

ANNEX I

GENERAL

2nd

HALF-YEARLY FINANCIAL REPORT FOR FINANCIAL YEAR

2018/2019

REPORTING DATE

31/01/2019

I. IDENTIFICATION DATA

Registered Company Name: INDUSTRIA DE DISEÑO TEXTIL, S.A.

Registered Address: AVDA DIPUTACIÓN S/N, EDIFICIO INDITEX, 15142 ARTEIXO-A CORUÑA

Tax Identification Number

A-15075062

II. SUPPLEMENTARY INFORMATION TO PREVIOUSLY RELEASED PERIODIC INFORMATION

Explanation of the main modifications with respect to the previously released periodic information:

(complete only in the situations indicated in Section B) of the instructions)

--

IV. SELECTED FINANCIAL INFORMATION
1. INDIVIDUAL BALANCE SHEET (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS) (1/2)

Units: Thousand euros

ASSETS		CURRENT P. 31/01/2019	PREVIOUS P. 31/01/2018
A) NON-CURRENT ASSETS	0040	5,787,321	3,778,341
1. Intangible assets:	0030	136,319	104,141
a) Goodwill	0031		
b) Other intangible assets	0032	136,319	104,141
2. Property, plant and equipment	0033	497,141	404,792
3. Investment property	0034	552,088	566,462
4. Long-term investments in group companies and associates	0035	4,352,387	2,479,988
5. Long-term financial investments	0036	196,670	197,256
6. Deferred tax assets	0037	52,716	25,702
7. Other non-current assets	0038		
B) CURRENT ASSETS	0085	9,432,894	4,193,279
1. Non-current assets held for sale	0050		
2. Inventories	0055	855,082	844,815
3. Trade and other receivables:	0060	497,305	392,628
a) Trade receivables	0061	422,434	351,390
b) Other receivables	0062	74,198	41,238
c) Current tax assets	0063	673	
4. Short-term investments in group companies and associates	0064	3,898,747	1,082,732
5. Short-term financial investments	0070	9,313	328
6. Prepayments for current assets	0071	13,631	15,574
7. Cash and cash equivalents	0072	4,158,816	1,857,202
TOTAL ASSETS (A + B)	0100	15,220,215	7,971,620

IV. SELECTED FINANCIAL INFORMATION

1. INDIVIDUAL BALANCE SHEET (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS) (2/2)

Units: Thousand euros

EQUITY AND LIABILITIES		CURRENT P. 31/01/2019	PREVIOUS P. 31/01/2018
A) EQUITY (A.1 + A.2 + A.3)	0195	12,161,887	3,941,586
A.1) CAPITAL AND RESERVES	0180	12,167,272	3,954,788
1. Capital:	0171	93,500	93,500
a) Registered capital	0161	93,500	93,500
b) <i>Less: Uncalled capital</i>	0162		
2. Share premium	0172	20,379	20,379
3. Reserves	0173	1,749,186	1,543,102
4. <i>Own shares and equity holdings</i>	0174	(77,077)	(77,077)
5. Prior periods' profit and loss	0178		
6. Other shareholder contributions	0179		
7. Profit (loss) for the period	0175	10,381,284	2,374,884
8. <i>Less: Interim dividend</i>	0176		
9. Other equity instruments	0177		
A.2) VALUATION ADJUSTMENTS	0188	(6,289)	(14,219)
1. Available-for-sale financial assets	0181		
2. Hedging transactions	0182	(6,289)	(14,219)
3. Other	0183		
A.3) GRANTS, DONATIONS AND BEQUESTS RECEIVED	0194	904	1,017
B) NON-CURRENT LIABILITIES	0120	654,975	788,529
1. Long-term provisions	0115	14,289	23,633
2. Long-term debts:	0116	4,986	2,416
a) Debt with financial institutions and bonds and other marketable securities	0131		
b) Other financial liabilities	0132	4,986	2,416
3. Long-term payables to group companies and associates	0117	5,890	5,912
4. Deferred tax liabilities	0118	11,994	15,443
5. Other non-current liabilities	0135		
6. Long-term accrual accounts	0119	617,816	741,125
C) CURRENT LIABILITIES	0130	2,403,353	3,241,505
1. Liabilities associated with non-current assets held for sale	0121		
2. Short-term provisions	0122		
3. Short-term debts:	0123	56,126	96,520
a) Bank borrowings and bonds and other negotiable securities	0133		
b) Other financial liabilities	0134	56,126	96,520
4. Short-term payables to group companies and associates	0129	513,043	1,518,454
5. Trade and other payables:	0124	1,711,502	1,503,849
a) Suppliers	0125	1,472,242	1,338,186
b) Other payables	0126	239,260	164,701
c) Current tax liabilities	0127		962
6. Other current liabilities	0136		
7. Current accrual accounts	0128	122,682	122,682
TOTAL EQUITY AND LIABILITIES (A + B + C)	0200	15,220,215	7,971,620

