AEFFE

INTERIM CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2009

Disclaimer

This Interim consolidated financial statement at 31 March 2009 has been translated into English solely for the convenience of the International reader. In the event of conflict or inconsistency between the terms used in the Italian Version of the report and the English version, the Italian version shall prevail, as the Italian version constitutes the official document.

SUMMARY

Board of directors and control bodies of the Parent Company

Board of Directors

Chairman
Massimo Ferretti

Deputy Chairman
Alberta Ferretti

Chief Executive Officer
Simone Badioli

Directors
Marcello Tassinari – Managing Director
Umberto Paolucci
Roberto Lugano
Pierfrancesco Giustiniani

Board of Statutory Auditors

President
Fernando Ciotti

Statutory Auditors
Bruno Piccioni
Romano Del Bianco

Alternate Auditors
Andrea Moretti
Pierfrancesco Gamberini

Board of Compensation Committee

President
Umberto Paolucci

Members
Pierfrancesco Giustiniani
Roberto Lugano

Board of Internal Control Committee

President
Roberto Lugano

Members
Pierfrancesco Giustiniani
Umberto Paolucci

Organisation chart

Brands portfolio

AEFFE
CLOTHING - ACCESSORIES

- ALBERTA FERRETTI
- PHILOSOPHY DI ALBERTA FERRETTI
- Jean Paul GAULTIER
- MOSCHINO
- POLLINI
- MOSCHINO CHEAPANDCHIC
- Authier
- GAULTIER² GAULTIER²

POLLINI
SHOES - LEATHER GOODS

- POLLINI
- STUDIO POLLINI
- MOSCHINO
- MOSCHINO CHEAPANDCHIC
- LOVE MOSCHINO

MOSCHINO
LICENCES - DESIGN - RETAIL

- MOSCHINO
- MOSCHINO CHEAPANDCHIC
- LOVE MOSCHINO

VELMAR
BEACHWEAR - UNDERWEAR

- ALBERTA FERRETTI
- philosophy ALBERTA FERRETTI
- MOSCHINO
- BLUGIRL UNDERWEAR
- BLUGIRL BEACHWEAR

Headquarters

GRUPPO AEFFE
Via Delle Querce, 51
San Giovanni in Marignano (RN)
47842 - Italy

MOSCHINO
Via San Gregorio, 28
20124 - Milan
Italy

POLLINI
Via Erbosa I° tratto, 92
Gatteo (FC)
47043 - Italy

VELMAR
Via Delle Robinie, 43
San Giovanni in Marignano (RN)
47842 - Italy

Showrooms

AEFFE MILAN
(FERRETTI - GAULTIER)
Via Donizetti, 48
20122 - Milan
Italy

POLLINI MILAN
Via Bezzecca, 5
20135 – Milan
Italy

AEFFE LONDON
(FERRETTI)
205-206 Sloane Street
SW1X9QX - London
UK

AEFFE PARIS
(GRUPPO)
6, Rue Caffarelli
75003 - Paris
France

AEFFE NEW YORK
(GRUPPO)
30 West 56th Street
10019 - New York
USA

MOSCHINO MILAN
Via San Gregorio, 28
20124 - Milan
Italy

MOSCHINO LONDON
28-29 Conduit Street
W1R 9TA - London
UK

MOSCHINO JAPAN
Shin-Nogizaka Bldg. 5F
1-15-14, Minami Aoyama Minato-ku
107-0062 - Tokyo
Japan

MOSCHINO HONG KONG
21/F Dorset House, Taikoo Place
979 King's Road
Hong Kong

Main flagshipstore locations under direct management

ALBERTA FERRETTI
Milan
Rome
Capri
Paris
Lille
London
New York
Los Angeles

POLLINI
Milan
Bologna
Rome
Florence
Venice
Bolzano
Ravenna
Varese
Verona

SPAZIO A
Florence
Venice

MOSCHINO
Milan
Rome
Capri
Paris
London
Berlin
New York
Osaka
Hong Kong
Kuala Lumpur
Singapore
Taipei
Fukuoka City
Tokyo
Kobe City
Kyoto
Nagoya
Daegu
Seoul
Pusan
Kaoshiung

