



FREE TRANSLATION OF THE ORIGINAL IN SPANISH. IN THE EVENT OF DISCREPANCY, THE SPANISH VERSION PREVAILS.

SIGNIFICANT INFORMATION ANNOUNCEMENT

Dogi International Fabrics, S.A. announces that on 13 April 2007, an agreement has been reached with the Works' Council over the Statutory Redundancy Procedures (ERE) presented in February 2007. The ERE initially envisaged a reduction of 55 job positions in the Spanish mill and the redundancy payment consists of 35 days per year of service up to a maximum of fourteen month's pay, or, Eur2,000 per year of service, without limit. The Company initially accrued 1,5 million euros to cover the redundancy payment.

The final agreement reached consisted of a reduction of 99 job positions with an important number of early retirements and employees with long term service. The total redundancy costs has been re-estimated to be 3,5 million euros, i.e., 2 million euros more than what was initially accrued. Consequently, the Company has amended the Periodic Public Information for the second half of the year 2006 sent to the CNMV in order to incorporate the additional redundancy costs. The additional accrual increases the Consolidated net loss for the year ended 31 December 2006 to 17,6 million euros.

Dogi International Fabrics, S.A.

Mr. Josep Domènech Giménez
Chairman and Chief Executive Officer
13 April 2007, El Masnou, Barcelona