DO & CO Restaurants & Catering AG

Financial Report for the 1st Half of Business Year

2007/2008

Consolidated Business Report on the First Half 2007/2008
(1 April 2007 – 30 September 2007)

FIGURES OF DO & CO

Key Figures of the DO & CO group in accordance with IFRS

The abbreviations and calculations are explained in the Glossary of Key Figures

		Second Quarter 2007 / 2008	Second Quarter 2006 / 2007	1st Half Year 2007 / 2008	1st Half Year 2006 / 2007
Sales	in m €	102.43	57.08	188.65	105.24
EBITDA	in m €	12.01	5.36	18.35	7.43
EBITDA margin	in %	11.7 %	9.4 %	9.7 %	7.1 %
EBIT	in m €	8.16	4.06	10.91	4.90
EBIT margin	in %	8.0 %	7.1 %	5.8 %	4.7 %
Result from ordinary business	in m €	8.18	4.17	10.77	5.19
Consolidated result	in m €	3.95	2.94	5.11	3.60
Employees		4,267	1,845	3,977	1,818
Equity [1]	in m €	75.60	37.67	75.60	37.67
Equity ratio	in %	38.7 %	38.4 %	38.7 %	38.4 %
Net debts	in m €	3.41	-17.09	3.41	-17.09
Net gearing	in %	4.5 %	-45.4 %	4.5 %	-45.4 %
Working Capital	in m €	22.27	5.87	22.27	5.87
Operational cash-flow	in m €	6.85	7.59	18.61	10.72
Depreciation/amortization	in m €	-3.85	-1.31	-7.44	-2.53
Free cash-flow	in m €	2.94	5.02	13.19	5.32
ROS	in %	8.0 %	7.3 %	5.7 %	4.9 %
Capital Employed	in m €	102.60	25.20	102.60	25.20
ROCE	in %	9.2 %	10.8 %	7.5 %	13.2 %
ROE	in %	6.5 %	7.8 %	7.1 %	9.6 %

1 ... Adusted to take designated dividend payments and bookvalue of goodwill into account

Key Figures per share
(as per number of shares after the stock split)

		Second Quarter 2007 / 2008	Second Quarter 2006 / 2007 [2)]	1st Half Year 2007 / 2008	1st Half Year 2006 / 2007 [2)]
EBITDA per share	in EUR	1.54	0.83	2.35	1.14
EBIT per share [1]	in EUR	1.05	0.62	1.40	0.75
Earnings per share [1]	in EUR	0.51	0.45	0.65	0.55
Equity (book entry) [3]	in EUR	9.70	5.80	9.70	5.80
High [4]	in EUR	25.00	12.25	26.00	12.25
Low [4]	in EUR	22.75	9.98	22.75	9.98
Year-end [4]	in EUR	23.80	12.25	23.80	12.25
Number of shares year-end	in TPie	7,795.20	6,496.00	7,795.20	6,496.00
Market capitalization year-end	in m EUR	185.53	79.58	185.53	79.58

1 ... Adjusted to take goodwill amortization into account
2 ... The effect of the stock split was applied to previous year numbers to ease comparison.
3 ... Adusted to take designated dividend payments and bookvalue of goodwill into account
4 ... Closing price

SALES

In the first half of the business year 2007/2008, the DO & CO Group registered an increase of EUR 83.42 million in sales, which rose from EUR 105.24 million to EUR 188.65 million.

SALES BY DIVISION in m €	Second Quarter 7-9 07/08	Second Quarter 7-9 06/07	Second Quarter Change	First half year 4-9 07/08	First half year 4-9 06/07	First half year Change
Airline Catering	73.43	32.68	40.74	136.05	60.41	75.63
International Event Catering	14.50	13.61	0.89	26.04	24.33	1.71
Restaurants, Lounges & Hotel	14.50	10.78	3.72	26.56	20.49	6.07
Group sales	102.43	57.08	45.35	188.65	105.24	83.42

Airline Catering recorded an increase of EUR 75.63 million, from EUR 60.41 million to EUR 136.05 million. This increase can be traced back to the new activities in Turkey, expansion of the customer base in Austria and strong international growth, both amongst existing and new customers.

Sales in International Event Catering rose from EUR 24.33 million in the first half of the previous year to EUR 26.04 million in the reporting period. This was due in large part to the successful focus on major national and international sporting events, such as Beach Volleyball tournament in Klagenfurt, the CHIO equestrian tournament in Aachen and the America's Cup in Valencia.

Restaurants, Lounges & Hotel registered an increase of EUR 6.07 million in the period under review, with sales improving to EUR 26.56 million from EUR 20.49 million in the comparable period of the previous business year.

