

**BUSINESS RESULTS FOR THE FIRST THREE QUARTERS OF 2005/2006
(1. APRIL 2005 to 31. DECEMBER 2005)**

- > **23.7 % RISE IN PERFORMANCE**
- > **STRONG INTERNATIONALIZATION SUCCESSFULLY CONTINUED**
- > **SEVEN NEW GOURMET KITCHENS IN GERMANY**
- > **BUSINESS TIES TO EMIRATES (now also in New York)
and QATAR AIRWAYS further strengthened**

VIENNA – 16 February 2006 – DO & CO Restaurants & Catering AG announced its business results today for the first three quarters of 2005/2006 (1 April 2005 to 31 December 2005) in accordance with IFRS. During the period under review, DO & CO generated sales of EUR 104.79 million, a figure 3.6 % lower than the same period the previous year.

Catering for the 2004 European Soccer Championship was not there to boost sales in International Event Catering in the period under review. This is the sole reason for the decline as compared with the previous year. This division saw its sales decline by EUR 13.77 million, or 32.9 %, from EUR 41.80 million to EUR 28.03 million.

Airline Catering increased its sales by 10.2 %, from EUR 48.06 million last year to EUR 52.98 million.

Restaurants & Bars recorded sales growth of EUR 4.93 million (+26.2 %) to EUR 23.78 million. This increase is largely due to the successful operation of LUFTHANSA First Class Lounges at Frankfurt Airport and to the business at DO & CO PLATINUM in Vienna.

SALES BY DIVISION	2005/2006		2004/2005		Change	
	First three quarters (April - December)		in m €	in m €	in m €	in %
Airline Catering	52.98	48.06	4.92	+	10.2 %	
International Event Catering	28.03	41.80	-13.77	-	32.9 %	
Restaurants & Bars	23.78	18.85	4.93	+	26.2 %	
Group sales	104.79	108.71	-3.92	-	3.6 %	

The consolidated EBIT for the DO & CO Group after goodwill amortization in the first three quarters of 2005/2006 rose by 23.7 %, from EUR 2.27 million to EUR 2.81 million. EBITDA amounted to EUR 7.06 million (previous year: EUR 6.48 million) for an EBITDA margin of 6.7 % (previous year: 6.0 %).

GROUP	2005/2006	2004/2005	Change	
First three quarters (April - December)	in m €	in m €	in m €	in %
Sales	104.79	108.71	-3.92	- 3.6 %
EBITDA	7.06	6.48	0.58	+ 8.9 %
Depreciation/amortization *	-4.25	-4.21	-0.04	- 1.0 %
EBIT	2.81	2.27	0.54	+ 23.7 %
EBITDA margin	6.7 %	6.0 %		
EBIT margin	2.7 %	2.1 %		
Employees	1,292	1,145	147	+ 12.8 %

* including goodwill amortization

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

1. AIRLINE CATERING

AIRLINE CATERING	2005/2006	2004/2005	Change	
First three quarters (April - December)	in m €	in m €	in m €	in %
Sales	52.98	48.06	4.92	+ 10.2 %
EBITDA	3.07	2.83	0.24	+ 8.4 %
Depreciation/amortization *	-2.44	-2.35	-0.09	- 3.8 %
EBIT	0.63	0.48	0.15	+ 30.6 %
EBITDA margin	5.8 %	5.9 %		
EBIT margin	1.2 %	1.0 %		
Share in consolidated sales	50.6 %	44.2 %		

* including goodwill amortization

Airline Catering, the Group's sales leader, added seven further business locations in Germany following the takeover of the airline catering business of the Stockheim Group by AIR BERLIN and DO & CO. DO & CO already had three Gourmet Kitchens, in Berlin, Frankfurt and Munich. These will now be joined by facilities in Düsseldorf, Cologne/Bonn, Münster, Paderborn, Leipzig, Dortmund and Dresden, giving DO & CO a total of ten modern production and logistics bases in Germany. All of them will deliver premium quality in airline catering as well as event catering.

