FIRST HALF REPORT AT 30 JUNE 2007

SECOND QUARTER 2007

GENERAL INFORMATION AND CORPORATE BODIES

Autogrill S.p.A.

Registered office: *28100 Novara, Italy*
Via Luigi Giulietti, 9
Headquarters: *20089 Rozzano MI, Italy*
Centro Direzionale Milanofiori, Palazzo Z, Strada 5
Share capital: *€ 132,288,000 fully paid-up*
Tax number – Business Registry of Novara: *03091940266*
Chamber of Commerce of Novara: *188902 Economic Administrative Index*
VAT Number: *01630730032*

BOARD OF DIRECTORS (1)

Chairman (2)(3)	Gilberto BENETTON
Managing Director (2)(3)(4)	Gianmario TONDATO DA RUOS (E)
Directors	Alessandro BENETTON
	Giorgio BRUNETTI (5) (L)
	Antonio BULGHERONI (6) (I)
	Marco DESIDERATO (5) (I)
	Sergio DE SIMOI
	Sergio EREDE
	Alfredo MALGUZZI (5) (6) (I)
	Gianni MION (6)
	Gaetano MORAZZONI (I)
Company Secretary	Diego Salvador (2)

BOARD OF STATUTORY AUDITORS (7)

Chairman	Luigi BISCOZZI	Auditor
Statutory Auditor	Gianluca PONZELLINI	Auditor
Statutory Auditor	Ettore Maria TOSI	Auditor
Alternate Auditor	Graziano Gianmichele VISENTIN	Auditor
Alternate Auditor	Giorgio SILVA	Auditor

INDEPENDENT AUDITORS (8)

KPMG S.p.A.

1. Appointed by the Shareholder's Meeting held on 27 April 2005; in office until approval of the 2007 accounts.
2. Appointed by the Board of Directors on 27 April 2005.
3. Invested with all legal and corporate powers as legal representative of the Company and sole signatory on behalf of the Company.
4. Invested with powers of ordinary management as sole signatory as per resolution dated 27 April 2005.
5. Member of the Internal Auditing and Corporate Governance Committee.
6. Member of the Remuneration Committee.
7. Appointed by the Shareholder's Meeting held on 27 April 2006; in office until approval of the 2008 accounts.
8. Appointed by the Shareholder's Meeting held on 27 April 2006; in office until approval of the 2011 accounts.

E. Executive Director.
I. Independent Director.
L. Lead Independent Director.

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Note: This Report for the half-year ended 30 June 2007 has been translated into English from the original Italian version. Where differences exist, the Italian version shall prevail over the English version.

1) Report on Operations

1.1 Introduction

The Autogrill Group (the "Group" or "Autogrill") is the world's leading provider of travel catering and retail services.

It operates in 39 Countries in 5 continents and is market leader in North America and Italy.

The Group's main business segments are airports, motorways and railway stations; it also operates in shopping malls, trade fairs and towns and cities. The life of the concessions makes it possible to plan the business over the medium-to-long term.

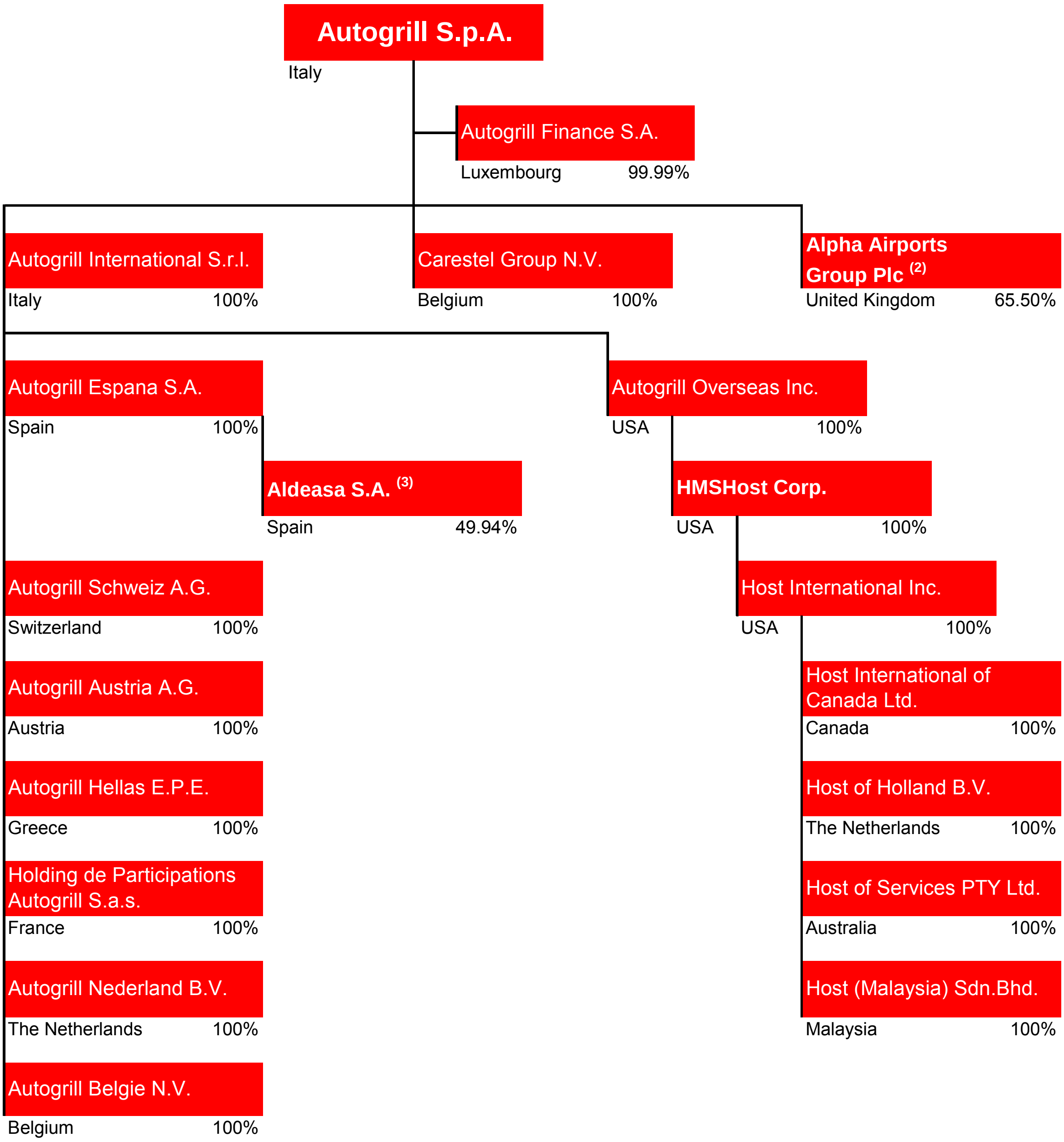
Autogrill has an extensive brand portfolio, which includes over 350 proprietary and licensed brands distributed internationally, nationally and locally.

In 2006 it served about 2.4 million people every day on average – a total of approximately 890 million customer contacts in the year – providing food & beverage and retail & duty-free services in more than 4,800 stores in 1,062 locations, and employing over 51,000 people.

In Europe its operations are mainly in the motorway business segment, in North America mainly in airports. Geographical and segment diversification makes it possible to offset the impact on results of different economic cycles and fluctuations in traffic flows.

The acquisition of Alpha Airports Group Plc at the beginning of June 2007 entailed the establishment of significant operations in the United Kingdom and the strengthening of operations and further potential development in Eastern Europe, the Middle East and the Far East via the entry into the in-flight catering business and the increased presence in the retail & duty-free business.

THE GROUP'S MAIN OPERATING COMPANIES AT 30 JUNE 2007[1]



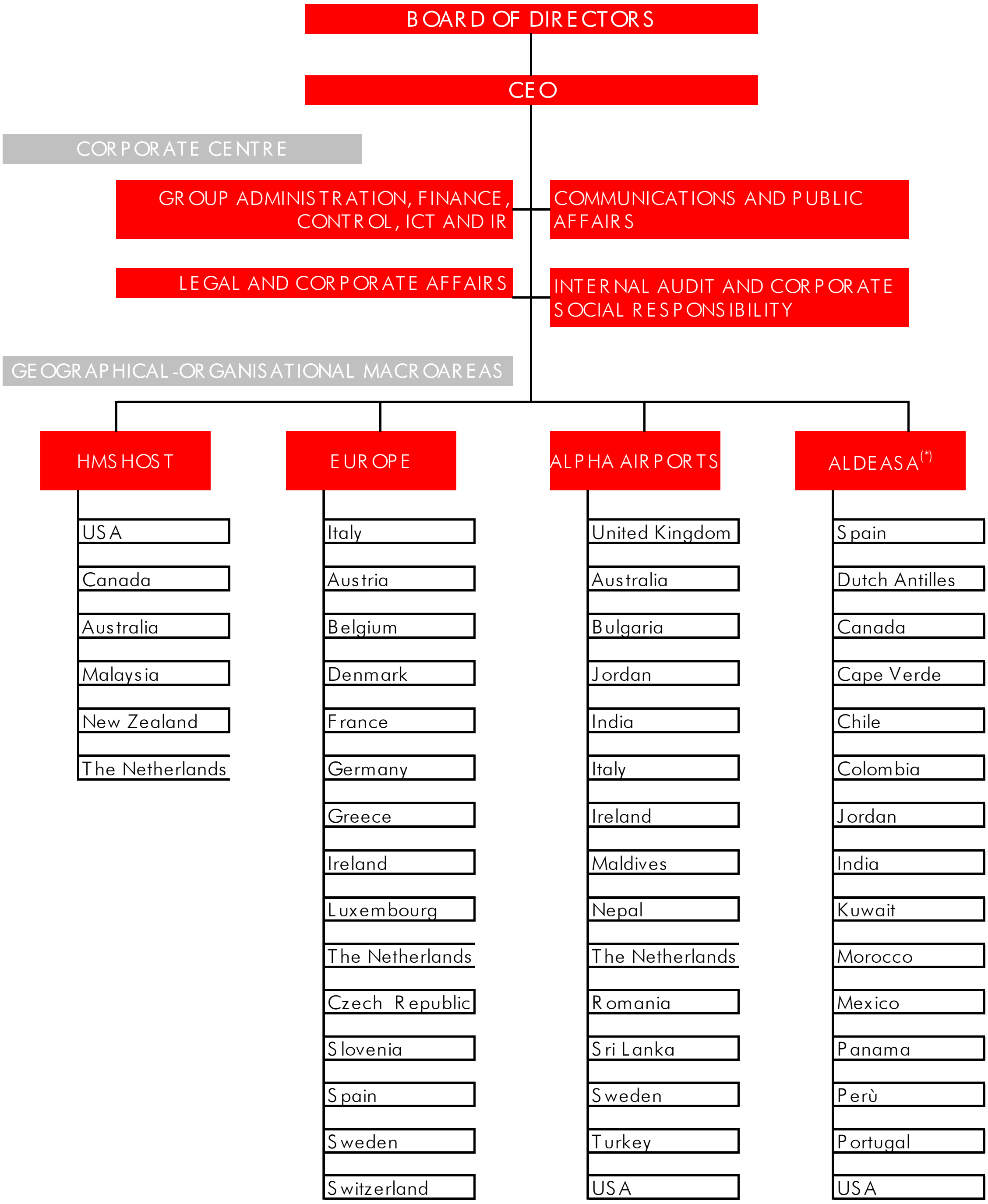
[1] The above chart shows the main Autogrill Group companies, including sub-holding companies in the various countries in which the Group operates, but not – in most cases – their subsidiaries. Please see p.86 et seq. for a complete list of Autogrill Group companies.

Please note that since H1 2006 we also consolidate Carestel Group N.V. (Belgium) and Airport Terminal Restaurants (Canada) ("A.T.R."), acquired in Q4 2006, Autogrill Restauration Carrousel S.a.s. (formerly Carlest S.a.s.) and Patisserie du Louvre S. à r.l. (France) acquired on 1 February 2007, Trentuno S.p.A., acquired on 3 May 2007 directly by Autogrill S.p.A., as well as Alpha Airports Group Plc (Alpha) – for one month only – control of which was acquired at end-May/beginning of June 2007. A.T.R. was acquired by Host International of Canada Ltd., while the two French companies were acquired by Holding de Participations Autogrill S.a.s..

[2] At 4 September 2007, the date of the closing of the IPO, our holding reached 98.3%. The squeeze-out of minorities is underway.

[3] Equal-share joint-venture between Altadis S.A. and Autogrill.

ORGANISATIONAL STRUCTURE



(*) Joint-venture with Altadis S.A. and Autogrill.

The Group is divided into business units, generally organised by geography, which cover all the operational areas according to objectives and guidelines defined by the head office.

HMSHost, with its headquarters in Bethesda (Maryland, USA), is the organisation which conducts activities in North America, in Schiphol Airport (The Netherlands) and in the Pacific Area airports.

In Europe, business is conducted by separate organisations for each country, with central coordination for international activities.

Alpha Airports operates mainly in the UK but with significant and growing business in Eastern Europe, the Middle East and the Far East.

Joint-Ventures

Autogrill jointly controls Aldeasa S.A., which is leader in Spanish airport retail & duty-free and has growing international activities in the same sector, Steigenberger Gastronomie GmbH and Caresquick N.V., which run food & beverage stores respectively in Frankfurt international airport and in motorway service areas in Belgium.

Alpha Airports jointly controls Servair Air Chef S.r.l. (Italy), Alpha Future Airport Retail Pvt Ltd. (India) and Alpha ASD Ltd. (UK).

In a specific section of this Report on Operations, Aldeasa's performance is reported not proportionally to Autogrill's share but rather reflects 100% of the company. Elsewhere in the Report, its contribution to consolidated results is indicated in proportion to Autogrill's 50% stake.

Data on the other joint-ventures, given the modest size of these companies, is not commented on individually but included – again, proportionately to the Group's stake – into their respective geographical or business macro-area.

The Seasonality of the Industry

The Group's Business volumes are related to passenger and traveller traffic and some business units are subject to marked seasonality, which is reflected in consolidated results. Quarterly performance is illustrated in the following table.

	2006			
	Q1	**H1**	**First nine months**	**Full Year**
Revenue	822.8	1,768.3	2,840.0	3,929.4
% of full year result	*20.9%*	*45.0%*	*72.3%*	*100.0%*
Ebitda	72.9	204.1	398.7	514.1
% of full year result	*14.2%*	*39.7%*	*77.6%*	*100.0%*
Ebit	31.8	121.4	275.5	324.6
% of full year result	*9.8%*	*37.4%*	*84.9%*	*100.0%*
Net profit of the Group	7.5	49.5	140.0	152.5
% of full year result	*4.9%*	*32.5%*	*91.8%*	*100.0%*

The first half usually accounts for some 45% of annual turnover and 40% of EBITDA. These weights are however a rough indication and cannot be used to forecast full-year results.

Seasonality is stronger for cash flow, since some annual payments are normally concentrated into the first quarter, particularly business rentals both accrued from the previous financial year and as advance payments for the current financial year.

The entry of Alpha Airports Group into the area of consolidation will increase the Group's seasonality, since Alpha Airports' business results, in terms of revenue and margins, are concentrated in the middle of the year.

Conversion Effect of Non-Eurozone Business

Around half of the Group's business is carried on in countries where the functional currency is not the euro – mainly the US, Canada and Switzerland, and from 2007, following the acquisition of Alpha Airports Group Plc, in the UK.

The local nature of the business also means that revenues and costs in each country of operation are predominantly denominated in the same currency. The Group's policy is that of managing the exchange rate risk, by funding the main net assets denominated in currencies other than the euro mainly with debt in the same currency, or by entering into foreign exchange forward transactions with the same effect.

This does not however completely neutralise the effect of changes in exchange rates in respect of individual balance sheet and profit and loss items.

Specifically, fluctuations in the Euro-US$ exchange rate – given the size of the Group's operations in this area – can make comparison of Group figures with those of the previous year less meaningful, given that:

- the average exchange Euro-US$ rate used to convert profit and loss items fell by 7.2% in the second quarter 2007 (from $1.2582 to $1.3481) and by 8.2% in the First Half 2007 (from $1.2296 to $1.3291);
- the period-end exchange rate used to convert balance-sheet data fell from $1.2713 at 30 June 2006 to $1.3170 at end-2006 and to $1.3505 at 30 June 2007.

This Report's summary tables therefore contain data at both constant and actual exchange rates where conversion differences are significant; the commentary also addresses changes in results at both actual and constant exchange rates.

Symbols and Terminology

Unless otherwise stated, in the Report on Operations amounts are expressed in millions of euros, abbreviated as €m. In the Explanatory Notes on the other hand the amounts are expressed in thousands, abbreviated as €k except for the cash flow statement, which is in € million.

Commentary on the business in the relevant geographical areas also includes amounts in millions or thousands of US dollars and pounds sterling abbreviated respectively as $m and $k and £m and £k.

Figures may show the effect of rounding to the nearest million. Changes and percentages are calculated on figures in thousands, not on the rounded figures in millions disclosed.
Operating revenue as reviewed in the Report on Operations excludes sales of fuel, which are disclosed as 'revenue'. Costs and margins are calculated on this figure.

'Organic growth' means growth on a like-for-like basis and at constant exchange rates.

'Comparable' or 'like-for-like' refer to stores that were operating both in the period under review and in the period of comparison and have maintained the same offering.

