

Milan – May 14th, 2008

TOD'S S.p.A.: revenues and profits continue to grow (Revenues: +8.9%; EBIT:+9.3% at constant exchange rates)

The Board of Directors approved Tod's Group Q1 2008 Interim Report.

At current exchange rates Q1 2008 Group's revenues: 190.9 million Euros, increasing by 7.4% versus Q1 2007; EBITDA: 43.7 million Euros, with a 8.1% growth; EBIT: 37.2 million Euros with a 8% increase

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 Group's interim report for the first quarter of 2008 (January 1st – March 31st, 2008).

The report has been drafted in accordance to art. 154 ter paragraph 5 of TUF (Testo Unico Finanza), introduced by the Legislative decree nr. 195/2007, following the European Law 2004/109/CE (the so-called "Transparency Law").

The first three months results confirm the effectiveness of the Group's strategy, which enabled the Group to achieve growth both for revenues and profits.

As already highlighted in our previous press releases, analyzing quarterly figures is not fully meaningful, due to the discrepancies in the flow of industrial revenues and costs on a monthly basis – and this situation is particularly evident in the first quarter, when volumes are not significant in absolute terms. Therefore, annualizing quarterly figures would be misleading.

Consolidated revenues were 190.9 million Euros in the first quarter of 2008, posting a 8.9% growth versus the first three months of 2007 at constant exchange rates, meaning by using Q1 2007 average exchange rates; at current exchange rates revenues grew by 7.4% versus the same period of the previous year¹.

Breakdown of Consolidated Sales by Brand: all the brands are growing; excellent results for Hogan

<i>million Euros</i>	Q1 2008	Q1 2007	% change	FY 2007
Tod's	97.2	95.6	+1.7%	347.6
Hogan	63.3	53.4	+18.6%	199.5
Fay	24.5	23.6	+4.0%	90.0
Roger Vivier	5.1	3.7	+35.6%	16.0
Other	0.8	1.4	n.m.	4.0
TOTAL	190.9	177.7	+7.4%	657.1

¹ In the press release, we comment the growth rates at current rates; the figures at constant exchange rates are indicated only if they are meaningful.

Tod's revenues were 97.2 million Euros in the first quarter of 2008, increasing by 3.8% versus the first three months of 2007 at constant exchange rates; at current exchange rates, the growth is 1.7%.

Hogan confirmed the outstanding results of the previous year, with revenues equal to 63.3 million Euros in the first quarter of 2008, increasing by 18.6% versus Q1 2007.

Fay revenues were 24.5 million Euros in the first three months of 2008, with a 4% growth versus Q1 2007.

Finally, Roger Vivier, which is still in a start-up phase, confirmed its growth potential, totalling 5.1 million Euros revenues in Q1 2008, with a 35.6% increase versus Q1 2007.

Breakdown of Consolidated Sales by Product: double-digit growth for shoes

<i>million Euros</i>	Q1 2008	Q1 2007	% change	FY 2007
Shoes	130.4	117.0	+11.5%	427.2
Leather goods and accessories	36.0	38.1	-5.5%	139.2
Apparel	24.3	22.1	+9.9%	89.2
Other	0.2	0.5	n.m.	1.5
TOTAL	190.9	177.7	+7.4%	657.1

Revenues from shoes posted outstanding results also in the current year, thus confirming the ongoing strengthening of the Group's leadership in this category. In the first quarter of 2008, sales from shoes were 130.4 million Euros, with a 12.9% growth at constant exchange rates (11.5% at current exchange rates).

Revenues from leather goods and accessories totalled 36 million Euros in the first quarter of 2008; at constant exchange rates they decreased by 2.8% versus Q1 2007, affecting Tod's performance. In the sector, the challenging currencies and macroeconomic environment penalized sales of leather goods in the high-end segment, where is positioned the largest part of our leather collections. Pashmy collections recorded positive results, given that the price positioning is lower, totally confirming the Group's future expectations.

Finally, in Q1 2008 revenues from apparel amounted to 24.3 million Euros, with a 9.9% growth versus Q1 2007.

Breakdown of Consolidated Sales by Region: growth in all the Group's markets at constant exchange rates; outstanding performance in Italy

<i>million Euros</i>	Q1 2008	Q1 2007	% change	FY 2007
Italy	100.3	88.9	+12.7%	333.5
Europe (excl. Italy)	48.8	47.5	+2.9%	160.8
North America	14.0	14.7	-4.8%	66.3
Asia and rest of world	27.8	26.6	+4.7%	96.5
TOTAL	190.9	177.7	+7.4%	657.1

At constant exchange rates, sales grew significantly in all the markets.

The Group achieved outstanding results in Italy. Revenues were 100.3 million Euros in Q1 2008, with a 12.7% growth versus Q1 2007.

In the rest of Europe, sales totalled 48.8 million Euros, with a 3.5% increase at constant exchange rates versus Q1 2007 (at current exchange rates 2.9%).

At constant exchange rates US revenues increased by 8.2% versus Q1 2007; this performance was obviously penalized by the sharp strengthening of the Euro currency against the US dollar:.

