	3,351
Intangible assets	671	669
Financial investments	11	25
Other	399	278
<b>TOTAL ASSETS</b>	<b>7,421</b>	<b>7,173</b>
<b><u>TOTAL LIABILITIES &amp; SHAREHOLDERS' EQUITY</u></b>		
<b>CURRENT LIABILITIES</b>	<b>2,468</b>	<b>2,899</b>
Payables	2,210	2,619
Financial debt	257	280
<b>NON CURRENT LIABILITIES</b>	<b>551</b>	<b>411</b>
Financial debt	7	18
Deferred taxes	151	110
Other	394	284
<b>SHAREHOLDERS' EQUITY</b>	<b>4,402</b>	<b>3,863</b>
Equity attributable to the Group	4,374	3,840
Minority interests	28	23
<b>TOTAL LIABILITIES &amp; SHAREHOLDERS' EQUITY</b>	<b>7,421</b>	<b>7,173</b>