PROFIT & ASSETS

In the first half of 2007/2008, the DO & CO Group posted consolidated earnings (EBIT) of EUR 10.91 million, an increase of EUR 6.01 million compared to the first half of the previous business year. This resulted in an EBIT margin of 5.8 % for the period under review. The Group increased its EBITDA by EUR 10.92 million, from EUR 7.43 million to EUR 18.35 million, resulting in an EBITDA margin of 9.7 % (first half year 2006/2007: 7.1 %).

GROUP in m €	Second Quarter 7-9 07/08	Second Quarter 7-9 06/07	Second Quarter Change	First half year 4-9 07/08	First half year 4-9 06/07	First half year Change
Sales	102.43	57.08	45.35	188.65	105.24	83.42
EBITDA	12.01	5.36	6.65	18.35	7.43	10.92
Depreciation/amortization	-3.85	-1.31	-2.54	-7.44	-2.53	-4.91
EBIT	8.16	4.05	4.11	10.91	4.90	6.01
EBITDA margin	11.7 %	9.4 %		9.7 %	7.1 %	
EBIT margin	8.0 %	7.1 %		5.8 %	4.7 %	
Employees	4,267	1,845	2,422	3,977	1,818	2,159

The main factors behind the significant rise in these Income Statement items were consolidation of the joint venture in Turkey, operations in Austria and the improvement in capacity utilization at the existing business locations.

As of 30 September 2007, the consolidated shareholders' equity of the DO & CO Group amounted to EUR 81.08 million (up from EUR 73.69 million as of 31 March 2007). Following adjustments for planned dividend payments and book values for goodwill, the equity ratio amounts to 38.7 % (36.3 % as of 31 March 2007).

The balance sheet items "Non-current assets held for sale" and "Liabilities directly allocable to non-current assets held for sale" are significantly lower as per 30 September

2007 than per 31 March 2007, as the demerger of AIREST Gastronomy & Retail GmbH was completed in the second quarter.

Airline Catering

The DO & CO Group's Airline Catering Division is active at various locations around the world, serving customers such as Austrian Airlines Group, Turkish Airlines, British Airways, Cathay Pacific, Emirates, Etihad and Qatar Airways. In total, DO & CO currently supplies more than 50 airlines.

AIRLINE CATERING in m €	Second Quarter			First half year		
	7-9 07/08	7-9 06/07	Change	4-9 07/08	4-9 06/07	Change
Sales	73.43	32.68	40.74	136.05	60.41	75.63
EBITDA	8.63	2.99	5.64	12.99	3.92	9.07
Depreciation/amortization	-2.93	-0.70	-2.23	-5.68	-1.39	-4.29
EBIT	5.70	2.29	3.41	7.31	2.53	4.78
EBITDA margin	11.8 %	9.1 %		9.6 %	6.5 %	
EBIT margin	7.8 %	7.0 %		5.4 %	4.2 %	
Share in consolidated sales	71.7 %	57.3 %		72.1 %	57.4 %	

During the first half of 2007/2008, Airline Catering recorded sales of EUR 136.05 million, an increase of EUR 75.63 million compared to the previous year.

This very significant growth stems in part from the integration of the new operations in Turkey and Austria, and in part from the fine development of business at existing DO & CO locations.

Airline Catering's EBITDA rose by EUR 9.07 million to EUR 12.99 million, representing an EBITDA margin of 9.6 % (previous year: 6.5 %). EBIT increased by EUR 4.78 million to EUR 7.31 million, for an EBIT margin of 5.4 % (previous year: 4.2 %).

International Event Catering

International Event Catering also continued growing in the first half of 2007/2008, as sales expanded by EUR 1.71 million to EUR 26.04 million in the period April-September 2007 (previous year: EUR 24.33 million).

INTERNAT. EVENT CATERING in m €	Second Quarter			First half year		
	7-9 07/08	7-9 06/07	Change	4-9 07/08	4-9 06/07	Change
Sales	14.50	13.61	0.89	26.04	24.33	1.71
EBITDA	2.13	1.92	0.21	3.25	2.72	0.53
Depreciation/amortization	-0.37	-0.25	-0.12	-0.72	-0.46	-0.26
EBIT	1.76	1.67	0.09	2.53	2.26	0.27
EBITDA margin	14.7 %	14.1 %		12.5 %	11.2 %	
EBIT margin	12.1 %	12.3 %		9.7 %	9.3 %	
Share in consolidated sales	14.2 %	23.8 %		13.8 %	23.1 %	

Memorable highlights from the period under review include the America's Cup in Valencia, the CHIO equestrian tournament in Aachen, the Formula 1 Grand Prix in Magny-Cours, Silverstone, Nürburgring, Budapest, Istanbul, Monza, Spa and Fuji in Japan.

