

**BUSINESS RESULTS FOR FIRST QUARTER 2006/2007
(1 APRIL 2006 to 30 JUNE 2006)**

CONTINUED STRONG GROWTH INTERNATIONALLY

SALES: + 54% - EBIT +39%

- **DO & CO Hotel officially opened**
- **DO & CO commenced operations at BRITISH MUSEUM**
- **ETIHAD joins the clientele in NEW YORK**

VIENNA – 24 August 2006 – Today, DO & CO Restaurants & Catering AG announced its results in accordance with IFRS for the first quarter of 2006/2007 (1 April 2006 to 30 June 2006). First-quarter sales at DO & CO totaled € 48.16 million this year, a figure 54.1% higher than last year.

Airline Catering boosted sales by an impressive 76.4%, from € 15.72 million to € 27.73 million. This growth is mainly attributable to improved capacity utilization and the greater frequency with which existing customers used DO & CO's services. The takeover of Air Berlin flights in Germany also augmented growth.

International Event Catering made a sterling showing as well thanks to heavier demand for national and international event catering. Divisional sales surged by a robust 40.5 % to € 10.72 million (previous year: € 7.63 million).

Restaurants & Bars also recorded a healthy increase, upping sales by +20.2% from € 7.90 million to € 9.71 million. This respectable growth can be traced primarily to the division's takeover of restaurant and catering operations at the British Museum in London and the reopening of the DO & CO Restaurant and the first DO & CO Hotel, located on St. Stephen's Square in downtown Vienna.

SALES BY DIVISION	2006/2007	2005/2006	Change	
First quarter (April - June)	in m €	in m €	in m €	in %
Airline Catering	27.73	15.72	12.01	+ 76.4 %
International Event Catering	10.72	7.63	3.09	+ 40.5 %
Restaurants & Bars	9.71	7.90	1.81	+ 22.9 %
Group sales	48.16	31.25	16.91	+ 54.1 %

The consolidated EBIT for the DO & CO Group after goodwill amortization in the first quarter of 2006/2007 rose by 39.3%, from € 0.61 million to € 0.85 million. EBITDA amounted to € 2.07 million (previous year: € 1.77 million) for an EBITDA margin of 4.3% (previous year: 5.7 %).

GROUP	2006/2007	2005/2006	Change	
First quarter (April - June)	in m €	in m €	in m €	in %
Sales	48.16	31.25	16.91	+ 54.1 %
EBITDA	2.07	1.77	0.30	+ 16.9 %
Depreciation/amortization *	-1.22	-1.16	-0.06	- 5.2 %
EBIT	0.85	0.61	0.24	+ 39.3 %
EBITDA margin	4.3 %	5.7 %		
EBIT margin	1.8 %	2.0 %		
Employees	1,705	1,225	480	+ 39.2 %

* including goodwill amortization

A detailed account of the development of the DO & CO Restaurants & Catering AG divisions is given below:

1. AIRLINE CATERING

AIRLINE CATERING	2006/2007	2005/2006	Change	
First quarter (April - June)	in m €	in m €	in m €	in %
Sales	27.73	15.72	12.01	+ 76.4 %
EBITDA	0.93	0.83	0.10	+ 12.0 %
Depreciation/amortization *	-0.69	-0.68	-0.01	- 1.5 %
EBIT	0.24	0.15	0.09	+ 60.0 %
EBITDA margin	3.4 %	5.3 %		
EBIT margin	0.9 %	1.0 %		
Share in consolidated sales	57.6 %	50.3 %		

* including goodwill amortization

In Airline Catering, DO & CO recorded growth at nearly all business locations. It added the quality Arab airline ETIHAD to its catering clientele in New York by submitting the winning bid in an invitation to tender. Sales increased by a strong 76.4% in the period under review, to € 27.73 million (previous year: € 15.72 million).

DO & CO served the following airlines as customers at its business locations in Vienna, Salzburg, London, Milan, Munich, Frankfurt, Berlin, and New York: Lauda Air, Austrian Airlines, Emirates Airlines, British Airways, Cathay Pacific, Qatar Airways, EOS, Turkish Airlines, South African Airways, Finnair, NIKI, Livingston, Olympic Airways, LTU, Luxair, Royal Air Maroc, Air Alps, Czech Airlines and Air Berlin.

The Buy-on-Board program featuring delicacies from DEMEL on board of NIKI aircrafts is already highly promising. DO & CO is not only testing a new direct distribution channel with the program, it is implementing its premium brand strategy with a uniquely innovative product portfolio.

Airline Catering increased its EBITDA by € 0.10 million, or 12.0%, from € 0.83 million to € 0.93 million. EBIT rose by € 0.09 million, or 60.0%, from € 0.15 million to € 0.24 million.