1.2 Highlights - second Quarter 2007 and Year-to-date at 30 June 2007

1.2.1 Second Quarter 2007 Results

(€m)	Q2 2007	Q2 2006	Change	
			At current exch. rate	At constant exch. rate
Revenue (1)	1,136.8	945.5	20.2%	24.1%
Ebitda (2)	143.0	131.2	9.0%	12.7%
% of revenue	*12.6%*	*13.9%*		
Operating profit (Ebit) (3)	95.6	89.6	6.8%	10.2%
% of revenue	*8.4%*	*9.5%*		
Net profit (attributable to the Group)	42.5	42.0	1.1%	4.1%
% of revenue	*3.7%*	*4.4%*		
Capital Expenditure (4)	64.1	39.5	62.3%	63.9%
Earnings per share (€/cent)				
basic	16.7	16.5		
diluted	16.5	16.4		

(1) As indicated on page 8, it does not include sales of fuel, which were €21.5m in Q2 2007 and €19.1m in Q2 2006.
(2) Earnings before depreciation, extraordinay items, interest and tax.
(3) Earnings before extraordinay items, interest and tax.
(4) Does not include financial fixed assets and equity investments.

In the second Quarter 2007 the Group again achieved strong growth in revenue, which increased by 20.2% over Q2 2006. At constant exchange rates, this increase was 24.1%.

Organic growth was 10.4% and comfortably exceeded growth in traffic in our main markets. This result was achieved thanks to our continual updating of our offering in terms of brands, product range and service levels.

In Q2 Autogrill's external growth strategy led to the significant acquisition of Alpha Airports Group Plc ("Alpha Airports"), one of the main British catering and retail concerns both in airports and in-flight. Alpha Airports' Alpha Airport Services and Alpha Airline Services divisions, provide a complete offering of catering and retail respectively in 47 airports in 13 countries and in-flight catering and retail services for over 100 airlines in 12 countries.

The newly consolidated entities – other than Alpha Airports, consolidated as from 1 June 2007 – i.e., Trentuno S.p.A. ("Trentuno"), consolidated as from 3 May 2007, the Airport Terminal Restaurants division of Cara Operations Ltd. ("A.T.R.") in Canada and Carestel Group N.V. ("Carestel") in Belgium, acquired in Q4 2006, and the companies providing catering services in the Carrousel du Louvre, acquired in Q1 2007 – accounted for 13.7% of total growth.

EBITDA rose by 9% to €143m, a 12.7% increase at constant exchange rates. EBITDA margin shrank from 13.9% in Q2 2006 to 12.6% due to faster growth in the retail & duty-free business, which has smaller gross margins than that of food & beverage and to a larger number of stores being developed and renovated in the quarter under review. The newly consolidated entities' EBITDA was €12.4m.

The operating result grew by 6.8% or 10.2% at constant exchange rates to €95.6m.

Net profit attributable to the Group increased by 1.1% or 4.1% at constant exchange rates to €42.5m under the effect inter alia of the greater finance cost related to the acquisition of Alpha Airports.

1.2.2 Year-to-date Results at 30 June 2007

(€m)	H1 2007	H1 2006	Change	
			At current exch. rate	At constant exch. rate
Revenue (1)	2,034.4	1,768.3	15.1%	19.3%
Ebitda (2)	222.9	204.1	9.2%	13.7%
% of revenue	*11.0%*	*11.5%*		
Operating profit (Ebit) (3)	132.0	121.4	8.8%	13.1%
% of revenue	*6.5%*	*6.9%*		
Net profit (attributable to the Group)	52.2	49.5	5.5%	9.4%
% of revenue	*2.6%*	*2.7%*		
Capital Expenditure (4)	115.6	81.5	41.8%	45.9%
Earnings per share (€/cent)				
basic	20.5	19.5		
diluted	20.3	19.3		

(1) As indicated on page 8, it does not include sales of fuel, which were €39.1m in Q2 2007 and €34.1m in Q2 2006.
(2) Earnings before depreciation, extraordinay items, interest and tax.
(3) Earnings before extraordinay items, interest and tax.
(4) Does not include financial fixed assets and equity investments.

In the first half of the year Autogrill recorded strong growth in consolidated revenue, which was €2,034.4m, up by 15.1% or 19.3% at constant exchange rates over €1,768.3m in the First Half of 2006 and reported double-digit growth rates in all its geographical-organisational areas. The increase comprises Alpha Airports' contribution, starting from 1 June 2007, and that of Trentuno S.p.A., starting from May 2007, the companies providing catering services in the Carrousel du Louvre, acquired in Q1 2007, the Airport Terminal Restaurants (A.T.R.) division and Carestel S.A., consolidated in Q4 2006. Net of new acquisitions, organic growth was 6.1% or 10.1% at constant exchange rates. The North American results suffered from the effect of sharp falls of the dollar against the euro.

In H1 Autogrill's EBITDA was €222.9m, an increase of 9.2% or 13.7% at constant exchange rates over the H1 2006 figure of €204.1m, with a €14.2m contribution from the new acquisitions. Faster growth in the retail & duty-free sector (with its narrower margins than food & beverage) diluted the EBITDA margin from 11.5% to 11%.

EBIT recorded an increase of 8.8% or 13.1% at constant exchange rates and was €132m vis-à-vis the €121.4m of first half 2006.

Autogrill's net profit for the first half 2007 was €52.2m, attributable to the Group – an increase of 5.5% or 9.4% at constant exchange rates over the H1 2006 figure of €49.5m.

1.3 Second Quarter 2007 Performance

1.3.1 Condensed Income Statement and Commentary

CONDENSED CONSOLIDATED INCOME STATEMENT[1]

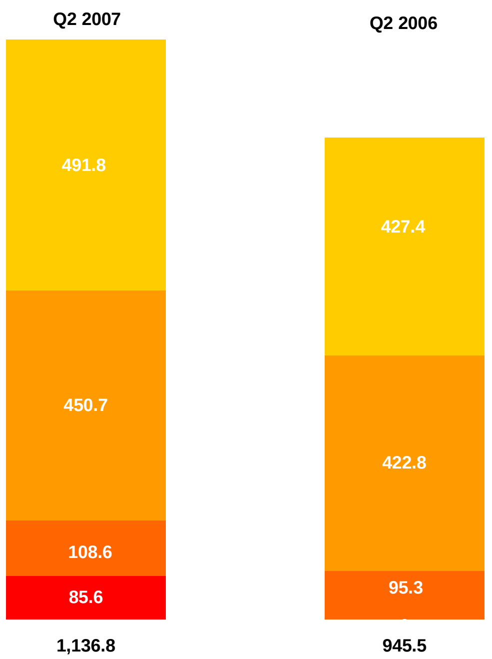
(€m)	Q2 2007	% of revenue	Q2 2006	% of revenue	Change: At current exch. rate	Change: At constant exch. rate
Revenue	1,136.8	100.0%	945.5	100.0%	20.2%	24.1%
Other income	24.5	2.2%	22.5	2.4%	8.9%	10.1%
Total income	**1,161.3**	**102.2%**	**968.0**	**102.4%**	**20.0%**	**23.8%**
Cost of raw materials, items for use and merchandise	(422.3)	37.1%	(332.5)	35.2%	27.0%	30.2%
Payroll and Benefits	(304.0)	26.7%	(262.2)	27.7%	16.0%	20.2%
Rents, concessions and royalties	(171.7)	15.1%	(138.8)	14.7%	23.6%	28.3%
Other operating costs	(120.3)	10.6%	(103.3)	10.9%	16.5%	20.3%
EBITDA	**143.0**	**12.6%**	**131.2**	**13.9%**	**9.0%**	**12.7%**
Amortisation and Depreciation	(47.4)	4.2%	(41.6)	4.4%	13.7%	18.1%
Operating Profit (EBIT)	**95.6**	**8.4%**	**89.6**	**9.5%**	**6.8%**	**10.2%**
Net interest expenses	(14.9)	1.3%	(11.7)	1.2%	28.4%	34.7%
Value adjustments on financial assets	(0.6)		-	0.0%	n.s.	n.s.
Profit before tax	**80.1**	**7.1%**	**77.9**	**8.2%**	**2.8%**	**5.8%**
Tax	(34.0)	3.0%	(33.0)	3.5%	3.0%	5.8%
NET PROFIT	**46.1**	**4.1%**	**44.9**	**4.8%**	**2.6%**	**5.9%**
- attributable to the Group	42.5	3.7%	42.0	4.4%	1.1%	4.1%
- attributable to minorities	3.6	0.3%	2.9	0.3%	24.5%	31.5%

1. Unlike the Income Statement on p. 45, in this table fuel sales are recorded solely in terms of the gross profit they generated (€1.1m in the second quarter 2007, €0.8m in the second quarter 2006), included under 'Other Income', instead of revenue (€21.5m in the second quarter 2007, €19.1m in the second quarter 2006) and purchase cost (€20.4m in the second quarter 2007, €18.3m in the second quarter 2006).

Revenue

All the geographical and organisational areas recorded double-digit growth rates at constant exchange rates. The figure for North America suffered from the effect of the less favourable $/€ exchange rate.

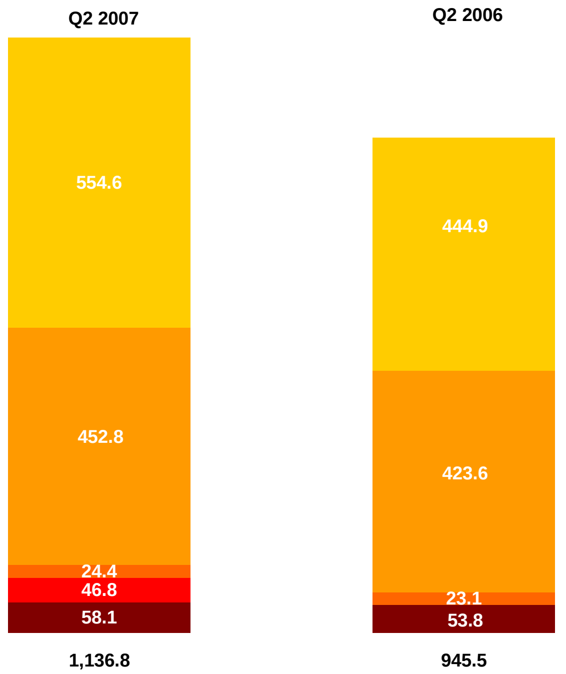
Revenue Growth by Geographical-Organisational Macroarea



(€m)	Change: At current exch. rate	Change: At constant exch. rate
Europe	15.1%	15.4%
North America and Pacific Area	6.6%	14.3%
Aldeasa	13.9%	13.9%
Alpha Airports	n.s.	n.s.
Consolidated	20.2%	24.1%

Business segment performance shows that the increase in revenue was driven by two main segments, i.e. airports and motorways. The former benefited more in this regard from the new acquisitions (Alpha Airports, Carestel and A.T.R.); net of these new entities the growth of the airports segment was 9.4% at current exchange rates and 15.2% at constant exchange rates.

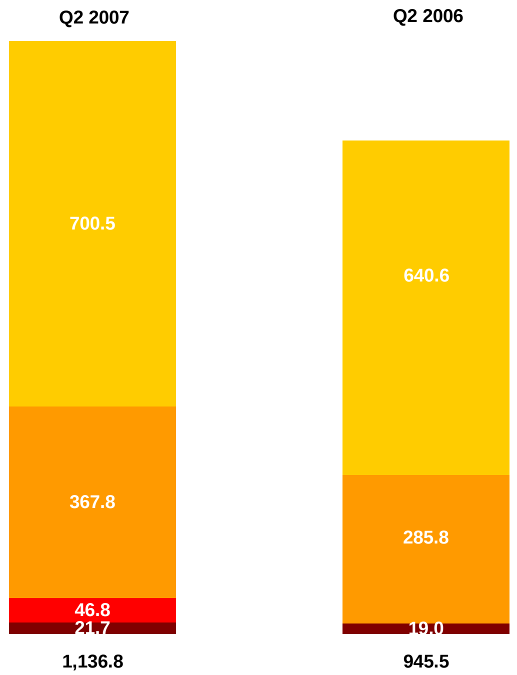
Revenue Growth by Business Segment



	Change	
(€m)	At current exch. rate	At constant exch. rate
Airports	24.7%	31.2%
Motorways	6.9%	8.6%
In-flight	n.s.	n.s.
Railway stations	5.5%	6.0%
Other	8.0%	9.6%
Total	20.2%	24.1%

Revenue by sector shows that retail & duty-free grew faster, by 28.7% overall or 30.7% at constant exchange rates, and exceeded the food & beverage both in the airport and in the motorway segments. Retail & duty-free recorded organic growth of 15.7% in the airports segment and of 16.9% in the motorways segment.

Revenue Growth by Sector



	Change	
(€m)	At current exch. rate	At constant exch. rate
Food & beverage	9.3%	13.8%
Retail & duty-free	28.7%	30.7%
In-flight	n.s.	n.s.
Other	14.1%	14.3%
Total	20.2%	24.1%

EBITDA

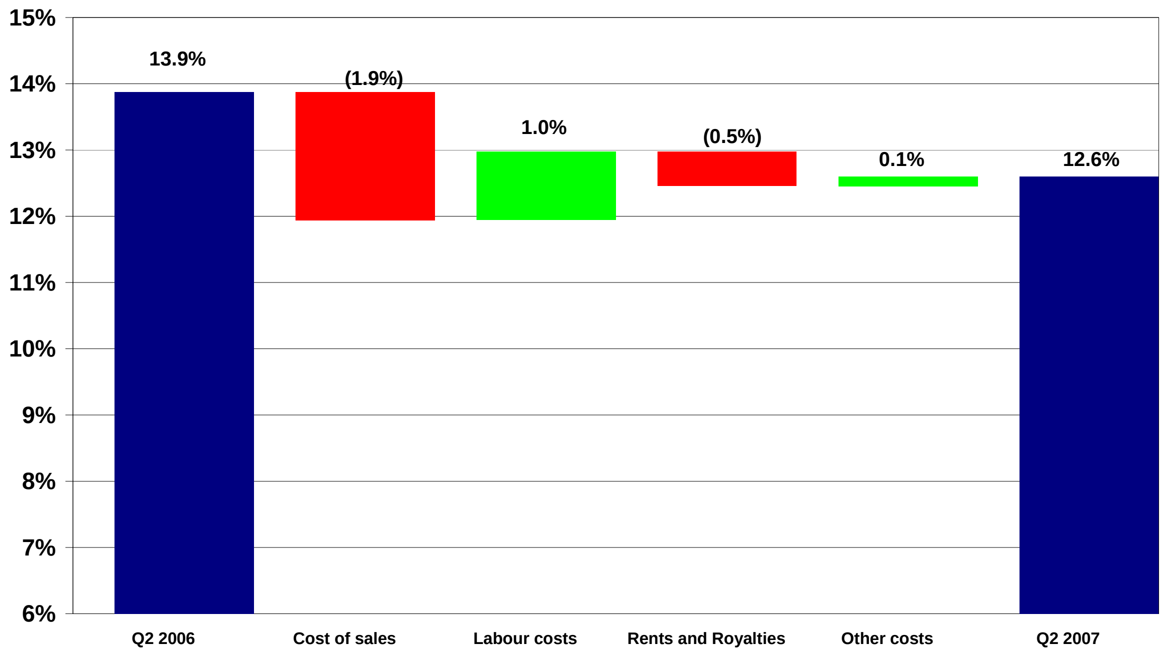
(€m)	Q2 2007	Q2 2006	Change At current exch. rate	Change At constant exch. rate
North America and Pacific Area	61.0	60.9	0.2%	7.9%
% of revenue	*13.5%*	*14.4%*		
Europe	66.6	64.4	3.9%	4.1%
% of revenue	*13.5%*	*15.1%*		
Aldeasa	10.7	10.1	7.2%	7.2%
% of revenue	*9.8%*	*10.6%*		
Alpha Airports	8.0		n.s.	n.s.
% of revenue	*9.3%*			
Unallocated	(3.2)	(4.2)	19.0%	19.0%
Consolidated	**143.0**	**131.2**	9.0%	12.7%
% of revenue	*12.6%*	*13.9%*		

In the second quarter 2007 EBITDA was €143m, an increase of 9% or 12.7% at constant exchange rates over the Q2 2006 figure of €131.2m.

The overall EBITDA margin was 12.6%, which was a dilution compared to Q2 2006 mainly due to faster growth in the retail & duty-free sector (which has lower margins than food & beverage) and certain efficiency losses due to development and renovation, as well as raw material price pressures in North America which has not yet fed through to sale prices.

A breakdown of the change in the EBITDA margin between the second quarter 2006 and the second quarter 2007 reflects the change we have described in the sales mix. Retail & duty-free generally have higher cost of sales than food & beverage, partly off-set by less intensive use of the workforce.

EBITDA Margin Growth



EBIT

(€m)	Q2 2007	Q2 2006	Change At current exch. rate	Change At constant exch. rate
North America and Pacific Area	40.0	38.7	2.5%	10.2%
% of revenue	*8.9%*	*9.1%*		
Europe	43.9	46.6	-5.2%	-5.1%
% of revenue	*8.9%*	*10.9%*		
Aldeasa	9.0	8.5	8.3%	8.3%
% of revenue	*8.3%*	*8.8%*		
Alpha Airports	6.1	-	n.s.	n.s.
% of revenue	*7.2%*			
Unallocated	(3.3)	(4.2)	17.9%	17.9%
Consolidated	**95.6**	**89.6**	6.8%	10.2%
% of revenue	*8.4%*	*9.5%*		

EBIT increased by 6.8% (10.2% at constant exchange rates) to €95.6m. Retail & duty-free's lower capital expenditure and related depreciation and amortisation compared to food & beverage meant that the two sectors had similar EBIT. The lower figure for European business was largely due to extensive capital expenditure (development cost).