Main economic-financial data

		I Q 2008	I Q 2009
Total revenues	(Values in millions of EUR)	91.6	73.7
Gross operating margin (EBITDA)	(Values in millions of EUR)	16.0	3.9
Net operating profit (EBIT)	(Values in millions of EUR)	13.5	1.3
Profit before taxes	(Values in millions of EUR)	11.7	0.3
Net profit for the Group	(Values in millions of EUR)	6.0	-0.3
Basic earnings per share	(Values in units of EUR)	0.056	-0.003
Cash Flow (net profit + depreciation)	(Values in millions of EUR)	9.8	2.0
Cash Flow/Total revenues	Ratio	10.7	2.8

		31 December 2007	31 March 2008	31 December 2008	31 March 2009
Net capital invested	(Values in millions of EUR)	233.1	248.2	262.8	276.4
Net financial indebtedness	(Values in millions of EUR)	38.5	47.1	66.8	81.2
Group net equity	(Values in millions of EUR)	164.8	170.0	165.0	164.4
Group net equity per share	(Values in units of EUR)	1.5	1.6	1.5	1.5
Current assets/Current liabilities	Ratio	1.6	1.8	1.9	2.2
Current assets less invent./Current liabilities (ACID Test)	Ratio	0.8	1.0	1.0	1.2
Net financial indebtedness/Net equity	Ratio	0.2	0.2	0.3	0.4

Financial statements

Income statement at 31 March

(Values in units of EUR)	Notes	I Q 2009	% on revenues	I Q 2008	% on revenues	Change	%
REVENUES FROM SALES AND SERVICES	**(1)**	**72,294,248**	**100.0%**	**90,291,670**	**100.0%**	**- 17,997,422**	**-19.9%**
Other revenues and income		1,431,687	2.0%	1,291,123	1.4%	140,564	10.9%
TOTAL REVENUES		**73,725,935**	**102.0%**	**91,582,793**	**101.4%**	**- 17,856,858**	**-19.5%**
Changes in inventory of work in process, semi-finished, finished goods		-1,975,645	-2.7%	-1,455,968	-1.6%	-519,677	35.7%
Costs of raw materials, cons. and goods for resale		-19,884,110	-27.5%	-23,255,165	-25.8%	3,371,055	-14.5%
Costs of services		-23,881,168	-33.0%	-28,455,206	-31.5%	4,574,038	-16.1%
Costs for use of third parties assets		-5,153,223	-7.1%	-4,494,314	-5.0%	-658,909	14.7%
Labour costs		-17,273,312	-23.9%	-16,602,202	-18.4%	-671,110	4.0%
Other operating expenses		-1,700,965	-2.4%	-1,279,557	-1.4%	-421,408	32.9%
Total Operating Costs		-69,868,423	-96.6%	-75,542,412	-83.7%	5,673,989	-7.5%
GROSS OPERATING MARGIN (EBITDA)	**(2)**	**3,857,512**	**5.3%**	**16,040,381**	**17.8%**	**- 12,182,869**	**-76.0%**
Amortisation of intangible fixed assets		-901,086	-1.2%	-900,584	-1.0%	-502	0.1%
Depreciation of tangible fixed assets		-1,648,343	-2.3%	-1,608,124	-1.8%	-40,219	2.5%
Total Amortisation and write-downs		-2,549,429	-3.5%	-2,508,708	-2.8%	-40,721	1.6%
NET OPERATING PROFIT (EBIT)		**1,308,083**	**1.8%**	**13,531,673**	**15.0%**	**- 12,223,590**	**-90.3%**
Financial income		339,761	0.5%	108,625	0.1%	231,136	212.8%
Financial expenses		-1,298,779	-1.8%	-1,938,182	-2.1%	639,403	-33.0%
Total Financial Income (expenses)		-959,018	-1.3%	-1,829,557	-2.0%	870,539	-47.6%
PROFIT BEFORE TAXES		**349,065**	**0.5%**	**11,702,116**	**13.0%**	**- 11,353,051**	**-97.0%**
Current income taxes		-2,278,845	-3.2%	-3,525,557	-3.9%	1,246,712	-35.4%
Deferred income/(expenses) taxes		1,410,636	2.0%	-907,565	-1.0%	2,318,201	-255.4%
Total Income Taxes		-868,209	-1.2%	-4,433,122	-4.9%	3,564,913	-80.4%
NET PROFIT		**- 519,144**	**-0.7%**	**7,268,994**	**8.1%**	**- 7,788,138**	**-107.1%**
(Profit)/loss attributable to minority shareholders		221,020	0.3%	-1,232,586	-1.4%	1,453,606	-117.9%
NET PROFIT FOR THE GROUP	**(3)**	**- 298,124**	**-0.4%**	**6,036,408**	**6.7%**	**- 6,334,532**	**-104.9%**

