

APRIL 18, 2002

FOR IMMEDIATE RELEASE

CACHE, INC.

NASDAQ COMMON STOCK SYMBOL CACH

CACHE REPORTS RECORD FIRST QUARTER RESULTS

New York, New York - April 18, 2002 - Cache inc., (NASDAQ:CACH), a specialty chain of exclusive women's apparel stores with 224 stores open (199 Cache stores and 25 Lillie Rubin stores) reported record results for the thirteen week period ended March 30, 2002.

Net sales increased \$3,452,000 or 8% to \$47,643,000 during the thirteen week period ended March 30, 2002, as compared to the same period in Fiscal 2001. Same store sales increased 5% for the Fiscal 2002 period. Net income increased to \$1,856,000 or \$0.20 per share for the Fiscal 2002 period, from \$1,198,000 or \$0.13 per share for the Fiscal 2001 period. Last year's results contained a favorable litigation settlement, which had the effect of increasing results by approximately \$964,000 or \$.10 per share.

Mr. Brian Woolf, Cache's Chairman commented, "We were pleased with the increase in operating net income in 2002, particularly when measured against last year. On a per share basis, operating earnings increased from \$0.03 last year, before the positive impact of a litigation settlement, to \$0.20 this year. Our earnings improvement can be directly attributed to the changes we instituted last year in our merchandising process. Our gross margins improved by 660 basis points in the first quarter of this year. We are optimistic this trend will continue to favorably impact earnings in subsequent quarters."

The Company also announced the recent appointment of Mr. David Desjardins as Executive Vice President, Director of Cache and Lillie Rubin stores and the appointment of Ms. Bonnie Fox as Vice President of Merchandising and General Merchandise Manager for Cache stores.

Mr. Desjardins most recently served as Regional Vice President of Stores for Express and prior to that, Director of Operations at Limited Stores, divisions of The Limited, Inc. In addition, Mr. Desjardins brings many years of experience from all three divisions of Gap, Inc. Ms. Fox brings to Cache her experience, both in retailing as well as in manufacturing. Most recently, she held the position of Vice President of Merchandising at Maggy London.

Mr. Woolf additionally commented, "Both Bonnie and David have extensive experience which will benefit our Company."

Separately, the Company announced Mr. Roy Smith, Executive Vice President and Ms. Mae Soo Hoo, Executive Vice President, have resigned their positions on the Board of Directors, as well as their Executive Vice President positions. Both Mae Soo Hoo and Roy Smith remain employed by the Company.

A table summarizing financial results follows:

	Thirteen Weeks Ended	
	March 30, 2002	March 31, 2001
Sales	\$47,643,000	\$44,191,000
Operating Income	\$ 2,872,000	\$ 308,000
Net Income	\$ 1,856,000	\$ 1,198,000 (a)
Basic and diluted earnings per share	\$0.20	\$0.13 (a)
Basic weighted average shares outstanding	9,100,000	9,091,000
Diluted weighted average shares outstanding	9,474,000	9,260,000

(a) - Includes litigation income (net of taxes) of \$964,000 or \$0.10 per share.

Certain matters discussed within this press release may constitute forward-looking statements within the meaning of the federal securities law. Although Cache, Inc. believes the statements are based on reasonable assumptions, there can be no assurance that these expectations will be attained. Actual results and timing of certain events could differ materially from those projected in or contemplated by the forward-looking statements due to a number of factors, including, without limitation, industry trends, merchandise trends, competition and the ability to obtain financing, as well as other risks outlined from time to time in the filings of Cache, Inc. with the Securities and Exchange Commission.

CACHE, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Unaudited)

	March 30, 2002	December 29, 2001	March 31, 2001
ASSETS			
Current assets:			
Cash and equivalents	\$ 17,198,000	\$ 12,101,000	\$ 7,588,000
Receivables, net	3,108,000	4,318,000	4,414,000
Notes receivable from related parties	321,000	371,000	371,000

Inventories	26,340,000	21,761,000	26,990,000
Prepaid income taxes and other tax assets	395,000	599,000	354,000
Prepaid expenses	619,000	712,000	1,268,000
Total current assets	47,981,000	39,862,000	40,985,000
Equipment and leasehold improvements, net	15,819,000	15,906,000	16,148,000
Other assets	829,000	825,000	866,000
Deferred income taxes, net	536,000	542,000	773,000
Total assets	\$ 65,165,000	\$ 57,135,000	\$ 58,772,000

LIABILITIES AND STOCKHOLDERS' EQUITY

Current liabilities:

Accounts payable	\$ 17,014,000	\$ 11,089,000	\$ 16,375,000
Income taxes payable	846,000	---	---
Accrued compensation	1,381,000	2,135,000	1,071,000
Accrued liabilities	6,625,000	6,441,000	
Total current liabilities	25,866,000	19,665,000	23,217,000
Other liabilities	1,114,000	1,164,000	1,349,000

Commitments and contingencies

STOCKHOLDERS' EQUITY

Common stock	91,000	91,000	91,000
Additional paid-in capital	19,587,000	19,564,000	19,564,000
Retained earnings	18,507,000	16,651,000	14,551,000
Total stockholders' equity	38,185,000	36,306,000	34,206,000
Total liabilities and stockholders' equity	\$ 65,165,000	\$ 57,135,000	\$ 58,772,000

CACHE, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF OPERATIONS
FOR THE THIRTEEN WEEKS ENDED
(Unaudited)

	March 30, 2002	March 31, 2001
Net sales	\$ 47,643,000	\$ 44,191,000
Costs and expenses		
Cost of sales, including occupancy and buying costs	28,066,000	28,956,000
Selling, general and administrative expenses	16,705,000	14,927,000
	<u>44,771,000</u>	<u>43,883,000</u>
Operating income	2,872,000	308,000
Other income:		
Interest income	51,000	61,000
Litigation settlement (net)	---	1,518,000
	<u>51,000</u>	<u>1,579,000</u>
Income before income tax provision	2,923,000	1,887,000
Income tax provision	1,067,000	689,000
Net income	<u>\$ 1,856,000</u>	<u>\$ 1,198,000</u>
Basic earnings per share	\$0.20	\$0.13
Diluted earnings per share	\$0.20	\$0.13
Basic weighted average shares outstanding	9,091,000	9,091,000
Diluted weighted average shares outstanding	9,474,000	9,260,000

Number of stores open at end of period 224 215

For further information contact Thomas E. Reinckens, President, Chief Operating Officer, Cache, Inc., 1460 Broadway, New York, New York 10036, (212) 575-3246.