Net Profit

In the second quarter 2007 net profit attributable to the Group was €42.5m – an increase of 1,1% or 4.1% at constant exchange rates vis-à-vis the second quarter 2006 figure of €42m, due to the increased finance cost sustained to fund the acquisition of Alpha Airports.

MAIN GEOGRAPHICAL AND ORGANISATIONAL MACRO-AREAS

The following are profit and loss figures broken down by geographical and organisational macro-areas.

➢ NORTH AMERICA AND PACIFIC AREA

In order to remove the interference generated by fluctuations in the $/€ exchange rate and facilitate understanding of the underlying economic facts, the figures that follow are presented in millions of US dollars($m).

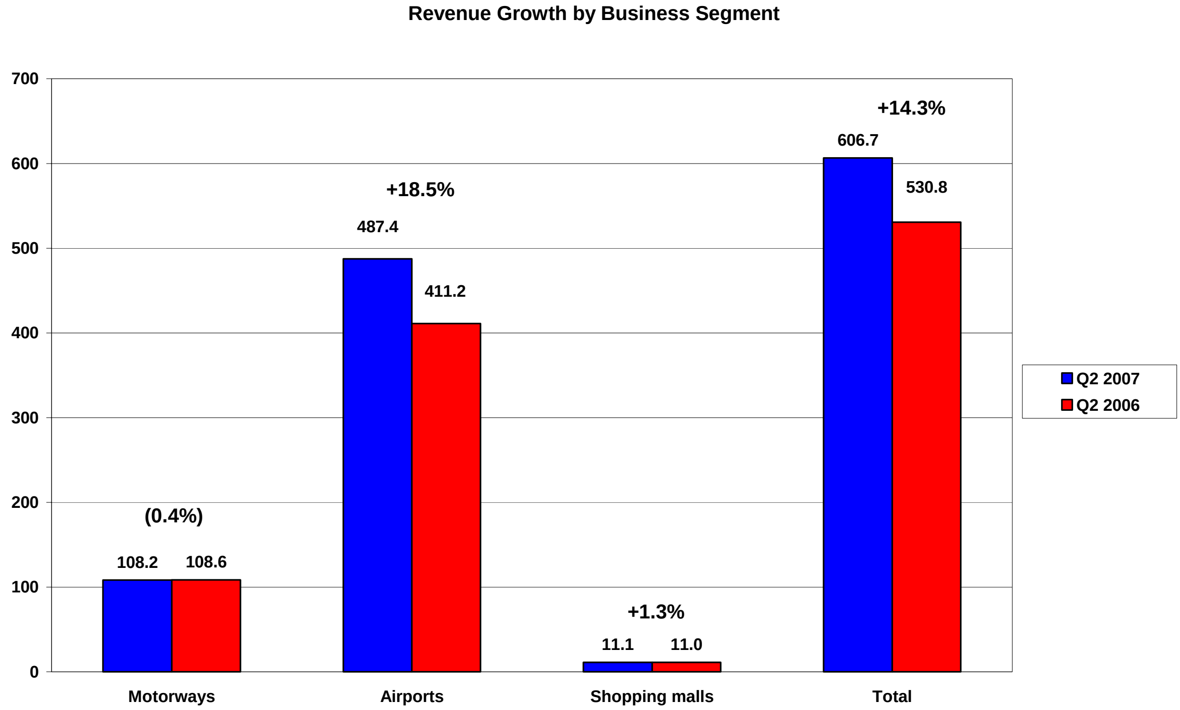
($m)	Q2 2007	Q2 2006	Change
Revenue	606.7	530.8	14.3%
Ebitda	82.0	76.0	7.9%
% of revenue	13.5%	14.4%	
Capital Expenditure	37.1	21.8	69.9%

Revenue

In the second quarter of 2007 HMSHost[1] generated sales of $606.7m, an increase of 14.3% over Q2 2006. Net of the contribution of the Canadian business acquired in Q4 2006, sales growth was 10.8%.

[1] HMSHost indicates the results achieved by the group of companies controlled by Autogrill Overseas, Inc., as listed on p. 90.

Continuing the excellent performance seen in Q1, in the second quarter 2007 too the airport segment showed particularly positive results, while motorways, still somewhat penalised by the closure of a number of stores and the by start of rebuilding and renovation work in the preceding quarter, showed signs of recovery.



In detail, performance by individual segment was as follows:

- *airports*: sales reached $487.4m, an increase of 18.5%. Net of the new Canadian units the increase was 14%, while on a like-for-like basis it was 13.3%.

  In the corresponding period air traffic rose by 2% according to the A.T.A.[1]. After the experience of 2006 which saw a 0.5% annualised contraction of the airline industry, in Q2 the rate growth of air traffic tended once more to align with the medium-long term growth rate as forecast by the F.A.A.[2], i.e., an annual average of 3.5% for the period 2007-2017. The Group was able to benefit fully from such recovery and significantly out-perform the market, due to the continual improvement of the offering and upgraded service levels not least by means of longer opening hours;
- *motorways*: this segment had sales of $108.2m, broadly in line with the Q2 2006 figure of $108.6m. In the second quarter 2007 the impact of the final closure of a number of stores and the upgrading project at locations on the Pennsylvania and Maine Turnpikes – events that had seriously affected sales in the first quarter 2007 – was reduced, thanks to higher comparable growth of 3%;
- *shopping malls:* sales were $11.1m, an increase of 1.3% over Q2 2007.

EBITDA

In the second quarter 2007 North America's EBITDA reached $82m, an increase of 7.9% over the second quarter of 2006. The area's EBITDA margin was 13.5%, a reduction of 0.9% from Q2 2006: this was partly due to increases in the prices of several raw materials, in turn due to rises in the price of cereals and cereal products which it has not yet been possible to transfer to sale prices.

[1] Air Transport Association
[2] Federal Aviation Administration

Labour cost also rose as a percentage of sales, partly due to the mentioned extension of opening hours in airports.

Capital Expenditure

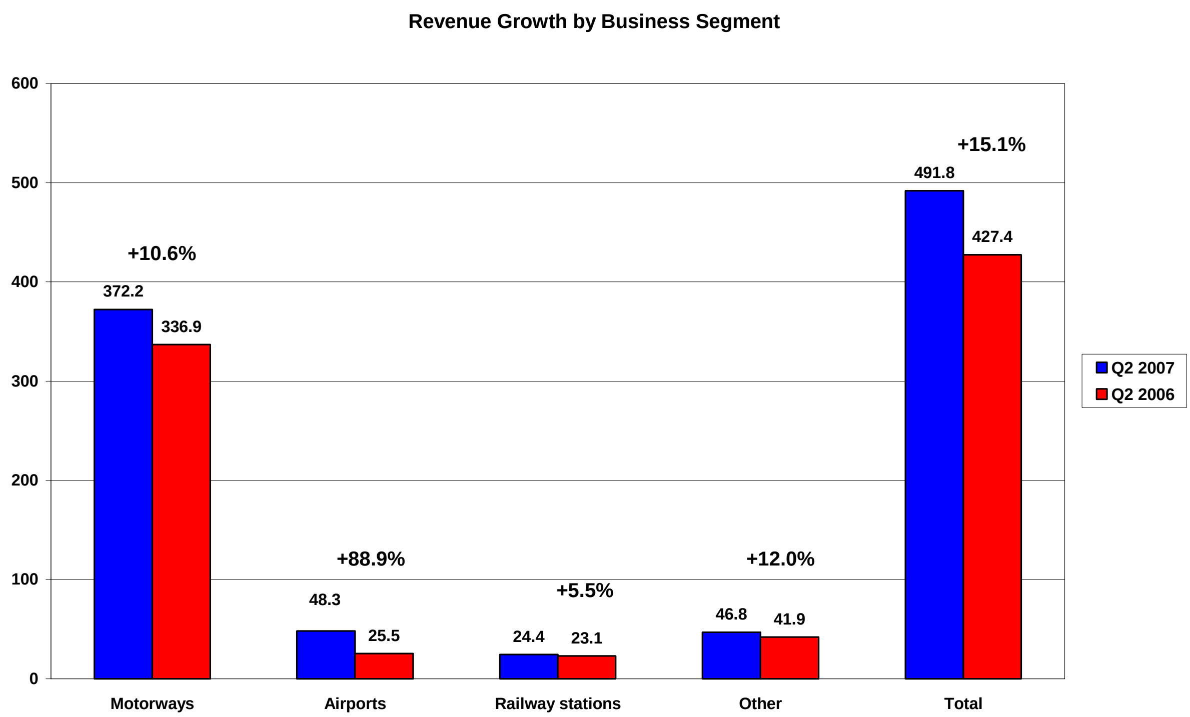
Capital Expenditure was $37.1m, via-à-vis $21.8m in Q2 2006. This increase was mainly due to the ongoing motorway store renovation programme along the Pennsylvania and Maine Turnpikes, begun in Q1 2007; upgrading of the offering in several important airports, including Toronto, New York JFK, Atlanta and Vancouver airports; and the development of IT systems designed to improve operating and control procedures.

➢ EUROPE

(€m)	Q2 2007	Q2 2006	Change At current exch. rate	Change At constant exch. rate
Revenue	491.8	427.4	15.1%	15.4%
Ebitda	66.6	64.4	3.9%	4.1%
% of revenue	13.5%	15.1%		
Capital Expenditure	32.5	23.5	38.0%	38.2%

Revenue

In Europe Autogrill achieved revenue of €491.8m – an increase of 15.1% or 15.4% at constant exchange rates, over Q2 2006. Organic growth in this area was 9.2%. The new acquisitions (Carestel, Trentuno and the catering business in the Carrousel du Louvre) contributed €26.5m to consolidated revenue.



Growth in the motorway and airport segments was respectively 10.6% and 88.9%. The airport segment benefited strongly from the consolidation of Carestel's airport business. Organic growth of the airport business was however 30.6%, due to progress in existing stores and openings in the newly acquired airport locations (in particular Shannon, Brindisi Casale and Catania Fontanarossa).

EBITDA

In the second quarter 2007 EBITDA was €66.6m, an increase of 3.9% over the second quarter 2006 figure of €64,4m. EBITDA margin fell from 15.1% to 13.5% mainly due to faster growth of retail & duty-free business (mainly the sale of lottery tickets in Italy) compared to food & beverage, and to its more extensive capittal expenditure. The newly consolidated companies contributed EBITDA of €3.2m to the Group total.

Capital Expenditure

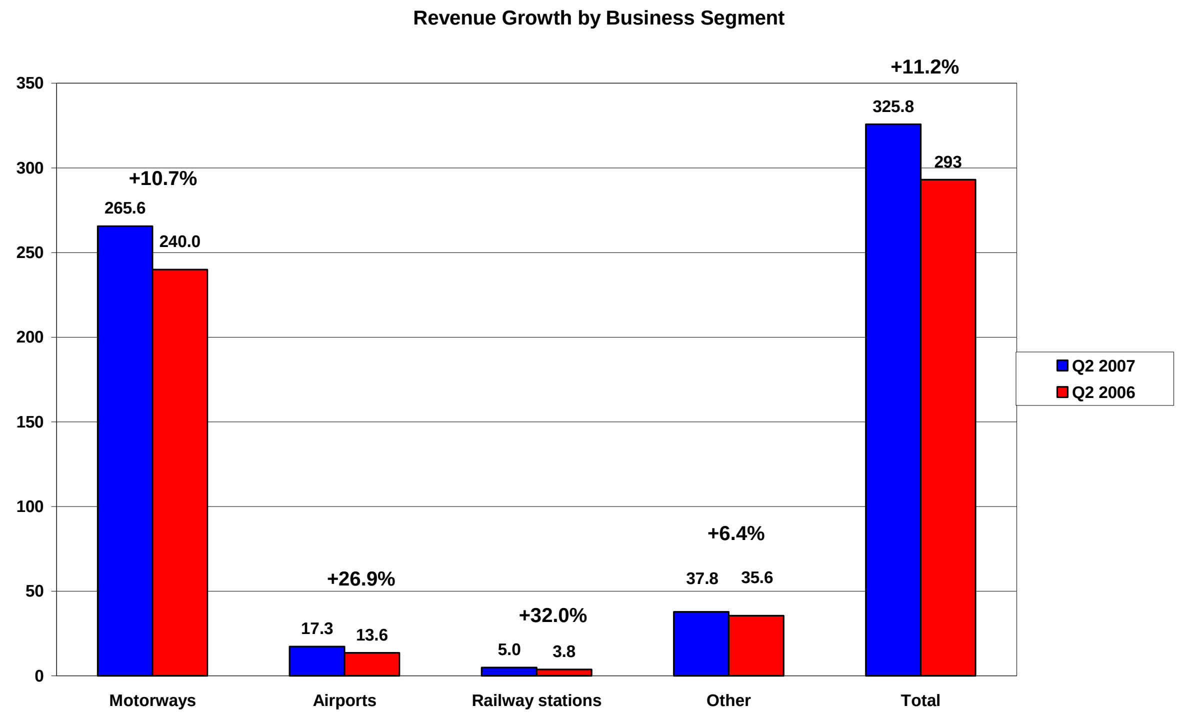
In the second quarter 2007 capital expenditure amounted to €32.5m, vis-à-vis €23.5m in Q2 2006. Capital expenditure mainly concerned renovation and extension work on motorway stores for which the concession had been recently awarded or renewed. A significant portion was directed to the extension of the operating network into other segments, principally in Italy.

Italy

(€m)	Q2 2007	Q2 2006	Change
Revenue	325.8	293.0	11.2%
Ebitda	49.1	48.3	2.2%
% of revenue	15.1%	16.5%	
Capital Expenditure	20.8	11.8	77.2%

Revenue

In the second quarter 2007 Autogrill achieved revenue of €325.8m in Italy. This was an increase of 11.2% over Q2 2006.



The various business segments performed as follows:

- *motorways*: a 10.7% increase to €265.6m, given a marked increase in traffic, which was up by 4.6% on the motorway network run by the Atlantia Group (formerly Autostrade S.p.A.). There was a remarkable increase in sales of complementary products (mainly games and lottery tickets), which grew by 34% over Q2 2006. The revenue result was achieved despite the loss of the 12 stores on the *Autobrennero* (the Brenner motorway) but helped by the opening of 9 new units along off-motorway roads;
- *airports*: a 26.9% increase to €17.3 m, given 9.3% growth in enplanement in the airports where we operate, according to Assaeroporti. Excellent growth of 16.2% in existing locations was supplemented by the revenue earned by newly opened locations: Florence in May 2006, and Bari Palese in July 2006;
- *railway stations*: a 32% increase to €5m, benefiting inter alia from recently opened units: Piombino in July 2006, and Milano Cadorna in March 2006;
- *other* (*shopping malls, towns and cities, and trade fairs*): growth in this segment (6.4% to €37.8m) was affected by the closure of the San Babila store in Milan in September 2006. There was however revenue growth of 12% in shopping malls, to €18.2m, to which Trentuno contributed €1.6 m, following its acquisition on 3 May 2007.

EBITDA

In the second quarter 2007 EBITDA was €49.1m, an increase of 2.2% over Q2 2006. The EBITDA margin fell from 16.5% to 15.1%, mainly due to strong growth in the sales of games and lottery tickets and temporary efficiency losses due to intensified capital expenditure on the network. Nor should the mentioned changes to the composition of the network be overlooked, where termination of operations in consolidated motorway stores like those along the Brenner motorway was offset by the opening of numerous new units, often in other business segments, incurring the inevitable loss of efficiency due to the start-up phase.

Capital Expenditure

Compared to the second quarter 2006 capital expenditure practically doubled, to reach €20.8m. Motorway capital expenditure rose markedly, mainly due to new concessions. About half of the expenditure was used to extend the network into other business segments.

Rest of Europe

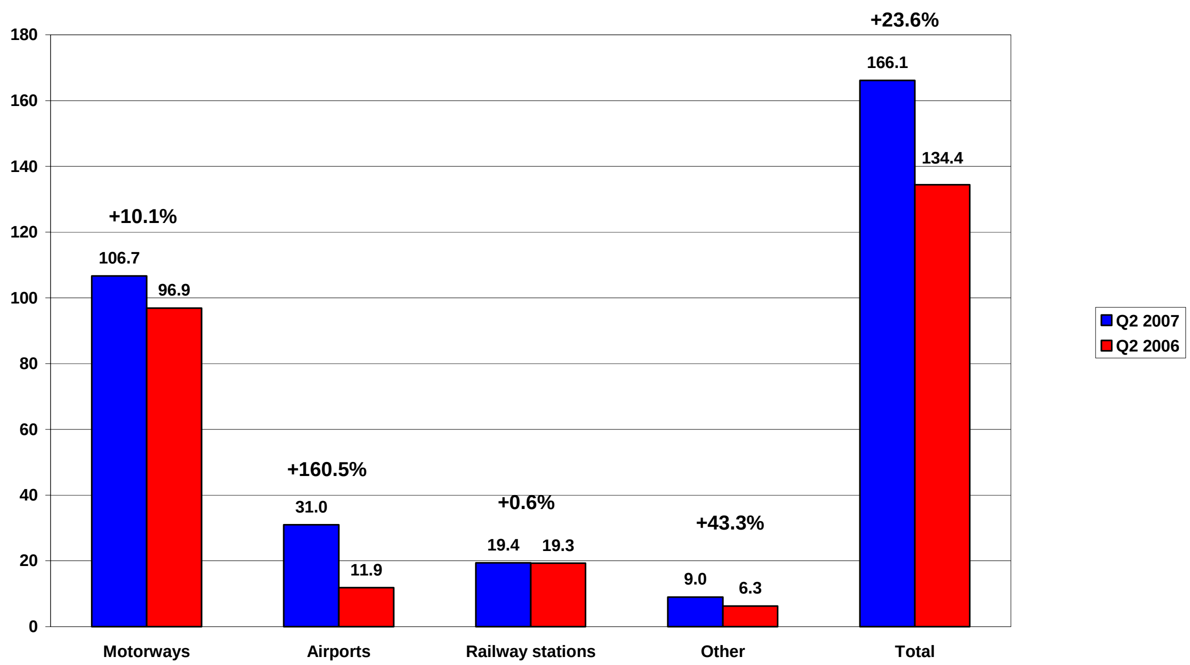
(€m)	Q2 2007	Q2 2006	Change	
			Total	at constant exch. rate
Revenue	166.1	134.4	23.6%	24.7%
Ebitda	17.5	16.1	9.3%	10.1%
% of revenue	10.6%	12.0%		
Capital Expenditure	11.7	11.7	-1.1%	-0.8%

This is the area with the most marked revenue seasonality, especially with regard to motorway users – still the main business segment.