2. INTERNATIONAL EVENT CATERING

INTERNAT. EVENT CATERING First quarter (April - June)	2006/2007	2005/2006	Change	
	in m €	in m €	in m €	in %
Sales	10.72	7.63	3.09	+ 40.5 %
EBITDA	0.80	0.67	0.13	+ 19.4 %
Depreciation/amortization *	-0.21	-0.24	0.03	+ 12.5 %
EBIT	0.59	0.43	0.16	+ 37.2 %
EBITDA margin	7.5 %	8.8 %		
EBIT margin	5.5 %	5.6 %		
Share in consolidated sales	22.2 %	24.4 %		

* including goodwill amortization

DO & CO was responsible for the third consecutive year for VIP hospitality at the finals of the Football Champions League. The venue this time was the *Stade de*

France in Paris. Over 8,000 guests enjoyed the best in culinary services from DO & CO at this top event in European club football.

This quarter marked the first time ever that DO & CO handled the catering for a large-scale yachting regatta, the America's Cup. This contract required DO & CO to operate a restaurant in Valencia, several lounges and a VIP boat that accompanied the racing vessels. The America's Cup is one of the most prestigious sporting events in the world and has always attracted the rich and powerful.

Stadium catering for the Red Bull football team in Salzburg, the Amadeus Award and other national events rounded out the business activities in the first quarter of the new business year.

EBITDA for International Event Catering increased by € 0.13 million, or 19.4%, climbing from € 0.67 million to € 0.80 million. EBIT rose by € 0.16 million, or 37.2%, to € 0.59 million (previous year: € 0.43 million). The EBIT margin remained stable at 5.5 %.

3. RESTAURANTS & BARS

RESTAURANTS & BARS First quarter (April - June)	2006/2007	2005/2006	Change	
	in m €	in m €	in m €	in %
Sales	9.71	7.90	1.81	+ 22.9 %
EBITDA	0.34	0.27	0.07	+ 25.9 %
Depreciation/amortization *	-0.32	-0.24	-0.08	- 33.3 %
EBIT	0.02	0.03	-0.01	- 33.3 %
EBITDA margin	3.5 %	3.4 %		
EBIT margin	0.2 %	0.4 %		
Share in consolidated sales	20.2 %	25.3 %		

* including goodwill amortization

The number of patrons frequenting the businesses of Restaurants & Bars remained stable in the first quarter of 2006/2007.

While the restaurants maintained their good level of capacity utilization overall, two businesses led the way in boosting sales: the newly renovated DO & CO Restaurant at St. Stephen's Square in Vienna and the first ever DO & CO Hotel at

the same location. Divisional sales rose by 22.9% to € 9.71 million (previous year: € 7.90 million).

Catering at the British Museum in London is included in the consolidated accounts for the first time in this reporting period. DO & CO has had the dual task there since the beginning of May 2006 of treating regular museum visitors to culinary delights and catering special events.

EBITDA rose by € 0.07 million to € 0.34 million (previous year: € 0.27 million) while EBIT declined to € 0.02 million (previous year: € 0.03 million) owing to increased depreciation.

DO & CO STOCK

The General Meeting of Shareholders on 29 June 2006 approved the distribution of a dividend of € 0.50 per share.

The price of DO & CO stock saw a slight 3.2% decline from 1 January 2006 to 10 August 2006. Market capitalization totaled € 71.23 million at the closing price of € 43.86 on 10 March 2006.

OUTLOOK

The encouraging trend in the first quarter of the new business year should stay in place for the first half of 2006/2007. The existing businesses are expected to continue their positive performances, as are the new enterprises, DEMEL Salzburg and catering at the British Museum.

DO & CO is submitting bids in several airline catering tenders right now. This fact and especially the increased frequency of business from established clients show that the long-term and sustained quality philosophy of DO & CO and its investments in new, creative products are something individual customers on the market desire and are willing to pay for.

In International Event Catering, DO & CO is currently handling the catering for the 2006 FEI World Equestrian Games in Aachen. Some 20,000 VIPs and a crowd of 50,000 are being treated to culinary delights from DO & CO at this world championship event. DO & CO has been a partner of the CHIO in Aachen since

1997, one of the world's most renowned and best riding and jumping tournaments on the equestrian circuit.

The Film Festival on the square in front of Vienna's City Hall remains one of Europe's most significant open-air events in this, its 15th year. The city of Vienna has put DO & CO in charge of organizing the catering booths for this event since 1992. With crowds of 10,000 to 15,000 a day, the Film Festival is a textbook example of successful city marketing and a highly appealing product for locals and international tourists alike.

In Restaurants & Bars, the new DO & CO Hotel is being carefully groomed as a premium brand. The management also views the catering business at the British Museum as an excellent chance to make the UK market more aware of the DO & CO brand with innovative concepts and unsurpassed quality.

