

Results
Interim Three Months 2005

13 June 2005

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. 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.

- **Interim Three Months 2005**
 - Overview
 - Financial summary
 - Concepts
- **Outlook**

Interim 3-Months 2005: Overview

INDITEX

- Sales growth +19% (+20% in constant currency)
- Gross Margin expansion by 180 b.p. to 55.7%
- EBIT Growth +16%
- 90 net store openings to 2,334
- Net income growth +21%
- EPS of 20.1 cents

Highlights

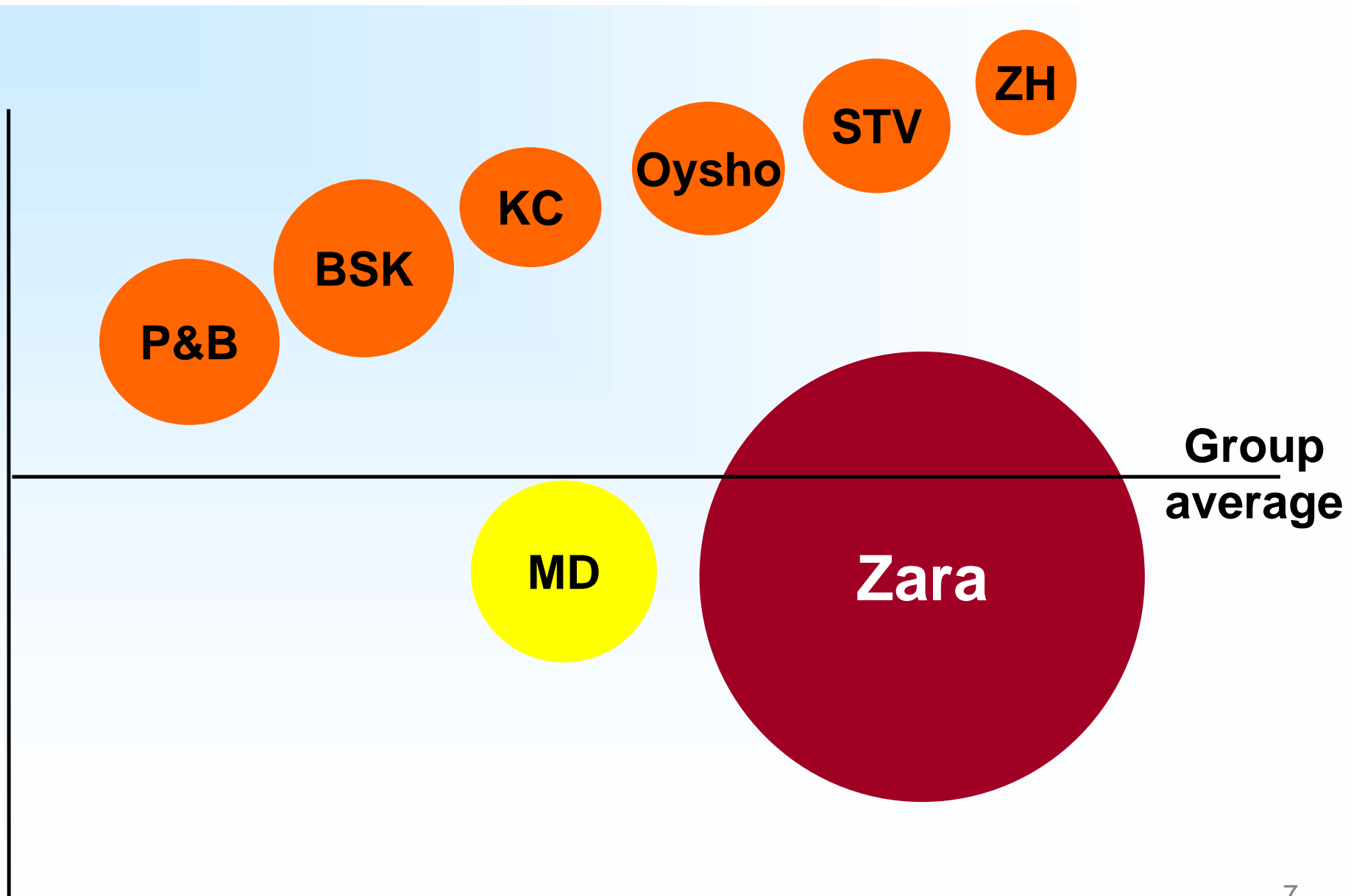
million €	1Q2005	1Q2004	% 05/04
NET SALES	1,406	1,103	19%
GROSS MARGIN <i>% margin</i>	784 <i>55.7%</i>	638 <i>54.0%</i>	23%
EBITDA <i>EBITDA margin</i>	261 <i>18.6%</i>	222 <i>18.7%</i>	18%
EBIT <i>EBIT margin</i>	180 <i>12.8%</i>	180 <i>13.1%</i>	16%
NET INCOME EPS (€ cents)	125 <i>20.1</i>	104 <i>16.6</i>	21%

