

**FY2010 RESULTS**

1 February 2010 to 31 January 2011

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- **Net sales for FY2010 reached €12,527 million, 13% higher. Net sales in local currencies increased by 10%. Like-for-like sales increased 3%.**
  - **Net store openings amounted to 437 in the year to reach a total of 5,044 stores in 77 countries.**
  - **Gross profit reached €7,422 million, 17% higher than in FY2009, resulting in a Gross margin of 59.3%.**
  - **EBITDA reached €2,966 million, 25% higher.**
  - **Net Income increased to €1,732 million (€2.78 per share), 32% higher.**
  - **The Board of Directors will propose to the General Shareholders Meeting a dividend increase of 33% to €1.60 per share.**
  - **Inditex expects to open between 460-500 net stores in FY2011, including its first stores in Australia and South Africa, demonstrating its global reach.**
  - **Zara plans to begin e-commerce sales in the United States and Japan in Autumn-Winter 2011.**
  - **All Inditex concepts to be present in e-commerce in 2011 with the launch of Massimo Dutti, Bershka, Pull & Bear, Stradivarius, Oysho and Uterque e-commerce operations in selected European markets over the second half of 2011.**
  - **Store sales in local currencies have increased by 10% from 1 February to 14 March 2011.**
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## Performance in FY2010

**Net sales** reached €12,527 million in FY2010, with sales growth of 13% (10% in local currencies).

In FY2010 INDITEX **retail space** increased 10%. Total selling area at FYE reached 2,587,648 square meters:

	31 Jan 2011	31 Jan 2010	Chg % 10/09
Zara	1,687,949	1,541,291	10%
Pull & Bear	196,320	175,574	12%
Massimo Dutti	143,023	138,001	4%
Bershka	262,009	232,319	13%
Stradivarius	154,253	133,062	16%
Oysho	60,474	54,930	10%
Zara Home	72,748	65,761	11%
Uterqüe	10,871	7,770	40%
<b>Total</b>	<b>2,587,648</b>	<b>2,348,709</b>	<b>10%</b>

Net store openings in FY2010 amounted to 437 reaching a total of 5,044 stores in 77 countries. In FY2010 INDITEX has opened stores in 45 countries:

Concept	Net openings	Total stores	
	FY2010	31 January 2011	31 January 2010
Zara	123	1.518	1.395
Zara Kids	(8)	205	213
Pull and Bear	56	682	626
Massimo Dutti	33	530	497
Bershka	69	720	651
Stradivarius	78	593	515
Oysho	40	432	392
Zara Home	23	284	261
Uterqüe	23	80	57
<b>Total</b>	<b>437</b>	<b>5.044</b>	<b>4.607</b>

A list of quarterly openings and stores opened as at FYE by concept and by country is included in Annexes IV and V.

**Like-for-like sales** increased 3% in FY2010 (5% in 1H and 2% in 2H). The like-for-like calculation includes 81% of FY2010 store sales (i.e. sales in stores opened for the whole of fiscal years 2010 and 2009).

Net sales by concept in FY2010 and FY2009 are shown in the table below:

Concept	2010	2009	% Chng. 10/09
Zara	8,088	7,077	14%
Pull & Bear	857	771	11%
Massimo Dutti	897	790	14%
Bershka	1,247	1,177	6%
Stradivarius	780	702	11%
Oysho	304	280	9%
Zara Home	294	243	21%
Uterqüe	59	44	36%
<b>Total sales</b>	<b>12,527</b>	<b>11,084</b>	<b>13%</b>

The ongoing expansion of the Group has led to a widely diversified sales platform. All the concepts have increased their sales demonstrating their global scalability.

Area	2010	2009
Europe ex-Spain	45%	46%
Spain	28%	32%
Asia	15%	12%
Americas	12%	10%
<b>Total</b>	<b>100%</b>	<b>100%</b>

**Gross profit** rose to €7,422 million, 17% higher than the previous year. The Gross margin has reached 59.3% of sales (57.1% in FY2009).

**Operating expenses** have been tightly managed over the year and have grown by 12.6%, mainly as a result of the new retail space added and include all the start-up costs for new openings and €12 million for the launch of Zara e-commerce.

Million Euros	2010	2009	Chg % 10/09
Personnel expenses	2,009	1,792	12%
Rental expenses	1,272	1,134	12%
Other operating expenses	1,171	1,027	14%
<b>Total</b>	<b>4,452</b>	<b>3,953</b>	<b>13%</b>

At FYE 2010 the number of employees was 100,138 (92,301 at FYE2009).

