Milan – March 28th, 2008

TOD'S S.p.A – In fiscal year 2007, consolidated net income grew by 17.8% to 78.7 million Euros with revenues of 657.1 million Euros (+14.7%). Dividend unchanged at 1.25 Euro per share
The Board of Directors approved the 2007 Annual Report.

Consolidated revenues: 657.1 million Euros, EBITDA: 153 million Euros, EBIT: 126.5 million Euros, Net income: 78.7 million Euros

The Board of Directors of Tod's S.p.A., the Italian company listed on the Milan Stock Exchange and holding of the luxury goods group of the same name operating in luxury shoes, leather goods and apparel with the Tod's, Hogan, Fay and Roger Vivier brands, today approved the 2007 Annual Report.

Consolidated turnover was 657.1 million Euros, growing by 14.7% compared to fiscal year 2006. At constant exchange rates, i.e. adopting the 2006 average exchange rates, revenues were 669.8 million Euros, with a 16.9% growth[1].

Breakdown of Consolidated Sales by Brand: significant growth for all the brands; outstanding results for Hogan

million Euros	FY 2007	FY 2006	% change
Tod's	347.6	326.4	6.5%
Hogan	199.5	155.5	28.3%
Fay	90.0	82.4	9.2%
Roger Vivier	16.0	6.5	146.0%
Other	4.0	2.2	78.6%
TOTAL	657.1	573.0	14.7%

At constant rates Tod's revenues grew by approx. 10%. At reported rates, sales amounted to 347.6 million Euros, increasing by 6.5% versus the previous year.

Hogan posted excellent results; 2007 revenues grew by 28.3% to 199.5 million Euros, driven by the great success of the brand both in the domestic market and internationally.

Fay revenues were 90 million Euros in 2007, posting a 9.2% growth.

[1] In the press release, we comment the growth rates at reported rates; the figures at constant exchange rates are indicated only when they are meaningful.

Finally, the Roger Vivier brand posted in 2007 the growth in revenues already experienced in the previous months, confirming the strong long term potentials of this project; its revenues now represent 2.4% of Tod's Group turnover.

Breakdown of Consolidated Sales by Product: excellent growth for shoes

million Euros	FY 2007	FY 2006	% change
Shoes	427.2	357.5	+19.5%
Leather goods and accessories	139.2	133.5	+4.3%
Apparel	89.2	80.9	+10.2%
Other	1.5	1.1	+36.2%
TOTAL	657.1	573.0	+14.7%

Revenues from shoes were 427.2 million Euros in 2007, increasing by 19.5% vs. 2006, or 21.3% at constant rates.

Sales from leather goods and accessories amounted to 139.2 million Euros in the year, with a 4.3% growth vs. 2006. During the recent Christmas season, although all the Group's brands confirmed their strength, we experienced in this product category results below management expectations.
Good response from the leather goods "Pashmy" project, which confirmed the success already experienced in the previous months. The Pashmy complete products' offering has started to be fully commercialised in 2008. As already commented in the last months, sales of leather goods and accessories, which are highly important in the US and Asian markets, were affected also by the ongoing strengthening of the Euro currency: the increase of revenues is more than double at constant exchange rates (8.7%).

Finally, revenues from apparel totalled 89.2 million Euros in 2007, increasing by 10.2% vs. 2006.

Breakdown of Consolidated Sales by Region: double-digit growth (at constant rates) in all the Group's markets; acceleration in Italy and Asia; good performance of the US market

million Euros	FY 2007	FY 2006	% change
Italy	333.5	279.6	+19.3%
Europe (excl. Italy)	160.8	145.4	+10.6%
North America	66.3	60.0	+10.4%
Asia and rest of world	96.5	88.0	+9.6%
TOTAL	657.1	573.0	+14.7%

All the Group's brands achieved outstanding results on the domestic market, where revenues amounted to 333.5 million Euros in 2007, with a 19.3% growth vs. the previous year.

In the rest of Europe, sales grew by 10.6% (11% at constant exchange rates) in 2007 and totalled 160.8 million Euros.

The US market confirmed the outstanding results of the previous months, posting a 19.6% growth at constant exchange rates; including the impact of the Euro/USD exchange rate, sales grew by 10.4%. Revenues in this market were 66.3 million Euros, corresponding to approx. 10% of the Group's turnover.

Finally, rest of the world sales posted the expected acceleration in the fourth quarter, mainly driven by the excellent results achieved in Far East. In 2007 growth was 17.2% at constant exchange rates or 9.6% at reported rates. Revenues of this region totalled 96.5 million Euros, representing approx. 15% of consolidated sales.

Breakdown of Consolidated Sales by Distribution Channel: significant double-digit growth for both the distribution channels

million Euros	FY 2007	FY 2006	% change
Franchised stores and independent retailers	339.0	289.8	+17.0%
DOS	318.1	283.2	+12.3%
TOTAL	657.1	573.0	+14.7%

Revenues to third parties totalled 339 million Euros in 2007, showing a 17% growth (or 18.1% at constant exchange rates) versus the previous year.