Revenue

The increase of 23.6% or 24.7% at constant exchange rates to €166.1m highlights the intensive development the area has undergone. In particular, 18.7% of the increase is related to the Carestel units and the Carrousel du Louvre. Growth was recorded also due to the recently launched business in Northern and Eastern Europe, Spain and The Netherlands, while business in Switzerland, Belgium and France continues to be affected by development projects and work in progress both on motorway locations and in the railway stations.

Revenue Growth by Business Segment



Motorway segment growth was 10.1% (organic growth was 2.4%) and airport segment growth was 160.5% (organic growth was 35%).
Food&beverage business grew satisfactorily in the Spanish railway stations and offset a fall in revenue recorded by this segment in France, due to still ongoing works in some important railway stations in Paris.

EBITDA

EBITDA grew by 9.3% to €17.5m, benefiting from a contribution of €2.9m from the new acquisitions, but was affected by the start-ups of new stores.

Capital Expenditure

Capital Expenditure was stable at €11.7m. The most significant expenditure carried out in this period related to the new food&beverage units in the Telefónica Business Park in Madrid.

➢ ALDEASA

Please note that the figures given below are the total figures for Aldeasa S.A. and its subsidiaries. The Aldeasa group is consolidated proportionately by Autogrill pro-quota (at 50%).

(€m)	Q2 2007	Q2 2006	Change
Revenue	217.2	190.6	13.9%
Ebitda	21.4	20.2	7.2%
% of revenue	9.8%	10.6%	
Capital Expenditure	5.6	0	n.s.

<u>Revenue</u>

In the second quarter 2007 Aldeasa achieved revenue of €217.2m, an increase of 13.9% over Q2 2006: the second quarter 2007 results continued the positive trend seen in preceding months in the airport business both inside and outside Spain.

In detail:

– *airports*: sales reached €211m, an increase of 14.8% over Q2 2006. Spanish airport business recorded growth of 10.4% to €163.8m, with both business airports and tourist airports doing well; among the latter the performance of Valencia stands out due to the increase in traffic caused by the Americas Cup; they also benefited from Easter week homeward traffic. International business revenue grew by 33% to €47.3m, on the back of the progress of locations in Jordan, Mexico, Chile and Kuwait City airport and the June 2007 start-up in Vancouver airport;
– *palaces and museums*: this segment recorded sales of €6.2m, broadly in the line with Q2 2006 revenue, which was €6.8m.

Among the most significant events in terms of business that occurred after 30 June 2006 was certainly the renewal of all the Spanish concession agreements (except Madrid, whose term was already 2012), which had expired on 31 December 2006 and have been extended to 31 December 2009, which demonstrates Aldeasa's good standing as a specialised duty-free retailer.

<u>EBITDA</u>

In the second quarter 2007 EBITDA reached €21.4m, an increase of 7.2% over the second quarter 2006. The EBITDA margin was 9.8%, a reduction of 0.8% from Q2 2006. The second quarter was affected by increased rents following the renewal of the Spanish concession agreements, which were retroactive to 1 January 2007. Considering the impact of the new rents only for the period under review, EBITDA for Q2 2007 would have increased by 15.6% to €23.4m and the EBITDA margin would have been 10.8%.

<u>Capital Expenditure</u>

Q2 2007 capital expenditure was €5.6m: the opening of stores in Vancouver airport, the inauguration of a new location in Cancun airport and lastly the start of renovation work on the stores in the old terminals in Madrid airport were the main projects of the second quarter.

- ALPHA AIRPORTS

As noted above, Alpha Airports has been consolidated by the Autogrill Group since 1 June 2007. Its contribution to second quarter 2007 consolidated results was limited to the month of June only. Group revenue was £57.7m (equivalent to €85.6m, 7,5% of the total), its EBITDA was £5.4 m (€8m, 5.6% of consolidated EBITDA) and capital expenditure was £1.4m.

(£m)	Q2 2007
Revenue	57.7
Ebitda	5.4
% of revenue	9.3%
Capital Expenditure	1.4

Please see page 37 for Alpha Airports' operating results for the period 1 February – 30 June 2007 (Alpha Airports has its financial year-end on 31 January). A comparison with the figures for June makes the marked seasonality of its revenue and margins clear.

1.3.2 Acquisitions and Business Development in the second Quarter 2007

Acquisitions

- Alpha Airport Group Plc

In May Autogrill S.p.A. began acquiring the shares of Alpha Airports Group Plc, and at 30 June 2007, by means of quick series of purchases, it had acquired 65.49% of the equity.

Alpha Airports Group Plc is one of the main providers of airport catering and retail, both on the ground and in-flight. It has two divisions: Alpha Airport Services and Alpha Airline Services. The former provides a complete range of catering and retail services in 47 airports in 13 countries. The latter provides in-flight catering and retail to over 100 airlines in 12 countries. On 31 January 2007 (its current fiscal year-end) Alpha Airports Group Plc closed the 2006-2007 fiscal year with consolidated revenue of £561.5m (£550.9m in 2005-2006) and EBITDA of £32.4m (£32.5m in 2005-2006), excluding extraordinary items. Its net debt at the year-end was £48m.

- Trentuno S.p.A.

On 3 May 2007 Autogrill S.p.A. finalised the acquisition of Trentuno S.p.A., by purchasing the entire capital of the leading commercial restaurant chain in the Trentino Alto Adige Region for a total amount of €12 million, in line with the turnover reported by the company in the previous fiscal year.

This transaction enables Autogrill to extend its presence from the motorways to shopping malls and towns and cities. Trentuno operates as a provider of food & beverage in shopping malls and towns in Friuli Venezia Giulia, Veneto, Lombardy and Emilia Romagna as well.

Business Development

In the second quarter 2007 the Group maintained its good track record of concession renewals and awards and thus further consolidated its current portfolio. The most significant such transactions included:

- HMSHost:
    - One new concession awarded and two renewed for food & beverage services in JFK International Airport, New York, in three of the five terminals, respectively T2, T1 and T7, in addition to T3 and T9, where we already operate.

      We estimate that the 19 stores in total will generate cumulative turnover $242m over the life of the concessions.

- Aldeasa:
    - A concession to run the first duty-free stores of Saudi Arabia in partnership with Al Musbah, an international group. This agreement covers three airports and has an overall life of 10 years. Under the terms of the partnership, both brands – Aldeasa and Al Musbah – will be used in the stores.

      Aldeasa and Al Musbah estimate that the first year of duty-free business should generate revenue of between $80m and $90m.

- In Europe:
  - A concession to provide food & beverage in Shannon airport, which is the second largest Irish airport in terms of passenger traffic after Dublin.

    The agreement requires the complete rebuilding and renovation of all the food & beverage units and one convenience retail store, and we estimate that this location will produce over €200m during the 12 years of the concession.

  - The award of four new concessions for food & beverage stores in Copenhagen's international airport.

    The agreement requires that the stores be renovated and we estimate that this concession will generate €36m cumulative turnover over its seven-year life.

  - The award of a new concession in Arlanda international airport (Stockholm). This new store will be operational from the end of 2007 and, in the 10 years of the life of the concession, is estimated to produce cumulative turnover of over €13m.

1.3.3 Capital Expenditure

In the second quarter 2007 we undertook capital expenditure of €64.1m, an increase of €24.6m over Q2 2006.

Almost 74% of our capital expenditure was used in development and rebuilding projects. Of these the more significant initiatives included, in the US, development in Oakland airport and along the Maine and Pennsylvania turnpikes, and in Italy numerous projects in the motorway segment.

Unallocated expenditure included completion of the new North America headquarters and further investment in information and communication technology (ICT), mainly supporting the management of the retail & duty-free business.

(€m)	Q2 2007		Q2 2006	
Motorways	20.2	31.5%	16.4	41.5%
Airports	24.1	37.6%	17.6	44.4%
Railway stations	2.9	4.5%	0.3	0.9%
Other	6.2	9.7%	1.7	4.3%
Unallocated	10.7	16.7%	3.5	8.9%
Total	**64.1**	**100.0%**	**39.5**	**100.0%**

(€m)	Q2 2007		Q2 2006	
Development / Renovation	47.4	73.9%	32.0	80.5%
Maintenance	9.1	14.2%	5.4	14.3%
ICT & Other	7.6	11.9%	2.1	5.2%
Total	**64.1**	**100.0%**	**39.5**	**100.0%**

1.3.4 Financial Position and Cash Flow

At 30 June 2007 our net debt amounted to €1,315m, an increase of €396.2m over 31 March 2007 due to the acquisitions made in the quarter (mainly Alpha Airports).

While the cash payment for the acquisitions was €298,6 m, the overall impact on the net financial position was €418m including the net debt of the new entities that entered the scope of consolidation, which amounted to €119.4m.

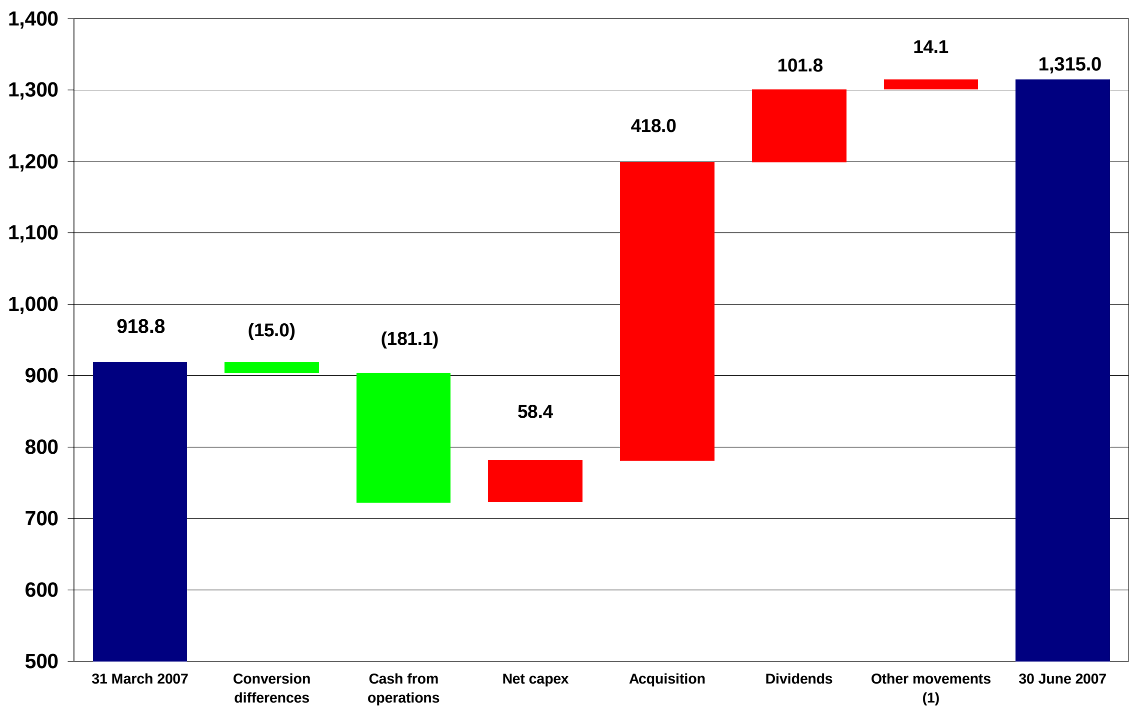
The increase in net debt was also due to payment of dividend for fiscal year 2006, which occurred on 24 May 2007, and amounted to €101.8m (an increase of €40.7m over the dividend distributed in 2006).

Compared to the figure of 31 March 2007, business operations recovered well in terms of cash flow generation: net cash from operations was €181.1m, an increase of €62.7m over second quarter 2006, thus closing the gap seen in Q1 2007.

In this quarter operational capital expenditure amounted to €64.1m, an increase of €24.6m over Q2 2006. Asset sales brought an inflow of €5.7m.

Due to the weaker US dollar, the conversion of US$-denominated debt determined a reduction in net debt of €15m.

Cash Flow and Change in Net Debt since 31 March 2007



(1) Includes mainly dividend paid to minorities, net changes in non-current financial assets not included in the net financial position and small acquisitions.

The financing need due to the acquisitions was covered by recourse to medium-term financial instruments. In this quarter Autogrill launched a private placement with institutional investors of bonds issued by a US subsidiary in the amount of $150 million maturing in May 2017, and also finalised a €500m revolving credit facility with a term of 7 years.

The proceeds of new borrowings were used to prepay the part- revolving and part- amortising credit facility obtained in March 2004.

1.4 First Half 2007 Performance

1.4.1. Condensed Income Statement and Commentary

CONDENSED CONSOLIDATED INCOME STATEMENT[1]

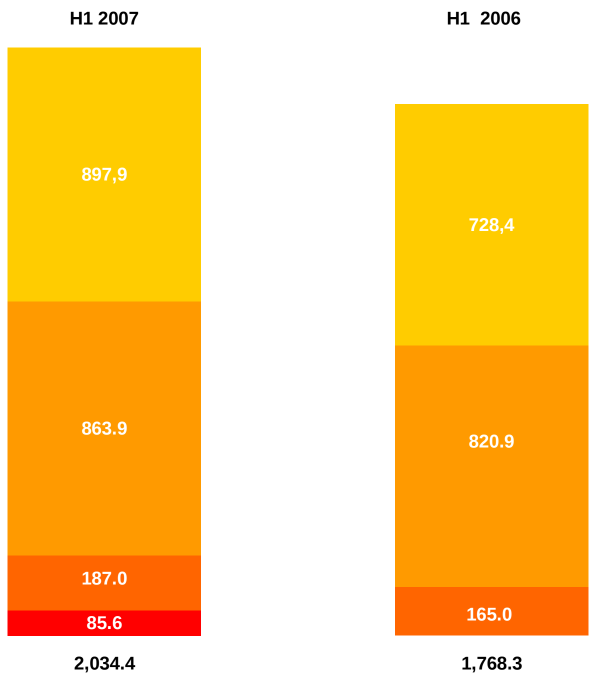
(€m)	H1 2007	% of revenue	H1 2006		Change At current exch. rate	Change At constant exch. rate
Revenue	2,034.4	100.0%	1,768.3	100.0%	15.1%	19.3%
Other income	45.3	2.2%	42.2	2.4%	7.3%	8.0%
Total income	**2,079.7**	**102.2%**	**1,810.5**	**102.4%**	**14.9%**	**19.1%**
Cost of raw materials, items for use and merchandise	(748.4)	36.8%	(620.5)	35.1%	20.6%	24.1%
Payroll and Benefits	(575.5)	28.3%	(515.9)	29.2%	11.6%	16.2%
Rents, concessions and royalties	(309.3)	15.2%	(264.6)	15.0%	16.9%	21.9%
Other operating costs	(223.6)	11.0%	(205.4)	11.6%	8.9%	12.8%
EBITDA	**222.9**	**11.0%**	**204.1**	**11.5%**	**9.2%**	**13.7%**
Amortisation and Depreciation	(90.9)	4.5%	(82.7)	4.7%	9.9%	14.6%
Operating Profit (EBIT)	**132.0**	**6.5%**	**121.4**	**6.9%**	**8.8%**	**13.1%**
Net interest expenses	(27.3)	1.3%	(24.0)	1.4%	13.8%	20.7%
Value adjustments on financial assets	(0.4)		0.1	0.0%	n.s.	n.s.
Profit before tax	**104.4**	**5.1%**	**97.5**	**5.5%**	**7.0%**	**10.7%**
Tax	(46.5)	2.3%	(43.2)	2.4%	7.7%	10.8%
NET PROFIT	**57.9**	**2.8%**	**54.3**	**3.1%**	**6.5%**	**10.7%**
- attributable to the Group	52.2	2.6%	49.5	2.8%	5.5%	9.4%
- attributable to minorities	5.6	0.3%	4.8	0.3%	16.5%	24.5%

1. Unlike the Income Statement on p. 45, in this table fuel sales are recorded solely in terms of the gross profit they generated (€1.7m in first half 2007, €1.6m in first half 2006), included under 'Other Income', instead of revenue (€39.1m in first half 2007, €34.1m in first half 2006) and purchase cost (€37.4m in the first half 2007, €32.5m in first half 2006).

Consolidated Revenue

In first half 2007 Autogrill reported consolidated revenue of €2,034.4m an increase of 15.1% or 19.3% at constant exchange rates over Q2 2006.

Revenue Growth by Geographical-Organisational Macroarea



(€m)	Change At current exch. rate	Change At constant exch. rate
Europe	14.8%	15.1%
North America and Pacific Area	5.2%	13.8%
Aldeasa	13.3%	13.3%
Alpha Airports	n.s.	n.s.
Consolidated	15.1%	19.3%

Organic growth was 10.1% while sales in the newly acquired business (Alpha Airports Group Plc, the Airport Terminal Restaurants division of Cara Operations Ltd., Carestel Group N.V. Carrousel du Louvre and Trentuno S.p.A.) accounted for 9.2% of total growth.