Reclassified balance sheet

(Values in units of EUR)	Notes	31 March 2009	31 December 2008	31 March 2008
Trade receivables		48,649,738	43,230,057	56,234,275
Stocks and inventories		74,721,846	77,433,665	67,692,518
Trade payables		- 51,765,672	- 63,004,051	- 61,921,026
Operating net working capital		**71,605,912**	**57,659,671**	**62,005,767**
Other short term receivables		28,914,263	28,899,717	28,106,708
Tax receivables		5,921,334	8,102,477	3,305,180
Other short term liabilities		- 16,277,083	- 16,907,509	- 15,556,412
Tax payables		- 3,854,020	- 4,288,323	- 9,170,556
Net working capital	**(4)**	**86,310,406**	**73,466,033**	**68,690,687**
Tangible fixed assets		79,258,284	78,465,485	70,744,754
Intangible fixed assets		168,637,067	169,174,912	170,883,196
Equity investments		27,840	27,840	25,054
Other fixed assets		2,628,834	2,665,776	3,180,368
Fixed assets	**(5)**	**250,552,025**	**250,334,013**	**244,833,372**
Post employment benefits		- 10,343,548	- 10,341,812	- 10,747,210
Provisions		- 1,653,444	- 1,744,209	- 1,709,294
Assets available for sale		1,636,885	1,636,885	1,636,885
Long term not financial liabilities		- 14,352,428	- 14,405,694	- 14,237,659
Deferred tax assets		8,588,398	8,356,878	7,860,391
Deferred tax liabilities		- 44,311,577	- 44,486,859	- 48,156,573
NET CAPITAL INVESTED		**276,426,717**	**262,815,235**	**248,170,599**
Share capital		25,488,671	25,766,795	26,825,501
Other reserves		121,330,113	121,342,633	124,736,335
Profits/(Losses) carried-forward		17,911,524	10,236,020	12,408,466
Profits/(Losses) of the period		- 298,124	7,675,504	6,036,408
Group interest in shareholders' equity		**164,432,184**	**165,020,952**	**170,006,710**
Minority interests in shareholders' equity		30,769,357	30,990,377	31,096,017
Total shareholders' equity	**(6)**	**195,201,541**	**196,011,329**	**201,102,727**
Cash		- 8,669,411	- 7,705,842	- 17,014,153
Long term financial liabilities		15,572,030	17,528,201	24,657,134
Short term financial liabilities		74,322,557	56,981,547	39,424,891
NET FINANCIAL POSITION	**(7)**	**81,225,176**	**66,803,906**	**47,067,872**
SHAREHOLDERS' EQUITY AND NET FINANCIAL INDEBTEDNESS		**276,426,717**	**262,815,235**	**248,170,599**