Revenues through DOS totalled 318.1 million Euros, increasing by 12.3% vs. 2006 (15.6% at constant exchange rates), driven both by the organic growth in the existing stores network and by the 15 new openings made in the year.

In the first 13 weeks of 2008 (from January 1st to March 23rd, 2008), the *Same Store Sales Growth* (SSSG) rate, calculated on comparable figures as the worldwide average of sales growth rates reported by DOS opened as of January 1st, 2007, is equal to 5.6%. This rate has accelerated with the starting of the sales of Spring Summer 2008 collections.

As of December 31st, 2007 the Group's distribution network was composed by 125 DOS and 63 franchised stores, compared with 110 DOS and 63 franchised stores as of 2006 year-end[2].
In the first quarter of 2008 the Group opened important DOS:

[2] We remind that in August the Group converted into DOS 7 franchised stores in Korea.

- the Tod's boutique in Milan, Via della Spiga, refurbished according to the new concept, which represents the brand flagship store for image and size;
- the new Tod's boutique in Rome, Via dei Condotti, devoted to the women's collection.

The Group inaugurated also the first Italian boutique for Roger Vivier, located in Milan, Via Sant'Andrea in a prestigious XVIII century Milanese palace.

In the first months of 2008, the Group opened 8 DOS[3] and 2 franchised stores; the Group's distribution network is currently composed by 129 DOS and 62 franchised stores.

Comments on the Profit & Loss key figures

In the fiscal year 2007 the Group's EBITDA was 153 million Euros, increasing by 11.3% as compared to the previous year and for a 23.3% margin on sales. At constant exchange rates, EBITDA was 158.9 million Euros, with a 23.7% margin on sales, in line with the 24% margin of 2006.

The comparison of the margins in the two years shows the increase of costs for services (32.6% of revenues in 2007 versus 31.5% in 2006), mainly due to external production costs. Broadly flat was the impact on sales of A&P expenses (8.9% in 2007 versus 8.8% in 2006) and of rents (5.9% in 2007 versus 5.7% in 2006).

Labour costs continued to decrease their incidence on revenues also in 2007 (13.6% in 2007 versus 14% in 2006), despite the on-going growth of the Group's headcount (2,472 employees as of December 31st, 2007 versus 2,280 as of 2006 year-end).

The Group's EBIT was 126.5 million Euros, increasing by 11.2% versus 2006. At constant exchange rates, EBIT was 131.9 million Euros, with a 19.7% margin on sales, in line with the 19.8% margin of 2006. The incidence on sales of depreciation and amortisation continued its decrease (3.9% in 2007 versus 4.1% in the previous year).

The Group's profit before taxes was 126.7 million Euros, with a 19.3% margin on sales, in line with the EBIT margin, due to the broadly flat financial result.

Income taxes totalled 47.9 million Euros, equal to a 37.8% tax rate, improving by more than 300 basis points compared to 2006, thanks to the first positive effects of the new Italian fiscal law, which will give full benefit in 2008, with an expected further decrease of the tax rate.

[3] Starting January 1st, 2008, the Group controls through its subsidiary Tod's Shanghai the 3 stores in Shanghai and Beijing, previously managed under franchised agreements.

Consolidated net income was 78.7 million Euros, growing by 17.8% versus 2006 and with a 12% margin on sales, higher than in the previous year. Finally, net of minorities interests, the Group's net income was 77.3 million Euros, increasing by 17% versus 2006 and with a 11.8% margin on sales (higher than the 11.5% margin of 2006).

Comments on the Balance Sheet and Cash Flow key figures

The total investments made by the Group in 2007 amounted to 45.2 million Euros (as compared to 30.5 million Euros in 2006). The most of the resources were devoted to the widening and refurbishment of the DOS network (including the acquisitions of the already mentioned prestigious locations in Milan and in Rome). The Group continued also to invest in production activities and in the implementation of SAP system aiming to rationalizing the data flows across the entire distribution network.

As of December 31st, 2007 the net financial position was positive and equal to 73.5 million Euros. Despite the Group's higher cash flow (110.1 million Euros in 2007 versus 99.6 million in 2006) and lower operating working capital requirements (49.6 million Euros in 2007 versus 52.6 million in 2006), the approx. 17 million Euros difference compared to the balance as of the 2006 year-end is due to the already commented investment activity, which in 2007 was higher than the Group's annual average, and to the dividend payment (38 million Euros in 2007 versus 30 million Euros of the previous year).

Consolidated shareholders' equity as of December 31st, 2007 was 566.8 million Euros, which compares to 522.9 million Euros as of December 31st, 2006).

Comments on the key figures of the Parent Company Tod's SpA

The Board of Director also approved the draft of the 2007 Annual Report for the parent company Tod's SpA, whose revenues were 506.3 million Euros, with a 10.7% growth versus the 457.5 million Euros revenues posted in the fiscal year 2006.