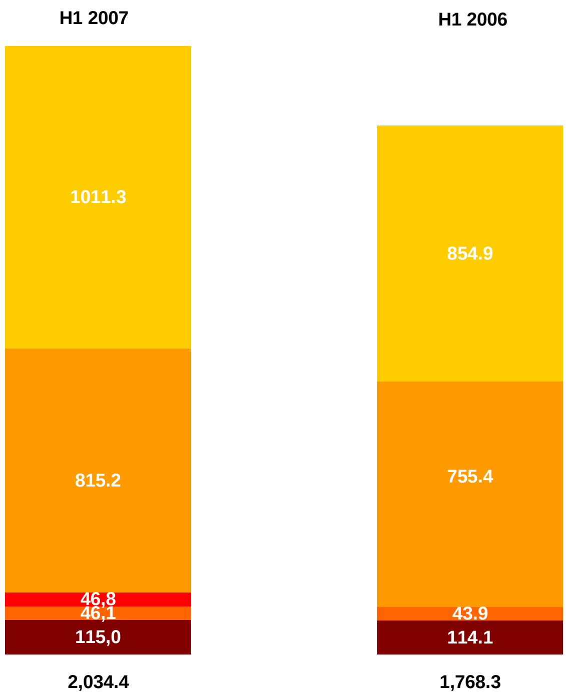
The North American revenue of HMSHost recorded an increase of 13.8% in US dollars (5.2% in euros at current exchange rates), and reached $1,148.2m vis-à-vis the first half 2006 figure of $1,009.4m.

In Europe revenue increased by 14.8% (or 15.1% at constant exchange rates) over first half 2006, to €897.9m.

Aldeasa's contribution, which is proportionately consolidated as to 50%, to first half 2007 turnover was €187m, an increase of 13.3% over H1 2006.

Alpha Airports contributed to first half 2007 revenue with the sales of the month of June only, for a total of €85.6m.

Revenue Growth by Business Segment



	Change	
(€m)	At current exch. rate	At constant exch. rate
Airports	18.3%	25.5%
Motorways	7.9%	9.7%
In-flight	4.9%	5.4%
Railway stations	n.s.	n.s.
Other	0.8%	2.5%
Total	15.1%	19.3%

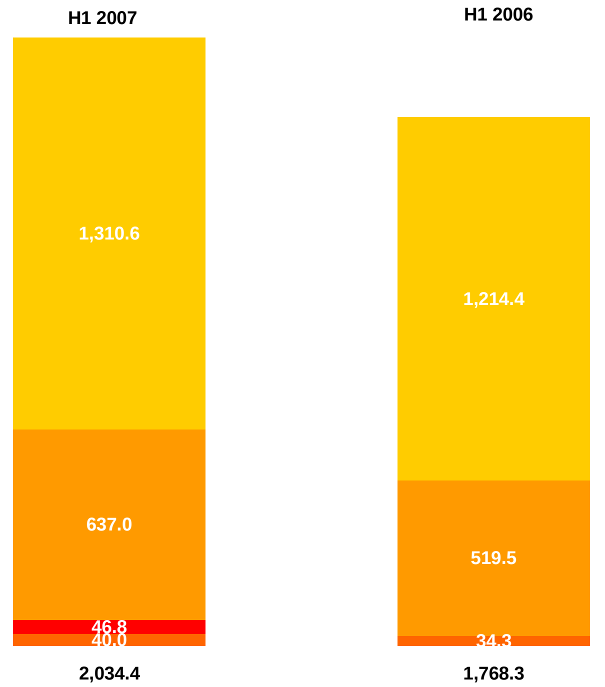
Performance by segment showed that airport sales of food & beverage and retail products accounted for about 50% of first half revenue, vis-à-vis 48% in H1 2006. Airports' larger share was due inter alia to the excellent performance of the Group in North American airports, the extension of operations Group in European airports, the Aldeasa Group's above-average growth in the first half and the contribution – albeit still marginal, since it was limited to June – of Alpha Airports' airport sales of retail products. Overall the airport segment grew by 18.3% over H1 2006 at current exchange rates; this rises to 25.5% at constant exchange rates. Organic growth was 13.9%.

Motorway segment growth was 7.9% at current exchange rates and 9.7% at constant exchange rates and was due to the good performance of our food & beverage offering, but even more by that of retail, due to a further strong increase in the sales of complementary products, especially games and lottery tickets in Italy.

Railway Stations and other segments (shopping malls, towns and cities and trade fairs) recorded increases in the amount of sales though less marked than other segments.

Since June 2007 the Group has added in-flight business to its turnover by segment, Alpha Airports being one of the main providers of this service in the world and the leader in the UK. In June Alpha Airports recorded in-flight revenue for the provision of both catering and retail products equivalent to €46.8m, which was 54.7% of that month's turnover for the Alpha Group.

Revenue Growth by Sector



(€m)	Change: At current exch. rate	Change: At constant exch. rate
Food & beverage	7.9%	13.0%
Retail & duty-free	22.6%	24.8%
In-flight	n.s.	n.s.
Other	16.7%	16.8%
Total	15.1%	19.3%

In terms of sectors, the mentioned strong sales performance of Aldeasa and the complementary products in Italy, together with Alpha Airports' sales of retail airport products (albeit for a short period) contributed to a rise in the share of total sales held by retail, which increased from 29.4% to 31.3%.

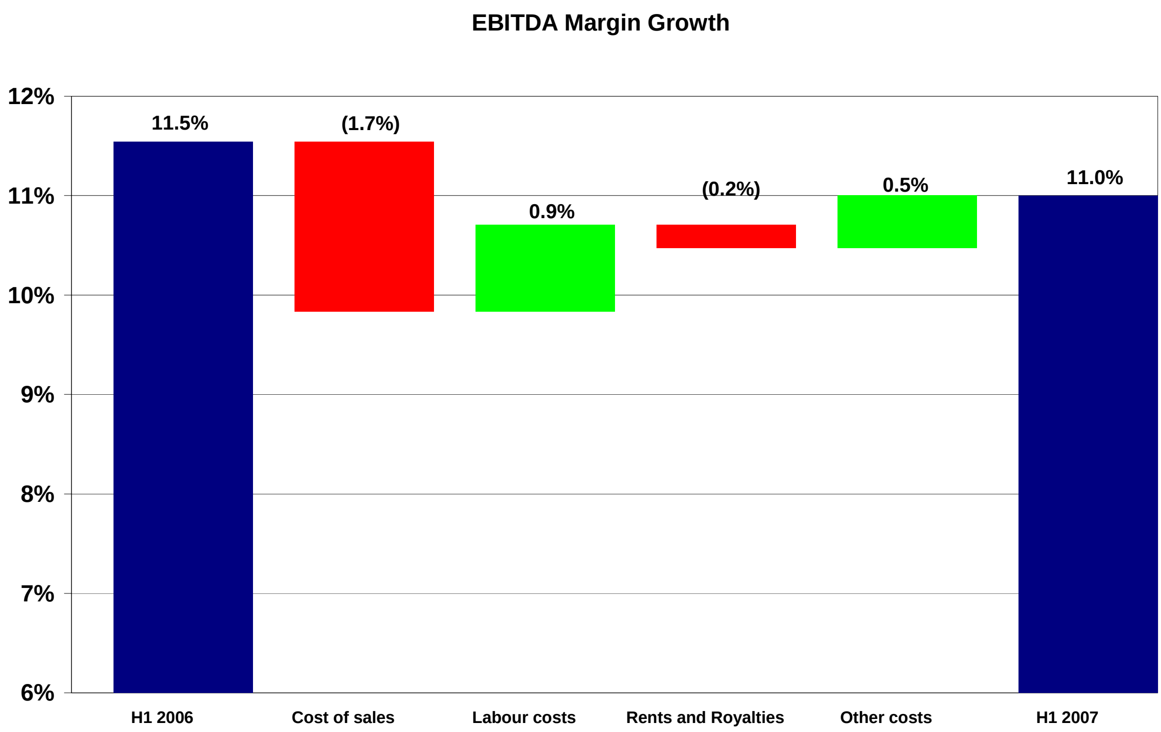
EBITDA

(€m)	H1 2007	H1 2006	Change: At current exch. rate	Change: At constant exch. rate
North America and Pacific Area	108.5	104.3	3.7%	12.1%
% of revenue	*12.6%*	*12.7%*		
Europe	98.4	95.6	3.4%	3.6%
% of revenue	*11.0%*	*12.2%*		
Aldeasa	15.9	14.1	13.3%	13.3%
% of revenue	*8.5%*	*8.5%*		
Alpha Airports	8.0	-	n.s.	n.s.
% of revenue	*9.3%*			
Unallocated	(7.8)	(9.9)	19.8%	19.8%
Consolidated	**222.9**	**204.1**	**9.2%**	**13.7%**
% of revenue	*11.0%*	*11.5%*		

In the first half 2007 EBITDA was €222.9m, an increase of 9.2% or 13.7% at constant exchange rates over the first half 2006 figure of €204.1m.

Excluding the effect of the consolidation of the new acquisitions, first half 2007 EBITDA grew by 2.3%, at current exchange rates or 6.5% at constant exchange rates.

The EBITDA margin declined from 11.5% recorded in the first half of 2006 to 11% in the first half of 2007. Analysis of this change in the EBITDA margin between the first half of 2006 and the first half of 2007 shows that there was a change in the sales mix. Retail & duty-free business is generally marked by higher cost of sales than food & beverage, partly offset by less intensive recourse to labour.



EBIT

(€m)	H1 2007	H1 2006	Change At current exch. rate	Change At constant exch. rate
North America and Pacific Area	66.2	60.4	9.1%	17.9%
% of revenue	*7.7%*	*7.4%*		
Europe	55.1	60.2	-7.8%	-7.7%
% of revenue	*6.1%*	*7.7%*		
Aldeasa	12.5	10.8	17.3%	17.3%
% of revenue	*6.7%*	*6.5%*		
Alpha Airports	6.1	-	n.s.	n.s.
% of revenue	*7.2%*			
Unallocated	(7.9)	(10.0)	19.0%	19.0%
Consolidated	**132.0**	**121.4**	8.8%	13.1%
% of revenue	*6.5%*	*6.9%*		

EBIT recorded an increase of 8.8% or 13.1% at constant exchange rates, and reached €132m in the first half of 2007. Retail & duty-free's lower ratio of capital expenditure and related depreciation and amortisation compared to food & beverage imply that the net margins of the two sectors are closer thus reducing the dilution of margin which is evident when retail business grows faster than catering. The reduction in the EBIT amount of Europe's businesses was largely due to higher development capex.

Net Profit

In the first half of 2007 net profit attributable to the Group was €52.2m, an increase of 5.5% or 9.4% at constant exchange rates over the H1 2006 figure of €49.5m.

MAIN GEOGRAPHICAL AND ORGANISATIONAL MACRO-AREAS

The following are profit and loss figures broken down by geographical and organisational macro-areas.

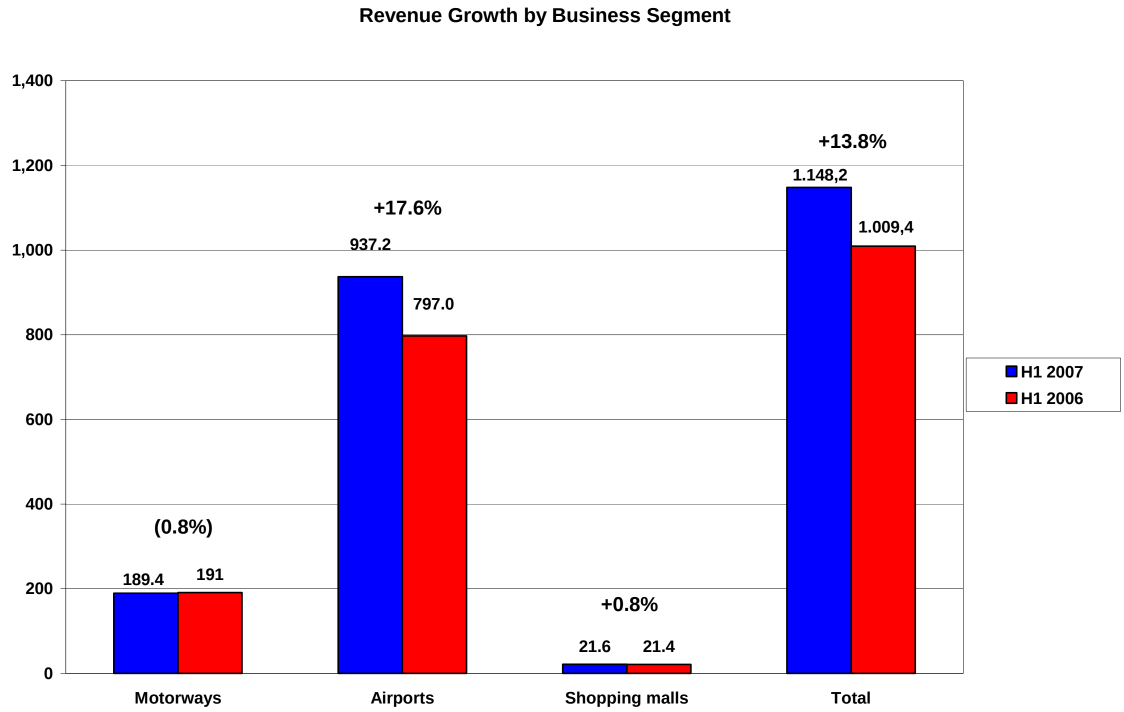
- NORTH AMERICA AND PACIFIC AREA

In order to remove the interference generated by fluctuations in the $/€ exchange rate and facilitate understanding of the underlying economic facts, the figures that follow are presented in millions of US dollars($m).

($m)	H1 2007	H1 2006	Change
Revenue	1,148.2	1,009.4	13.8%
Ebitda	144.2	128.2	12.1%
% of revenue	12.6%	12.7%	
Capital Expenditure	72.5	49.4	46.4%

In the first half of 2007 HMSHost generated revenue of $1,148.2m, an increase of 13.8% over the first half of 2006. The newly consolidated units generated revenue of $36.2m. Organic growth was 10.2%. This result was achieved thanks to the good performance of the airport business segment, while the motorway segment was affected – especially in the first quarter – by the start of renovation work on the stores for which concessions were recently awarded or extended.

Revenue



The results by business segment were as follows:

- *airports*: turnover reached $937.2m, an increase of 17.6% and 13.0% net of the new Canadian units. On a like-for-like basis the growth rate was 12.5% vis-à-vis an increase in traffic for this period of 1.5% according to the Air Transport Association (A.T.A.): the continuous introduction of new formats and the constant efforts to improve customer service have enabled the company to take full advantage of the recovery in airport traffic;
- *motorways*: revenue generated by this segment was $189.4m, broadly in line with the H1 2006 figure of $191.0m. The slight reduction was caused by final exit from some stores and the start of an upgrading project for locations on the Pennsylvania and Maine Turnpikes. Comparable-basis sales grew by 2.4%;
- *shopping malls:* sales amounted to $21.6m, a 0.8% increase over H1 2006.

EBITDA

In the first six months of 2007 EBITDA was $144.2m, an increase of 12.1% over the first half of 2006, and the EBITDA margin was broadly stable at 12.6% vis-à-vis 12.7% in the first half of 2006. The slight decline in the EBITDA margin was due both to an increase in the cost of sales owing to rises in certain raw material prices related to the strong rise in cereal prices and those of cereal products and to a modest increase in the cost of labour; these two factors emerged most clearly in the second quarter 2007.

Capital Expenditure

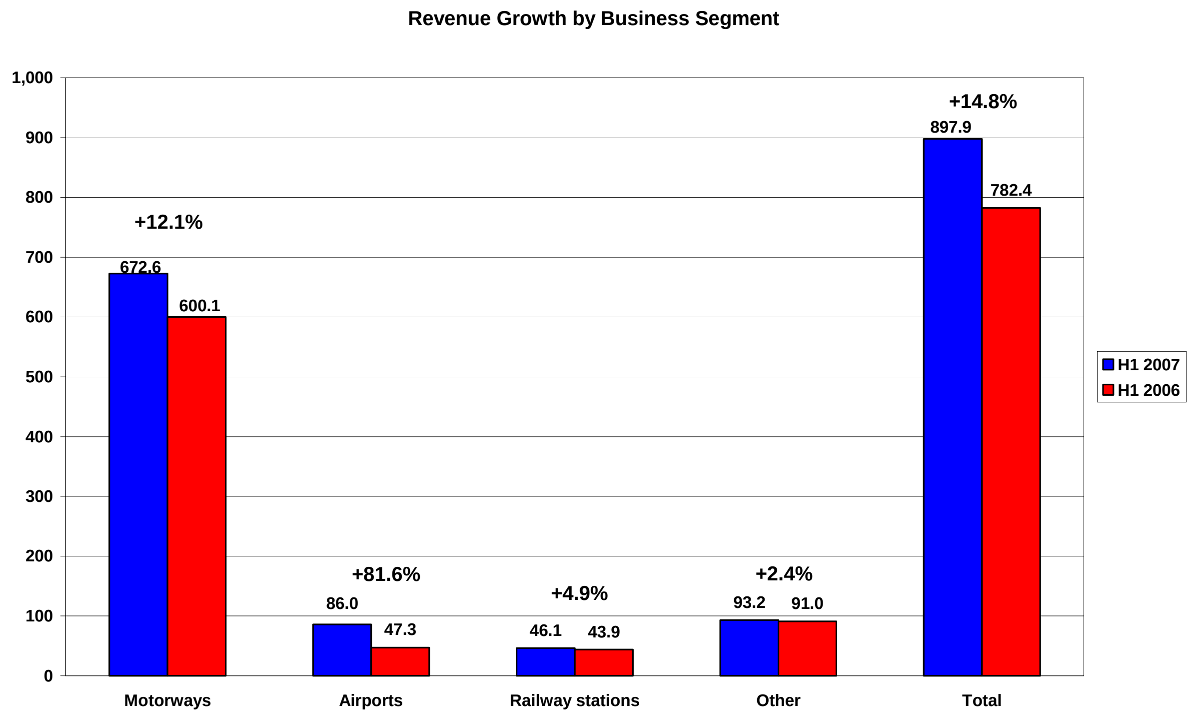
Capital Expenditure was $72.5m for the half year, an increase over the H1 2006 figure of $49.4m. The start of renovation projects for locations on the Pennsylvania and Maine Turnpikes, upgrading of the offering in certain important airports, including Toronto, New York JFK, Atlanta and Oakland, and the continuation of ICT projects to improve operating and control systems explain the sharp increase over the first half of 2006. Completion of the new headquarters also absorbed some $11m in the first half of 2007.