Cash flow

(Values in thousands of EUR)	Notes	I Q 2009	F Y 2008	I Q 2008
OPENING BALANCE		**7,706**	**14,525**	**14,525**
Profit before taxes		349	15,250	11,702
Amortisation		2,549	12,429	2,509
Accrual (+)/availment (-) of long term provisions and post employment benefits		-89	-733	-362
Paid income taxes		-1,709	-12,335	-1,109
Financial income (-) and financial charges (+)		959	6,615	1,830
Change in operating assets and liabilities		-12,463	-18,883	-19,160
CASH FLOW (ABSORBED)/ GENERATED BY OPERATING ACTIVITY		**- 10,404**	**2,343**	**- 4,590**
Increase (-)/ decrease (+) in intangible fixed assets		-363	-1,035	-13
Increase (-)/ decrease (+) in tangible fixed assets		-2,441	-13,878	-1,967
Investments and write-downs (-)/ disinvestments and revaluations (+)		0	-2,198	-3
CASH FLOW (ABSORBED)/ GENERATED BY INVESTING ACTIVITY		**- 2,804**	**- 17,111**	**- 1,983**
Other variations in reserves and profits carried-forward of shareholders'equity		-291	-5,246	-123
Dividends paid		0	-2,148	0
Proceeds (+)/ repayment (-) of financial payments		15,385	21,502	11,073
Increase (-)/ decrease (+) in long term financial receivables		36	456	-58
Financial income (+) and financial charges (-)		-959	-6,615	-1,830
CASH FLOW (ABSORBED)/GENERATED BY FINANCING ACTIVITY		**14,171**	**7,949**	**9,062**
CLOSING BALANCE		**8,669**	**7,706**	**17,014**

Changes in shareholders’ equity

(Values in thousands of EUR)	Share capital	Share premium reserve	Translation reserve	Other reserves	Fair Value reserve	IAS reserve	Profits (Losses) carried-forward	Net profit for the Group	Group interest in shareholders' equity	Minority interests in shareholders' equity	Total shareholders' equity
BALANCES AT 31 December 2007	**26,841**	**75,308**	**-949**	**28,204**	**7,901**	**11,459**	**679**	**15,321**	**164,764**	**29,863**	**194,627**
Allocation of 31 December 2007 profit	-	-	-	3,591	-	-	11,730	-15,321	-	-	-
Exchange differences on translation	-	-	-670	-	-	-	-	-	-670	-	-670
Cancellation of own shares	-15	-108	-	-	-	-	-	-	-123	-	-123
Net profit at 31 March 2008	-	-	-	-	-	-	-	6,036	6,036	1,233	7,269
BALANCES AT 31 March 2008	**26,826**	**75,200**	**-1,619**	**31,795**	**7,901**	**11,459**	**12,409**	**6,036**	**170,007**	**31,096**	**201,103**

(Values in thousands of EUR)	Share capital	Share premium reserve	Translation reserve	Other reserves	Fair Value reserve	IAS reserve	Profits (Losses) carried-forward	Net profit for the Group	Group interest in shareholders' equity	Minority interests in shareholders' equity	Total shareholders' equity
BALANCES AT 31 December 2008	**25,767**	**71,796**	**-1,269**	**31,455**	**7,901**	**11,459**	**10,236**	**7,676**	**165,021**	**30,990**	**196,011**
Allocation of 31 December 2008 profit	-	-	-	-	-	-	7,676	-7,676	-	-	-
Dividends paid	-	-	-	-	-	-	-	-	-	-	-
Exchange differences on translation	-	-	269	-	-	-	-	-	269	-	269
Treasury stock (buy-back)/ sale	-278	-387	-	-	-	-	-	-	-665	-	-665
Net changes in income (expenses) from cash flow hedge	-	-	-	105	-	-	-	-	105	-	105
Other movements	-	-	-	-	-	-	-	-	-	-	-
Net profit at 31 March 2009	-	-	-	-	-	-	-	-298	-298	-221	-519
BALANCES AT 31 March 2009	**25,489**	**71,409**	**-1,000**	**31,560**	**7,901**	**11,459**	**17,912**	**-298**	**164,432**	**30,769**	**195,201**

Interim management report

The revenues from sales and services generated in the first three months of 2009 amount to EUR 72,294 thousand, showing a reduction of 19.9% compared with the same period of the previous year (-20.6% at constant exchange rates and excluding the effect of the termination of the Narciso Rodriguez licence).

In the first three months of 2009 EBITDA amounts to EUR 3,858 thousand, down 76% compared with EUR 16,040 thousand of the first three months of 2008, representing 5.3% of consolidated revenues.

During the first quarter of 2009, seven new franchised retail stores have been opened four of which in Asia and three in Europe.