IV. SELECTED FINANCIAL INFORMATION

2. INDIVIDUAL PROFIT AND LOSS ACCOUNT (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

		PRESENT CURR. PERIOD	PREVIOUS CURR. PERIOD	CURRENT	PREVIOUS
		(2nd HALF YEAR)	(2nd HALF YEAR)	CUMULATIVE	CUMULATIVE
		Amount	Amount	31/01/2019	31/01/2018
		Amount	Amount	Amount	Amount
(+) Revenue	0205	12,667,900	6,238,143	16,692,096	10,243,094
(+/-) Change in inventories of finished products and work in progress	0206		(104,747)		
(+) Own work capitalised	0207	4,273	2,439	7,492	3,862
(-) Supplies	0208	(3,592,570)	(3,405,898)	(6,615,559)	(6,501,355)
(+) Other operating revenue	0209	119,355	129,423	230,998	238,113
(-) Personnel expenses	0217	(119,416)	(104,370)	(259,213)	(203,294)
(-) Other operating expenses	0210	(742,709)	(653,779)	(1,391,705)	(1,206,513)
(-) Depreciation and amortisation charge	0211	(49,503)	(42,434)	(92,478)	(81,352)
(+) Allocation of grants for non-financial assets and other grants	0212				
(+) Reversal of provisions	0213	(841)			
(+/-) Impairment and gain (loss) on disposal of fixed assets	0214	1,900,811		1,898,350	
(+/-) Other profit (loss)	0215	1,386	(459)	1,386	(680)
= OPERATING PROFIT (LOSS)	0245	10,188,686	2,058,318	10,471,367	2,491,875
(+) Finance income	0250	4,729	1,803	6,797	4,711
(-) Finance costs	0251	(1,789)	(1,006)	(2,904)	(1,919)
(+/-) Changes in fair value of financial instruments	0252		(24,526)		(26,067)
(+/-) Exchange differences	0254	(8,383)	18,611	(9,137)	14,602
(+/-) Impairment and gain (loss) on disposal of financial instruments	0255		712		712
= NET FINANCE INCOME (COSTS)	0256	(5,443)	(4,406)	(5,244)	(7,961)
= PROFIT (LOSS) BEFORE TAX	0265	10,183,243	2,053,912	10,466,123	2,483,914
(+/-) Income tax expense	0270	(40,676)	(34,258)	(84,839)	(109,030)
= PROFIT (LOSS) FOR THE PERIOD FROM CONTINUING ACTIVITIES	0280	10,142,567	2,019,654	10,381,284	2,374,884
Profit (loss) from discontinued (+/-) operations, net of tax	0285				
= PROFIT (LOSS) FOR THE PERIOD	0300	10,142,567	2,019,654	10,381,284	2,374,884
EARNINGS PER SHARE		Amount (X.XX euros)	Amount (X.XX euros)	Amount (X.XX euros)	Amount (X.XX euros)
Basic	0290	3.25	0.65	3.33	0.76
Diluted	0295	3.25	0.65	3.33	0.76

In the half-yearly financial report for the first half of the year, the data relating to the present period match the cumulative data, which do not therefore need to be completed.

IV. SELECTED FINANCIAL INFORMATION
3. INDIVIDUAL STATEMENT OF CHANGES IN EQUITY
INDIVIDUAL STATEMENT OF RECOGNISED INCOME AND EXPENSE (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

		CURRENT PERIOD 31/01/2019	PREVIOUS PERIOD 31/01/2018
A) PROFIT (LOSS) FOR THE PERIOD (from the profit and loss account)	0305	10,381,284	2,374,884
B) INCOME AND EXPENSE RECOGNISED DIRECTLY IN EQUITY	0310	(6,289)	(14,220)
1 From measurement of financial instruments:	0320		
a) Available-for-sale financial assets	0321		
b) Other income/(expenses)	0323		
2 From cash flow hedges	0330	(8,385)	(18,960)
3 Grants, donations and bequests received	0340		
4 From actuarial gains and losses and other adjustments	0344		
5 Other income and expense recognised directly in equity	0343		
6 Tax effect	0345	2,096	4,740
C) TRANSFERS TO PROFIT OR LOSS	0350	14,106	(3,473)
1 From measurement of financial instruments:	0355		
a) Available-for-sale financial assets	0356		
b) Other income/(expenses)	0358		
2 From cash flow hedges	0360	18,959	(4,481)
3 Grants, donations and bequests received	0366	(113)	(151)
4 Other income and expense recognised directly in equity	0365		
5 Tax effect	0370	(4,740)	1,159
TOTAL RECOGNISED INCOME/(EXPENSE) (A + B + C)	0400	10,389,101	2,357,191

IV. SELECTED FINANCIAL INFORMATION
3. INDIVIDUAL STATEMENT OF CHANGES IN EQUITY (1/2)
INDIVIDUAL STATEMENT OF TOTAL CHANGES IN EQUITY (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

CURRENT PERIOD		Capital and reserves					Valuation adjustments	Grants, donations and bequests received	Total equity
		Capital	Share premium and Reserves (1)	Treasury stock	Profit (loss) for the period	Other equity instruments			
Closing balance at 01/02/2018	3010	93,500	1,563,481	(77,077)	2,374,884		(14,219)	1,017	3,941,586
Adjustments for changes in accounting policy	3011								
Adjustment for errors	3012								
Adjusted opening balance	3015	93,500	1,563,481	(77,077)	2,374,884		(14,219)	1,017	3,941,586
I. Total recognised income/(expense)	3020				10,381,284		7,930	(113)	10,389,101
II. Transactions with shareholders or owners	3025				(2,335,276)				(2,335,276)
1. Capital increases/ (reductions)	3026								
2. Conversion of financial liabilities into equity	3027								
3. Distribution of dividends	3028				(2,335,276)				(2,335,276)
4. Net trading with treasury stock	3029								
5. Increases/ (reductions) for business combinations	3030								
6. Other transactions with shareholders or owners	3032								
III. Other changes in equity	3035		206,084		(39,608)				166,476
1. Equity-settled share-based payment	3036								
2. Transfers between equity accounts	3037		39,608		(39,608)				
3. Other changes	3038		166,476						166,476
Closing balance at 31/01/2019	3040	93,500	1,769,565	(77,077)	10,381,284		(6,289)	904	12,161,887

(1) The column of Share premium and Reserves, for the purposes of completing this statement, includes the following balance sheet equity headings: 2. Share premium, 3. Reserves, 5. Profit or loss brought forward, 6. Other shareholder contributions and 8. Less: Interim dividend.

