

INDITEX, S.A.
INTERIM NINE MONTHS 2007 RESULTS
(1 February to 31 October 2007)

- **Net sales reach €6,633 million, 17% higher than in the first nine months of FY2006.**

- **Gross profit reaches €3,789 million, 19% higher. Gross margin is 57.1%**

- **Operating income (EBIT) comes to €1,114 million, 27% higher.**

- **Net income reaches €825 million (€133 cents per share), 30% higher.**

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

Grupo Inditex				
Interim Nine Months 2007 profit & loss statement				
<i>Million euros</i>				
		3Q	3Q	Var %
		2007 (*)	2006 (*)	07/06
Net sales		6,633	5,666	17%
Cost of sales		(2,843)	(2,472)	
	Gross profit	3,789	3,194	19%
	<i>Gross margin</i>	<i>57.1%</i>	<i>56.4%</i>	
Operating expenses		(2,325)	(1,990)	17%
Other net operating income (losses)		10	(20)	
	Operating cash flow (EBITDA)	1,475	1,184	25%
	<i>EBITDA margin</i>	<i>22.2%</i>	<i>20.9%</i>	
Amortisation and depreciation		(360)	(309)	17%
	Operating income (EBIT)	1,114	874	27%
	<i>EBIT margin</i>	<i>16.8%</i>	<i>15.4%</i>	
Financial results		2	(2)	
Results from companies consolidated by equity method		(3)	(1)	
	Income before taxes	1,114	871	28%
	<i>EBT margin</i>	<i>16.8%</i>	<i>15.4%</i>	
Taxes		(284)	(232)	
	Net income	830	638	30%
		<i>12.5%</i>	<i>11.3%</i>	
	Minorities	5	5	
	Net income attributable to the controlling company	825	634	30%
	<i>Net income margin</i>	<i>12.4%</i>	<i>11.2%</i>	
	Earnings per share, cents of euro (**)	133	102	30%

(*) Unaudited data
(**) Shares for EPS calculation 620.9 million for 2007 and 2006.

2. Consolidated Balance sheet

Grupo Inditex		
Consolidated Balance Sheet as of 31 October 2007		
<i>Million euros</i>		
	31 October 2007 (*)	31 October 2006 (*)
<u>ASSETS</u>		
CURRENT ASSETS		
Cash & cash equivalents	2,244	2,002
Receivables	717	670
Inventories	445	428
Other	1,027	877
	55	27
NON CURRENT ASSETS		
Tangible assets	3,999	3,534
Intangible assets	3,055	2,731
Financial investments	613	560
Other	32	48
	298	194
TOTAL ASSETS		
	6,243	5,536
<u>TOTAL LIABILITIES & SHAREHOLDERS' EQUITY</u>		
CURRENT LIABILITIES		
Payables	2,059	2,025
Financial debt	1,858	1,700
	201	324
NON CURRENT LIABILITIES		
Financial debt	402	390
Deferred taxes	37	71
Other	97	106
	268	214
SHAREHOLDERS' EQUITY		
Equity attributable to the Group	3,782	3,121
Minority interests	3,763	3,103
	19	19
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY		
	6,243	5,536
(*) Unaudited data		

3. Comments:

3.1 P&L account

- Net sales

Net sales reached €6,633 million, a 17% increase over 3Q06, due both to the increase in selling area and to like-for-like sales. Sales growth in constant currency has been 18%.

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

Concept	Net openings		Total stores	
	3Q 2007	3Q 2006	31 Oct 2007	31 Oct 2006
ZARA	108	108	1,098	960
KIDDY'S CLASS	32	25	217	174
PULL & BEAR	44	26	511	453
MASSIMO DUTTI	20	24	419	393
BERSHKA	54	49	487	417
STRADIVARIUS	53	29	357	292
OYSHO	64	36	265	190
ZARA HOME	36	29	188	139
Total	411	326	3,542	3,018

- Gross Margin

Gross profit increased 19% to reach €3,789 million, 57.1% on sales (vs. 56.4% in 3Q06).

Q3 gross margin, which corresponds mainly to the beginning of the Autumn-Winter season, has increased by 83 b.p., to reach 59.5% on sales.

- Operating income (EBIT)

EBIT in 3Q07 reached €1,114 million, 27% higher than in 3Q06.

EBIT on sales was 16.8% due to the controlled evolution of operating expenses.

- Net income

Income before taxes increased by 28% to reach €1,114 million.

The breakdown of financial results is shown below:

Million euros	3Q07	3Q06
Net financial income (losses)	8	3
Foreign exchange gains (losses)	(6)	(5)
Total	2	(2)

The tax rate for 3Q07 is the best estimate for FY2007 according to current information.

Net income increased by 30% to €825 million.

3.2 Balance sheet

The consolidated balance sheet of INDITEX maintains the negative operating working capital, a consequence of the business model, and shows a positive net financial position.

The net financial position is shown in the table below:

NET FINANCIAL CASH (DEBT) (Million euros)		
	31 October 2007	31 October 2006
Cash & cash equivalents	717	670
Current financial debt	(201)	(324)
Non current financial debt	(37)	(71)
NET FINANCIAL CASH (DEBT)	480	275

The table below shows the breakdown of working capital at 3Q07:

WORKING CAPITAL (Million euros)		
	31 October 2007	31 October 2006
Inventories	1,027	877
Receivables	445	428
Payables	(1,858)	(1,621)
Other	55	27
Trade working capital	(332)	(289)
Debt in acquisition of JV	-	(80)
Operating working capital	(332)	(368)
Cash & cash equivalents	717	670
Current financial debt	(201)	(324)
Financial working capital	517	346
Total working capital	185	(22)

4. Other information

During the six weeks since the beginning of the Fourth Quarter 2007 LFL sales performance is according to Management expectations.

The Autumn-Winter season is influenced significantly by the performance over the Christmas period and after-Christmas sales, due to the important sales volumes of this season.

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 FY2007.

* * * *

The Results for the Full Year 2007 (1 February – 31 January) will be published on 31 March 2008.

For more information:

Investor Relations. INDITEX.

+ 34 981 18 53 64

ir@inditex.com