➢ EUROPE

(€m)	H1 2007	H1 2006	Change Total	Change at constant exch. rate
Revenue	897.9	782.4	14.8%	15.1%
Ebitda	98.4	95.6	3.4%	3.6%
% of revenue	11.0%	12.2%		
Capital Expenditure	52.9	34.8	52.3%	52.4%

Revenue

In Europe Autogrill achieved revenue of €897.9m, an increase of 14.8% or 15.1% at constant exchange rates over the H1 2006 figure of €782.4m. Newly consolidated units generated revenue of some €45m or 5% of the total. Organic growth was 9%.



The airport business segment had revenue growth of 81.6%. This segment significantly benefited from the consolidation of Carestel's airport business and the opening of stores in new airports, i.e. Brindisi Casale, Catania Fontanarossa, Copenhagen and Shannon. Even excluding Carestel's revenue, growth was still significant at 24.9%.

The motorway segment's revenue grew by 12.1% or 9.9% net of new acquisitions.

EBITDA

In the first half of 2007 EBITDA was €98.4m, an increase of 3.4% over the first half 2006 figure of €95.6m but with a lower EBITDA margin, decreased by 12.2% to 11% due to faster growth of retail business (mainly due to lottery tickets in Italy) than catering and to the efficiency loss due to more extensive development in food & beverage.

Capital Expenditure

In the first half of 2007 capital expenditure amounted to €52.9m, an increase of over 50% compared to the first half 2006 figure of €34.8m. Capital expenditure in this period was mainly aimed at renovation work and enlargement of motorway stores for which concessions had been recently awarded or renewed. A significant portion of such capital expenditure was also aimed at extending the operating network into other business segments, mainly in Italy.

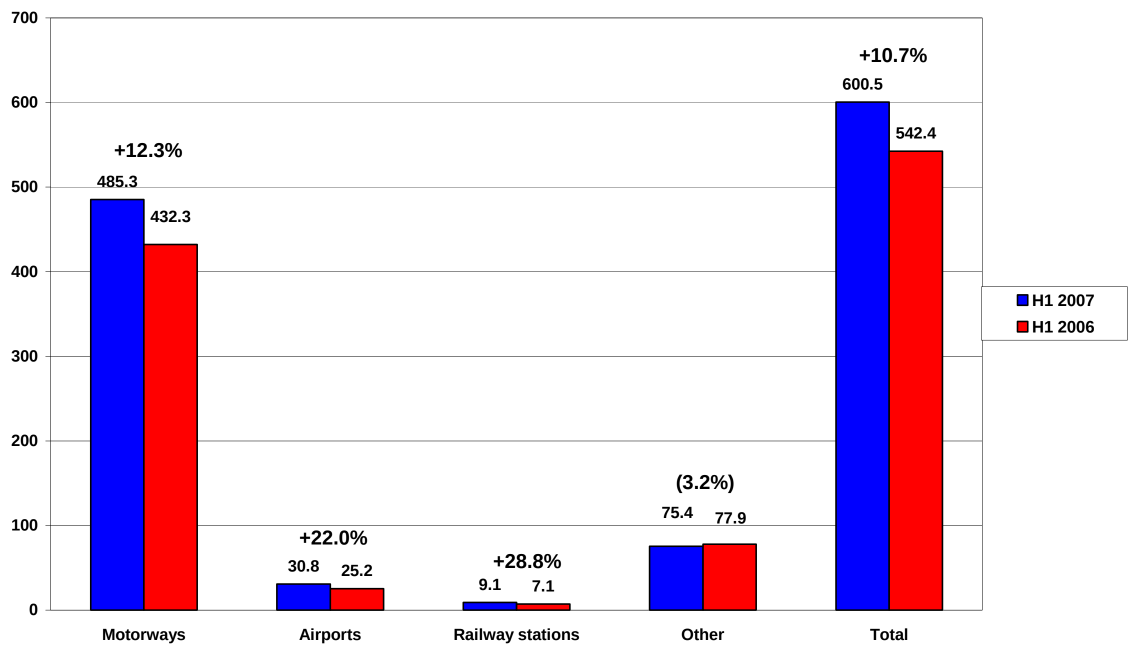
Italy

(€m)	H1 2007	H1 2006	Change
Revenue	600.5	542.4	10.7%
Ebitda	79.6	78.4	1.5%
% of revenue	13.3%	14.5%	
Capital Expenditure	35.7	19.3	84.8%

Revenue

In the first half of 2007 the Autogrill Group generated revenue of €600.5m in Italy, an increase of 10.7% over the first half of 2006.

Revenue Growth by Business Segment



This increase in sales was achieved thanks to the good performance of all business segments and was especially significant despite several discontinuities – termination of operations in a number of stores, the lower impact of important sporting events and intensive development work around the network – which marked this first half in comparison with H1 2006.

The results by business segment were as follows:

– *motorways*: the revenue generated by the motorway segment was €485.3m, an increase of 12.3% over the first six months of 2006. Thanks to activity undertaken to improve our offering and the especially good performance of certain merchandise groups (games and lottery tickets), the Group was able to out-perform the motorway traffic trend (an increase of 3.5% on the network run by the Atlantia Group, formally *Gruppo Autostrade*), and recorded like-for-like revenue growth of 13.8%. This figure comprises termination of operations in twelve stores along the Brenner Motorway and the opening of 14 new units along non-motorway thoroughfares;

- *airports*: turnover reached €30.8m, an increase of 22% over the first half of 2006. The new stores opened following the numerous concession awards won in 2006 (Florence and Bari Palese, opened in May and in July 2006 respectively, and Brindisi and Catania opened in April and May 2007 respectively) boosted the like-for-like growth rate of 12.1% - again out-performing the 7.6% growth of traffic according to Assaeroporti in the airports where the Group operates;
- *railway stations:* this segment's sales posted an increase of 28.8%, to €9.1m, thanks to the excellent result – an increase of 13.5% – recorded by comparable stores, with Roma Termini being especially outstanding, and the contribution of newly opened operating units i.e. Milano Cadorna, Piombino and Milano Porta Garibaldi, opened respectively in March and July 2006, and May 2007;
- *other (shopping malls, towns and cities, and trade fairs)*: the turnover generated by these segments in the first half 2007 was €75.4m, a drop of 3.2% from H1 2006 due to reduced trade-fair activity in the form of lower sales achieved on the occasion of the 2007 University Games vis-à-vis the Turin Winter Olympics in 2006. Towns and cities were affected by the closure of Milan's San Babila store in September 2006 (a reduction of 4.3%). By contrast shopping malls recorded an increase in turnover of 12.3% despite a slight reduction – of 1% according to the Footfall index – in the number of shopping centre visitors.

EBITDA

In the first six months of 2007 EBITDA was €79.6m, an increase of 1.5% over first half 2007 and the EBITDA margin was 13.3% vis-à-vis 14.5% in the first half of 2006. This reduction reflects both the impact of growth in retail business, which was markedly faster than the growth rate of food & beverage business, and changes made to the network. This period was marked by the termination of operations in a number of consolidated motorway units offset by numerous openings along non-motorway roads and in other segments, with the subsequent losses in efficiency that attend start-ups. Further temporary losses in efficiency were caused by renovation work on the network, which were intensified as compared to H1 2006.

Capital Expenditure

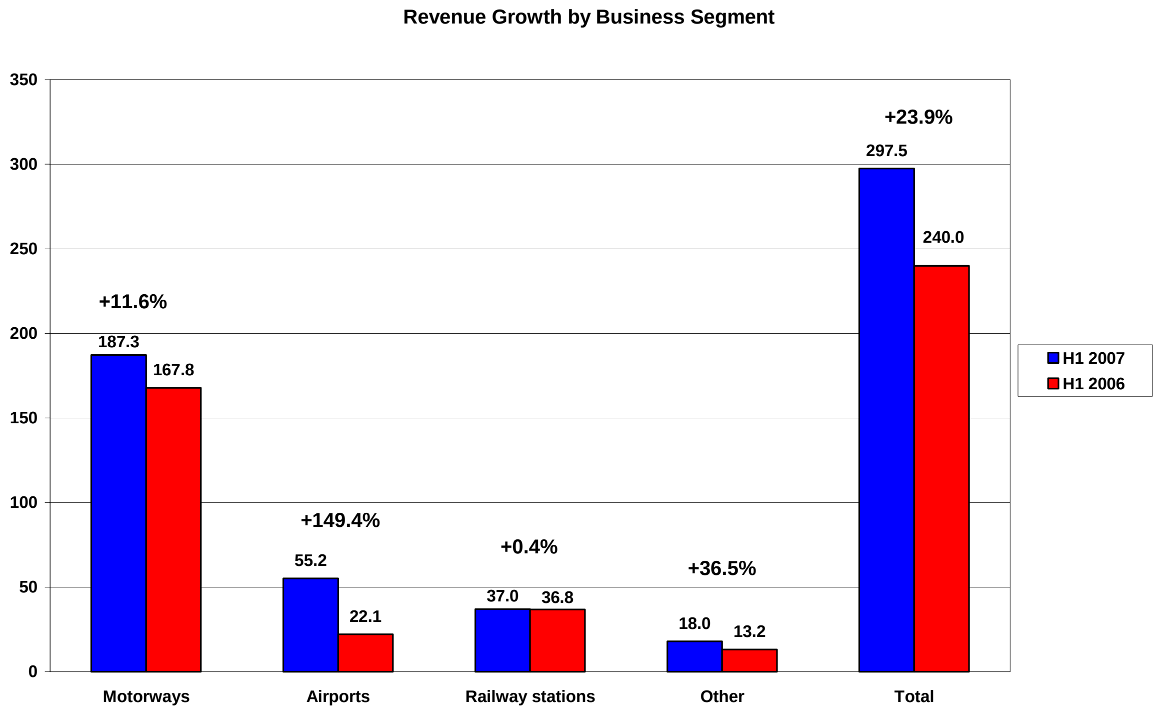
The first half of 2007 was marked by unprecedented levels of development and renovation activity, which brought about a significant increase in the capital expenditure: in fact capex amounted to €35.7m vis-à-vis €19.3m in the first half of 2006, and was particularly relevant in motorway and airport concessions. The motorway was subject not only to the mentioned new openings along non-motorway thoroughfares, but also by an acceleration of the store rebuilding and upgrading process in respect of concessions renewed in previous fiscal years: in the first half of 2007 we completed 14 projects. In the airport segment resources were dedicated to stores in new locations, the airports of Brindisi and Catania, and the completion of the extensive renovation project in Milan's Malpensa airport. The 'other segments' invested in the new "Puro Gusto" concept in Piazza Duomo, Milan.

Rest of Europe

(€m)	H1 2007	H1 2006	Change Total	Change at constant exch. rate
Revenue	297.5	240.0	23.9%	25.0%
Ebitda	18.8	17.2	9.7%	11.1%
% of revenue	6.3%	7.2%		
Capital Expenditure	17.3	15.5	11.6%	11.8%

This area has the most marked seasonality in its revenue, due mainly to the kind of motorway user served; motorways are still the main segment served.

<u>Revenue</u>



The increase of 23.9% to €297.5m was the consequence of intensive development work in this area. In detail: some 17.1% of this increase was due to the acquisition of Carestel, consolidated since the fourth quarter of 2006. Business grew in the new businesses in Northern and Eastern Europe and in Spain and The Netherlands, while business in Switzerland, Belgium and France continues to be affected by work in progress, respectively: on the motorway network(Switzerland and Belgium) and in the railway stations (France). The rates of organic growth seen in the motorway and airport segments were 3.8% and 28.1% respectively.

Positive development of catering business in the Spanish railway stations offset a fall in revenue recorded in the same segment in France, due to work in progress in certain Parisian railway stations.

<u>EBITDA</u>

EBITDA increased by 9.7% to €18.8m, of which €3.1m was contributed by the newly consolidated entities.

Capital Expenditure

Capital Expenditure was 17.3 m€, an increase of 11.6% or 11.8% at constant exchange rates. The most significant capital expenditure concerned the new restaurant facilities opened in the Telefónica business park in Madrid.

➢ ALDEASA

Please note that the figures given below are the total figures for Aldeasa S.A. and its subsidiaries. The Aldeasa group is consolidated proportionately by Autogrill as to 50%.

(€m)	H1 2007	H1 2006	Change
Revenue	374.0	330.0	13.3%
Ebitda	31.8	28.2	13.3%
% of revenue	8.5%	8.5%	
Capital Expenditure	13.8	15.8	-12.9%

Revenue

The turnover generated by Aldeasa in the first half of 2007 was 374 m€, an increase of 13.3% over the first half of 2006.

In detail:

- *airports*: total revenue was €362.6m, an increase of 13.8% over the first six months of 2006. In the Spanish airports sales grew by 9.8% to €277.7m, thanks to good results both in the business airports (among which Madrid is outstanding thanks to the opening of the new terminal 4) and in tourist airports. The turnover of the international airports was €84.9m, an increase of 29.3%: thanks to significant progress in Jordan, Kuwait, Mexico, and Chile. In June, additionally, the Vancouver airport stores were opened;
- *palaces and museums:* sales were €11.4m, broadly in line with the turnover recorded in the first half of 2006.

EBITDA

In the first six months of 2007 EBITDA was €31.8m, an increase of 13.3% over the first half of 2006. The EBITDA margin remained stable at 8.5%, given that higher rents on the Spanish concessions, which were renewed to the end of 2009, were offset by higher revenue due to an increase in sales.

Capital Expenditure

Capital expenditure was €13.8m, vis-à-vis €15.8m in the first half of 2006, and mainly connected with the start-ups in Vancouver airport, the opening of a new store in the Mexican airport of Cancun and the beginning of the rebuilding and renovation of the stores in Madrid airport's older terminals. Capital Expenditure had been focused on terminal 4 in Madrid airport and in Kuwait City airport in the early months of 2006.

➢ ALPHA AIRPORTS

As stated above, Alpha Airports was consolidated by the Group starting on 1 June 2007. The contribution of Alpha Airports to first half 2007 consolidated results was therefore very limited: group revenue was €85.6m (4.2% of consolidated first half sales) and EBITDA of €8.0m (3.6% of consolidated EBITDA).

In order to provide fuller information on the performance of our new subsidiary the following is a description of Alpha Airports' performance in the period 1 February - 30 June 2007. (Alpha Airports' financial year opens on 1 February.)

(£m)	February - June 2007	February - June 2006	Change
Revenue	229.4	220.5	4.0%
Ebitda	13.0	10.3	26.2%
% of revenue	5.7%	4.7%	

To ensure comparability the data given in the table are shown according to the accounting principles adopted by the Alpha Airports Group in the past and thus not perfectly aligned with those of our Group. However the data given for Alpha Airports for June 2007 and included in our Group's consolidated figures for the Second Quarter 2007 and at 30 June 2007 were stated according to the accounting principles of our Group.

Revenue

In the first five months of its current financial year (February-June 2007) total turnover rose by 4% and reached £229.4m.

In the in-flight sector (catering and retail and food & beverage product sales) turnover rose by around 3% overall. In-flight sales are generated in the domestic market; sales outside the UK are still modest, but growing strongly.

In the first 5 months of the financial year, UK in-flight turnover was broadly stable as an increase in in-flight retail product sales offset termination of contracts with ThomsonFly and BA Connect.

International in-flight sales grew by some 20% driven by strong sales growth in the Australian market following the signing of new contracts with Malaysian Airlines, Air New Zealand and Etihad. Sales also performed well in Romania.

In airport retail, sales increased by some 5%. Unlike in-flight sales, airport retail sales expanded by 6% in the first five 5 months of the year in the UK which absorbed a slight downturn in international sales, which fell by 1%, due mainly to the termination of two contracts in Turkey. Security restrictions in Colombo airport, Sri Lanka, also limited the performance of retail outside the UK.

EBITDA

In the five months under review Alpha Airports' EBITDA amounted to £13.0m, an increase of 26.2% over the figure for the same period of the previous year, £10.3m. Consequently there was an improvement in the EBITDA margin from 4.7% to 5.7%. Part of the improvement seen in this period was attributable to compensation of £1.2m paid by BA Connect for early termination of its in-flight contract. Conversely, the EBITDA for this period was affected by higher costs following delayed opening of stores in New Delhi international airport, which Alpha Airports operates in a joint-venture with Pantaloon Retail (India) Ltd. The opening was planned to take place in January 2007, and was postponed to the end of March 2007, yet sales are still significantly below expectations.