The EBITDA of International Event Catering increased by EUR 0.53 million, rising from EUR 2.72 million to EUR 3.25 million, and resulting in an EBITDA margin of 12.5 % for the first half of this business year (previous year: 11.2 %). EBIT improved by EUR 0.27 million, advancing from EUR 2.26 million to EUR 2.53 million, for an EBIT margin of 9.7 % in the reporting period (previous year: 9.3 %).

Restaurants, Lounges & Hotel

Restaurants, Lounges & Hotel was also able to post healthy growth in sales for the first half of 2007/2008. Sales rose from EUR 20.49 million to EUR 26.56 million, an increase of EUR 6.07 million compared to the first half of the previous year.

In this regard, highlights included the positive development of business at the first DO & CO Design Hotel in Vienna, the renovated restaurant on St. Stephen's Square in Vienna, the good performance of catering business at the British Museum and further improvements in capacity utilization and shop sales at the DEMEL flagship store in Vienna.

RESTAURANTS, LOUNGES & HOTEL	Second Quarter			First half year		
in m €	7-9 07/08	7-9 06/07	Change	4-9 07/08	4-9 06/07	Change
Sales	14.50	10.78	3.72	26.56	20.49	6.07
EBITDA	1.24	0.45	0.79	2.10	0.79	1.31
Depreciation/amortization	-0.55	-0.36	-0.19	-1.04	-0.68	-0.36
EBIT	0.69	0.09	0.60	1.06	0.11	0.95
EBITDA margin	8.6 %	4.2 %		7.9 %	3.9 %	
EBIT margin	4.8 %	0.8 %		4.0 %	0.5 %	
Share in consolidated sales	14.2 %	18.9 %		14.1 %	19.5 %	

Moreover, during the first half of the year all of the necessary preparations were made for the opening of the BMW World at the Olympiapark in Munich. Since mid-October, local and international visitors can enjoy the services of two restaurants, a bistro, and a coffee shop at one of Munich's most state-of-the-art event centres.

Starting from the second quarter of the business year, Lounges & Restaurants at the Vienna, Linz and Graz airports which were reported under Airline Catering in the first quarter of 2007/2008 are reported in the division Restaurant, Lounges and Hotel (sales for the second quarter of 2007/2008: EUR 2.83 million).

The EBITDA of Restaurants, Lounges & Hotel improved by EUR 1.31 million to EUR 2.10 million, resulting in a significant increase in the EBITDA margin to 7.9 % (previous year: 3.9 %). EBIT rose by EUR 0.95 million to EUR 1.06 million (previous year: EUR 0.11 million). This represents an EBIT margin of 4.0 % (previous year: 0.5 %).

DO & CO STOCK

The development of the Vienna Stock Exchange was very good in fiscal 2006, with a gain of 22 %. Following the slightly positive trend in the first quarter of 2007 (+4 %), the ATX managed to even briefly break through the magic 5,000 mark on 9 July 2007. As the US real estate market crisis began to affect the markets, however, the ATX declined to 4,527 points by the end of September, for a loss of roughly 3 % of since 1 April 2007.

DO & CO stocks posted a modest loss of 2.9 % in the period from 1 April to 30 September 2007. At the closing price of EUR 23.80 on 30 September 2007, the company's market capitalization amounted to EUR 185.53 million.

The 1:4 stock split passed by the General Meeting on 5 July 2007 took effect on the reference date of 17 August 2007. As a result, the number of shares quadrupled to 7,795,200 and the stock price was changed to one fourth of its last quoted price at the same time.

Dividend

The 2006/2007 dividend of EUR 0.50 (previous year: EUR 0.50) per share resolved by the Annual General Meeting on 5 July 2007 was distributed on 27 July 2007.

Financial Calendar

Results for the first three quarters 2007/2008 – 14 February 2008

RISK REPORT

In addition to the particular seasonality of Airline Catering, which is the division with the strongest sales, the following topics can be listed as significant risks and uncertainty factors in the second half of the year:

Currency fluctuations

DO & CO is active in markets which are influenced by currencies other than the EUR, especially in the Airline Catering division. Specifically, these include the US dollar, the Turkish lira and the British pound. Fluctuations in these currencies vis-à-vis the EUR or each other can lead to significant effects on the financial development of the Group, whereby efforts are undertaken to reduce the level of risk by the creation of closed positions.

Airline Catering

Airline Catering was a major factor behind the improvement in results in the first half of 2007/2008. This division is particularly dependent on the development of demand from the airlines. Due to the cost pressure faced by airlines, it can occur that savings measures abruptly become necessary at short notice. DO & CO is not currently aware of any measures of this nature, but such cannot be ruled out with complete certainty in the event of changes in the economic and political environment.

During the first half of 2007/2008 no major changes occurred in comparison to the Group's risk exposure as at 31 March 2007.