The Group's balance sheet at 31 March 2009 shows a shareholders' equity of EUR 164,432 thousand and an increase in net financial indebtedness from EUR 66,804 thousand at 31 December 2008 to EUR 81,225 thousand at 31 March 2009 as a consequence of the seasonality of the business, investments made during the period and the purchase of treasury shares for EUR 665 thousand.

At 31 March 2009 net working capital amounts to EUR 86,310 thousand (31.2% of LTM sales) compared with EUR 73,466 thousand at 31 December 2008 (24.9% of sales).

Capex realised in the period are mainly related to the refurbishment of boutique and buildings.

Explanatory notes

Income statement

1. Revenues from sales and services

First quarter 2009 vs 2008

In the first quarter of 2009, revenues from sales and services are equal to EUR 72,294 thousand with a decrease of 19.9% (-20.6% at constant exchange rates and excluding the effect of the Narciso Rodriguez licence) compared with EUR 90,292 thousand in the first quarter of 2008.

The following table details the revenues by geographical area for the first quarters of 2009 and 2008.

(Values in thousands of EUR)	I Q		I Q		Change	
	2009	%	2008	%	Δ	%
Italy	29,862	41.3%	37,112	41.1%	-7,250	-19.5%
Europe (Italy and Russia excluded)	16,047	22.2%	19,795	21.9%	-3,748	-18.9%
Russia	4,708	6.5%	7,079	7.8%	-2,371	-33.5%
United States	5,456	7.5%	7,343	8.1%	-1,887	-25.7%
Japan	5,107	7.1%	5,241	5.8%	-134	-2.6%
Rest of the World	11,114	15.4%	13,722	15.3%	-2,608	-19.0%
Total	**72,294**	**100.0%**	**90,292**	**100.0%**	**- 17,998**	**-19.9%**

Q1 2009 sales in Italy decrease by 19.5% to EUR 29,862 thousand, contributing to 41.3% of consolidated sales.

Sales in Europe decrease by 18.9% (-17.8% at constant exchange rates and excluding the effect of the Narciso Rodriguez collections), contributing to 22.2% of consolidated sales, while the Russian market records sales equal to EUR 4,708 thousand, contributing to 6.5% of consolidated sales, with a contraction of 33.5% (the decrease remains unchanged at constant exchange rates and excluding the effect of the Narciso Rodriguez collections). Sales in the United States are equal to EUR 5,456 thousand, contributing to 7.5% of consolidated sales, with a decrease of 25.7% (-26% at constant exchange rates and excluding the effect of the Narciso Rodriguez collections). In Japan sales decrease by 2.6% (-20.5% at constant exchange rates and excluding the effect of the Narciso Rodriguez collections) to EUR 5,107 thousand, contributing to 7.1% of consolidated sales.

In the Rest of the World, sales are equal to EUR 11,114 thousand with a decrease of 19% (-19.4% at constant exchange rates and excluding the effect of the Narciso Rodriguez collections) and a contribution of 15.4% of consolidated sales.

The following table details the revenues by brand for the first quarters of 2009 and 2008.

(Values in thousands of EUR)	I Q		I Q		Change	
	2009	%	2008	%	Δ	%
Alberta Ferretti	14,570	20.2%	18,710	20.7%	-4,140	-22.1%
Moschino	35,711	49.4%	40,123	44.4%	-4,412	-11.0%
Pollini	11,496	15.9%	16,987	18.8%	-5,491	-32.3%
J.P.Gaultier	6,721	9.3%	8,304	9.2%	-1,583	-19.1%
Other	3,796	5.2%	6,168	6.9%	-2,372	-38.5%
Total	**72,294**	**100.0%**	**90,292**	**100.0%**	**- 17,998**	**-19.9%**

In the first quarter of 2009, Alberta Ferretti brand decreases by 22.1% (-22.4% at constant exchange rates), generating 20.2% of consolidated sales.

In the same period, Moschino brand sales decrease by 11% (-14% at constant exchange rates) contributing to 49.4% of consolidated sales.

Pollini brand decreases by 32.3% (-32.5% at constant exchange rates), generating 15.9% of consolidated sales, while brand under licence JP Gaultier decreases by 19.1% (-20.8% at constant exchange rates) contributing to 9.3% of consolidated sales.