Openings

	Net openings		Stores as of 30 April 05	Stores as of 30 April 04
	1Q05	1Q04		
ZARA	21	15	744	641
KIDDY'S CLASS	6	7	135	110
PULL & BEAR	10	5	381	355
MASSIMO DUTTI	14	7	340	304
BERSHKA	16	7	318	260
STRADIVARIUS	7	8	234	199
OYSHO	9	4	113	80
ZARA HOME	7	8	69	34
Total net openings	90	61	2,334	1,983

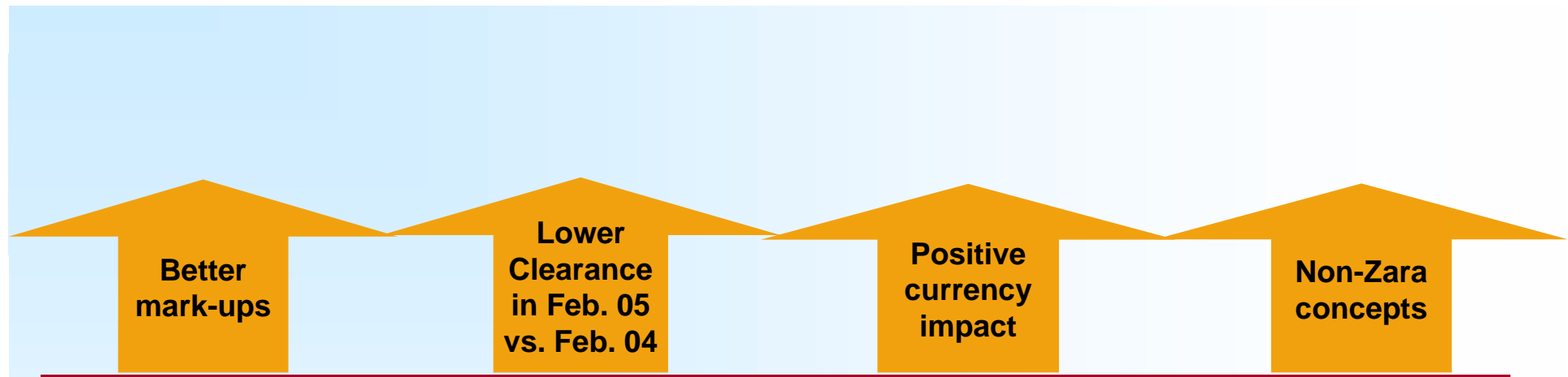
Sales performance per concept

INDITEX



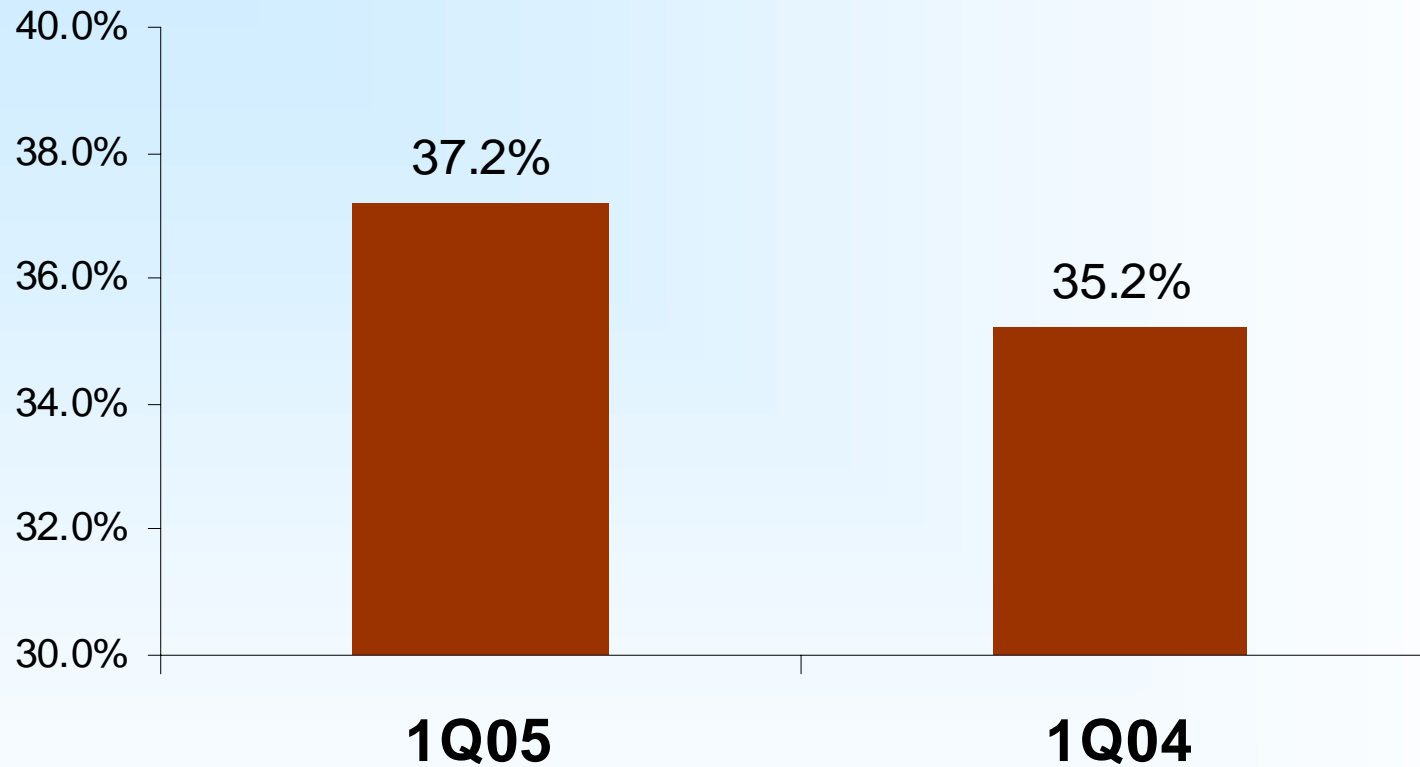
Gross Margin drivers Interim 3-Months 05

INDITEX



- **180 b.p. improvement**
- **Similar improvement expected for 1H05**
- **FY2005 Gross Margin at FY2004 level (55.4%)**