OUTLOOK

The first half of 2007/2008 saw the stage set for further positive performance by the DO & CO Group. Thanks in particular to the new markets and the good level of capacity utilization at nearly all of the international locations, DO & CO is now able to reinforce its competitive position at the international level. Hand in hand with this, DO & CO is constantly investigating new opportunities for further sustainable growth.

DO & CO is currently participating in numerous international tenders in the field of Airline Catering. Tenders have already been won for supplying Etihad and Adria Air ex Frankfurt. Other developments included the start of return catering for Turkish Airlines ex Turkey. For short-range flights, the on-board product for the outward and return flights will be loaded from the DO & CO locations, allowing for a significant reduction of costs for Turkish Airlines while at the same time ensuring consistent DO & CO product quality throughout most of the route network.

Following the success at the Formula 1 Grand Prix in Shanghai, the ATP Men's Tournament and the Sony Ericsson Championships (WTA Women's Masters) in Madrid at the beginning of the second half of the business year, International Event Catering is now looking forward to the winter season. Major upcoming events include catering for the VIP guests at the Alpine and Nordic ski competitions, such as the Hahnenkamm Race in Kitzbühel and ski jumping events at Bergisel and in Bischofshofen.

At the same time, intense preparations are also underway for EURO 2008 in Austria and Switzerland. The final draw event will be taking place on 2 December 2007 in Luzern and DO & CO is responsible for providing the catering services.

Following opening of the culinary services at the BMW World, coming events in Restaurants, Lounges & Hotel include the opening of the restaurant facilities at Swarovski Crystal Worlds in December 2007 after renovation and expansion is completed.

The management expects business results to further improve as compared with last year for the remaining business year 2007/2008, barring the occurrence of unforeseeable circumstances over which DO & CO has no control.

CONSOLIDATED FINANCIAL STATEMENTS for the 1st HALF YEAR 2007/2008[1]

Balance Sheet as per 30 September 2007

Notes	Assets in	30 Sep. 2007	31 Mar. 2007	Change
	Intangible assets	47,245	47,633	-388
	Tangible assets	45,118	43,419	1,700
	Investments	543	282	261
	Fixed assets	**92,907**	**91,334**	**1,573**
	Other long-term assets	595	323	271
	Long-term assets	**93,502**	**91,658**	**1,844**
	Inventories	7,380	7,125	256
(1)	Trade accounts receivable	48,842	35,723	13,119
	Other Short-term accounts receivable and assets	14,868	14,080	787
(2)	Non-current assets held for sale	1,358	12,858	-11,500
(3)	Cash and cash equivalents	29,362	25,753	3,609
	Current assets	**101,810**	**95,538**	**6,272**
	Deferred taxes	4,590	5,202	-612
	Total assets	**199,902**	**192,398**	**7,504**

Notes	Liabilities and shareholders' equity in TEUR	30 Sep. 2007	31 Mar. 2007	Change
	Capital stock	14,162	14,162	0
	Capital reserves	35,892	35,892	0
	Revenue reserves	17,889	15,020	2,869
	Foreign currency translation reserve	-3,730	-3,676	-54
	Consolidated result	5,106	3,834	1,271
	Minority interests	11,763	8,454	3,309
(4)	**Shareholders' equity**	**81,082**	**73,687**	**7,395**
(5)	Long-term provisions	15,689	14,870	819
(6)	Long-term financial liabilities	16,131	16,236	-105
(7)	Other long-term liabilities	8,439	8,553	-114
	Long-term liabilities	**40,259**	**39,659**	**600**
(8)	Short-term provisions	36,493	23,169	13,324
	Short-term financial liabilities	8,676	9,672	-996
	Trade accounts payable	23,984	20,125	3,859
	Liabilities directly allocable to non-current assets held for sale	0	11,500	-11,500
	Other short-term liabilities	9,409	14,587	-5,178
	Current liabilities	**78,562**	**79,052**	-491
				0
	Total liabilities and shareholders' equity	**199,902**	**192,398**	**7,504**

The following Notes to the Consolidated Financial Statements form an integral part of this Consolidated Balance Sheet

[1] Consolidated financial statements for the 1st half year 2007 underwent limited review.