FY2010 **EBITDA** came to €2,966 million, 25% higher than the previous year, and **EBIT** to €2,290 million, 33% higher.

The breakdown of EBIT by concept is shown below:

Concept	EBIT by concept (Million €)			% sales	% total
	2010	2009	Chg % 10/09	2010	2010
Zara	1,534	1,104	39%	19.0%	67.0%
Pull & Bear	139	101	37%	16.2%	6.1%
Massimo Dutti	172	117	47%	19.2%	7.5%
Bershka	197	196	1%	15.8%	8.6%
Stradivarius	176	149	18%	22.5%	7.7%
Oysho	45	38	19%	14.9%	2.0%
Zara Home	39	25	60%	13.3%	1.7%
Uterqüe *	-12	-2	-	-	-
<b>Total EBIT</b>	<b>2,290</b>	<b>1,728</b>	<b>33%</b>	<b>18.3%</b>	<b>100.0%</b>

\* includes €12 million for accelerated depreciation of assets

The following chart shows the breakdown of Financial results.

Million euros	FY2010	FY2009
Net financial income (losses)	18	8
Foreign exchange gains (losses)	13	(5)
<b>Total</b>	<b>31</b>	<b>4</b>

**Net income** came to €1,732 million, 32% higher than the previous year.

INDITEX's Board of Directors will propose to the General Shareholders Meeting a dividend increase of 33%, composed of an ordinary dividend of €1.40 per share and a bonus dividend of €0.20 per share, equating to a **total dividend** of €1.60 per share. €0.80 will be payable on 2 May 2011 as interim ordinary dividend and €0.80 would be payable on 2 November 2011 as final ordinary and bonus dividend.

INDITEX continued to show a strong financial condition over Fiscal 2010:

	31 January 2011	31 January 2010
Cash & cash equivalents	3,433	2,420
Current financial debt	(3)	(35)
Non current financial debt	(4)	(5)
<b>Net financial cash (debt)</b>	<b>3,427</b>	<b>2,380</b>

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

	31 January 2011	31 January 2010
Inventories	1,215	993
Receivables	482	422
Payables	(2,672)	(2,270)
<b>Operating working capital</b>	<b>(976)</b>	<b>(856)</b>

**Funds from operations** reached €2,540 million in FY2010, 23% higher than the previous year.

**Capital Expenditure** for the FY2010 amounted to €754 million driven by 437 store openings in the year.

**Dividends** paid to shareholders reached €751 million.

## Start of FY2011

Store sales in local currencies have increased by 10% from 1 February to 14 March 2011. The Spring-Summer season is influenced by the performance over the Easter period due to its significant sales volumes.

Expected Capital Expenditure in FY2011 is approximately €800 million as a result of the store opening plan for the year. Additionally, we have incurred an extraordinary, one-off investment of €230 million for the acquisition of unique retail premises at 666 Fifth Avenue, New York, for a global flagship for Zara.

Inditex expects to open between 460 – 500 net stores in FY2011. Approximately 70% of the new contracts have been signed but in some cases openings may not take place in FY2011.

Concept	Range	
Zara	125	130
Pull and Bear	45	50
Massimo Dutti	40	45
Bershka	70	75
Stradivarius	80	85
Oysho	40	45
Zara Home	35	40
Uterqüe	25	30
<b>Total</b>	<b>460</b>	<b>500</b>

Inditex plans to open in Australia in April and will launch South Africa in Autumn-Winter 2011, demonstrating its global reach.

On the second of September 2010 Zara launched e-commerce and is now operating in 16 European markets. Zara plans to begin e-commerce sales in the United States and Japan in Autumn-Winter 2011.

Additionally, all Inditex concepts plan to be present in e-commerce in 2011 with the launch of Massimo Dutti, Bershka, Pull & Bear, Stradivarius, Oysho and Uterque e-commerce operations in selected European markets over the second half of 2011.