The management expects business results to further improve as compared with last year for the remaining business year 2006/2007, barring the occurrence of unforeseeable circumstances over which DO & CO has no control.

Income Statement

in TEUR	1 st Quarter 2006 / 2007	1 st Quarter 2005 / 2006	Business Year 2005 / 2006	Business Year 2004 / 2005
Sales	48,157	31,250	142,179	134,259
Other operating income	668	538	9,224	2,043
Costs of materials and services	-18,854	-10,938	-51,543	-50,475
Payroll costs	-17,470	-12,155	-55,405	-48,042
Depreciation of tangible fixed assets and amortization of intangible fixed assets	-1,222	-1,163	-6,411	-5,384
Amortization of goodwill	0	0	-450	-23
Other operating expenses	-10,432	-6,922	-33,394	-28,924
EBIT - Operating result	847	611	4,201	3,452
Financial result	173	103	2,622	-69
Result from ordinary business activities	1,020	714	6,823	3,384
Income tax	-292	-215	-1,955	-1,051
Result after income tax	728	499	4,868	2,333
Minority interests	-63	84	-109	73
Consolidated result	665	582	4,758	2,406

Cash - Flow Statement

in TEUR	1 st Quarter 2006 / 2007	1 st Quarter 2005 / 2006	Business Year 2005 / 2006	Business Year 2004 / 2005
Cash-flow from operating activities	3,131	2,372	7,633	5,943
Cash-flow from investing activities	-2,833	-1,405	9,513	-12,231
Cash-flow from financing activities	2,893	500	-3,205	5,388
Total cash-flow	3,191	1,467	13,941	-900
Cash and cash equivalents at the beginning of the year	20,188	6,193	6,193	7,156
Cash and cash equivalents at the end of the year	23,339	7,714	20,188	6,193
Free cash-flow	298	967	17,146	-6,288

Development of shareholders' equity

in TEUR	1 st Quarter 2006 / 2007	1 st Quarter 2005 / 2006
Shareholders' equity as of 31 March	37,546	33,163
Consolidated result in reporting period	665	582
Changes in foreign currency translation reserve	-424	797
Other changes	82	-14
Changes in minority interests	-13	-100
Shareholders' equity as of 30 June	37,855	34,428

Balance Sheet

ASSETS	in TEUR	30 June 2006	30 June 2005	31 March 2006	31 March 2005
Intangible assets		5,010	3,835	4,931	3,881
Tangible assets		29,310	28,896	28,628	27,408
Investments		92	5,678	74	5,541
Fixed assets		34,411	38,409	33,632	36,829
Other long-term assets		238	711	366	594
Long-term assets		34,649	39,120	33,998	37,424
Inventories		4,875	3,220	4,683	3,297
Trade accounts receivable		24,186	17,071	16,967	13,735
Other short-term accounts receivable and assets		5,032	3,555	4,028	3,262
Cash and cash equivalents		23,339	7,714	20,188	6,193
Current assets		57,431	31,561	45,866	26,487
Deferred taxes		3,390	4,053	4,094	4,394
Total assets		95,470	74,733	83,958	68,305
LIABILITIES AND SHAREHOLDERS' EQUITY	in TEUR	30 June 2006	30 June 2005	31 March 2006	31 March 2005
Capital stock		11,802	11,802	11,802	11,802
Capital reserves		13,081	13,081	13,081	13,081
Revenue reserves		15,913	11,869	11,073	9,476
Foreign currency translation reserve		-3,362	-2,461	-2,938	-3,258
Consolidated result		665	582	4,758	2,406
Minority interests		-245	-446	-231	-345
Shareholders' equity		37,855	34,428	37,546	33,163
Long-term provisions		3,837	3,520	4,791	3,443
Long-term financial liabilities		0	5,400	0	5,400
Other long-term liabilities		836	456	1,052	465
Long-term liabilities		4,672	9,376	5,842	9,307
Short-term provisions		16,365	8,481	13,008	7,374
Short-term financial liabilities		10,500	5,100	7,607	4,600
Trade accounts payable		18,174	11,232	15,569	10,247
Other short-term liabilities		7,904	6,117	4,386	3,614
Current liabilities		52,943	30,929	40,570	25,835
Total liabilities and shareholders' equity		95,470	74,733	83,958	68,305

Further information:

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Financial calendar:

1st half year of 2006/2007 16 Nov. 2006

1st-3rd quarter of 2006/2007 15 Feb. 2007

Reuters Code:

Bloomberg Code:

Vienna Stock Exchange:

Security abbreviation:

Security code number:

ISIN code:

Trading segment:

Market segment:

In following indices:

No. of shares:

Listed nominal:

Initial listing:

DOCO.VI

DOC AV

www.wienerboerse.at

DOC

081880

AT0000818802

Official trading

Standard Market

Continuous

WBI

1,624,000

€ 11,802,068

30 June 1998