IV. SELECTED FINANCIAL INFORMATION
3. INDIVIDUAL STATEMENT OF CHANGES IN EQUITY (2/2)
INDIVIDUAL STATEMENT OF TOTAL CHANGES IN EQUITY (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

PREVIOUS PERIOD	Capital and reserves					Valuation adjustments	Grants, donations and bequests received	Total equity
	Capital	Share premium and Reserves (1)	Treasury stock	Profit (loss) for the period	Other equity instruments			
Closing balance at 01/02/2017 (comparative period)	3050	93,500	1,471,061	(87,111)	2,215,725	3,361	1,130	3,697,666
Adjustments for changes in accounting policy	3051							
Adjustment for errors	3052							
Adjusted opening balance (comparative period)	3055	93,500	1,471,061	(87,111)	2,215,725	3,361	1,130	3,697,666
I. Total recognised income/(expense)	3060				2,374,884	(17,580)	(113)	2,357,191
II. Transactions with shareholders or owners	3065			10,034	(2,116,959)			(2,106,925)
1. Capital increases/ (reductions)	3066							
2. Conversion of financial liabilities into equity	3067							
3. Distribution of dividends	3068				(2,116,959)			(2,116,959)
4. Net trading with treasury stock	3069			10,034				10,034
5. Increases/ (reductions) for business combinations	3070							
6. Other transactions with shareholders or owners	3072							
III. Other changes in equity	3075		92,420		(98,766)			(6,346)
1. Equity-settled share-based payment	3076							
2. Transfers between equity accounts	3077		98,766		(98,766)			
3. Other changes	3078		(6,346)					(6,346)
Closing balance at 31/01/2018 (comparative period)	3080	93,500	1,563,481	(77,077)	2,374,884	(14,219)	1,017	3,941,586

(1) The column of **Share premium and Reserves**, for the purposes of completing this statement, includes the following balance sheet equity headings: 2. Share premium, 3. Reserves, 5. Profit or loss brought forward, 6. Other shareholder contributions and 8. Less: *Interim dividend*.

IV. SELECTED FINANCIAL INFORMATION

4. INDIVIDUAL STATEMENT OF CASH FLOWS (PREPARED USING PREVAILING NATIONAL ACCOUNTING STANDARDS)

Units: Thousand euros

		CURRENT PERIOD 31/01/2019	PREVIOUS PERIOD 31/01/2018
A) CASH FLOWS FROM OPERATING ACTIVITIES (1 + 2 + 3 + 4)	0435	8,277,039	1,686,083
1 Profit (loss) before tax	0405	10,466,123	2,483,914
2 Adjustments to profit (loss):	0410	(10,050,723)	(2,018,707)
(+) Depreciation and amortisation charge	0411	92,478	81,352
(+/-) Other net adjustments to profit (loss)	0412	(10,143,201)	(2,100,059)
3 Changes in working capital	0415	(225,754)	(521,404)
4 Other cash flows from operating activities:	0420	8,087,393	1,742,280
(-) Interest paid	0421	(2,359)	(1,283)
(+) Dividends received	0422	8,180,812	1,996,534
(+) Interest received	0423	6,797	8,259
(+/-) Income tax recovered/(paid)	0430	(104,857)	(259,640)
(+/-) Other sums received/(paid) from operating activities	0425	7,000	(1,590)
B) CASH FLOWS FROM INVESTING ACTIVITIES (1 + 2)	0460	(2,689,867)	333,144
1 Payments for investments:	0440	(2,708,106)	(153,724)
(-) Group companies, associates and business units	0441	(2,448,768)	(41,027)
(-) Property, plant and equipment, intangible assets and investment property	0442	(259,338)	(112,697)
(-) Other financial assets	0443		
(-) Non-current assets and liabilities classified as held-for-sale	0459		
(-) Other assets	0444		
2 Proceeds from sale of investments	0450	18,239	486,868
(+) Group companies, associates and business units	0451		340,873
(+) Property, plant and equipment, intangible assets and investment property	0452	5,503	
(+) Other financial assets	0453	12,736	145,995
(+) Non-current assets and liabilities classified as held-for-sale	0461		
(+) Other assets	0454		
C) CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3)	0490	(3,286,358)	(2,211,236)
1 Sums received/(paid) in respect of equity instruments	0470		(12,035)
(+) Issuance	0471		
(-) Redemption	0472		
(-) Acquisition	0473		(12,035)
(+) Disposal	0474		
(+) Grants, donations and bequests received	0475		
2 Sums received/(paid) in respect of financial liability instruments:	0480	(951,082)	(82,242)
(+) Issuance	0481		1,916
(-) Repayment and redemption	0482	(951,082)	(84,158)
3 Payment of dividends and remuneration on other equity instruments	0485	(2,335,276)	(2,116,959)
D) EFFECT OF FOREIGN EXCHANGE RATE CHANGES	0492		
E) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)	0495	2,300,814	(192,009)
F) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	0499	1,857,202	2,049,211
G) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)	0500	4,158,016	1,857,202

		CURRENT PERIOD 31/01/2019	PREVIOUS PERIOD 31/01/2018
(+) Cash on hand and at banks	0550	4,158,016	1,853,815
(+) Other financial assets	0552		3,387
(-) Less: Bank overdrafts repayable on demand	0553		
TOTAL CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	0600	4,158,016	1,857,202