Capital Expenditure

Capital expenditure recorded in the period under review was limited to replacement of a number of vans in the company's fleet of vehicles.

Business Development

The significant events of the period under review included winning a three-year contract for the supply of in-flight catering to Etihad Airways for its flights from Sydney to Abu Dhabi. This service began in March 2007.

Again in the in-flight sector, Alpha Airports won a renewal to June 2011 of a contract with American Airlines to supply in-flight catering for all the airline's flights out of London Heathrow and London Gatwick. Alpha Airports also won a new contract with American Airlines, also for a term of three and a half years, to supply in-flight catering on flights out of Manchester airport starting in January 2008.

Alpha Airports has renewed its contract with United Airlines prior to expiry and up to the end of 2010, for the supply of in-flight catering on the airline's flights out of London Heathrow.

In the retail sector, Alpha Airports has announced the closure of its World News stores (selling newspapers, tobacco products and sweets) in London Heathrow's Terminal 3 and Aberdeen and Edinburgh airports.

In the period under review Alpha Airports signed a licensing agreement with Starbucks Coffee Company (UK) Ltd to open Starbucks brand stores in a series of UK airports. The first is expected to open in October 2007 in Jersey airport.

1.4.2 Condensed Balance Sheet at 30 June 2007 and First Half Cash Flow

CONDENSED CONSOLIDATED BALANCE SHEET

(€m)	30/06/2007	31/12/2006	Change Total	Change at constant exch. rate
Intangible assets	1,310.5	1,121.5	189.0	203.0
Property, plant and equipment	906.7	768.4	138.3	147.9
Financial investments	147.6	32.2	115.4	115.7
A) Total non-current assets	**2,364.8**	**1,922.1**	**442.7**	**466.6**
Inventory	209.9	137.6	72.3	73.3
Trade receivable	148.7	60.1	88.6	88.7
Other assets	163.0	112.3	50.7	51.4
Accounts payable	(531.5)	(469.5)	(62.0)	(64.5)
Other liabilities	(351.1)	(289.1)	(62.0)	(64.7)
B) Working capital	**(361.0)**	**(448.6)**	**87.6**	**84.3**
C) Invested capital, net of current liabilities	**2,003.8**	**1,473.5**	**530.3**	**551.0**
D) Other non-current non financial assets and liabilities	**(180.8)**	**(156.5)**	**(24.3)**	**(24.0)**
E) Assets held for sale	**14.0**	**21.4**	**(7.4)**	**(7.4)**
F) Net capital invested	**1,837.0**	**1,338.4**	**498.6**	**519.5**
Shareholders' equity attributable to the Group	479.4	524.5	(45.1)	(46.1)
Shareholders' equity attributable to minorities	42.6	33.5	9.1	9.6
G) Shareholders' equity	**522.0**	**557.9**	**(35.9)**	**(36.5)**
H) Convertible Bonds	**39.8**	**39.4**	**0.4**	**0.4**
Medium/long term financial liabilities	1,296.4	772.6	523.8	544.3
Medium/long term financial assets	(6.7)	(9.0)	2.3	2.3
I) Medium/long term financial indebtedness	**1,289.7**	**763.6**	**526.1**	**546.6**
Short-term financial liabilities	191.8	214.3	(22.5)	(19.9)
Cash and short-term financial assets	(206.3)	(236.8)	30.5	28.8
L) Net short-term financial position	**(14.5)**	**(22.5)**	**8.0**	**9.0**
Net financial position (H+I+L)	**1,315.0**	**780.5**	**534.5**	**556.0**
M) Total, as in E)	**1,837.0**	**1,338.4**	**498.6**	**519.5**

The acquisition of Alpha Airports is the reason for the increase in net capital invested in the first half of 2007. Please see page 52 et seq. for further details.

Smaller acquisitions, capital expenditure in excess of depreciation and amortisation for the period and the seasonal fall in working capital also contributed to the increase of €519.5m, which was reduced to €498.6m by the effect of converting items relating to Group entities operating in currency zones outside the eurozone. The Group's net equity decreased by €45.1m in the first half of 2007 due to the distribution of dividends amounting to €101.8m, which was effected on 24 May 2007.

Net debt amounted to €1,315.0m at 30 June 2007 – an increase of €534.5m over 31 December 2006.

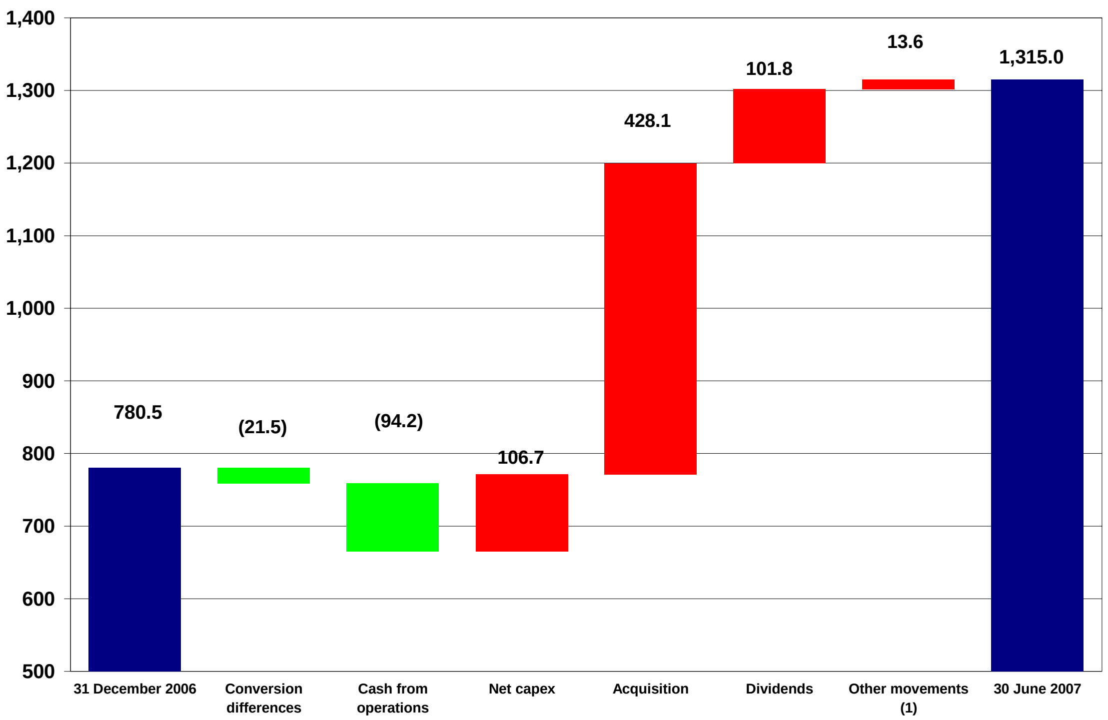
The main cash flow items in the first half 2007 included net cash from operations of €94.2m which was saw a minor reduction from the first half of 2006 when it was €101.8m.

Capital expenditure increased significantly in the first half of 2007 in respect of both tangible and intangible assets and amounted to €115.6m, an increase of €34.1m over the first half of 2006.

The overall impact of the acquisitions made in the first half of 2007 was €428.1m, comprising the net cash paid of €308.7m and €119.4m, being the net debt of the newly consolidated entities.

In the first half of 2007 the conversion of the US dollar component caused a €21.5m reduction of net debt.

Cash Flow and Change in Net Debt since 31 December 2006



(1) Includes mainly dividend paid to minorities, net changes in non-current financial assets not included in the net financial position and small acquisitions.

1.5 Subsequent Events after 30 June and Business Outlook

On 2 July 2007, Autogrill S.p.A. made an offer to purchase for cash in respect of the remaining shares of Alpha Airports Group Plc at a price of 110 pence per share. On 23 July, the first expiry date of the offer, Autogrill S.p.A. had received acceptances in respect of 49,090,771 shares equal to 27.9% of Alpha Airports' share capital; these shares, together with those held before the offer to purchase and a further 4,612,994 shares (equal to 2.6% of share capital) acquired during the offer, brought Autogrill's holding to 96%.

Given the wide acceptance of the offer to purchase and the fact that the squeeze-out threshold was within reach, the period for acceptances of the offer was extended to 4 September.

On 16 August 2007, Autogrill S.p.A. announced that it was initiating the procedure to delist Alpha Airports from the London Stock Exchange via cancellation from the UKLA Official List.

On termination of the offer, Autogrill's shareholding in Alpha Airports Group Plc had reached 98.3%.

The date by which oppositions to the squeeze-out by minority shareholders should be made is 3 October next. It is presumed therefore that the squeeze-out and de-listing will be completed by the end of October.

In the meantime the independent Directors of the company resigned their office and on 13 August 2007 the Board of Alpha Airports Group Plc coopted Gianmario Tondato da Ruos and Alberto De Vecchi, respectively CEO and CFO of Autogrill.

In July Autogrill purchased all the business of FoodBrand LLC, through HMSHost, FoodBrand LLC operates in concession catering in over 80 stores located in airports and shopping malls in the US.

Also in July, as part of the process of business development in the UK market, and of extending our brand portfolio, the Group purchased The Bagel Street Company Ltd, which is a catering brand with a strategic presence in the best London locations - the London Eye and London Bridge - as well as Heathrow airport.

At the end of the 35th week (i.e., on year-to-date figures as at 2 September 2007), the Group reported consolidated turnover in excess of the same period in 2006, which confirmed the positive growth trend of the first part of the year.

The Group therefore expects – at an average €/$ exchange rate of 1:1,35 – to achieve revenue in excess of €4,800 million, EBITDA of €560 million or thereabouts and capital expenditure of €290 million.

1.6 Other Information

1.6.1 Corporate Governance

The Parent Company's system of corporate governance centres on the Board's role of directing and controlling operations. It is made up of a set of codes, principles and procedures which are continuously checked and revised as soon as necessary in light of changes in legislation and international best practice, as well as operational requirements.

Among the most important Corporate Governance activities it is reported that on 20 June 2007 the Board of Autogrill S.p.A. appointed Alberto De Vecchi as the senior manager in charge of drawing up Company Accounts as provided by the Articles of Association #18 and vested him with the duties, responsibilities and means specified in Legislative Decree 58/1998 §54-bis. The appointment was made without a fixed term until revocation for just cause or the lapse or loss thereof as provided by legislation or regulations.

1.6.2 Treasury Shares

At 30 June 2007 and for the half year that closed on that date, neither the Parent Company Autogrill S.p.A. nor its subsidiaries held treasury shares in Autogrill S.p.A., directly or indirectly or through a nominee.

2) Consolidated Accounts

2.1 Consolidated Balance Sheet

Notes	(€k)	30.06 2007	31.12 2006	Change
I	Cash and cash equivalents	187,714	216,810	(29,096)
II	Other financial assets	18,589	19,989	(1,400)
III	Income tax credits	7,392	2,552	4,840
IV	Other receivables	128,970	87,816	41,154
V	Trade receivable	148,739	60,035	88,704
VI	Inventory	209,922	137,609	72,313
	Total current assets	**701,326**	**524,811**	**176,515**
VII	Property, plant and equipment	906,658	768,435	138,223
VIII	Goodwill	1,237,978	1,060,580	177,398
IX	Other intangible assets	72,480	60,903	11,577
X	Equity Investments	8,688	5,272	3,416
XI	Other financial assets	145,610	35,861	109,749
XII	Deferred tax assets	96,717	98,479	(1,762)
XIII	Other receivables	10,267	10,267	-
	Total non-current assets	**2,478,398**	**2,039,797**	**438,601**
XIV	**Assets held for sale**	**13,957**	**21,442**	**(7,485)**
	TOTAL ASSETS	**3,193,681**	**2,586,050**	**607,631**
XV	Accounts payable	531,533	469,563	61,970
XVI	Income tax liabilities	32,184	7,887	24,297
XVII	Other liabilities	305,737	270,534	35,203
XVIII	Due to banks	164,981	192,068	(27,087)
XIX	Other financial liabilities	26,811	22,212	4,599
XXIV	Provisions	13,164	10,518	2,646
	Total current liabilities	**1,074,410**	**972,782**	**101,628**
XX	Other non-current liabilities	39,907	34,838	5,069
XXI	Borrowings (net of current portion)	915,358	492,599	422,759
XXII	Bonds	420,845	319,409	101,436
XII	Deferred tax liabilities	48,073	44,897	3,176
XXIII	Severance pay and other employee benefits	121,441	113,447	7,994
XXIV	Provisions	51,641	50,134	1,507
	Total non current liabilities	**1,597,265**	**1,055,324**	**541,941**
	TOTAL LIABILITIES	**2,671,675**	**2,028,106**	**643,569**
	SHAREHOLDERS' EQUITY	**522,006**	**557,944**	**(35,938)**
XXV	- attributable to the Group	479,383	524,467	(45,084)
	- attributable to minorities	42,623	33,477	9,146
	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	**3,193,681**	**2,586,050**	**607,631**

2.2 Consolidated Income Statement

Notes	(€k)	Q2 2007	Q2 2006	Change	H1 2007	H1 2006	Change
XXVI	Revenue	1,158,289	964,626	193,663	2,073,544	1,802,373	271,171
XXVII	Other Operating Income	23,443	21,711	1,732	43,508	40,602	2,906
	Total Income	**1,181,732**	**986,337**	**195,395**	**2,117,052**	**1,842,975**	**274,077**
XXVIII	Cost of raw material, items for use and merchandise	442,684	350,816	91,868	785,696	652,980	132,716
XXIX	Payroll and benefits	304,033	262,175	41,858	575,508	515,858	59,650
XXX	Rents, concessions and royalties	171,713	138,871	32,842	309,329	264,632	44,697
XXXI	Other operating costs	120,306	103,270	17,036	223,598	205,417	18,181
XXXII	Depreciation and Amortisation	46,099	41,645	4,454	89,627	82,725	6,902
XXXII	Impairment losses on intangible assets and property, plant and equipment	1,252	-	1,252	1,252	-	1,252
	Operating Profit	**95,645**	**89,560**	**6,085**	**132,042**	**121,363**	**10,679**
XXXIII	Gains (losses) on financial transactions	4,484	2,909	1,575	5,498	5,150	348
XXXIV	Net interest expenses	(19,403)	(14,532)	(4,871)	(32,776)	(29,114)	(3,662)
X	Value adjustments on financial assets	(579)	48	(627)	(364)	139	(503)
	Profit before tax	**80,147**	**77,985**	**2,162**	**104,400**	**97,538**	**6,862**
XXXV	Tax	(34,052)	(33,051)	(1,001)	(46,533)	(43,202)	(3,331)
	NET PROFIT	**46,095**	**44,934**	**1,161**	**57,867**	**54,336**	**3,531**
	- attributable to the Group	42,458	42,012	446	52,244	49,510	2,734
	- attributable to minorities	3,637	2,922	715	5,623	4,826	797

		Q2 2007	Q2 2006		H1 2007	H1 2006
Earnings per share (in Euro cents)						
	basic	16.7	16.5		20.5	19.5
	diluted	16.5	16.4		20.3	19.3

2.3 Statement of Changes in Consolidated Shareholders' Equity

in thousand of Euro - (€k)	Share Capital	Legal Reserve	Reserve from valuation of derivative hedging instruments	Conversion reserve	Other reserves and retained profits	Profit for the period	Net equity of the Group	Minority Interests
31.12.2005	**132,288**	**6,245**	**(4,035)**	**2,129**	**185,041**	**130,092**	**451,760**	**30,881**
Allocation of 2005 profit:								
- To Reserves		4,510			64,526	(69,036)	-	
- Dividends						(61,056)	(61,056)	(7,852)
Conversion difference and other changes				(10,976)			(10,976)	(1,308)
Change in the fair value of the derivative hedging instruments			8,356		(3,087)		5,269	
Change in the fair value of the option to convert Autogrill Finance convertible bonds in Autogrill shares 1999-2014					65		65	
Profit for the period						49,510	49,510	4,826
30.06.2006	**132,288**	**10,755**	**4,321**	**(8,847)**	**246,545**	**49,510**	**434,572**	**26,547**

in thousand of Euro - (€k)	Share Capital	Legal Reserve	Reserve from valuation of derivative hedging instruments	Conversion reserve	Other reserves and retained profits	Profit for the period	Net equity of the Group	Minority Interests
31.12.2006	**132,288**	**10,755**	**395**	**(22,783)**	**251,309**	**152,503**	**524,467**	**33,477**
Allocation of 2006 profit:								
- To Reserves		4,763			45,980	(50,743)	-	
- Dividends						(101,760)	(101,760)	(6,123)
Conversion difference and other changes				972	842		1,814	(5,097)
Change in the fair value of the derivative hedging instruments			4,030		(1,412)		2,618	
Effect of purchase of equity stakes of <100%							-	14,743
Profit for the period						52,244	52,244	5,623
30.06.2007	**132,288**	**15,518**	**4,425**	**(21,811)**	**296,719**	**52,244**	**479,383**	**42,623**

Consolidated Gains (Losses) taken directly to Equity

(€k)	H1 2007	H1 2006
Gains (losses) recognised directly in the hedging instrument valuation reserve [1]	2,618	5,269
Gains (losses) regnised directly to the fair value reserve of the option to convert the Autogrill Finance S.A. convertible bonds 1999-2014 into Autogrill SpA shares[2]	-	65
Gains (losses) recognised directly in the conversion reserve	1,814	(10,976)
Gains (losses) recognised directly in Shareholders' Equity of the Group	**4,432**	**(5,642)**

[1] Net of the tax effect recognised in "Other reserves and retained profit"
[2] Recognised under "Other reserves and retained profit"

2.4 Consolidated Cash Flow Statement

(€m)	H1 2007	H1 2006
Cash and cash equivalent, net, at the beginning of the period	**181.6**	**75.7**
Profit before tax and net financial cost for the period (including minorities)	131.7	121.5
Amortisation, depreciation and impairment losses on fixed assets net of revaluation	90.9	82.7
Value adjustments and (gains)/losses on disposal of financial assets	0.4	(0.1)
(Gains)/losses on the disposal of fixed assets	(1.6)	(0.5)
Net changes in working capital [(1)]	(77.3)	(56.4)
Net change in non-current non-financial assets and liabilities	(1.2)	1.7
Cash flows from operating activities	**142.9**	**148.9**
Tax paid	(23.4)	(21.9)
Interest paid	(25.3)	(25.2)
Net cash flows from operating activities	**94.2**	**101.8**
Expenditure on property, plant and equipment and intagible fixed assets	(115.6)	(81.5)
Proceeds from disposal of fixed assets	11.5	3.4
Acquisition of consolidated equity investments [(2)]	(324.9)	0.0
Net change in non-current fianancial assets	13.6	4.1
Cash flows from) investing activities	**(415.4)**	**(74.0)**
Bond issued	110.3	-
Medium/long-term financings procured	615.6	98.6
Repayments of instalments of medium/long-term financings	(189.6)	(41.4)
Repayments of short-term loans net of new borrowing	(134.9)	(22)
Payment of dividends	(101.8)	(61.1)
Other flows [(3)]	(6.3)	(6.2)
Cash flows from financing activities	**293.3**	**(32.1)**
Cash flows for the period	**(27.9)**	**(4.3)**
Exchange differences on liquid assets	(0.9)	(2.9)
Cash and cash equivalent net at the end of the period	**152.8**	**68.5**

[(1)] Includes the conversion difference on profit items.