Finally, sales in the Asian markets totalled 27.8 million Euros in Q1 2008, with a 6.6% growth versus Q1 2007 at constant exchange rates (at current exchange rates 4.7%), driven by the outstanding results achieved in the South-East of Asia.

Breakdown of Consolidated Sales by Distribution Channel: similar growth in all the channels

<i>million Euros</i>	Q1 2008	Q1 2007	% change	FY 2007
Third parties (Franchised stores and independent retailers)	120.3	112.0	+7.4%	339.0
DOS	70.6	65.7	+7.5%	318.1
TOTAL	190.9	177.7	+7.4%	657.1

As already underlined several times, turnover in the first quarter is mainly generated by the wholesale channel, due to the different timing in accounting Group's revenues. In fact, deliveries made to DOS are accounted as stock inventory in the consolidated results as of the end of March and are translated into revenues only in the second quarter, when the products are sold by the stores to the final customers.

In the first quarter of 2008, revenues to third parties globally increased by 8.4% at constant exchange rates (+7.4% at current exchange rates), driven by the organic growth of sales to independent retailers².

The DOS network achieved significant results, with total revenues equal to 70.6 million Euros in Q1 2008, increasing by 7.5% versus Q1 2007 (or 9.8% at constant exchange rates).

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, was 3.5% for the first 20 weeks of 2008 (from January 1st to May 11th, 2008).

In the first quarter of 2008 the Group opened nine DOS. Important to mention the new Tod's flagship store in Rome, Via dei Condotti, entirely dedicated to women's collections and the large restructuring according to the new concept and enlargement of the Tod's boutique in Milan, Via della Spiga. In addition, the Group opened the "palace" Roger Vivier in Milan, located in a prestigious XVIII century building in Via Sant'Andrea.

As of March 31st, 2008 the Group's distribution network is composed by 130 DOS and 62 franchised stores, compared to 117 DOS and 65 franchised stores as of March 31st, 2007.

Comments to the operating and financial interim results

In the first quarter of 2008, the Group's EBITDA was 43.7 million Euros, increasing by 8.1% as compared to Q1 2007 and with a 22.9% margin on sales, in line with Q1 2007. At constant exchange rates, EBITDA was 44.3 million Euros, with the same 22.9% margin.

The increase in cost for services (33.2% of sales in Q1 2008, versus 31.8% in Q1 2007) is mainly due to higher costs for external production. Rents incidence on sales was broadly flat (5.4% in Q1 2008, versus 5.3% in Q1 2007).

The strong growth of the Group's headcount (2,664 employees as of March 31st, 2008 versus 2,388 as of March 31st, 2007), mainly due to the widening of the DOS network, determined the higher incidence on sales of labour cost (13.5% in Q1 2008, versus 12.4% in Q1 2007). This item includes also the pro-quota of the one-off gratuity given in 2008 to Group's employees as an extraordinary economic support (approx. 2.8 million Euros for the full year).

²We remind the 7 conversions made in Korea in August 2007 and the 3 conversions made in China in January 2008.

The Group's EBIT was 37.2 million Euros in Q1 2008, increasing by 8% versus Q1 2007 and with a 19.5% margin on sales; at constant exchange rates, EBIT was 37.7 million Euros, with the same 19.5% margin on sales. The incidence on sales of depreciation and amortisation was 3.4% in Q1 2008, aligned with the same figure of Q1 2007.

In the first quarter of 2008, the Group invested 12 million Euros (compared to 9.5 million Euros in Q1 2007), mainly related to the widening and refurbishment of the DOS network (including the three prestigious locations in Milan and in Rome).

As of March 31st, 2008 the Group's net financial position was positive and equal to 53.5 million Euros; the 20 million Euros change versus December 31st, 2007 is due to the normal and temporary financing of trade receivables, which will be cashed in in the second quarter, and of the DOS inventories of the 2008 Spring-Summer collections, which are expected to be sold to the final customers in the second quarter.

Diego Della Valle, Chairman and CEO of the Group, commented as follows: "Q12008 results confirmed the strength of the Group's strategy, which continues to record growth both in revenues and profits, despite the challenging economic environment. Based on recent retail sales results and on the Fall/Winter orders' backlog, I can confirm our expectations to achieve a good growth in revenues and profits in full year 2008".

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.

Should you need explanations, please contact: Investor Relations Office - tel. +39 02 77 22 51
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ATTACHMENTS

OPERATING AND FINANCIAL INTERIM FIGURES OF THE TOD'S GROUP

<i>Million Euros</i>	Q1 2008	Q1 2007	FY 2007
Sales revenues	190.9	177.7	657.1
EBITDA	43.7	40.5	153.0
EBIT	37.2	34.5	126.5

<i>Million Euros</i>	March 31st, 2008	March 31st, 2007	December 31st, 2007
Net working capital (I)	248.6	200.1	208.5
Net financial position	53.5	80.7	73.5
Investments	12.0	9.5	45.2

(I) Trade receivables + Inventories – Trade payables