

**TOD'S S.p.A.: excellent sales results in the year 2005: 19.6% growth.
The Board of Directors approved the 2005 Preliminary Sales Figures for the Tod's Group.**

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 and Fay brands, today approved its Consolidated Sales Figures for the year 2005¹.

The Group's turnover was 503.1 million Euros, growing by 19.6% as compared to 2004; at constant exchange rates revenues were 505.4 millions, with a 20.1% increase.

Breakdown of Consolidated Sales by Brand: strong growth for all the brands

<i>million Euros</i>	FY 2005	FY 2004	% change
Tod's	288.6	239.9	+20.3%
Hogan	126.1	102.3	+23.3%
Fay	77.1	68.7	+12.3%
Other	11.3	9.9	+13.4%
TOTAL	503.1	420.8	+19.6%

Preliminary and unaudited figures

All the Group's brands reported strong increases in 2005 revenues. More in details, Tod's sales grew by 20.3% (21.2% at constant exchange rates), Hogan revenues increased by 23.3% (23.5% at constant exchange rates) and Fay sales grew by 12.3% (the revenues of this brand are entirely Euro denominated and, consequently, are not affected by currency fluctuations).

As of December 31st, 2005, the three brands represented, respectively, 57.4%, 25.1% and 15.3% of the Group's turnover.

"Other revenues" include the revenues generated by brands produced by the Group pursuant to licensing and/or production agreements, for a total value of 11.3 millions, equal to 2.2% of consolidated sales.

¹ The herein commented figures have been drawn up in compliance with the International Financial Reporting Standards IAS/IFRS; the consolidated figures as of December 31st, 2004, previously published according to the Italian principles, have been consequently restated and adjusted, in order to be fully comparable.

Breakdown of Consolidated Sales by Product: strong growth for all the product categories, excellent figure for leather goods (+32%)

<i>million Euros</i>	FY 2005	FY 2004	% change
Shoes	314.8	268.2	+17.4%
Leather goods & accessories	111.9	84.7	+32.0%
Apparel	75.4	67.2	+12.2%
Other	1.0	0.7	+54.2%
TOTAL	503.1	420.8	+19.6%

Preliminary and unaudited figures

All the Group's product categories posted outstanding results in 2005.

In particular, revenues from shoes, which represented 62.6% of consolidated turnover as of December 31st, 2005, increased by 17.4% (17.8% at constant exchange rates).

The revenues generated by leather goods and accessories grew by 32% (33.3% at constant exchange rates) in 2005, showing an acceleration of the growth in the last quarter of the year, thus confirming the increasing success enjoyed by the existing products and also benefiting from the continuous expansion in product categories, which are consistent with the brand philosophy. As of December 31st 2005, the aggregate revenues generated by leather goods and accessories represented 22.2% of consolidated turnover, strongly increasing in comparison with the 20.1% of the previous year, in line with the diversification strategy pursued by the Group.

Finally, apparel revenues grew by 12.2% in 2005 and represented 15% of consolidated sales as of December 31st, 2005.

Breakdown of Consolidated Sales by Region: double-digit growth in all the markets; Asia: +42%

<i>million Euros</i>	FY 2005	FY 2004	% change
Italy	241.4	204.5	+18.0%
Europe (excl. Italy)	134.4	116.7	+15.2%
North America	57.0	50.1	+13.7%
Asia and rest of world	70.3	49.5	+42.1%
TOTAL	503.1	420.8	+19.6%

Preliminary and unaudited figures

In 2005 the Group posted double-digit growth of revenues in all the markets where it operates.

Sales increased by 18% in Italy and by 15.2% in the rest of Europe; the impact of currency fluctuations is not significant in this area, which globally represents two thirds of the Group's turnover.

The US market achieved outstanding results: sales grew by 13.7% in 2005, showing the expected acceleration in the last quarter of the year. The increase climbs to 15.7% at constant exchange rates.

Finally, the Asian markets confirmed in the full year 2005 the excellent results, already posted in the previous months, consistently with the Group's internationalization strategy, which is currently focused on this area. In 2005 revenues increased by 42.1% or by 44.7% at constant rates; as of December 31st, 2005, Asian markets represented 14% of the Group's turnover, up sharply from the 11.8% figure of the previous year.

Breakdown of Consolidated Sales by Distribution Channel: all the distribution channels are growing, strong acceleration of the organic growth

<i>million Euros</i>	FY 2005	FY 2004	% change
DOS	258.8	219.6	+17.9%
Franchised stores and Independent Retailers	244.3	201.2	+21.4%
TOTAL	503.1	420.8	+19.6%

Preliminary and unaudited figures

In line with the already commented strategy of expansion into the Asian markets, the Group is continuing its strategy of store openings. In the year 2005 the Group opened 15 franchised stores in this area, 4 of which in China. Consistently with the mentioned strategy, revenues from sales to third parties globally increased by 21.4% (21.7% at constant exchange rates).

Also revenues generated by DOS posted outstanding results, growing by 17.9% (18.6% at constant rates) in the year 2005, mostly driven by the organic growth of sales in existing stores.

As of December 31st, 2005, revenues generated by the direct distribution channel represented 51.5% of the Group's turnover.

The Same Store Growth figure, calculated as the worldwide average of revenue growth rates reported by the DOS open as of January 1st, 2004, was 13.6% in the full year 2005, showing a strong acceleration in the last few months of the year; the figure of the period January – October was 12%.

In the last quarter of 2005 the Group opened one DOS in Europe and six franchised stores in Asia; as of December 31st, 2005 the Group's distribution network is composed by 105 DOS and 46 franchised stores.

Diego Della Valle, Chairman and CEO of the Group, commented as follows: “The excellent sales results of the year confirm the ongoing and steady growth of our Group, across all the brands, all the products and in all the markets. I’m also very satisfied with the outstanding acceptance enjoyed by our new products all over the world. I’m therefore sure to achieve outstanding results also in terms of profitability and I remain very confident about the Group’s future.”

It should be noticed that all the figures related to FY 2005 sales reported in the present press release are preliminary and unaudited. FY 2005 results will be approved by the Board of Directors scheduled on March 30th, 2006.

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