Income Statement to the first half year 2007/2008

in TEUR	Second Quarter 2007 / 2008	Second Quarter 2006 / 2007	1st Half Year 2007 / 2008	1st Half Year 2006 / 2007	Change 0708 / 0607
Sales	**102,426**	**57,081**	**188,652**	**105,238**	**83,414**
Other operating income	3,405	6	5,210	674	4,536
Costs of materials and services	-37,934	-21,286	-70,560	-40,140	-30,420
Payroll costs	-33,828	-19,414	-64,784	-36,884	-27,900
Depreciation of tangible fixed assets and amortization of intangible fixed assets	-3,849	-1,309	-7,440	-2,531	-4,910
Other operating expenses	-22,055	-11,024	-40,167	-21,455	-18,712
EBIT - Operating result	**8,165**	**4,055**	**10,910**	**4,902**	**6,008**
Financial result	14	118	-141	292	-433
Result from ordinary business activities	**8,179**	**4,174**	**10,769**	**5,193**	**5,575**
Income tax	-2,288	-1,359	-3,068	-1,651	-1,418
Result after income tax	**5,891**	**2,815**	**7,700**	**3,543**	**4,157**
Minority interests	-1,942	120	-2,594	58	-2,652
Consolidated result	**3,948**	**2,935**	**5,106**	**3,601**	**1,505**

The following Notes to the Consolidated Financial Statements form an integral part of this Consolidated Income Statement

		1)		1)	Change
Number of individual shares	**7,795,200**	6,496,000	**7,795,200**	6,496,000	1,299,200
Earnings per share	**0.51**	0.45	**0.65**	0.55	0.10

- The capital increase to an extent of 324,800 new shares was placed on 26 March 2007. For this reason the total number of shares increased from 1,624,000 to 1,948,800 pieces.
- The stock split passed by the General Meeting on 5 July 2007 took effect on the reference date of 17 August 2007. As a result, the number of shares quadrupled to 7.795.200 (ratio 1:4).

1 ... The effect of the stock split was applied to previous year numbers to ease comparison.

Cash - Flow Statement to the first half year 2007/2008

in TEUR	1st Half Year 2007 / 2008	1st Half Year 2006 / 2007	Business Year 2006 / 2007	Business Year 2005 / 2006
Cash-flow from operating activities	18,607	10,716	11,716	7,633
Cash-flow from investing activities	-5,416	-5,395	-65,572	9,513
Cash-flow from financing activities	-9,292	1,981	59,589	-3,205
Total cash-flow	**3,899**	**7,302**	**5,732**	**13,941**
Cash and cash equivalents at the beginning of the year	25,753	20,188	20,188	6,193
Cash and cash equivalents at the end of the year	29,362	27,493	25,753	20,188
Free cash-flow	**13,191**	**5,321**	**-53,857**	**17,146**

Shareholders' Equity as of the first half year 2007/2008

in TEUR	Capital stock	Capital reserves	Revenue reserves	Foreign currency translation reserves	Consolidated result	Minority interests	Total
As of 31 March 2006	**11,802**	**13,081**	**11,073**	**-2,938**	**4,758**	**-231**	**37,545**
Consolidated result 2006/2007					3,834	688	4,522
Dividend payment 2005/2006					-812		-812
Profit carried forward 2005/2006			3,946		-3,946		0
Currency translation				-738		-49	-787
Additions/Disposal of minority interests						8,047	8,047
Capital increase	2,360	24,273					26,634
Costs of capital increase		-1,463					-1,463
As of 31 March 2007	**14,162**	**35,892**	**15,020**	**-3,676**	**3,834**	**8,454**	**73,687**
Cons. result for the fist half year 2007/2008					5,106	2,594	7,700
Dividend payment 2006/2007					-974		-974
Profit carried forward 2006/2007			2,860		-2,860		0
Currency translation				-54		714	660
Other changes			9				9
As of 30 September 2007	**14,162**	**35,892**	**17,889**	**-3,730**	**5,106**	**11,763**	**81,082**

NOTES

GENERAL INFORMATION

1. Basic Principles

DO & CO Restaurants & Catering AG is an international catering group with headquarters in Vienna, Austria. It conducts business in three segments: Airline Catering, International Event Catering and Restaurants, Lounges & Hotel.

Its reporting date is March 31.

The interim financial statements of all subsidiaries included here were properly prepared in accordance with the International Financial Reporting Standards (IFRS) valid for the business year 2007/2008 as applied in the EU and in application of the parent's standard group-wide accounting and valuation principles.

The interim financial statements as of 30 September 2007 were prepared in accordance with IAS 34 (Interim Financial Reporting). The consolidated interim financial statements do not contain all information and disclosures that the annual financial statements do and should be viewed in connection with the consolidated financial statements of 31 March 2007.

The interim financial statements are stated in thousands of euros (TEUR), as are the figures in the Notes, unless otherwise indicated.
The consolidated interim financial statements of DO & CO Restaurants & Catering AG were subjected to an audit examination by PKF Centurion Wirtschaftsprüfungs-gesellschaft, headquartered in Vienna.

2. Accounting and Valuation Principles

The accounting and valuation principles were identical to those applied in the previous year's consolidated financial statements.