This division enlarged its customer portfolio in the first half of 2005/2006 with the addition of EMIRATES in Frankfurt and CATHAY PACIFIC, OLYMPIC AIRWAYS and LTU in New York.

DO & CO convinced a number of new customers of its superb quality to emerge the winner in several tenders in the third quarter. Since 16 November 2005 DO & CO has been catering EMIRATES in New York on this carrier's daily flight from New York to Dubai with an Airbus A340-500 for 258 passengers. DO & CO also landed the contract to operate EMIRATES first and business class lounge in New York and now serves EMIRATES customers at the fourth business location of the DO & CO Group. In yet another success, DO & CO developed the service concept for board catering for EOS, the new US premium airlines. EOS has been operating daily flights back and forth between New York and London Stansted since 18 October 2005 with a Boeing 757 equipped with 48 "suites" featuring fully reclining seats.

In the German market, DO & CO submitted the winning bid in an invitation to tender from QATAR AIRWAYS and has been catering this carrier since 15 December 2005 on four flights a week from Berlin to Doha. That means that this customer, which DO & CO has been serving in Vienna since March 2005, is now part of the clientele for a second Group location.

The Group's business at London Heathrow was hard hit by the Gate Gourmet strike that began in mid-August 2005 and by the ensuing loss or reduction in board catering. This location did not fully resume regular operations till mid-December 2005. Despite these difficulties, Airline Catering increased its sales in the period under review by 10.2 % to EUR 52.98 million (previous year: EUR 48.06 million) .

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

EBITDA for Airline Catering stabilized at EUR 3.07 million (previous year: EUR 2.83 million) while EBIT increased from EUR 0.48 million to EUR 0.63 million.

2. INTERNATIONAL EVENT CATERING

INTERNAT. EVENT CATERING First three quarters (April - December)	2005/2006	2004/2005	Change	
	in m €	in m €	in m €	in %
Sales	28.03	41.80	-13.77	- 32.9 %
EBITDA	2.76	2.68	0.08	+ 3.0 %
Depreciation/amortization *	-0.84	-1.07	0.23	+ 21.5 %
EBIT	1.92	1.61	0.31	+ 19.3 %
EBITDA margin	9.8 %	6.4 %		
EBIT margin	6.8 %	3.9 %		
Share in consolidated sales	26.7 %	38.5 %		

* including goodwill amortization

Last year, DO & CO's International Event Catering Division was responsible for hospitality management at the 2004 European Soccer Championships. As the sales for this major contract no longer applied to the figures for the first three quarters in 2005/2006, divisional sales dropped by EUR 13.77 million to EUR 28.03 million (previous year: EUR 41.80 million).

In international catering DO & CO was responsible for catering the traditional Tennis ATP Tournament of the Masters Series in Madrid in the third quarter. In another Spanish contract, DO & CO treated VIP guests in the President's Suite at the prestigious PGA golf tournament Volvo Masters Andalusia in Valderrama.

Highlights in national business included the Red Bull Flight Club, stadium catering for Red Bull Salzburg, the Standard Career Gala, the centenary of the Austrian Skiing Association (ÖSV), and the Audi Management Meeting in Hangar 7.

Rounding out the strong third quarter were international events such as the Bertelsmann Annual Party for 2005 and the Advisory Meeting of KPMG in Berlin as well as GQ – Men of the Year, TMW and Burberry in Munich, and Porsche in Dresden.

EBITDA rose by EUR 0.08 million, or 3.0 %, to EUR 2.76 million (previous year: EUR 2.68 million). EBIT increased by EUR 0.31 million, or 19.3 %, to EUR 1.92 million (previous year: EUR 1.61 million). The EBIT margin changed from 3.9 % to 6.8 %.