## FY2011 corporate calendar

INDITEX expects to release interim results for FY2011 on the following dates:

Interim Three Months: 15 June 2011  
Interim Half Year: 21 September 2011  
Interim Nine Months: 14 December 2011  
Fiscal year: March 2012 (tbc)

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## Disclaimer

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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

#### FY2010 profit & loss statement

Million euros

	FY2010	FY2009
Net sales	12,527	11,084
Cost of sales	(5,105)	(4,756)
<b>Gross profit</b>	<b>7,422</b>	<b>6,328</b>
<i>Gross margin</i>	<i>59.3%</i>	<i>57.1%</i>
Operating expenses	(4,452)	(3,953)
Other net operating income (losses)	(4)	(1)
<b>Operating cash flow (EBITDA)</b>	<b>2,966</b>	<b>2,374</b>
<i>EBITDA margin</i>	<i>23.7%</i>	<i>21.4%</i>
Amortisation and depreciation	(676)	(646)
<b>Operating income (EBIT)</b>	<b>2,290</b>	<b>1,728</b>
<i>EBIT margin</i>	<i>18.3%</i>	<i>15.6%</i>
Financial results	31	4
<b>Income before taxes</b>	<b>2,322</b>	<b>1,732</b>
<i>EBT margin</i>	<i>18.5%</i>	<i>15.6%</i>
Taxes	(580)	(410)
<b>Net income</b>	<b>1,741</b>	<b>1,322</b>
	<i>13.9%</i>	<i>11.9%</i>
Minorities	9	8
<b>Net income attributable to the controlling company</b>	<b>1,732</b>	<b>1,314</b>
<i>Net income margin</i>	<i>13.8%</i>	<i>11.9%</i>
<b>Earnings per share, cents of euro (*)</b>	<b>278</b>	<b>211</b>

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

**Grupo Inditex**  
**Consolidated Balance Sheet as of 31 January 2011**  
*Million euros*

	31 January 2011	31 January 2010
<b><u>ASSETS</u></b>		
<b>CURRENT ASSETS</b>	<b>5,203</b>	<b>3,944</b>
Cash & cash equivalents	3,433	2,420
Receivables	482	422
Inventories	1,215	993
Other	73	109
<b>NON CURRENT ASSETS</b>	<b>4,624</b>	<b>4,392</b>
Tangible assets	3,414	3,307
Intangible assets	687	665
Financial investments	9	15
Other	513	404
<b>TOTAL ASSETS</b>	<b>9,826</b>	<b>8,335</b>
<b><u>TOTAL LIABILITIES &amp; SHAREHOLDERS' EQUITY</u></b>		
<b>CURRENT LIABILITIES</b>	<b>2,675</b>	<b>2,305</b>
Payables	2,672	2,270
Financial debt	3	35
<b>NON CURRENT LIABILITIES</b>	<b>728</b>	<b>660</b>
Financial debt	4	5
Deferred taxes	173	173
Other	551	482
<b>SHAREHOLDERS' EQUITY</b>	<b>6,423</b>	<b>5,371</b>
Equity attributable to the Group	6,386	5,329
Minority interests	37	41
<b>TOTAL LIABILITIES &amp; SHAREHOLDERS' EQUITY</b>	<b>9,826</b>	<b>8,335</b>

**Inditex Group**  
**FY2010 Consolidated Statement of Cash Flows**  
*Millions of euros*

	FY2010	FY2009
<b>Income before taxes</b>	<b>2,322</b>	<b>1,732</b>
<b>Adjustments to income-</b>		
Depreciation and amortization	636	625
Foreign exchange impact	(30)	31
Other	120	63
<b>Corporate income tax-</b>	<b>(508)</b>	<b>(391)</b>
<b>Funds from operations</b>	<b>2,540</b>	<b>2,060</b>
<b><i>Changes in assets and liabilities</i></b>		
Increase in inventories	(227)	48
Increase in accounts receivable	(120)	163
Decrease in current liabilities	363	50
<b>Changes in working capital</b>	<b>16</b>	<b>261</b>
<b>Cash from operations</b>	<b>2,556</b>	<b>2,321</b>
Intangible assets investments	(74)	(27)
Tangible assets investments	(617)	(461)
Addition to other long-term financial investments	(26)	0
Other assets investments	(37)	(13)
Other investment activities	0	(10)
<b>Capital expenditure</b>	<b>(754)</b>	<b>(510)</b>
Net decrease in long-term financial debt	(1)	(4)
Net decrease in other long-term debt	(33)	11
Net increase in current debt	(32)	(204)
Dividends	(751)	(662)
Other financing activities	(1)	0
<b>Cash used in financing activities</b>	<b>(819)</b>	<b>(859)</b>
Net increase in cash and cash equivalents	984	953
Foreign exchange impact on cash & cash equivalents	30	1
Cash and cash equivalents at beginning of the year	2,420	1,466
<b>Cash and cash equivalents at end of the year</b>	<b>3,433</b>	<b>2,420</b>