3. Scope of Consolidation

AIREST Slovensko s.r.o. was included in the consolidated accounts for the first time as a wholly-owned subsidiary in the interim financial statements as of 30 June 2007.

4. Currency Translation

The annual financial statements of the foreign subsidiaries were translated in accordance with the functional currency principle as outlined in IAS 21 (The Effects of Changes in Foreign Exchange Rates). The functional currency of all companies is the national currency of their country of registration since the subsidiaries are independent financially, economically and organizationally in their conduct of business.

The annual financial statements of five foreign subsidiaries with registered offices outside the Community Territory of the Member States of the European Union, two subsidiaries with registered offices in Great Britain and one subsidiary with registered offices in Slovakia were translated in accordance with the principles of the modified current rate method. The balance sheet items were valued at the mean rate on the reporting date of 30 September 2007. Income and expenses on the income statement were translated at the annual average rate.

Translation differences on the reporting date arising from the balance sheet were allocated to shareholders' equity without affecting profit and loss. Translation differences between the reporting date rate within the balance sheet and the average rate in the income statement were offset in shareholders' equity.

Non-realized translation differences in conjunction with monetary items which are economically allocable to a share in an associated company, particularly borrowings under company loans issued to American subsidiaries, were allocated with no effect on profit or loss to an adjustment item for translation differences and offset in shareholders' equity.

The exchange rates used in currency conversion for significant currencies developed as follows:

	Reporting Date Rate		Kum. Average Rate	
in EUR	30 Sep. 2007	30 Sep. 2006	30 Sep. 2007	30 Sep. 2006
1 US Dollar	0.705268	0.789889	0.730550	0.785444
1 British Pound	1.435132	1.475579	1.468796	1.460618
1 New Turkish Lira	0.582785	0.523231	0.563533	0.530552

5. Seasonality

There are significant fluctuations in business volume in Airline Catering and International Event Catering. While increased flight and passenger numbers for Airline Customers have a substantial impact primarily in the first and second quarter of the business year due to the holiday and charter season, the scheduling of important sporting events is the main factor for International Event Catering.

NOTES TO THE BALANCE SHEET

(1) Trade Accounts Receivable
Other Short-term accounts receivables and assets

in TEUR	30 Sep. 2007	30 Sep. 2006	31 Mar. 2007	31 Mar. 2006
Trade accounts receivable	**48,842**	**22,589**	**35,723**	**16,967**
Accounts receivable from associated companies	0	0	126	0
Accounts receivable from companies with distributed ownership	562	33	230	51
Other accounts receivable and assets	13,585	5,749	12,387	3,600
Prepaid expenses and deferred charges	720	600	1,297	377
Other current assets	0	0	41	0
Total of other current accounts receivable and other current assets	**14,868**	**6,381**	**14,080**	**4,028**
Total	**63,710**	**28,970**	**49,803**	**20,995**

The increase in trade accounts receivable is due to the significant sales growth in Airline Catering. The large increase in other receivables compared to 30 September 2006 can primarily be traced back to input tax claims related to the commencement of business activities in Turkey.

(2) Non-Current Assets Held for Sale

in TEUR	30 Sep. 2007	30 Sep. 2006	31 Mar. 2007	31 Mar. 2006
For realisation maintained long-term Assets	1,358	0	12,858	0
Total	**1,358**	**0**	**12,858**	**0**

In connection with the acquisition of AIREST Catering GmbH, the acquiring group company DO & CO agreed to spin off the operating units remaining with the original owner of this company (SAVE Group) and sell them at a pre-set price with retroactive economic effect to 1 January 2007. The demerger was entered in the commercial register in the second quarter of 2007/2008.

(3) Cash and Cash Equivalents

in TEUR	30 Sep. 2007	30 Sep. 2006	31 Mar. 2007	31 Mar. 2006
Cash, checks	477	1,021	317	200
Cash at banks	28,885	26,472	25,436	19,988
Total	**29,362**	**27,493**	**25,753**	**20,188**

No significant changes were registered in respect of cash and cash equivalents.

(4) Shareholders' Equity

in TEUR	30 Sep. 2007	30 Sep. 2006	31 Mar. 2007	31 Mar. 2006
Capital stock	14,162	11,802	14,162	11,802
Capital reserves	35,892	13,081	35,892	13,081
Revenue reserves	17,889	14,996	15,020	11,073
Foreign currency translation reserve	-3,730	-3,298	-3,676	-2,938
Treasury stock	0	0	0	0
Consolidated result	5,106	3,601	3,834	4,758
Minority interests	11,763	-274	8,454	-231
Total	**81,082**	**39,908**	**73,687**	**37,546**

The rise in the items capital stock and capital reserves is due to capital increase carried out in March 2007.

