



## DOGI International Fabrics ON ITS WAY BACK TO NORMALITY

After some very complex months, the Spanish subsidiary of Dogi International Fabrics is on its way back to normality. This is the situation at present:

- **Downsizing: done 01/10**

- Savings of 400.000 €/ month

- **Benefits of New factory, greater than expected in Feasibility Plan.**

- Average seconds during period June - Sept 09 are 4.8% versus 8% in the old factory and continues to improve. Direct impact on delivery on time and customer satisfaction levels.

- **Agreement with creditors has been achieved.**

- **Sales in current period higher than plan of 2.2 M€/month, (Feasibility plan - breakeven.)**

- July. 2.7 M €
- Sep. 2,3 M €
- Oct. Forec' 2.7 M €
- Nov. Forec' 2.4 M €



**Average 2.5 M €**

- **The company and the Authorities are confident that the company will exit the Insolvency Process by December 2009.**

It is important to comment as well that all other ventures including Penn Asia, Dogi China and EFA USA continue to be profitable and are well positioned in terms of product portfolio and cost.

DogiEfa is still in a growing stage, needs more volume to be profitable. But on the other hand latest figures of Delivery on time ( 80%) and efficiencies (2nds below 6%) are already best in class within the industry standards.

We want to emphasise that part of Dogi's Feasibility and Strategic plan is to maintain our manufacturing units in different continents in order to offer service to global and local needs.

Dogi International Fabrics.  
El Masnou , 1<sup>st</sup> October 2009.