

**BUSINESS RESULTS FOR THE FIRST QUARTER 2007/2008  
(1 APRIL 2007 to 30 JUNE 2007)****SALES AND PROFIT INCREASE IN ALL DIVISIONS**

- SALES : EUR 86.23 million
- EBITDA : EUR 6.34 million    EBITDA margin : 7.4 %
- EBIT : EUR 2.75 million    EBIT margin : 3.2 %

**VIENNA – 23 August 2007** – DO & CO Restaurants & Catering AG announced its results today in accordance with IFRS for the first quarter of 2007/2008 (1 April 2007 to 30 June 2007). First quarter sales at DO & CO totaled EUR 86.23 million this year, EUR 38.07 million higher than last year's figure (EUR 48.16 million).

Airline Catering saw first quarter sales increase from EUR 27.73 million last year to EUR 62.62 million in the current year. This improvement is attributable to growth at existing business locations as well as to new activities in Turkey and the acquisition of Airest in Austria.

International Event Catering increased its sales for the period by a robust EUR 0.83 million, from EUR 10.72 million to EUR 11.55 million. This purely organic growth was largely a result of growth in international activities. A standout in this regard was the highly successful hosting contract for the America's Cup in Valencia.

The first quarter sales figure in the Restaurants, Lounges & Hotel segment increased by EUR 2.35 million, from EUR 9.71 million in 2006/2007 to EUR 12.06 million in the current business year. This superb showing can be traced to higher sales and improved earnings at virtually all business locations. The DO & CO Hotel and the restaurant on St. Stephen's Square in Vienna reported especially high utilization of capacity, as did the restaurants and cafés in the British Museum in London.

| <b>SALES BY DIVISION</b><br>First Quarter (April - June) | <b>Q1 07/08</b><br>in m € | <b>Q1 06/07</b><br>in m € | <b>Change</b><br>in m € |
|--|---------------------------|---------------------------|-------------------------|
| Airline Catering   | 62.62                     | 27.73                     | 34.89                   |
| International Event Catering                             | 11.55                     | 10.72                     | 0.83                    |
| Restaurants, Lounges & Hotel                             | 12.06                     | 9.71                      | 2.35                    |
| Group sales  | 86.23                     | 48.16                     | 38.07                   |

The DO & CO Group increased consolidated first quarter earnings before interest and tax (EBIT) from EUR 0.85 million in the previous year to EUR 2.75 million in the current year. This represents an increase of EUR 1.90 million for this period. The DO & CO Group increased its EBITDA by EUR 4.27 million, from EUR 2.07 million to EUR 6.34 million, for an EBITDA margin of 7.4 % (previous year: 4.3 %).

| <b>GROUP</b><br>First Quarter (April - June) | <b>Q1 07/08</b><br>in m € | <b>Q1 06/07</b><br>in m € | <b>Change</b><br>in m € |
|--|---------------------------|---------------------------|-------------------------|
| Sales  | 86.23                     | 48.16                     | 38.07                   |
| EBITDA                                       | 6.34                      | 2.07                      | 4.27                    |
| Depreciation/amortization                    | -3.59                     | -1.22                     | -2.37                   |
| EBIT   | 2.75                      | 0.85                      | 1.90                    |
| EBITDA margin                                | 7.4 %                     | 4.3 %                     |                         |
| EBIT margin                                  | 3.2 %                     | 1.8 %                     |                         |
| Employees                                    | 3,706                     | 1,705                     | 2,001                   |

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

## 1. AIRLINE CATERING

| <b>AIRLINE CATERING</b><br>First Quarter (April - June) | <b>Q1 07/08</b><br>in m € | <b>Q1 06/07</b><br>in m € | <b>Change</b><br>in m € |
|---|---------------------------|---------------------------|-------------------------|
| Sales   | 62.62                     | 27.73                     | 34.89                   |
| EBITDA  | 4.36                      | 0.93                      | 3.43                    |
| Depreciation/amortization                               | -2.75                     | -0.69                     | -2.06                   |
| EBIT  | 1.61                      | 0.24                      | 1.37                    |
| EBITDA margin   | 7.0 %                     | 3.4 %                     |                         |
| EBIT margin   | 2.6 %                     | 0.9 %                     |                         |
| Share in consolidated sales                             | 72.6 %                    | 57.6 %                    |                         |

With its locations in New York, London, Frankfurt, Munich, Berlin, Milan, Salzburg and Vienna as well as the newly acquired business locations of AIREST and the nine locations of the joint venture in Turkey, the DO & CO Group now has over 21 gourmet kitchens and generated first quarter sales of EUR 62.62 million in Airline Catering, an increase of EUR 34.89 million to the previous year.

The strong growth stems from an expansion of activities at existing business locations and of course also in great part from the joint venture in Turkey and the acquisition of Airst.

DO & CO Product Development deserves special praise for the excellent work it has accomplished in this regard. It has developed innovative, top-quality products for Austrian Airlines and for Turkish Airlines. Some of them have already been implemented and the remainder will be implemented by the end of the year.

Concurrently, a training and integration process was launched at the newly acquired business locations to ensure that the company is well positioned to handle future competition with a unified corporate culture oriented to quality and service.

First quarter EBITDA increased from EUR 0.93 million in business year 2006/2007 to EUR 4.36 million this year thanks to improved capacity utilization at the business locations and the first-ever inclusion of the new business locations in the consolidated accounts. EBIT increased by EUR 1.37 million, from EUR 0.24 million to EUR 1.61 million.