The other brands sales decrease by 38.5% (-26% at constant exchange rates and excluding Narciso Rodriguez collections) contributing to 5.2% of consolidated sales.

The following table details the revenues by distribution channel for the first quarters of 2009 and 2008.

(Values in thousands of EUR)	I Q		I Q		Change	
	2009	%	2008	%	Δ	%
Wholesale	53,095	73.4%	69,306	76.8%	-16,211	-23.4%
Retail	14,363	19.9%	16,107	17.8%	-1,744	-10.8%
Royalties	4,836	6.7%	4,879	5.4%	-43	-0.9%
Total	**72,294**	**100.0%**	**90,292**	**100.0% -**	**17,998**	**-19.9%**

By distribution channel in the first quarter of 2009, wholesale sales decrease by 23.4% (-23.9% at constant exchange rates and excluding the effect of Narciso Rodriguez collections) contributing to 73.4% of consolidated sales.

Sales of our directly-operated stores (retail channel) amount to EUR 14,363 thousand with a decrease of 10.8% (-12.6% at constant exchange rates and excluding the effect of Narciso Rodriguez collections) contributing to 19.9% of consolidated sales.

Royalty income is 0.9% lower than in the corresponding period of the previous year, representing 6.7% of consolidated sales.

The following table details the revenues by own brand and brand under license for the first quarters of 2009 and 2008.

(Values in thousands of EUR)	I Q		I Q		Change	
	2009	%	2008	%	Δ	%
Own brands	61,868	85.6%	76,000	84.2%	-14,132	-18.6%
Brands under license	10,426	14.4%	14,292	15.8%	-3,866	-27.1%
Total	**72,294**	**100.0%**	**90,292**	**100.0% -**	**17,998**	**-19.9%**

Revenues generated by own brands decrease in absolute value by EUR 14,132 thousand (-18.6% compared with the previous year), with an incidence on total revenues which increases from 84.2% in the first quarter of 2008 to 85.6% in the first quarter of 2009. Excluding the effect of Narciso Rodriguez collections revenues generated by brands under license decrease by 21.3%.

2. Gross Operating Margin (EBITDA)

First quarter 2009 vs 2008

In the first quarter 2009 consolidated EBITDA is equal to EUR 3,858 thousand, down 76% compared to EUR 16,040 thousand in the first quarter 2008, with a 5.3% margin on sales.

The significant decrease in profitability is substantially related to the following factors. Firstly, in the first quarter 2009 we registered both several orders' reductions, made by our customers, mainly in North America, and orders' cancellations made by Aeffe itself when risks of insolvency, especially for Russian clients, were particularly high; secondly, the Group continued to make promotional activities in terms of discounts to support customers; finally, the lower contribution to Group's profitability registered in the retail channel which continued to suffer from the contraction in consumer demand.

3. Net profit for the Group

First quarter 2009 vs 2008

In the first quarter 2009 Group records a net loss of EUR 298 thousand, compared to a net profit of EUR 6,036 thousand in the first quarter 2008.

Segment information

Economic performance by Divisions

At international level, the Group is divided into two main business sectors:

(i) *Prêt-à porter* Division;

(ii) Footwear and leather goods Division.

I Quarter 2009 vs 2008

The following tables indicate the main economic data for the first quarter of 2009 and 2008 of the *Prêt-à porter* and Footwear and leather goods Divisions.

(Values in thousands of EUR) I Q 2009	Prêt-à porter Division	Footwear and leather goods Division	Elimination of interc. transactions	Total
SECTOR REVENUES	**57,900**	**18,324**	**-3,930**	**72,294**
of which intercompany	926	3,004	3,930	-
GROSS OPERATING MARGIN (EBITDA)	**4,769**	**-911**		**3,858**
Total Amortisation and write-downs	-2,019	-531		-2,550
NET OPERATING PROFIT (EBIT)	**2,750**	**-1,442**		**1,308**
OTHER INFORMATION				
Investments	2,355	449		2,804
Amortisations	2,019	531		2,550
Write-downs				
Other non monetary costs				