IV. SELECTED FINANCIAL INFORMATION

5. CONSOLIDATED BALANCE SHEET (ADOPTED IFRS) (1/2)

Units: Thousand euros

ASSETS		CURRENT P. 31/01/2019	PREVIOUS P. 31/01/2018
A) NON-CURRENT ASSETS	1040	11,063,802	10,083,847
1. Intangible assets:	1030	1,016,179	919,185
a) Goodwill	1031	205,795	207,157
b) Other intangible assets	1032	810,384	712,028
2. Property, plant and equipment	1033	8,338,685	7,643,556
3. Investment property	1034	20,350	20,865
4. Investments accounted for using the equity method	1035	249,205	213,261
5. Non-current financial assets	1036	17,658	23,264
a) At fair value through profit or loss	1047		
Of which, "Designated upon initial recognition"	1041		
b) At fair value through profit or loss	1042		
Of which, "Designated upon initial recognition"	1043		
c) At amortised cost	1044	17,658	23,264
6. Non-current derivatives	1039		
a) Hedging	1045		
a) Other	1046		
7. Deferred tax assets	1037	857,927	743,905
8. Other non-current assets	1038	563,798	519,811
B) CURRENT ASSETS	1085	10,620,015	10,147,459
1. Non-current assets held for sale	1050		
2. Inventories	1055	2,716,245	2,684,760
3. Trade and other receivables:	1060	927,368	887,578
a) Trade receivables	1061	819,821	777,570
b) Other receivables	1062		
c) Current tax assets	1063	107,547	110,008
4. Other current financial assets	1070	1,928,834	1,472,743
a) At fair value through profit or loss	1080		
Of which, "Designated upon initial recognition"	1081		
b) At fair value through profit or loss	1082		
Of which, "Designated upon initial recognition"	1083		
c) At amortised cost	1084	1,928,834	1,472,743
5. Current derivatives	1076	19,652	12,206
a) Hedging	1077	19,652	12,206
a) Other	1078		
6. Other current assets	1075	162,278	159,504
7. Cash and cash equivalents	1072	4,865,638	4,930,668
TOTAL ASSETS (A + B)	1100	21,683,817	20,231,306

IV. SELECTED FINANCIAL INFORMATION

5. CONSOLIDATED BALANCE SHEET (ADOPTED IFRS) (2/2)

Units: Thousand euros

EQUITY AND LIABILITIES		CURRENT P. 31/01/2019	PREVIOUS P. 31/01/2018
A) EQUITY (A.1 + A.2 + A.3)	1195	14,682,441	13,522,525
A.1) CAPITAL AND RESERVES	1180	15,078,331	14,056,225
1. Capital	1171	93,500	93,500
a) Registered capital	1161	93,500	93,500
b) <i>Less: Uncalled capital</i>	1162		
2. Share premium	1172	20,379	20,379
3. Reserves	1173	11,597,771	10,651,803
4. <i>Own shares and equity holdings</i>	1174	(77,077)	(77,077)
5. Prior periods' profit and loss	1178		
6. Other shareholder contributions	1179		
7. Profit (loss) for the period attributable to the parent company	1175	3,443,758	3,367,620
8. <i>Less: Interim dividend</i>	1176		
9. Other equity instruments	1177		
A.2) ACCUMULATED OTHER COMPREHENSIVE INCOME	1188	(425,536)	(559,036)
1. Items that are not reclassified to profit or loss	1186		
a) Equity instruments through other comprehensive income	1185		
b) Others	1190		
2. Items that may subsequently be reclassified to profit or loss	1187	(425,536)	(559,036)
a) Hedging transactions	1181		
b) Translation differences	1182	(5,624)	(25,577)
c) Share in other comprehensive income for investments in joint ventures and others	1184	(419,912)	(533,459)
d) Debt instruments at fair value through other comprehensive income	1192		
d) Others	1183		
EQUITY ATTRIBUTABLE TO THE PARENT COMPANY (A.1 + A.2)	1189	14,652,795	13,497,189
A.3) NON-CONTROLLING INTERESTS	1193	29,646	25,336
B) NON-CURRENT LIABILITIES	1120	1,618,185	1,535,599
1. Grants	1117		
2. Long-term provisions	1115	229,086	258,834
3. Long-term financial liabilities:	1116	5,276	3,560
a) Debt with financial institutions and bonds and other marketable securities	1131	5,276	3,560
b) Other financial liabilities	1132		
4. Deferred tax liabilities	1118	311,609	267,732
5. Non-current liabilities	1140		
a) Hedging	1141		
b) Other	1142		
6. Other non-current liabilities	1135	1,072,214	1,005,473
C) CURRENT LIABILITIES	1130	5,383,191	5,173,182
1. Liabilities associated with non-current assets held for sale	1121		
2. Current provisions	1122		
3. Current financial liabilities:	1123	107,528	35,661
a) Debt with financial institutions and bonds and other marketable securities	1133	84,331	11,982
b) Other financial liabilities	1134	23,197	23,679
4. Trade and other payables:	1124	5,251,498	5,056,618
a) Suppliers	1125	5,098,938	4,905,505
b) Other payables	1126		
c) Current tax liabilities	1127	152,560	151,113
5. Current liabilities	1136	24,165	80,903
a) Hedging	1146	24,165	80,903
b) Other	1147		
6. Other current liabilities	1136		
TOTAL EQUITY AND LIABILITIES (A + B + C)	1200	21,683,817	20,231,306

