

**INDITEX**  
**INTERIM THREE MONTHS 2008**  
**CONSOLIDATED RESULTS**

1 February to 30 April 2008

- **Net Sales in local currencies and constant perimeter increase by 12%. Net sales reach €2,218 million, 9% higher than 1Q07.**
  
- **Gross profit increases by 11% to €1,282 million.**
  
- **Operating cash flow (EBITDA) rises to €424 million, 7% higher.**
  
- **Operating income (EBIT) increases by 5% to €294 million.**
  
- **Net income reaches €219 million (€35 cents per share), 10% higher.**
  
- **During the first six weeks of the 2Q08 sales performance is according to Management expectations. Store sales in local currencies have increased by 14% from 1 Feb. to 8 Jun. 2008.**

This document is of a purely informative nature and does not constitute an offer to sell, exchange or buy, or the solicitation of an offer to buy, securities issued by any of the companies mentioned herein.

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.

## 1. Profit & loss statement

<b>Grupo Inditex</b>			
<b>Interim three months 2008 profit &amp; loss statement</b>			
<i>Million euros</i>			
	<b>1Q</b>	<b>1Q</b>	<b>Var %</b>
	<b>2008 (*)</b>	<b>2007 (*)</b>	<b>08/07</b>
Net sales	2,218	2,039	9%
Cost of sales	(936)	(889)	
<b>Gross profit</b>	<b>1,282</b>	<b>1,150</b>	<b>11%</b>
<i>Gross margin</i>	<i>57.8%</i>	<i>56.4%</i>	
Operating expenses	(858)	(752)	14%
Other net operating income (losses)	(0)	(1)	
<b>Operating cash flow (EBITDA)</b>	<b>424</b>	<b>397</b>	<b>7%</b>
<i>EBITDA margin</i>	<i>19.1%</i>	<i>19.5%</i>	
Amortisation and depreciation	(130)	(117)	12%
<b>Operating income (EBIT)</b>	<b>294</b>	<b>281</b>	<b>5%</b>
<i>EBIT margin</i>	<i>13.2%</i>	<i>13.8%</i>	
Financial results	(1)	(4)	
Results from companies consolidated by equity method	0	(1)	
<b>Income before taxes</b>	<b>293</b>	<b>276</b>	<b>6%</b>
<i>EBT margin</i>	<i>13.2%</i>	<i>13.5%</i>	
Taxes	(74)	(76)	
<b>Net income</b>	<b>218</b>	<b>201</b>	<b>9%</b>
<i>Net income margin</i>	<i>9.8%</i>	<i>9.8%</i>	
Minorities	(0)	1	
<b>Net income attributable to the controlling company</b>	<b>219</b>	<b>200</b>	<b>10%</b>
<i>Net income margin</i>	<i>9.9%</i>	<i>9.8%</i>	
<b>Earnings per share, cents of euro (**)</b>	<b>35</b>	<b>32</b>	<b>10%</b>

(\*) Unaudited data  
(\*\*) Shares for EPS calculation 621 million for 2008 and 2007.

## 2. Consolidated Balance sheet

<b>Grupo Inditex</b>		
Consolidated balance sheet as of 30 April 2008		
<i>Million euros</i>		
	30 April 2008 (*)	30 April 2007 (*)
<b><u>ASSETS</u></b>		
<b>CURRENT ASSETS</b>		
Cash & cash equivalents	2,369	1,942
Receivables	897	801
Inventories	424	330
Other	986	738
	63	74
<b>NON CURRENT ASSETS</b>		
Tangible assets	4,250	3,720
Intangible assets	3,259	2,871
Financial investments	649	586
Other	59	33
	284	230
<b>TOTAL ASSETS</b>		
	<b>6,619</b>	<b>5,663</b>
<b><u>TOTAL LIABILITIES &amp; SHAREHOLDERS' EQUITY</u></b>		
<b>CURRENT LIABILITIES</b>		
Payables	1,833	1,600
Financial debt	1,588	1,395
	245	205
<b>NON CURRENT LIABILITIES</b>		
Financial debt	426	391
Deferred taxes	17	49
Other	116	99
	292	243
<b>SHAREHOLDERS' EQUITY</b>		
Equity attributable to the Group	4,360	3,671
Minority interests	4,341	3,656
	19	15
<b>TOTAL LIABILITIES &amp; SHAREHOLDERS' EQUITY</b>		
	<b>6,619</b>	<b>5,663</b>
(*) Unaudited data		