## Annex I

### Income statement: FY2010 quarterly results

	Q1	Q2	Q3	Q4
Net Sales	2,665	2,860	3,340	3,661
Cost of sales	(1,068)	(1,178)	(1,312)	(1,546)
<b>Gross profit</b>	<b>1,598</b>	<b>1,682</b>	<b>2,028</b>	<b>2,115</b>
	59.9%	58.8%	60.7%	57.8%
Operating expenses	(1,037)	(1,084)	(1,123)	(1,209)
Other net operating income (losses)	(0)	(2)	(0)	(1)
<b>Operating cash flow (EBITDA)</b>	<b>560</b>	<b>596</b>	<b>904</b>	<b>905</b>
	21.0%	20.9%	27.1%	24.7%
Amortisation and depreciation	(156)	(171)	(169)	(180)
<b>Operating income (EBIT)</b>	<b>405</b>	<b>425</b>	<b>735</b>	<b>725</b>
	15.2%	14.9%	22.0%	19.8%
Financial results	(5)	15	0	21
<b>Income before taxes</b>	<b>400</b>	<b>441</b>	<b>735</b>	<b>746</b>
Taxes	(98)	(112)	(181)	(189)
<b>Net income</b>	<b>302</b>	<b>328</b>	<b>554</b>	<b>557</b>
Minorities	2	0	4	4
<b>Net income attributable to the controlling company</b>	<b>301</b>	<b>328</b>	<b>551</b>	<b>553</b>
	11.3%	11.5%	16.5%	15.1%

## Annex II

**Return on Equity**, defined as net income on average Shareholder's equity:

	2010	2009
Net income	1,732	1,314
Shareholders equity - previous year	5,329	4,722
Shareholders equity - current year	6,386	5,329
Average equity	5,858	5,025
<b>Return on Equity</b>	<b>30%</b>	<b>26%</b>

**Return on Capital Employed**, defined as EBIT on average capital employed (Shareholder's equity plus net financial debt):

	2010	2009
EBIT	2,290	1,729
<b>Average capital employed</b>		
Average shareholders' equity	5,858	5,025
Average net financial debt (*)	0	0
<b>Total average capital employed</b>	<b>5,858</b>	<b>5,025</b>
<b>Return on Capital employed</b>	<b>39%</b>	<b>34%</b>

(\*) Zero when net cash

**Return on Capital Employed by concept:**

Concept	FY2010	FY2009
Zara	34%	29%
Pull & Bear	54%	41%
Massimo Dutti	89%	56%
Bershka	52%	59%
Stradivarius	74%	73%
Oysho	35%	27%
Zara Home	37%	24%
Uterqüe	-	-
<b>Total</b>	<b>39%</b>	<b>34%</b>

## Annex III

### Company-managed stores and franchised stores at FYE:

Concept	Co. Mag.	Franchised	Total
Zara	1,544	179	<b>1,723</b>
Zara Kids	205	0	<b>205</b>
Pull and Bear	590	92	<b>682</b>
Massimo Dutti	390	140	<b>530</b>
Bershka	626	94	<b>720</b>
Stradivarius	476	117	<b>593</b>
Oysho	392	40	<b>432</b>
Zara Home	256	28	<b>284</b>
Uterqüe	60	20	<b>80</b>
<b>Total</b>	<b>4,334</b>	<b>710</b>	<b>5,044</b>

### Sales in company-managed and franchised stores:

Concept	Company Managed	Franchised
Zara	87%	13%
Pull & Bear	87%	13%
Massimo Dutti	72%	28%
Bershka	88%	12%
Stradivarius	84%	16%
Oysho	90%	10%
Zara Home	89%	11%
Uterqüe	84%	16%
<b>Total</b>	<b>86%</b>	<b>14%</b>

## Annex IV

### Summary of net openings by quarter:

Concept	1Q 2010	2Q 2010	3Q 2010	4Q 2010	Total 2010
Zara	27	22	39	35	123
Zara Kids	(4)	(2)	(2)	0	(8)
Pull and Bear	14	9	14	19	56
Massimo Dutti	10	5	7	11	33
Bershka	14	10	23	22	69
Stradivarius	18	19	21	20	78
Oysho	10	4	16	10	40
Zara Home	2	4	5	12	23
Uterqüe	7	4	4	8	23
<b>Total</b>	<b>98</b>	<b>75</b>	<b>127</b>	<b>137</b>	<b>437</b>