IV. SELECTED FINANCIAL INFORMATION
6. CONSOLIDATED PROFIT AND LOSS ACCOUNT (ADOPTED IFRS)

Units: Thousand euros

		PRESENT CURR.	PREVIOUS CURR.	CURRENT	PREVIOUS
		PERIOD	PERIOD	CUMULATIVE	CUMULATIVE
		(2nd HALF YEAR)	(2nd HALF YEAR)	31/01/2019	31/01/2018
		Amount	Amount	Amount	Amount
(+) Revenue	1205	14,119,427	13,664,457	26,144,916	25,335,956
(+/-) Change in inventories of finished products and work in progress	1206	(86,301)	(59,665)	31,384	135,665
(+) Own work capitalised	1207				
(-) Supplies	1208	(6,034,331)	(5,926,893)	(11,360,093)	(11,211,745)
(+) Other operating revenue	1209				
(-) Personnel expenses	1217	(2,132,907)	(2,098,830)	(4,135,687)	(3,961,237)
(-) Other operating expenses	1210	(2,736,621)	(2,571,485)	(5,193,032)	(4,983,208)
(-) Depreciation and amortisation charge	1211	(592,627)	(582,643)	(1,209,954)	(1,106,629)
(+) Allocation of grants for non-financial assets and other grants	1212				
(+/-) Impairment and gain (loss) on disposal of fixed assets	1214	(11,854)	(105,260)	1,234	(113,811)
(+/-) Gain (loss) on disposal of non-current assets	1216	61,228	272,415	108,330	257,017
(+/-) Other profit (loss)	1215	(14,820)	(22,417)	(30,149)	(38,025)
= OPERATING PROFIT (LOSS)	1245	2,572,792	2,569,679	4,356,949	4,313,983
(+) Finance income	1250	15,382	32,321	28,843	25,772
a) Interest income calculated using the effective interest rate method	1262				
b) Other	1263	15,382	32,321	28,843	25,772
(-) Finance costs	1251	(11,831)	(22,540)	(15,135)	(9,888)
(+/-) Changes in fair value of financial instruments	1252				
(+/-) Gain (loss) from reclassification of financial assets at amortised cost to financial assets at fair value	1258				
(+/-) Gain (loss) from reclassification of financial assets at fair value through other comprehensive income to financial assets at fair value	1259				
(+/-) Exchange differences	1254	(8,335)	(12,977)	2,816	(20,538)
(+/-) Impairment and gain (loss) on disposal of financial instruments	1255				
(+/-) Gain (loss) on disposal of financial instruments	1257				
a) Financial instruments at amortised cost	1260				
b) Other financial instruments	1261				
= NET FINANCE INCOME (COSTS)	1256	(4,784)	(3,196)	16,524	(4,654)
(+/-) Profit (loss) of equity-accounted investees	1253	36,193	21,735	54,195	42,074
= PROFIT (LOSS) BEFORE TAX	1265	2,604,201	2,588,218	4,427,668	4,351,403
(+/-) Income tax expense	1270	(566,949)	(582,349)	(979,600)	(979,064)
= PROFIT (LOSS) FOR THE PERIOD FROM CONTINUING ACTIVITIES	1280	2,037,252	2,005,869	3,448,068	3,372,339
(+/-) Profit (loss) from discontinued operations, net of tax	1285				
= CONSOLIDATED PROFIT (LOSS) FOR THE PERIOD	1288	2,037,252	2,005,869	3,448,068	3,372,339
A) Profit (loss) for the period attributable to the parent company	1300	2,035,081	2,001,607	3,443,758	3,367,620
B) Profit (loss) attributable to non-controlling interests	1289	2,171	4,262	4,310	4,719
EARNINGS PER SHARE		Amount euros (X.XX)	Amount euros (X.XX)	Amount euros (X.XX)	Amount euros (X.XX)
Basic	1290	0.65	0.64	1.11	1.08
Diluted	1295	0.65	0.64	1.11	1.08

In the half-yearly financial report for the first half of the year, the data relating to the present period match the cumulative data, which do not therefore need to be completed.

IV. SELECTED FINANCIAL INFORMATION
7. CONSOLIDATED STATEMENT OF RECOGNISED INCOME AND EXPENSE (ADOPTED IFRS)

Units: Thousand euros

		PRESENT CURR. PERIOD (2nd HALF YEAR)	PREVIOUS CURR. PERIOD (2nd HALF YEAR)	CURRENT PERIOD 31/01/2019	PREVIOUS PERIOD 31/01/2018
A) CONSOLIDATED PROFIT (LOSS) FOR THE PERIOD (from the profit and loss account)	1305	2,037,252	2,005,869	3,448,068	3,372,339
B) OTHER COMPREHENSIVE INCOME – ITEMS THAT ARE NOT RECLASSIFIED TO PROFIT OR LOSS:	1310				
1 From revaluation/(reversal of revaluation) of property, plant and equipment and intangible assets	1311				
2 From actuarial gains and losses	1344				
3 Share in other comprehensive income of investments in joint ventures and associates	1342				
4 Equity instruments with changes through other comprehensive income	1346				
5 Other income and expenses that are not reclassified to profit or loss	1343				
6 Tax effect	1345				
C) OTHER COMPREHENSIVE INCOME – ITEMS THAT MAY SUBSEQUENTLY BE RECLASSIFIED TO PROFIT OR LOSS:	1350	21,111	(110,600)	41,248	(436,075)
1. Hedging transactions:	1360	(20,372)	82,017	17,412	(42,618)
a) Valuation gains/(losses)	1361	(20,336)	82,017	(7,930)	(25,303)
b) Amounts transferred to profit or loss	1362	(36)		25,342	(17,315)
c) Amounts transferred to initial carrying amount of hedged items	1363				
d) Other reclassifications	1364				
2. Translation differences:	1365	37,173	(174,132)	21,295	(395,419)
a) Valuation gains/(losses)	1366	37,173	(174,132)	21,295	(395,419)
b) Amounts transferred to profit or loss	1367				
d) Other reclassifications	1368				
3. Share in other comprehensive income of investments in joint ventures and associates:	1370				
a) Valuation gains/(losses) taken to equity	1371				
b) Amounts transferred to profit or loss	1372				
c) Other reclassifications	1373				
4. Debt instruments at fair value through other comprehensive income	1381				
a) Valuation gains/(losses) taken to equity	1382				
b) Amounts transferred to profit or loss	1383				
c) Other reclassifications	1384				
5. Other income and expenses that may subsequently be reclassified to profit or loss	1375				
a) Valuation gains/(losses) taken to equity	1376				
b) Amounts transferred to profit or loss	1377				
c) Other reclassifications	1378				
6 Tax effect	1380	4,310	(18,485)	2,541	1,962
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD (A + B + C)	1400	2,058,363	1,895,269	3,489,316	2,936,264
a) Attributable to the parent company	1398	2,056,192	1,891,004	3,485,006	2,931,544
b) Attributable to non-controlling interests	1399	2,171	4,265	4,310	4,720