Minority interests include the direct 10 % minority interest in the equity of the fully consolidated DO & CO in PLATINUM Restaurantbetriebs GmbH. This item also includes the 50 % interest in THY DO & CO Ikram Hizmetleri A.S.

(5) Long-term Provisions

in TEUR	30 Sep. 2007	30 Sep. 2006	31 Mar. 2007	31 Mar. 2006
Provisions for severance payments PBO	11,326	2,327	10,481	2,242
Provisions for long-service aniversary payments PBO	2,603	1,285	2,533	1,226
Provisions for deferred tax	1,053	253	1,148	1,188
Provisions for pension payments	552	0	552	0
Other Provisions	155	18	155	135
Total	**15,689**	**3,883**	**14,870**	**4,791**

The increase in provisions for severance payments PBO results primarily from THY DO & CO Ikram Hizmetleri A.S. and AIREST Catering GmbH.

(6) Long-term Financial Liabilities

in TEUR	30 Sep. 2007	30 Sep. 2006	31 Mar. 2007	31 Mar. 2006
Liabilities to banks	16,131	0	16,236	0
Total	**16,131**	**0**	**16,236**	**0**

The non-current financial liabilities resulted from borrowing to finance the joint venture in Turkey.

(7) Other Long-term Liabilities

in TEUR	30 Sep. 2007	30 Sep. 2006	31 Mar. 2007	31 Mar. 2006
Trade accounts payable	166	523	299	566
Other liabilities	8,152	133	8,133	123
Deferred income	121	182	121	363
Total	**8,439**	**837**	**8,553**	**1,052**

Trade payables include obligations under finance lease agreements pursuant to IAS 17. Other liabilities pertain mostly to a loan granted by the holder of a minority interest at a foreign subsidiary.

(8) Short-term Provisions

in TEUR	30 Sep. 2007	30 Sep. 2006	31 Mar. 2007	31 Mar. 2006
Provisions for taxation	6,243	3,879	4,323	2,288
Other personnel provisions	10,933	7,202	9,909	6,650
Deliveries and services not yet invoiced	7,659	5,054	1,458	1,383
Other provisions	11,658	3,685	7,478	2,687
Total	**36,493**	**19,820**	**23,169**	**13,008**

The increase in other provisions results primarily from the consolidation of THY DO & CO Ikram Hizmetleri A.S.

Contingent liabilities

A decline of TEUR 211 compared to 31 March 2007 was registered under bank guarantees for securing claims in connection with leases.

NOTES TO THE INCOME STATEMENT

A detailed analysis of the results for the first half of 2007/2008 compared to the same period of 2006/2007 is presented in the Management Report.

EVENTS AFTER THE BALANCE SHEET DATE

DO & CO is participating in the tender for a catering contract of British Airways and has been short-listed as one of the top 4 participants. A decision on the award of this contract is expected to be announced prior to the end of the year. The new DO & CO location at the BMW World in Munich was opened on schedule on 17 October 2007. Above and beyond the aforementioned, no other significant events occurred after the balance sheet date of 30 September 2007.

RELATED PARTY DISCLOSURES

Raiffeisenlandesbank Niederösterreich-Wien AG is indirectly a related party as it holds a stake in DO & CO Restaurants & Catering AG through Raiffeisen-Holding Niederösterreich-Wien reg Gen mbH and the latter's wholly owned subsidiary DZR Immobilien und Beteiligungs GmbH. Business relations with Raiffeisenlandesbank Niederösterreich-Wien AG were continued in the period under review, at terms and conditions customary for external customers.

Existing business relations with enterprises in which members of the Supervisory Board of DO & CO Restaurants & Catering AG are active are conducted at terms and conditions customary for external customers.

The Group has a 50 % stake in THY DO & CO Ikram Hizmetleri AS. Turkish Airlines (Türk Hava Yollari A.O.) holds the remaining 50 % stake in this company. THY DO & CO Ikram Hizmetleri A.S. provides airline catering services to Turkish Airlines. Sales revenues were generated in this regard in the first half of 2007/2008 and receivables from Turkish Airlines are included in trade account receivables. In addition, non-current and current liabilities related to the financing of THY DO & CO Ikram Hizmetleri A.S. are also reported in the consolidated balance sheet.

SEGMENT REPORTING

GROUP First Half Year 2007 / 2008		Airline Catering	International Event Catering	Resturants, Lounges & Hotel	Total
Sales	in m €	136.05	26.04	26.56	188.65
EBITDA	in m €	12.99	3.25	2.10	18.35
Depreciation/amortization	in m €	-5.68	-0.72	-1.04	-7.44
EBIT	in m €	7.31	2.53	1.06	10.91
EBITDA margin	in %	9.6 %	12.5 %	7.9 %	9.7 %
EBIT margin	in %	5.4 %	9.7 %	4.0 %	5.8 %
Share in Consolidated sales	in %	72.1 %	13.8 %	14.1 %	

The Management Report in this interim report includes detailed segment reporting on the divisions for the second quarter of 2007/2008 and for the first half of 2007/2008.