## 3. Comments on the consolidated results:

### 3.1 Net sales

Sales growth in local currencies and constant perimeter has been 12%, due to both the increase in selling area and like-for-like sales performance. Net sales reached €2,218 million, a 9% increase over 1Q07.

The breakdown of openings and existing stores at the end of the period is the following:

Concept	Net openings		Total stores	
	1Q 2008	1Q 2007	30 Apr 2008	30 Apr 2007
ZARA	51	45	1,412	1,220
PULL & BEAR	16	8	535	475
MASSIMO DUTTI	11	3	437	402
BERSHKA	17	12	527	445
STRADIVARIUS	13	20	394	324
OYSHO	26	14	316	215
ZARA HOME	11	12	215	164
<b>Total</b>	<b>145</b>	<b>114</b>	<b>3,836</b>	<b>3,245</b>

### 3.2 Gross Profit

Gross profit in 1Q08 increased by 11% to €1,282 million. Gross margin is 57.8% on sales (56.4% in 1Q07).

### 3.3 Operating income (EBIT)

EBITDA in 1Q08 came to €424 million, 7% higher than a year earlier.

Operating expenses include all the start-up costs for new openings (essentially leases and salaries paid for stores that are not yet open).

EBIT in 1Q08 increased by 5% to €294 million, a 13.2% on sales (13.8% in 1Q07).

### 3.4 Net income and net income attributable to the company

Income before taxes has increased by 6% to reach €293 million.

Financial results break down as follows:

Million euros	1Q 2008	1Q 2007
Net financial income (losses)	5	2
Foreign exchange gains (losses)	(6)	(6)
<b>Total</b>	<b>(1)</b>	<b>(4)</b>

The tax rate for 1Q08 is the best estimate for FY2008 according with current information.

Net income has increased 10% to €219 million.

## 4. Comments on the balance sheet

The consolidated balance sheet of INDITEX maintains basically the same structure as in FYE2007.

The net financial position is shown in the table below:

<b>NET FINANCIAL CASH (DEBT) (Million euros)</b>		
	<b>30 April 2008</b>	<b>30 April 2007</b>
Cash & cash equivalents	897	801
Current financial debt	(245)	(205)
Non current financial debt	(17)	(49)
<b>NET FINANCIAL CASH (DEBT)</b>	<b>635</b>	<b>546</b>

The table below shows the breakdown of working capital at 1Q08:

<b>WORKING CAPITAL (Million euros)</b>		
	<b>30 April 2008</b>	<b>30 April 2007</b>
Inventories	986	738
Receivables	424	330
Payables	(1,588)	(1,395)
Other	63	74
<b>Operating working capital</b>	<b>(116)</b>	<b>(254)</b>
Cash & cash equivalents	897	801
Current financial debt	(245)	(205)
<b>Financial working capital</b>	<b>652</b>	<b>596</b>
<b>Total working capital</b>	<b>536</b>	<b>342</b>

## 5. Other information

During the first six weeks of the 2Q08 sales performance is according to Management expectations. Store sales in local currencies have increased by 14% from 1 Feb. to 8 Jun. 2008

At the present date the Group maintains its expectations for both retail space growth in line with the 15% medium term target and CAPEX for FY2008.

## 6. Agreements of the Board of Directors

The Annual General Meeting of shareholders will be held at the Company's registered office on 15 July 2008.

The Board of Directors will propose to the AGM a dividend of €1.05 per share corresponding to the FY2007 to be paid from 1 August 2008.

\* \* \* \* \*

The Interim Half Year 2008 results (1 February – 31 July) will be published on 17 September 2008

*For more information:*

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