3. RESTAURANTS & BARS

RESTAURANTS & BARS First three quarters (April - December)	2005/2006	2004/2005	Change	
	in m €	in m €	in m €	in %
Sales	23.78	18.85	4.93	+ 26.2 %
EBITDA	1.23	0.97	0.26	+ 26.8 %
Depreciation/amortization *	-0.97	-0.79	-0.18	- 22.8 %
EBIT	0.26	0.18	0.08	+ 44.4 %
EBITDA margin	5.2 %	5.1 %		
EBIT margin	1.1 %	1.0 %		
Share in consolidated sales	22.7 %	17.3 %		

* including goodwill amortization

The focal event for Restaurants & Bars was the opening of the new DO & CO restaurant in the Haas Haus on St. Stephen's Square in downtown Vienna. After closing for renovation, the flagship of the DO & CO Group has been open again since 3 December 2005 offering diners culinary highlights from around the world.

In spite of the above closing of the Haas Haus restaurant for renovation, divisional sales grew by 26.2 %, from EUR 18.85 million to EUR 23.78 million. This increase is largely due to the good utilization of capacity at Restaurants & Bars in the DO & CO Group, lively business at DO & CO PLATINUM in Vienna and the first-ever inclusion of sales from LUFTHANSA First Class Lounges at the Frankfurt Airport in the accounts.

EBITDA rose by EUR 0.26 million to EUR 1.23 million (previous year: EUR 0.97 million). EBIT was also EUR 0.08 million higher at EUR 0.26 million (previous year: EUR 0.18 million) despite increased write-offs.

DO & CO STOCK

The price of DO & CO stock rose by a hearty 30.5 % from 1 January 2005 to 9 February 2006. Market capitalization totaled EUR 69.75 million at the closing price of EUR 42.95 on 9 February 2006.

OUTLOOK

Airline Catering

Airline Catering will continue expanding internationally in the future with a major emphasis on the German, British and US markets. There are a number of bidding procedures currently underway which will be decided in the upcoming weeks and months. In spite of strict cost management by airlines, demand for quality products is basically expected to be strong again, especially in the premium segment.

DO & CO is also developing a new and innovative product portfolio for short-haul European flights, which will be available on the international market from mid-year onward at the latest.

International Event Catering

In the fourth quarter already underway, business in this division is centered entirely on numerous winter sports events at which DO & CO treats VIP guests to its superb products. Along with the alpine skiing highlights at the Hahnenkamm Race in Kitzbühel and at the Night Slalom in Schladming, DO & CO is catering guests at the Ski Flying World Championship in Kulm and at events in the Four Hills ski jumping tournament at Berg Isel and Bischofshofen.

DO & CO is also the culinary host at the Austrian House at the Olympic Games in Torino.

Restaurants & Bars

Restaurants & Bars will continue to focus on expansion and the opening of new establishments. The first hotel of the DO & CO Group will commence business in early April at St. Stephen's Square in downtown Vienna and Demel Salzburg will open prior to the Easter Festival.

The management expects business results to further improve as compared with last year for the remaining business year 2005/2006, barring the occurrence of unforeseeable circumstances over which DO & CO has no control.

Income Statement

in TEUR	1 st - 3 rd Quarter 2005 / 2006	1 st - 3 rd Quarter 2004 / 2005	Business Year 2004 / 2005	Business Year 2003 / 2004
Sales	104,789	108,713	134,259	98,147
Other operating income	3,863	1,330	2,043	1,464
Costs of materials and services	-36,830	-41,867	-50,475	-30,255
Payroll costs	-40,945	-37,268	-48,042	-38,988
Depreciation of tangible fixed assets and amortization of intangible fixed assets	-3,804	-3,871	-5,384	-5,041
Amortization of goodwill	-450	-334	-23	-517
Other operating expenses	-23,815	-24,432	-28,924	-22,200
EBIT - Operating result	2,807	2,272	3,452	2,610
Financial result	-72	-54	-69	-186
Result from ordinary business activities	2,734	2,218	3,384	2,424
Income tax	-713	-502	-1,051	-828
Result after income tax	2,021	1,716	2,333	1,596
Minority interests	362	101	73	5
Consolidated result	2,383	1,817	2,406	1,601