### Total stores by quarter:

Concept	1Q 2010	2Q 2010	3Q 2010	4Q 2010
Zara	1,631	1,651	1,688	1,723
Zara Kids	209	207	205	205
Pull and Bear	640	649	663	682
Massimo Dutti	507	512	519	530
Bershka	665	675	698	720
Stradivarius	533	552	573	593
Oysho	402	406	422	432
Zara Home	263	267	272	284
Uterqüe	64	68	72	80
<b>Total</b>	<b>4,705</b>	<b>4,780</b>	<b>4,907</b>	<b>5,044</b>

## Annex V

### Stores by concept and country as at 31 January 2011

	Zara	Zara Kids	Pull and Bear	Massimo Dutti	Bershka	Stradivarius	Oysho	Zara Home	Uterqüe	INDITEX
ANDORRA	1		1	1	1	1	1	1	1	8
ARGENTINA	9									9
AUSTRIA	12				3					15
BAHREIN	2		2	2	1	1	1	1		10
BELGIUM	27		4	22	9			6	6	74
BRAZIL	30									30
BULGARIA	4		4	3	4	4	3			22
CANADA	19									19
CHILE	7									7
CHINA	61		16	5	22	15				119
COLOMBIA	9			3	5	5				22
COSTA RICA	2			1						3
CROACIA	5		3	2	4	3		1		18
CYPRUS	5		5	3	6	6	3	2	2	32
CZECH REPUBLIC	6		4	1	4	1				16
DENMARK	2									2
DOMINICAN REPUBLIC	2				1	1				4
EGYPT	3		3	2	3	1		1	1	14
EL SALVADOR	2		1		1					4
ESTONIA	2		1		1	1				5
FINLAND	4									4
FRANCE	113	4	18	17	42	20	11	16		241
GERMANY	65			8						73
GREECE	46	6	22	13	26	16	18	9	4	160
GUATEMALA	2		2	1	2	1				8
HOLAND	18			1	7			1		27
HONDURAS	2									2
HONG KONG	9		2	3	4	1				19
HUNGARY	6		4		5	4	1			20
INDIA	4									4
INDONESIA	10		3	3						16
IRELAND	9		5	1	5	2				22
ISLAND	2									2
ISRAEL	19		20	1	1					41
ITALY	84	12	33	7	45	28	54	24		287
JAPAN	63									63
JORDAN	2		2	2	1	3	1	1	1	13
KAZAKHSTAN	2		1	1	2	1				7
KUWAIT	5		4	2	2	3	3	2	1	22
LATVIA	4		3		3	1				11
LEBANON	5		5	5	5	4	5	4	2	35
LITHUANIA	4		4		4	4				16
LUXEMBOURG	2			1						3
MACAO	1		1	1	1	1				5
MALAYSIA	6		2	5						13
MALTA	1		4	1	2	2	1	1		12
MEXICO	50		35	29	43		31	16	4	208
MONACO	1									1
MONTENEGRO	1		1		1	1	1			5
MOROCCO	4			1		4		2		11
NORWAY	3			2						5
OMAN	1					1	1	1		4
PANAMA	2									2
PHILIPPINES	6			2						8
POLAND	32		18	8	20	29	9	1		117
PORTUGAL	61	22	63	43	45	39	32	21	6	332
PUERTO RICO	1									1
QATAR	2		2	2	2	1	2	2	1	14
ROMANIA	13		10	2	10	9	4	3		51
RUSSIA	47		34	13	35	35	29	10	4	207
SAUDI ARABIA	23		9	11	21	26	13	4	2	109
SERBIA	4		2	2	2	2	2			14
SINGAPORE	7		3	4	2	2				18
SLOVAKIA	2		1		1	2				6
SLOVENIA	5		2	1	4	4				16
SOUTH KOREA	27			2						29
SPAIN	333	161	288	245	263	278	186	131	40	1,925
SWEDEN	8			3						11
SWITZERLAND	10			5	1					16
SYRIA	1		1	2	2	1				7
THAILAND	5			2	1	1				9
TUNISIA	2									2
TURKEY	27		16	12	17	16	14	10	2	114
UAE	9		6	9	6	8	6	6	3	53
UKRAINE	7		5	1	7	4				24
UNITED KINGDOM	64		4	11	4			7		90
UNITED STATES	49									49
URUGUAY	2									2
VENEZUELA	11		3		11					25
<b>Total</b>	<b>1,518</b>	<b>205</b>	<b>682</b>	<b>530</b>	<b>720</b>	<b>593</b>	<b>432</b>	<b>284</b>	<b>80</b>	<b>5,044</b>