Operating expenses on sales



**Higher costs involved in new stores,
mainly in international markets**

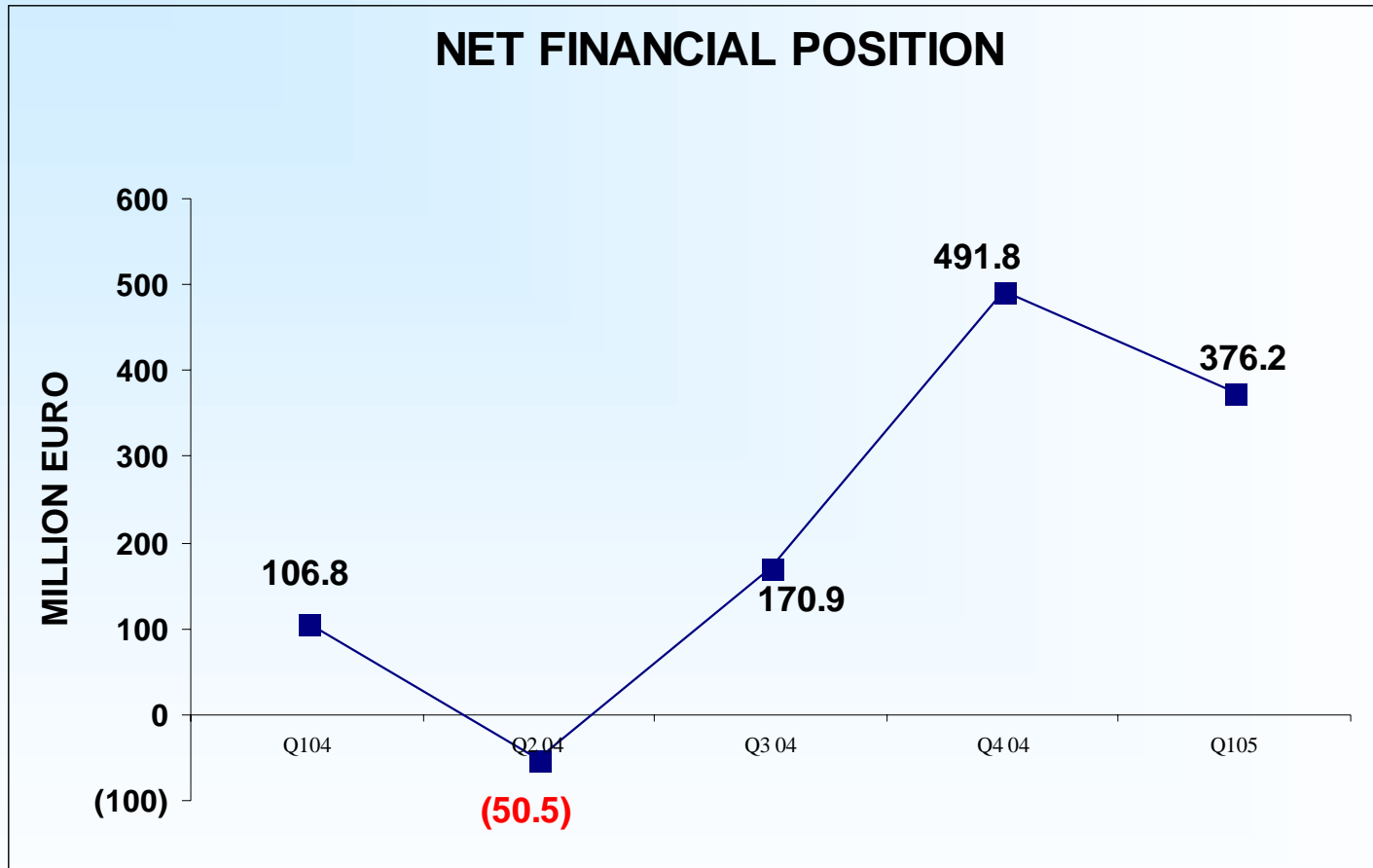
Inventory position

	1Q2005	1Q2004
Inventory position (€mill.)	460	450
Increase y-o-y	2%	1%

Working capital

WORKING CAPITAL (Millions of euros)			
	30 April 2005	30 April 2004	31 Jan 2005
Inventories	459,8	449,7	517,9
Receivables	263,4	218,4	254,1
Payables	(997,3)	(742,0)	(1.208,6)
Other	9,7	16,1	17,9
Operating working capital	(264,4)	(57,8)	(418,8)
Cash & cash equivalents	711,6	385,1	771,8
Current financial debt	(226,4)	(93,9)	(163,7)
Financial working capital	485,2	291,2	608,1
Total working capital	220,8	233,3	189,4

Financial position



Growth prospects

Stradivarius

- Exercise of option to acquire 9.95%
- Stradivarius 100%-owned by Inditex

1H 2005: Outlook

- Start of Q2 - LFL Sales in first six weeks of Q2 is flat
- Q2 inventory and commitment levels adequately set for softer top-line growth and sustained gross margins
- Similar Gross Margin gain for 1H 2005 to that of 1Q 2005

FY2005: CAPEX

- Expected CAPEX 700 - 800 MM €
- Store opening plan:

ZARA
 KIDDY'S CLASS
 PULL & BEAR
 MASSIMO DUTTI
 BERSHKA
 STRADIVARIUS
 OYSHO
 ZARA HOME
total net openings

Range		% Int'l openings
110	120	85%
20	25	10%
40	50	50%
30	40	65%
45	50	65%
25	30	30%
30	40	45%
35	40	35%
335	395	

FY2005: Outlook

- 335 / 395 store openings
- +15% / +20% space growth
- Best estimate for Gross Margin in F2005 at F2004 levels (55.4%)
- Operating expenses growth according to budget, reflecting the underlying trend of higher costs involved in new stores, mainly in international markets

Agreements of the Board of Directors

- Mr. Pablo Isla appointed Chief Executive Officer and Board Member
- To be ratified by the AGM in mid-July

Q & A

13 June 2005