IV. SELECTED FINANCIAL INFORMATION

8. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (ADOPTED IFRS) (1/2)

Units: Thousand euros

CURRENT PERIOD	Equity attributable to the parent company							Non- controlling interests	Total equity
	Capital and reserves					Valuation adjustments			
	Capital	Share premium and Reserves (1)	Treasury stock	Profit (loss) for the period attributable to the parent company	Other equity instruments				
Closing balance at 01/02/2018	3110	93,500	10,672,182	(77,077)	3,367,620		(559,036)	25,336	13,522,525
Adjustments for changes in accounting policy	3111								
Adjustment for errors	3112								
Adjusted opening balance	3115	93,500	10,672,182	(77,077)	3,367,620		(559,036)	25,336	13,522,525
I. Total comprehensive income/(expense) for the period	3120				3,443,758		41,248	4,310	3,489,316
II. Transactions with shareholders or owners	3125				(2,335,276)				(2,335,276)
1. Capital increases/ (reductions)	3126								
2. Conversion of financial liabilities into equity	3127								
3. Distribution of dividends	3128				(2,335,276)				(2,335,276)
4. Purchase / sale of treasury stock	3129								
5. Equity increase/ (decrease) resulting from business combinations	3130								
6. Other transactions with shareholders or owners	3132								
III. Other changes in equity	3135		945,968		(1,032,344)		92,252		5,876
1. Equity-settled share-based payment	3136		27,155						27,155
2. Transfers among components of equity	3137		934,770		(1,032,344)		97,574		
3. Other changes	3138		(15,957)				(5,322)		(21,279)
Closing balance at 31/01/2019	3140	93,500	11,618,150	(77,077)	3,443,758		(425,536)	29,646	14,682,441

IV. SELECTED FINANCIAL INFORMATION

8. CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (ADOPTED IFRS) (2/2)

Units: Thousand euros

PREVIOUS PERIOD	Equity attributable to the parent company							Non- controlling interests	Total equity
	Capital and reserves					Valuation adjustments			
	Capital	Share premium and Reserves (1)	Treasury stock	Profit (loss) for the period attributable to the parent company	Other equity instruments				
Closing balance at 01/02/2017	3150	93,500	9,775,308	(87,111)	3,156,957		(225,274)	38,174	12,751,554
Adjustments for changes in accounting policy	3151								
Adjustment for errors	3152								
Adjusted opening balance	3153	93,500	9,775,308	(87,111)	3,156,957		(225,274)	38,174	12,751,554
I. Total comprehensive income/(expense) for the period	3160				3,367,620		(436,076)	4,720	2,936,264
II. Transactions with shareholders or owners	3165		(13,926)	10,034	(2,116,959)			(15,074)	(2,135,925)
1. Capital increases/ (reductions)	3166								
2. Conversion of financial liabilities into equity	3167								
3. Distribution of dividends	3168				(2,116,959)			(9,800)	(2,126,759)
4. Purchase / sale of treasury stock	3169			10,034					10,034
5. Equity increase/ (decrease) resulting from business combinations	3170								
6. Other transactions with shareholders or owners	3172		(13,926)					(5,274)	(19,200)
III. Other changes in equity	3175		910,800		(1,039,998)		102,314	(2,484)	(29,368)
1. Equity-settled share-based payment	3176		(6,657)						(6,657)
2. Transfers among components of equity	3177		937,684		(1,039,998)		102,314		
3. Other changes	3178		(20,227)					(2,484)	(22,711)
Closing balance at 31/01/2017	3180	93,500	10,672,182	(77,077)	3,367,620		(559,036)	25,336	13,522,525

IV. SELECTED FINANCIAL INFORMATION			
9.A. CONSOLIDATED STATEMENT OF CASH FLOWS (INDIRECT METHOD) (ADOPTED IFRS)			
Units: Thousand euros			
		CURRENT PERIOD 31/01/2019	PREVIOUS PERIOD 31/01/2018
A) CASH FLOWS FROM OPERATING ACTIVITIES (1 + 2 + 3 + 4)	1435	4,028,944	3,961,226
1. Profit (loss) before tax	1405	4,427,668	4,351,403
2. Adjustments to profit (loss):	1410	1,020,080	1,088,713
(+) Depreciation and amortisation charge	1411	1,100,390	963,422
(+/-) Other net adjustments to profit (loss)	1412	(80,310)	125,291
3. Changes in working capital	1415	(349,252)	(449,428)
4. Other cash flows from operating activities:	1420	(1,069,552)	(1,029,462)
(-) Interest paid	1421		
(-) Payment of dividends and remuneration on other equity instruments	1430		
(+) Dividends received	1422		
(+) Interest received	1423		
(+/-) Income tax recovered/(paid)	1424	(1,069,552)	(1,029,462)
(+/-) Other sums received/(paid) from operating activities	1425		
B) CASH FLOWS FROM INVESTING ACTIVITIES (1 + 2 + 3)	1460	(1,874,885)	(832,848)
1. Payments for investments:	1440	(2,100,089)	(1,850,710)
(-) Group companies, associates and business units	1441		(29,900)
(-) Property, plant and equipment, intangible assets and investment property	1442	(1,620,259)	(1,771,287)
(-) Other financial assets	1443		(24,455)
(-) Non-current assets and liabilities classified as held-for-sale	1459		
(-) Other assets	1444	(479,830)	(25,068)
2. Proceeds from sale of investments	1450	225,204	1,017,862
(+) Group companies, associates and business units	1451		
(+) Property, plant and equipment, intangible assets and investment property	1452	158,750	380,517
(+) Other financial assets	1453	23,747	608,397
(+) Non-current assets and liabilities classified as held-for-sale			
(+) Other assets	1454	42,707	28,948
3. Other cash flows from investing activities	1455		
(+) Dividends received	1456		
(+) Interest received	1457		
(+/-) Other sums received/(paid) from investing activities	1458		
C) CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3 + 4)	1490	(2,260,219)	(2,185,764)
1. Sums received/(paid) in respect of equity instruments	1470		(12,035)
(+) Issuance	1471		
(-) Redemption	1472		
(-) Acquisition	1473		(12,035)
(+) Disposal	1474		
2. Sums received/(paid) in respect of financial liability instruments:	1480	75,057	(46,969)
(+) Issuance	1481	76,571	3,353
(-) Repayment and redemption	1482	(1,514)	(50,322)
3. Payment of dividends and remuneration on other equity instruments	1485	(2,335,276)	(2,126,760)
4. Other cash flows from financing activities	1486		
(-) Interest paid	1487		
(+/-) Other sums received/(paid) from financing activities	1488		
D) EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH HELD	1492	41,132	(127,858)
E) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)	1495	(65,028)	814,756
F) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	1499	4,930,668	4,115,912
G) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)	1500	4,865,640	4,930,668

COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		CURRENT PERIOD 31/01/2019	PREVIOUS PERIOD 31/01/2018
(+) Cash on hand and at banks	1550	3,156,954	2,852,301
(+) Other financial assets	1552	1,708,686	2,078,367
(-) Less: Bank overdrafts repayable on demand	1553		
TOTAL CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	1600	4,865,640	4,930,668

This template of the consolidated statement of cash flows (indirect method) allows the alternatives for classifying interest and dividends, both received and paid, provided for in the adopted IFRS. Each of the above items shall be classified in a single consistent manner, in each period, as operating, investing or financing activities.

IV. SELECTED FINANCIAL INFORMATION
9.B. CONSOLIDATED STATEMENT OF CASH FLOWS (DIRECT METHOD) (ADOPTED IFRS)

Units: Thousand euros

		CURRENT PERIOD 31/01/2019	PREVIOUS PERIOD 31/01/2018
A) CASH FLOWS FROM OPERATING ACTIVITIES (1 + 2 + 3 + 4)		8435	
(+) Proceeds from operating activities		8410	
(-) Payments to suppliers and to personnel for operating expenses		8411	
(-) Interest paid		8421	
(-) Payment of dividends and remuneration on other equity instruments		8422	
(+) Dividends received		8430	
(+) Interest received		8423	
(+/-) Income tax recovered/(paid)		8424	
(+/-) Other sums received/(paid) from operating activities		8425	
B) CASH FLOWS FROM INVESTING ACTIVITIES (1 + 2 + 3)		8460	
1. Payments for investments:		8440	
(-) Group companies, associates and business units		8441	
(-) Property, plant and equipment, intangible assets and investment property		8442	
(-) Other financial assets		8443	
(-) Other assets		8444	
2. Proceeds from sales of investments		8450	
(+) Group companies, associates and business units		8451	
(+) Property, plant and equipment, intangible assets and investment property		8452	
(+) Other financial assets		8453	
(+) Other assets		8454	
3. Other cash flows from investing activities		8455	
(+) Dividends received		8456	
(+) Interest received		8457	
(+/-) Other flows from investing activities		8458	
C) CASH FLOWS FROM FINANCING ACTIVITIES (1 + 2 + 3 + 4)		8490	
1. Sums received/(paid) in respect of equity instruments		8470	
(+) Issuance		8471	
(-) Redemption		8472	
(-) Acquisition		8473	
(+) Disposal		8474	
2. Sums received/(paid) in respect of financial liability instruments:		8480	
(+) Issuance		8481	
(-) Repayment and redemption		8482	
3. Payment of dividends and remuneration on other equity instruments		8485	
4. Other cash flows from financing activities		8486	
(-) Interest paid		8487	
(+/-) Other sums received/(paid) from financing activities		8488	
D) EFFECT OF FOREIGN EXCHANGE RATE FLUCTUATIONS ON CASH AND CASH EQUIVALENTS HELD		8492	
E) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C + D)		8495	
F) CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		8499	
G) CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)		8500	

COMPONENTS OF CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD

		CURRENT PERIOD 31/01/2019	PREVIOUS PERIOD 31/01/2018
(+) Cash on hand and at banks		8550	
(+) Other financial assets		8552	
(-) Less: Bank overdrafts repayable on demand		8553	
TOTAL CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		8600	

This template of the consolidated statement of cash flows (direct method) allows the alternatives for classifying interest and dividends, both received and paid, provided for in the adopted IFRS. Each of the above items shall be classified in a single consistent manner, in each period, as operating, investing or financing activities.

IV. SELECTED FINANCIAL INFORMATION

10. DIVIDENDS PAID

		CURRENT PERIOD		PREVIOUS PERIOD	
		Euros per share (X.XX)	Amount (thousand euros)	Euros per share (X.XX)	Amount (thousand euros)
Ordinary shares	2158	0.75	2,335,276	0.68	2,116,959
Other shares (non-voting shares, redeemable)	2159				
Total dividends paid	2160	0.75	2,335,276	0.68	2,116,959
a) Dividends charged to profit and loss	2155	0.75	2,335,276	0.68	2,116,959
b) Dividends charged to reserves premium or	2156				
c) Dividends in kind	2157				
d) Flexible payment	2154				

IV. SELECTED FINANCIAL INFORMATION
11. SEGMENT INFORMATION

Units: Thousand euros

Table 1:

GEOGRAPHIC AREA		Distribution of revenue by geographic area			
		INDIVIDUAL		CONSOLIDATED	
		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
Domestic market	2210	4,702,380	2,589,185	4,556,931	4,423,925
International market:	2215	11,989,716	7,653,909	21,587,985	20,912,031
a) European Union	2216	8,701,978	4,018,500	9,948,402	9,421,092
a.1) Euro Area	2217	7,595,652	3,105,930	7,331,351	6,956,722
a.2) Non- Euro Area	2218	1,106,326	912,570	2,617,051	2,464,370
c) Other countries	2219	3,287,738	3,634,409	11,639,583	11,490,939
TOTAL	2220	16,692,096	10,243,094	26,144,916	25,335,956