Net income was 60.4 million Euros, increasing by 6.1% versus 2006 and with a 11.9% margin on sales; net income per share was 1.983 Euro[4].

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[4] Diluted net income per share, calculated considering also the stock options plan, is 1.899 Euro.

During 2007, the parent company invested a total amount of 18 million Euros in fixed assets, compared to 16.4 million Euros invested in the previous year.

As of December 31st, 2007 the parent company's net financial position was positive and equal to 31.8 million Euros, versus 48.9 million Euros as of 2006 year-end, and the parent company's shareholders' equity was 554.5 million Euros (526 million Euros as of December 31st, 2006).

Dividend proposal

The Board approved also to propose the distribution of a dividend of Euro 1.25[5] per share, the same as in the previous year. The clipping of the coupon nr. 8 is scheduled on May 19th for the dividend payment on May 22nd, 2008. The proposed dividend corresponds to a pay-out of approx. 50%, calculated on the Group's net income.

This proposal will be submitted to the approval of the Annual General Meeting, taking place in the company's registered offices next April 22nd, 2008 at 9.00 a.m. on first call (and on second call on April 29th, 2008 same place and time).

Diego Della Valle, Chairman and CEO of the Group, commented as follows: "2007 results confirm the strength of our Group, which posted a double-digit growth in revenues and profits, despite the challenging economic environment and the unfavourable currencies situation. The good starting of the sales in our stores for the Spring Summer collections among all product categories and the positive acceptance of the Fall Winter collections allow us to expect good results also in 2008 both for sales and profits".

The Board has today approved the Annual Report on Corporate Governance, which is available on the corporate www.todsgroup.com.

The manager responsible for preparing the company's financial reports, Mr. Rodolfo Ubaldi, declares, pursuant to paragraph 2 of Article 154-bis of the Consolidated Law on Finance, that the accounting information contained in this press release corresponds to the document results, books and accounting records.

Please note that all the figures commented in the present press release have been drafted by the Board of Directors and must be submitted for approval to the next General Shareholders' Meeting, scheduled as described above.

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[5] Gross of withholding tax, if due.

Should you need explanations, please contact: Investor Relations Office - tel. +39 02 77 22 51
e-mail: c.oglio@todsgroup.com
Corporate website: **www.todsgroup.com**

ATTACHMENTS

TOD'S GROUP

Key figures of Profit & Loss (compliant with IAS/IFRS principles)

Figures in million Euros	**Fiscal year 2007**	**Fiscal year 2006**
Revenues	657.1	573.0
EBITDA	153.0	137.5
EBIT	126.5	113.7
Profit before taxes	126.7	113.2
Net income	78.7	66.8
Of which: Group's net income	*77.3*	*66.1*
minorities	*1.4*	*0.7*

Key figures of Balance Sheet (compliant with IAS/IFRS principles)

Figures in million Euros	**December 31st, 2007**	**December 31st, 2006**
Operating net working capital (1)	208.5	164.2
Tangible and intangible fixed assets	299.2	282.8
Other assets/(liabilities), net	(14.4)	(14.7)
Total Invested Capital	493.3	432.3
Net financial position (positive)	(73.5)	(90.6)
Consolidated Shareholders' equity	566.8	522.9

(1) Trade receivables + Inventory – Trade payables

Key figures of Cash Flow (compliant with IAS/IFRS principles)

Figures in million Euros	**Fiscal year 2007**	**Fiscal year 2006**
Operating Cash Flow	60.5	46.9
Cash flow generated/(used) by investing activities	(42.7)	(28.2)
Cash Flow generated/(used) by financing activities	(36.4)	(26.8)
Free Cash Flow generated/(used)	(18.5)	(8.1)

PARENT COMPANY TOD'S SpA

Key figures of Profit & Loss (compliant with IAS/IFRS principles)

Figures in million Euros	**Fiscal year 2007**	**Fiscal year 2006**
Revenues	506.3	457.5
EBITDA	99.1	105.5
EBIT	87.7	95.6
Profit before taxes	92.0	96.8
Net income	60.4	56.9

Key figures of Balance Sheet (compliant with IAS/IFRS principles)

Figures in million Euros	**December 31st, 2007**	**December 31st, 2006**
Operating net working capital (1)	206.5	168.8
Tangible and intangible fixed assets	225.0	218.6
Other assets/(liabilities), net	91.2	89.7
Total Invested Capital	522.7	477.1
Net financial position (positive)	(31.8)	(48.9)
Shareholders' equity	554.5	526.0

(1) Trade receivables + Inventory – Trade payables

Key figures of Cash Flow (compliant with IAS/IFRS principles)

Figures in million Euros	**Fiscal year 2007**	**Fiscal year 2006**
Operating Cash Flow	27.9	44.0
Cash flow generated/(used) by investing activities	(9.2)	(36.7)
Cash Flow generated/(used) by financing activities	(37.2)	(25.2)
Free Cash Flow generated/(used)	(18.5)	(17.9)