STATEMENT BY THE COMPANY MANAGEMENT

To the best of our knowledge, the abbreviated consolidated financial statements as of 30 September 2007, which have been prepared in accordance with International Financial Reporting Standards (IFRS) on interim reporting as applied in the EU (IAS 34 – Interim Financial Reporting), provide an accurate picture of the assets, financial and earnings position of the companies included in the scope of consolidation. To the best of our knowledge, the Management Report included in this interim report also presents an accurate picture of the assets, financial and earnings position of the Group.

Vienna, 15 November 2007

The Management Board:

Attila Dogudan mp
Chairman

Michael Dobersberger mp

AUDITOR’S REPORT ON THE LIMITED REVIEW OF THE ABRIDGED CONSOLIDATED FINANCIAL STATEMENTS

Introduction

We have conducted a limited review of the abridged consolidated financial statements of DO & CO Restaurants & Catering AG, Vienna, for the period 1 April 2007 to 30 September 2007. These abridged consolidated financial statements consist of the abridged balance sheet as of 30 September 2007, the abridged income statement, the abridged consolidated cash-flow statement and the abridged schedule of changes in consolidated shareholders’ equity for period 1 April 2007 to the 30 September 2007 as well as a summary of the principle accounting and valuation methods applied and other information in the notes.

The legal representatives of the company are responsible for preparing these abridged consolidated financial statements in accordance with the International Financial Reporting Standards (IFRS) on Interim Financial Reporting as applied in the European Union.

Our responsibility is to present a summary evaluation on these abridged financial statements based on our limited review.

Scope of the limited review

We conducted our limited review in accordance with valid legal regulations and professional principles in Austria and in accordance with the International Standard on Review Engagements 2410 “Review of Interim Financial Information Performed by the Independent Auditor of the Entity“. A limited review of interim financial statements involves inquiries, primarily from persons responsible for finance and accounting as well as analytical evaluations and other examinations. Accordingly, the scope of a limited review of interim financial statements is considerably more restricted than that of a full-scale audit and hence does not allow us to attain the degree of assurance comparable to that achieved within the framework of an audit, in respect of the circumstance that all material information is available to us. With this in mind, no auditor’s opinion is expressed.

Results of the limited review

Based on our limited review of the interim financial statements, we are not aware of any information which would indicate to us that these abridged interim consolidated financial statements do not comply in all material respects with the IFRS regulations on interim financial reporting as applied in the EU.

Statement on the Half-Year Group Management Report and on the Declaration of the Legal Representative as per Sec. 87 of the Austrian Securities Exchange Act (BörseG)

We have reviewed the Half-Year Group Management Report and evaluated it in respect of any contradictions with the abridged consolidated interim financial statements. In our opinion, the half-year group management report does not contain any obvious contradictions with the abridged consolidated financial statements.

The half-year financial statements include the declaration by the legal representative as required by Sec 87 (1) 3 of the Austrian Securities Exchange Act (BörseG).

Vienna, 15 November 2007

PKF CENTURION
WIRTSCHAFTSPRÜFUNGSGESELLSCHAFT MBH
MEMBER FIRM OF PKF INTERNATIONAL

Dr. Stephan Maurer mp | Mag. Günther Prindl mp

Certified Public Accountants and Tax Consultants

GLOSSARY OF KEY FIGURES

EBITDA margin
Ratio of EBITDA (earnings before interest, taxes, depreciation and amortization) to sales

EBIT margin
Ratio of EBIT (earnings before interest and taxes) to sales

Equity ratio
Shows the relationship of equity capital, adjusted by dividend payments and book values for goodwill, to total capital

Net debts
Interest-incurring debt less cash and cash equivalents

Gearing ratio
Financial management expressed as the ratio of net debts to equity (adjusted by dividend payments and book values for goodwill)

Working capital
The surplus of current assets above and beyond short-term borrowed capital

Free cash flow
Cash from operating activities plus cash from investing activities

ROS – Return on sales
Return on sales, i.e. the ratio of the result on ordinary activities to sales

Capital employed
Equity after dividend payments less the book values of goodwill plus interest-incurring borrowed capital and net debts and less financial investments

ROCE – Return on capital employed
Shows return on capital invested by juxtaposing EBIT before amortization of goodwill and extraordinary result and less the adjusted taxes with the average capital employed

ROE – Return on equity
The ratio of taxed earnings (before amortization of goodwill) to average equity after dividend distribution and deduction of the book values of goodwill