

Indesit Company



**Special meeting of savings shareholders
27th April, 2nd and 3rd May 2007**

Board of Directors' report
on the items on the agenda

Indesit Company S.p.A.

Registered office: Viale Aristide Merloni n. 47, 60044 Fabriano (AN).

Share capitale: Euro 102,536,744.40 fully paid in.

Court of Ancona Companies Register,
tax code and VAT number: 00693740425.

Contents

Notice of Special Meeting p. 2

Directors' report on items 1 and 2 on the agenda p. 3

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Notice of a Special Meeting of the Savings Shareholders

Shareholders are hereby called to a special meeting of the savings shareholders at the Company's headquarters in Fabriano (Viale Aristide Merloni n. 47) on 27th April 2007, at 5 pm (1st call) and if necessary on 2nd and 3rd May 2007 (2nd and 3rd calls), same time and place, to discuss and vote upon the following

agenda

- 1) Appointment of a single representative of the savings shareholders and fixing of fees for the three-year period 2007-2009 pursuant to art. 146, clause 1a), decree law 58/1998;
- 2) Resolutions regarding the setting up of an expense fund pursuant to art. 146, clause 1c), decree law 58/1998.

Holders of shares with voting rights who lodge share certificates issued by their brokers at the Company's offices at least two business days before the date fixed for each meeting and have not withdrawn them before the meeting takes place are entitled to speak at the meeting.

The report on the matters on the meeting's agenda will be made available to the public at the Company's headquarters and Borsa Italiana within the legal term. Such documentation will also be published on the Company's website, www.indesitcompany.com. Shareholders may request copies.

Milan, 22nd March 2007

For the Board of Directors

Vittorio Merloni

(Chairman)

Directors' report on the proposals regarding the items on the agenda of the Special Meeting of savings shareholders called for 27th April 2007 and 2nd and 3rd May 2007

Shareholders,

The Company's board of directors hereby inform you that Adriano Gandola's term of office as single representative of the savings shareholders (appointed by Special Meeting, 13th September 2004) expires concomitantly with the shareholders' meeting called to approve the financial statements at 31st December 2006.

You are therefore invited to appoint, pursuant to art. 146, decree law 58, 24th February 1998, a single representative of the savings shareholders and fix such person's term of office and fees, which are currently Euro 10,000 p.a.

The Board also invites you to vote the setting up of an expense fund to safeguard the interests of your shareholder category. To date, the annual expense fund amounts to Euro 20,000 including the single representative's fees.

Further, the Board will put a proposal before the ordinary shareholders' meeting, called for 27th April and 3rd May, whereby the expense fund for safeguarding the interests of the savings shareholders, including the single representative's fees, for 2007, 2008 and 2009 shall be charged to the Company up to a total of Euro 20,000 (twenty thousand).

Lastly, we must render account of the expenses incurred by the fund over the last three years: they consist entirely of the fee due to the single representative. Adriano Gandola, the representative in question, has reported that said fee was donated to charities working on social problems.

The Board therefore reminds you that said statement of the fund also needs to be approved.

Milan, 22nd March 2007

For the Board of Directors

Vittorio Merloni

(Chairman)