(Values in thousands of EUR) I Q 2008	Prêt-à porter Division	Footwear and leather goods Division	Elimination of interc. transactions	Total
SECTOR REVENUES	**70,643**	**24,206**	**-4,557**	**90,292**
of which intercompany	890	3,667	4,557	-
GROSS OPERATING MARGIN (EBITDA)	**13,624**	**2,416**		**16,040**
Total Amortisation and write-downs	-2,003	-506		-2,509
NET OPERATING PROFIT (EBIT)	**11,621**	**1,910**		**13,531**
OTHER INFORMATION				
Investments	1,750	233		1,983
Amortisations	2,003	506		2,509
Write-downs				
Other non monetary costs				

Prêt-à porter Division

In the first three months, revenues of the prêt-à-porter division decrease by 18% (-18.9% at constant exchange rates and excluding the effect of Narciso Rodriguez collections) to EUR 57,900 thousand. This division contributes to 74.5% of consolidated revenues in the first quarter of 2008 and 76% in the first quarter of 2009, before inter-divisional eliminations.

EBITDA of the *prêt-à-porter* division is EUR 4,769 thousand in the first quarter of 2009 with a decrease of 65% compared to EUR 13,624 thousand in the first quarter of 2008, and represents 8.2% of consolidated sales.

Footwear and leather goods Division

Revenues of the footwear and leather goods division decrease by 24.3% from EUR 24,206 thousand in the first quarter of 2008 to EUR 18,324 thousand in the first quarter of 2009.

The EBITDA of the footwear and leather goods division decreases from EUR 2,416 thousand in the first quarter of 2008 to EUR -911 thousand in the first quarter of 2009.

Balance sheet

Compared to 31 December 2008, the Group's balance sheet at 31 March 2009 shows an increase in net financial indebtedness from EUR 66,804 thousand to EUR 81,225 thousand, mainly as a consequence of the seasonality of the business.

4. Net working capital

Net working capital amounts to EUR 86,310 thousand (31.2% of LTM revenues), compared with EUR 73,466 thousand (24.9% of revenues) at 31 December 2008.

5. Fixed assets

Capex realised in the period are mainly related to the refurbishment of boutique and buildings.

6. Shareholders' equity

Changes in shareholders' equity are presented in tables at page 13.

7. Net financial position

The net financial indebtedness increase by EUR 14,421 thousand from EUR 66,804 thousand at 31 December 2008 to EUR 81,225 thousand at 31 March 2009 as a consequence of the seasonality of the business, investments made during the period and the purchase of treasury shares for EUR 665 thousand.

Other information

Earnings per share

Basic earnings per share:

(Values in thousands of EUR)	31 March 2009	31 March 2008
Consolidated earnings/(losses) for the period for the shareholders of the Parent Company	-298	6,036
Weighted average number of oustabding shares	105,095	107,321
Basic earnings per share	**-0.003**	**0.056**

Measurement basis

The main accounting policies and measurement basis adopted in preparing the consolidated financial statements at 31 March 2009 are the same used in preparing the consolidated financial statements at 31 December 2008.

Significant events subsequent the balance sheet date

After the 31 March 2009 no significant events regarding the Group's activities have to be reported.

Outlook

The results of the first quarter confirm that the year 2009 will be a difficult year and that will probably report a loss. The Group is working with the objective to act both on support revenues and on reducing costs, whilst keeping unchanged investments in research and development to catch all the opportunities which may arise in this market environment.

"The Group is responding in a prompt and determined way", said Mr. Massimo Ferretti, Executive Chairman of Aeffe S.p.A., *"and thanks to this, together with some timid signs of recovery that could strengthen starting from the collection of orders for the next spring summer collections, we look at 2010 with renewed confidence"*.

Atypical and/or unusual transactions

Pursuant to Consob communication n. DEM/6064296 dated 28 July 2006, it is confirmed that during the first quarter of 2009, the Group did not enter into any atypical and/or unusual transactions, as defined in that communication.

Significant non-recurring events and transactions

During the first quarters of 2009 and 2008 no non-recurring events or transactions have been realised.

The executive responsible for preparing the company's accounting documentation Marcello Tassinari declares, pursuant to paragraph 2 of art. 154b of the Consolidated Finance Law, that the accounting information contained in this document agrees with the underlying documentation, records and accounting entries.