Cash - Flow Statement

in TEUR	1 st - 3 rd Quarter 2005 / 2006	1 st - 3 rd Quarter 2004 / 2005	Business Year 2004 / 2005	Business Year 2003 / 2004
Cash-flow from operating activities	10,370	7,454	5,943	4,041
Cash-flow from investing activities	7,829	-7,879	-12,231	-6,035
Cash-flow from financing activities	-3,712	-12	5,388	-1,662
Total cash-flow	14,487	-437	-900	-3,657
Cash and cash equivalents at the beginning of the year	6,193	7,156	7,156	10,903
Cash and cash equivalents at the end of the year	21,607	6,610	6,193	7,156
Free cash-flow	18,199	-425	-6,288	-1,994

Development of shareholders' equity

in TEUR	1 st - 3 rd Quarter 2005 / 2006	1 st - 3 rd Quarter 2004 / 2005
Shareholders' equity as of 31 March	33,163	33,051
Consolidated result in reporting period	2,383	1,817
Changes in foreign currency translation reserve	1,226	-723
Other changes	-1,558	-2,678
Changes in minority interests	355	-31
Shareholders' equity as of 31 December	35,569	31,435

Balance Sheet

ASSETS	in TEUR	31 Dec 2005	31 Dec 2004	31 March 2005	31 March 2004
Intangible assets		5,153	4,929	3,881	5,646
Tangible assets		26,782	27,411	27,408	26,841
Investments		94	451	5,541	447
Fixed assets		32,029	32,792	36,829	32,934
Other long-term assets		1,038	423	594	470
Long-term assets		33,067	33,215	37,424	33,404
Inventories		4,306	3,348	3,297	2,750
Trade accounts receivable		17,907	12,630	13,735	14,682
Other short-term accounts receivable and assets		3,132	3,127	3,262	2,321
Cash and cash equivalents		21,607	6,610	6,193	7,156
Current assets		46,952	25,716	26,487	26,909
Deferred taxes		4,103	3,073	4,394	2,745
Total assets		84,122	62,003	68,305	63,058
LIABILITIES AND SHAREHOLDERS' EQUITY	in TEUR	31 Dec 2005	31 Dec 2004	31 March 2005	31 March 2004
Capital stock		11,802	11,802	11,802	11,802
Capital reserves		13,081	13,081	13,081	13,081
Revenue reserves		10,325	8,050	9,476	7,256
Foreign currency translation reserve		-2,033	-2,961	-3,258	-2,128
Consolidated result		2,383	1,817	2,406	1,601
Minority interests		10	-353	-345	-294
Shareholders' equity		35,569	31,435	33,163	31,318
Long-term provisions		4,612	3,233	3,443	3,532
Long-term financial liabilities		0	0	5,400	0
Other long-term liabilities		463	2,817	465	4,821
Long-term liabilities		5,075	6,050	9,307	8,353
Short-term provisions		19,194	8,604	7,374	6,411
Short-term financial liabilities		7,100	4,600	4,600	3,800
Trade accounts payable		11,287	7,787	10,247	7,009
Other short-term liabilities		5,897	3,526	3,614	6,167
Current liabilities		43,478	24,517	25,835	23,387
Total liabilities and shareholders' equity		84,122	62,003	68,305	63,058

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Reuters Code:
 Bloomberg Code:
 Vienna Stock Exchange:
 Security abbreviation:
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 Trading segment:
 Market segment:
 In following indices:
 No. of shares:
 Listed nominal:
 Initial listing:

DOCO.VI
 DOC AV
www.wienerboerse.at
 DOC
 081880
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 Official trading
 Standard Market
 Continuous
 WBI
 1,624,000
 €11,802,068
 30 June 1998