## 2. INTERNATIONAL EVENT CATERING

| INTERNAT. EVENT CATERING<br>First Quarter (April - June) | Q1 06/07<br>in m € | Q1 06/07<br>in m € | Change<br>in m € |
|--|--------------------|--------------------|------------------|
| Sales  | 11.55              | 10.72              | 0.83             |
| EBITDA   | 1.12               | 0.80               | 0.32             |
| Depreciation/amortization                                | -0.35              | -0.21              | -0.14            |
| EBIT   | 0.77               | 0.59               | 0.18             |
| EBITDA margin  | 9.7 %              | 7.5 %              |                  |
| EBIT margin  | 6.7 %              | 5.5 %              |                  |
| Share in consolidated sales                              | 13.4 %             | 22.3 %             |                  |

International Event Catering sustained its steady growth trend of business year 2006/2007 in the first quarter of business year 2007/2008. Sales rose in the period under report by EUR 0.83 million to EUR 11.55 million (previous year: EUR 10.72 million).

A definite international highlight of the first quarter 2007/2008 was the hosting of VIP guests at the prestigious America's Cup in Valencia, Spain. Following its premiere in 2006, the DO & CO Hospitality Sport's Division once again celebrated gourmet entertainment at its best during the exciting contests for the world's most coveted sailing trophy.

In efforts concurrent with this three-month sailing event, DO & CO displayed its culinary skills at six Formula 1 Grands Prix. These events could be staged with the division's customary high quality. Racing action began overseas at the Grands Prix in Sepang and Bahrain, then proceeded to the two European highlights in Barcelona and Monte Carlo, and ended in North America at Montreal and Indianapolis.

EBITDA for International Event Catering increased by EUR 0.32 million, rising from EUR 0.80 million to EUR 1.12 million. EBIT improved by EUR 0.18 million, rising from EUR 0.59 million to EUR 0.77 million.

### 3. RESTAURANTS, LOUNGES & HOTEL

| RESTAURANTS, LOUNGES & HOTEL<br>First Quarter (April - June) | Q1 07/08<br>in m € | Q1 06/07<br>in m € | Change<br>in m € |
|--|--------------------|--------------------|------------------|
| Sales  | 12.06              | 9.71               | 2.35             |
| EBITDA   | 0.86               | 0.34               | 0.52             |
| Depreciation/amortization                                    | -0.49              | -0.32              | -0.17            |
| EBIT   | 0.37               | 0.02               | 0.35             |
| EBITDA margin  | 7.1 %              | 3.5 %              |                  |
| EBIT margin  | 3.1 %              | 0.2 %              |                  |
| Share in consolidated sales                                  | 14.0 %             | 20.2 %             |                  |

Restaurants, Lounges & Hotel posted healthy sales growth for the first quarter of 2007/2008. First quarter divisional sales rose from EUR 9.71 million to EUR 12.06 million, an increase of EUR 2.35 million on the previous year.

Sales growth can be traced to the new business locations established in the previous business year and to the classic contributors to sales in the DO & CO Restaurants, Lounges & Hotel Division.

In particular, the group's flagship store on St. Stephen's Square in Vienna, which was renovated last year, is fully reflected in the consolidated results for the first time, as are the activities of DO & CO at the British Museum and at DEMEL in Salzburg. DO & CO Albertina and business for Casinos Austria also contributed to the improved key figures in this division.

EBITDA grew by EUR 0.52 million, rising from EUR 0.34 million to EUR 0.86 million. EBIT increased by EUR 0.35 million to EUR 0.37 million (previous year: EUR 0.02 million).

## **STOCK**

DO & CO stock recorded an increase in price of 3.1 % between 1 April and 30 June 2007. Market Capitalization amounted to EUR 196.83 million at a closing price of EUR 101.00 as at 30 June 2007.

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 stock has been listing since 17 August 2007 at one fourth its original price.

## **OUTLOOK**

Groundwork was laid in business year 2006/2007 for the further positive development of the DO & CO Group. The new markets DO & CO added in Turkey and in Austria greatly strengthen its position in the competitive international market.

With its customer and quality oriented corporate culture, DO & CO is able to forge long-term partnerships and enter promising markets.

The management has every intention of continuing to provide innovative products and superb service at competitive prices to live up to the trust DO & CO customers place in the company's performance. It remains a crucial goal of management to communicate the quality and service oriented corporate culture

to all new employees and provide them with specialized training on it. That way they will practice this culture and lay a solid foundation for continued growth. At the same time, the integration team is busy taking full advantage of synergies to further improve the group's competitiveness.

Besides the positive trend in general business and an encouraging level of orders, International Event Catering is busily preparing for the 2008 European Football Championships being staged in Austria and Switzerland, which will be a priority event next business year.

The opening of the BMW World in Munich in October 2007 will be a special highlight for the Restaurants, Lounges & Hotel Division. A main priority of this division in the months ahead will be to carry out preparations for the opening of four cafes and restaurants as well as the special event areas.

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.

**For further information, please contact:**

DO & CO Restaurants & Catering AG

Dampfmühlgasse 5

A-1110 Vienna, Austria

Phone: (01) 74 000-0

Fax: (01) 74 000-1029

[www.doco.com](http://www.doco.com)

E-mail: [investor.relations@doco.com](mailto:investor.relations@doco.com)

Reuters Code:

Bloomberg Code:

Vienna Stock Exchange:

Security abbreviation:

Security code number:

ISIN code:

Trading segment:

Market segment:

In following indices:

Number of shares:

Listed nominal:

Initial listing:

DOCO.VI

DOC AV

[www.wienerboerse.at](http://www.wienerboerse.at)

DOC

081880

AT0000818802

Official Trading

Prime Market

ATX Prime, WBI

7,795,200

€15,590,400

30 June 1998

**Financial Calendar**

First half year 2007/2008 15 November 2007