Comments

Units: Thousand euros

GEOGRAPHIC AREA		CONSOLIDATED			
		Ordinary revenue		Profit (loss)	
SEGMENTS		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
Zara and Zara Home	2221	18,020,606	17,449,305	3,122,415	3,120,374
Bershka	2222	2,239,838	2,227,387	327,059	353,369
Others	2223	5,884,472	5,659,264	907,475	840,243
	2224				
	2225				
	2226				
	2227				
	2228				
	2229				
	2230				
TOTAL	2225	26,144,916	25,335,956	4,356,949	4,313,986

Comments

IV. SELECTED FINANCIAL INFORMATION

12. AVERAGE WORKFORCE

		INDIVIDUAL		CONSOLIDATED	
		CURRENT PERIOD	PREVIOUS PERIOD	CURRENT PERIOD	PREVIOUS PERIOD
AVERAGE WORKFORCE	2295	2,002	1,828	168,111	164,932
Men	2296	875	792	41,493	40,502
Women	2297	1,127	1,036	126,618	124,430

Comments

IV. SELECTED FINANCIAL INFORMATION

13. REMUNERATION RECEIVED BY DIRECTORS AND MANAGING DIRECTORS

DIRECTORS:

Type of remuneration:

		Amount (thousand euros)	
		CURRENT PERIOD	PREVIOUS PERIOD
Remuneration for membership on the board and/or board committees	2310	2,030	2,030
Fixed salaries	2311	3,250	3,250
Variable retribution in cash	2312	4,435	3,220
Remuneration systems based on shares	2313	1,704	4,120
Termination benefits	2314		
Long Term saving systems	2315		
Other	2316		
TOTAL	2320	11,419	12,620

MANAGING DIRECTORS:

		Amount (thousand euros)	
		CURRENT PERIOD	PREVIOUS PERIOD
Total remuneration paid to managing directors	2325	44,936	34,426

IV. SELECTED FINANCIAL INFORMATION
14. RELATED-PARTY TRANSACTIONS AND BALANCES (1/2)

Units: Thousand euros

EXPENSES AND REVENUE		CURRENT PERIOD				Total
		Significant shareholders	Directors and managers	Group employees, companies and entities	Other related parties	
1) Finance costs	2340					
2) Leases	2343	1,280			44,166	45,446
3) Services received	2344					
4) Purchase of inventories	2345					
5) Other expenses	2348				122	122
TOTAL EXPENSES (1+2+3+4+5)	2350	1,280			44,288	45,568
6) Finance income	2351					
7) Dividends received	2354					
8) Services rendered	2356				1,962	1,962
9) Sale of inventories	2357				1,100	1,100
10) Other income	2359		8	29	12	49
TOTAL REVENUE (6+7+8+9+10)	2360		8	29	3,074	3,111

OTHER TRANSACTIONS		CURRENT PERIOD				Total
		Significant shareholders	Directors and managers	Group employees, companies and entities	Other related parties	
Financing agreements: loans and capital contributions (lender)	2372					
Financing agreements: loans and capital contributions (borrower)	2375					
Guarantees and collateral given	2381					
Guarantees and collateral received	2382					
Commitments assumed	2383					
Dividends and other earnings distributed	2386					
Other transactions	2385					

BALANCES ON THE REPORTING DATE		CURRENT PERIOD				Total
		Significant shareholders	Directors and managers	Group employees, companies and entities	Other related parties	
1) Trade receivables	2341					
2) Loans and credit given	2342					
3) Other receivables	2346					
TOTAL RECEIVABLES (1+2+3)	2347					
4) Trade payables	2352					
5) Loans and credit received	2353					
6) Other payment obligations	2355					
TOTAL PAYABLES (4+5+6)	2358					

IV. SELECTED FINANCIAL INFORMATION
14. RELATED-PARTY TRANSACTIONS AND BALANCES (2/2)

Units: Thousand euros

EXPENSES AND REVENUE		PREVIOUS PERIOD				Total
		Significant shareholders	Directors and managers	Group employees, companies and entities	Other related parties	
1) Finance costs	6340					
2) Leases	6343	1,280			41,921	43,201
3) Services received	6344					
4) Purchase of inventories	6345					
5) Other expenses	6348				113	113
TOTAL EXPENSES (1+2+3+4+5)	6350	1,280			42,034	43,314
6) Finance income	6351					
7) Dividends received	6354					
8) Services rendered	6356				7,333	7,333
9) Sale of inventories	6357				28	28
10) Other income	6359		24		143	167
TOTAL REVENUE (6+7+8+9+10)	6360		24		7,504	7,528

OTHER TRANSACTIONS		PREVIOUS PERIOD				Total
		Significant shareholders	Directors and managers	Group employees, companies and entities	Other related parties	
Financing agreements: loans and capital contributions (lender)	6372					
Financing agreements: loans and capital contributions (borrower)	6375					
Guarantees and collateral given	6381					
Guarantees and collateral received	6382					
Commitments assumed	6383					
Dividends and other earnings distributed	6386					
Other transactions	6385					

BALANCES ON THE REPORTING DATE		PREVIOUS PERIOD				Total
		Significant shareholders	Directors and managers	Group employees, companies and entities	Other related parties	
1) Trade receivables	6341					
2) Loans and credit given	6342					
3) Other receivables	6346					
TOTAL RECEIVABLES (1+2+3)	6347					
4) Trade payables	6352					
5) Loans and credit received	6353					
6) Other payment obligations	6355					
TOTAL PAYABLES (4+5+6)	6358					