

INTERIM THREE MONTHS 2010 RESULTS

1 February 2010 to 30 April 2010

-
- Net sales for 1Q2010 reached €2,665 million, 14% higher than 1Q2009.
 - Gross profit reached €1,598 million. Gross margin reached 59.9%.
 - Tight control of operating expenses.
 - EBITDA reached €560 million, 42% higher.
 - Net Income reached €301 million (€0.48 per share), 63% higher.
 - Store sales in local currencies have increased by 13% from 1 Feb. to 7 Jun. 2010.
 - Zara to launch online sales on 2 September 2010.
-

Performance in 1Q2010

Net sales reached €2,665 million, 14% higher than in 1Q2009.

Store openings are according to plan. At the end of 1Q2010 INDITEX operated 4,705 stores in 76 countries:

Concept	Net openings		Total stores	
	1Q10	1Q09	30 Apr 2010	30 Apr 2009
Zara	23	24	1,631	1,544
Pull and Bear	14	10	640	593
Massimo Dutti	10	11	507	481
Bershka	14	18	665	609
Stradivarius	18	15	533	471
Oysho	10	7	402	381
Zara Home	2	8	263	247
Uterqüe	7	2	64	33
Total	98	95	4,705	4,359

The **Gross profit** rose to €1,598 million, 20% higher than the previous year. The Gross margin has reached 59.9% of sales, compared with 56.9% in 1Q2009, due to the inventory management, the use of sourcing in proximity to respond to sales growth and a positive currency impact.

Operating expenses have been tightly managed over the quarter, growing by 11%, mainly as a result of the new retail space added.

EBITDA came to €560 million, 42% higher than a year earlier, and **EBIT** to €405 million, 63% higher.

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	1Q10	1Q09
Net financial income (losses)	2	4
Foreign exchange gains (losses)	(7)	(12)
Total	(5)	(8)

The tax rate for 1Q2010 is the best estimate for FY2010 according to current information.

Net income came to €301 million, 63% higher than in 1Q2009.

INDITEX maintained its **solid financial position** at the end of the quarter:

	30 April 2010	30 April 2009
Cash & cash equivalents	2,472	1,140
Current financial debt	(33)	(261)
Non current financial debt	(5)	(7)
Net financial cash (debt)	2,434	872

The **operating working capital** position remains negative, a consequence of the business model:

	30 April 2010	30 April 2009
Inventories	1,000	1,110
Receivables	465	512
Payables	(2,478)	(1,929)
Operating working capital	(1,013)	(307)

Start of 2Q2010

Store sales in local currencies have increased by 13% from 1 Feb. to 7 Jun. 2010.

Zara online launch

Zara will start online sales in France, Germany, Italy, Portugal, Spain and the UK on 2 September, 2010.

Agreements of the Board of Directors

The Board of Directors of Inditex will propose to the Annual General Meeting the appointments of Mr. Nils S. Andersen and Mr. Emilio Saracho Rodriguez de Torres to the Board, replacing Mr. Jose Luis Vazquez Mariño and Mr. Antonio Abril Abadin. Inditex would like to thank them for their significant contribution to the Board during their tenure.

The Annual General Shareholders Meeting will be held at the Company's registered office on 13 July 2010.

INDITEX's Board of Directors has proposed to the General Shareholders Meeting a **FY2009 total dividend** of €1.20 per share, €748 million according to current number of shares. €0.60 have been paid on 3 May 2010 as interim dividend and €0.60 would be payable on 2 November 2010 as final ordinary and bonus dividend.

For additional information:

INDITEX

Investor Relations

ir@inditex.com

Tel: +34 981 18 53 64

Fax: +34 981 18 53 65

www.inditex.com

Disclaimer

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. Except for the cases where the prevailing rules and regulations in force require otherwise, 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
1Q2010 profit & loss statement
Million euros

	1Q2010 (*)	1Q2009 (*)
Net sales	2,665	2,338
Cost of sales	(1,068)	(1,007)
	Gross profit	1,331
	<i>Gross margin</i>	<i>59.9%</i>
	<i>56.9%</i>	
Operating expenses	(1,037)	(936)
Other net operating income (losses)	(0)	(0)
	Operating cash flow (EBITDA)	395
	<i>EBITDA margin</i>	<i>21.0%</i>
	<i>16.9%</i>	
Amortisation and depreciation	(156)	(146)
	Operating income (EBIT)	249
	<i>EBIT margin</i>	<i>15.2%</i>
	<i>10.6%</i>	
Financial results	(5)	(8)
	Income before taxes	240
	<i>EBT margin</i>	<i>15.0%</i>
	<i>10.3%</i>	
Taxes	(98)	(56)
	Net income	184
	<i>11.3%</i>	<i>7.9%</i>
	<i>7.9%</i>	
	Minorities	(0)
	Net income attributable to the controlling company	184
	<i>Net income margin</i>	<i>11.3%</i>
	<i>7.9%</i>	
	Earnings per share, cents of euro (**)	48
	30	

(*) Unaudited data

(**) Shares for EPS calculation 623.1 million for 2010 and 2009

Grupo Inditex
Consolidated Balance Sheet as of 30 April 2010
Million euros

	30 April 2010 (*)	30 April 2009 (*)
<u>ASSETS</u>		
CURRENT ASSETS	4,102	2,837
Cash & cash equivalents	2,472	1,140
Receivables	465	512
Inventories	1,000	1,110
Other	165	75
NON CURRENT ASSETS	4,483	4,497
Tangible assets	3,357	3,418
Intangible assets	656	677
Financial investments	23	0
Other	447	402
TOTAL ASSETS	8,585	7,334
<u>TOTAL LIABILITIES & SHAREHOLDERS' EQUITY</u>		
CURRENT LIABILITIES	2,511	2,190
Payables	2,478	1,929
Financial debt	33	261
NON CURRENT LIABILITIES	645	544
Financial debt	5	7
Deferred taxes	157	149
Other	483	388
SHAREHOLDERS' EQUITY	5,429	4,600
Equity attributable to the Group	5,392	4,572
Minority interests	37	28
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	8,585	7,334

(*) Unaudited data