[(2)] The amount is net of liquid assets at the acquisition date, equal to €23.9m, and of the deposited amounts to guarantee the tender offer on Alpha Airports Group Plc shares, equal to €129.1m.

[(3)] Includes also dividends paid to minorities.

Reconciliation of cash and other net liquid assets

(€m)	H1 2007	H1 2006
Cash and cash equivalent, net, at the beginning of the period	**181.6**	**75.7**
Cash and cash equivalents	216.8	144.2
Current account debit balances	(35.2)	(68.5)
Cash and cash equivalent, net, at the end of the period	**152.8**	**68.5**
Cash and cash equivalents	187.7	88.6
Current account debit balances	(34.9)	(20.1)

3) Notes to the Accounts

3.1 Accounting principles and consolidation criteria

Main principles

The consolidated accounts as at 30 June 2007 were prepared pursuant to Consob Regulation 11971 dated 14 May 1999, as amended and supplemented by Consob resolution 14990 dated 14 April 2005 and subsequent amendments and additions.

After European Regulation 1606 dated 19 July 2002 came into force, starting on 1 January 2005 the Autogrill Group adopted IFRS, the international financial reporting standards including IAS, international accounting standards, issued by the IASB (International Accounting Standards Board) and endorsed by the European Union, for the preparation of its consolidated annual and interim financial statements.

It is thought that the application of IFRS not yet endorsed by the European Union would not have any significant effect on the consolidated accounts of the Autogrill Group.

In this First Half Report at 30 June 2007, prepared in accordance with IAS 34, the accounting principles and consolidation criteria adopted are the same as those used for the preparation of the 2006 Accounts, to which reference should be made for a detailed description.

The preparation of the first half accounts and notes to the accounts requires, when applying IFRS, recourse to estimates and assumptions which affect the values of the assets and liabilities and the information relating to potential assets and liabilities at the interim reporting date. The results when calculating the final balance may be different from these estimates. The Autogrill Group has used estimates to determine allowances for credit risk and inventory obsolescence, depreciation and amortisation, impairment losses on assets, employee benefits, tax, rebuilding provision and other provisions and reserves. Estimates and assumptions are regularly reviewed and the effects of any changes made are reflected immediately in the Income Statement.

This first half report was prepared in a perspective of business continuity using the euro as the functional currency. All values shown in the Notes, as well as the accounting schedules, are given in thousands of euros, with the exception of the Cash Flow Statement, which is presented in millions of euros.

Structure, format and content of the financial statements

The accounts formats required by IAS 1 and IAS 7 and used in the First Half Report as at 30 June 2007 are the following:

- Balance Sheet: with assets and liabilities separated into current and non-current items.
- Income Statement: with classification of costs by type.
- Statement of Changes in Shareholders' Equity.
- Cash-flow Statement: use of the indirect method to determine cash from operations.

The individual accounts of each company within the scope of consolidation are prepared in the currency of the primary economic environment in which they operate (functional currency). For the purposes of the presentation of the consolidated accounts, the assets and liabilities of foreign subsidiaries with functional currencies other than the euro are converted at the exchange rates prevailing at the balance sheet date. Income and expenses are converted at average exchange rates for the period. Any resulting exchange differences are recognised in the Shareholders' Equity item "Conversion Reserve". Goodwill and fair value adjustments generated by the acquisition of a foreign company are recognised in the appropriate currency and are converted using the period-end exchange rate.

The exchange rates used for conversion into euros of subsidiaries' accounts denominated in other currencies are given below:

	2007			2006			
	current at 30 June	Average Q2	Average H1	current at 30 June	Average Q2	Average H1	current at 31 December
US Dollar	1.3505	1.3481	1.3291	1.2713	1.2582	1.2296	1.3170
Candian Dollar	1.4245	1.4791	1.5075	1.4132	1.4109	1.3999	1.5281
Swiss Franc	1.6553	1.6478	1.6320	1.5672	1.5631	1.5610	1.6069
Pound Sterling	0.6740	0.6788	0.6738	0.6921	0.6878	0.6870	0.6715

Scope and methods of consolidation

The scope of consolidation includes subsidiaries (those in which, as per IAS 27, the Parent Company Autogrill S.p.A. has the power to determine the financial and operational policies of a company in such a way as to obtain benefits from its business), joint-ventures (i.e., businesses subject to joint control as defined by IAS 31) and associates (subject to significant influence, as per IAS 28, and valued 'synthetically' and consolidated at net equity). Companies included in consolidation are listed in the appendix to these notes.

The consolidated accounts include the accounts at 30 June 2007 of Autogrill S.p.A. and all the companies in which the Parent Company directly or indirectly holds the majority of voting rights, or exercises a dominant influence. The following are part of this latter group: Sorebo S.A., Soberest S.A., Volcarest S.A. and S.R.S.R.A. S.A., which are controlled on the basis of a 50% stake and an agreement that gives the Group the power to manage the business.

Autogrill has equal and joint control of Aldeasa S.A, Steigenberger Gastronomie GmbH and Caresquick N.V.. Alpha Airports has equal and joint control of Servair Air Chef S.r.l. (Italy), Alpha Future Airport Retail Pvt Ltd. (India), and Alpha ASD Ltd. (UK). These entities are consolidated using the proportionate method.

Autogrill Overseas, Inc. and its subsidiaries close their financial year on the Friday nearest to 31 December and divide it into 13 periods of 4 weeks each, grouped into 'quarters' of 12 weeks, except for the last, which has 16 weeks. The respective accounts used for consolidation in relation to the first half of 2007 therefore refer to the period 30 December 2006 – 2007, and the comparable period is 31 December 2005 – 16 June 2006. Those relating to the second quarter 2007 refer to the period 24 March 2007 – 14 June 2007, and the comparable period is 24 March 2006 – 15 June 2006.

Up to the financial year ended 31 December 2006, Autogrill Nederland B.V. and its subsidiaries divided the financial year into 13 accounting periods of 4 weeks each except that adjustments were made to ensure that the year-end fell on 31 December. Since 1 January 2007 the financial year has been divided according to the solar calendar. These companies' accounts as included in the consolidated accounts for the first half 2007 therefore refer to the period 1 January 2007 – 30 June 2007, and the comparable period is 1 January – 22 June 2006.

The profit and loss of companies acquired or disposed of during the period are included in the consolidated Income Statement from the effective date of acquisition until the effective date of disposal with limited timing adjustments where these dates do not coincide with monthly accounting dates. Whenever necessary, adjustments are made to the accounting situations of subsidiaries to align the accounting criteria used with those adopted by the Group.

Subsidiaries' accounts are fully consolidated with the assumption of the entire amount of assets, liabilities, costs and income of each company and with the elimination of the accounting value of the consolidated holdings retained by the Company against the related Shareholders' Equity.

The stake of minority shareholders in the net assets of the consolidated subsidiaries is identified separately from Group Shareholders' Equity. This stake is determined on the basis of the percentage held in the fair value of assets and liabilities recorded on the original date of acquisition (see "Business Combinations") and in the changes in Shareholders' Equity after this date.

Profit and loss not yet realised, if significant and deriving from operations between companies included in the scope of consolidation, are eliminated, as are all the significant debits and credits, expense and income between Group companies. These adjustments, as with the other consolidating adjustments, take the deferred tax effect into consideration where applicable.

Compared with 31 December 2006, the scope of consolidation has changed as follows:

- the acquisition, through a series of transactions, of 65.5% of the common stock of Alpha Airports Group Plc, one of the leading airport catering and retail businesses in the UK, in June 2007;
- the acquisition of the subsidiaries Autogrill Restauration Carrousel S.a.s. (formerly Carlest S.a.s.) and Patisserie du Louvre S.à r.l., companies incorporated under French law which manage restaurant activities in the Carrousel du Louvre, the shopping hall located in the Louvre in Paris, on 1 February 2007;
- the acquisition of Trentuno S.p.A., a restaurant chain operating out of Trentino Alto Adige, on 3 May 2007.

Please see section 3.2 below for details of these transactions.

Compared with 30 June 2006, the scope of consolidation also changed as follows:

- the acquisition of 100% of Carestel Group N.V.; see note 5.2 of the 2006 Accounts for a description of the transaction carried out on 20 October 2006 whereby 65.2% of ordinary shares in circulation were acquired. Following the finalisation in February of the Public Offer launched by Autogrill on the remaining shares and subsequent squeeze-out, the Group has owned 100% of capital since 2 February 2007;
- the acquisition of Air Terminal Restaurant (A.T.R.), the concession business division of Cara Operations Ltd., Canada's main integrated food and beverage concern, on 10 October 2006. See note 5.2 of the 2006 Accounts for a description of this transaction.

3.2 Acquisitions

In the first half of 2007 our acquisitions included Alpha Airports Group Plc (UK), Trentuno S.p.A. (Italy), Autogrill Restauration Carrousel S.a.s. and Patisserie du Louvre S. à r.l. (France).

These transactions have been recognised as prescribed by IFRS 3, as described below.

Alpha Airports Group Plc

In May 2007 Autogrill S.p.A. began acquiring shares in Alpha Airports Group Plc. By means of the series of transactions detailed below, Autogrill S.p.A. held 115,228,451 ordinary shares on 30 June 2007, equal to 65.49% of share capital and the voting rights of Alpha Airports Group Plc:

- on 30 May 2007 Autogrill S.p.A. purchased a block of 21,995,200 shares, equal to over 12.5% of the share capital of Alpha Airports Group Plc, for 95 pence each;
- on 1 June 2007 Autogrill S.p.A. purchased 30,610,672 shares from Servair S.A. (Air France Group) in a private trade, i.e., 17.4% of share capital, for 100 pence each and on 11 June 2007 entered into an agreement to buy another 16,005,994 shares (i.e., about 9.1%) for 110 pence each;
- on 4 June 2007 Autogrill S.p.A. purchased a further block of 22,544,511 shares, i.e., 12.8% of share capital, for 110 pence each;
- on 11 June 2007 Autogrill S.p.A. purchased further blocks totalling 18,668,531 shares for 110 pence each;
- by the end of June Autogrill S.p.A. had purchased further blocks totalling 5,403,543 shares for 110 pence each.

- *The Public Offer Takeover*

On 4 June 2007 the Boards of Autogrill S.p.A. and Alpha Airports Group Plc reached an agreement whereby Autogrill S.p.A. was to launch a public offer to buy the remaining shares of Alpha Airports Group Plc still in circulation for 110 pence each.

The prospectus of this offer containing the terms and conditions was published on 2 July 2007. The first offer period ended on 23 July 2007, with acceptances for 49,090,771 shares, i.e., 27.9% of share capital. Autogrill S.p.A.'s stake had reached 96% of share capital.

The offer period was extended to facilitate the acquisition of the remaining shares.

Having in the meantime reached 97.8% of the share capital of Apha Airports Group Plc, and obtained clearance from the European Antitrust Commission, on 16 August 2007 Autogrill S.p.A. announced the closure of the public offer to purchase and the initiation of the procedures to remove the share from the UKLA official list and to delist Alpha Airports from the London Stock Exchange.

- *Business Operations*

Alpha Airports Group Plc is a leading provider of catering and retail services both in airports and in-flight. It operates through two divisions, i.e. Alpha Airport Services and Alpha Airline Services. The former provides a complete offering of catering and retail in 47 airports in 13 countries; the latter supplies in-flight catering and retail services for over 100 airlines in 12 countries. On 31 January 2007 (its current fiscal year-end) Alpha Airports Group Plc closed the 2006-2007 financial year with consolidated revenue of £561.5m vis-à-vis £550.9m in 2005-2006, and

EBITDA of £32.4m vis-à-vis £32.5m in 2005-2006, excluding extraordinary items. At the year-end it has net debt of £48m.

- *Consolidation*

Alpha Airports Group Plc was fully consolidated as from 1 June 2007.

The company contributed revenue of €85.6 m, or 4.2% of consolidated revenue, and net profit attributable to the Group of €2.9m in the second quarter and first half of 2007.

The following page details the assets and liabilities acquired and provisionally recognised at their fair value on the acquisition date, as permitted by IFRS 3 §§61 and 62. The balance sheet was adjusted as of the date of acquisition in order to:

– recognise the adjustment of the value of commercial property at their current valuation under property, plant and equipment, recognising the related tax effect in non-financial non-current liabilities; and

– reverse off the goodwill recognised in Alpha Airports Group Plc's consolidated accounts.

This balance sheet was adjusted to recognise the difference between Autogrill S.p.A.'s interest in these values – provisionally recognised under non-current assets as goodwill. These values were determined provisionally and will therefore be subject to changes according to the procedure given in the mentioned IFRS.

That the allocation of the price paid in excess of the company's accounting net equity is provisional is mainly due to the fact that the acquisition of Alpha Airports Group Plc was only concluded just before the first half ending on 30 June 2007, without the possibility of carrying out a thorough-going prior analysis. This analysis is now underway and is mainly concerned with the fair value of Alpha Airports' intangible assets; valuing these is difficult not only because the estimated element is significant, but also because more suitable valuation techniques are not easily found.

(m€)	Alpha Airports	Adjustments to the acquisition Accounts	Alpha Airports Adjusted
Intangible assets	40.2	(26.9)	13.3
Property, plant and equipment	96.7	7.5	104.2
Financial investments	1.3		1.3
A) Total non-current assets	**138.2**	**(19.4)**	**118.8**
Inventory	59.1		59.1
Trade receivable	60.4		60.4
Other receivables	35.1		35.1
Accounts payable	(76.2)		(76.2)
Other payables	(46.5)		(46.5)
B) Working capital	**31.9**		**31.9**
C) Capital invested, net of current liabilities	**170.1**	**(19.4)**	**150.6**
D) other non-financial non-current assets and liabilities	**(19.3)**	**(2.2)**	**(21.5)**
E) Capital invested, net of current liabilities	**150.8**	**(21.6)**	**129.1**
Group's net equity	49.3	(21.6)	27.7
Minority interests	5.2		5.2
F) Shareholders' equity	**54.5**	**(21.6)**	**32.9**
G) Medium/long term financial indebtedness	**5.1**		**5.1**
H) Net short-term financial position	**91.2**		**91.2**
Net financial position (G+H)	**96.3**		**96.3**
I) Total, as in E)	**150.8**	**(21.6)**	**129.1**
Acquisition cost			181.5
Shareholders' equity attributable to the Group (65,5%)			18.1
Goodwill			163.3

We estimate that, if the acquisition and the consolidation of Alpha Airports had occurred at the beginning of the financial year, the Autogrill Group's consolidated first half revenue to 30 June 2007 would have been higher by some €332.4m and the consolidated net result for the same period would not have been significantly different from the actual Autogrill Group result, adjusted to take into account the information given on page 40 of the Report on Operations.

Trentuno S.p.A.

On 3 May 2007 Autogrill S.p.A. completed the acquisition of Trentuno S.p.A. by purchasing 100% of share capital of this leading restaurant chain operating out of the Trentino Alto Adige Region, for a total amount of €12 millions, in line with the turnover reported by the company in the previous year.

This transaction enables Autogrill to extend its coverage of the region from the motorway to its shopping malls and towns and cities. Trentuno operates restaurant facilities in shopping malls and towns in Friuli Venezia Giulia, Veneto, Lombardy and Emilia Romagna as well.

The purchase price paid was €12.2m.

Trentuno was fully consolidated as from 1 May 2007 using the line-by-line method and contributed revenue of €1.6m – i.e., 0.1% of consolidated revenue – and net profit attributable to the Group of €132k to our second quarter and first half 2007 results.

The following table details the assets and liabilities acquired and recognised at fair value on the acquisition date. This balance sheet was adjusted to recognise the fair value of a contractual right in *intangible assets*, and the increased value to be attributed to a commercial property on the basis of a specific valuation, in *property, plant and equipment*. Non-current non-financial liabilities include the relevant deferred tax.

The difference between of Autogrill's stake in these values and the purchase price was recognised as *goodwill* in non-current assets.

(m€)	Trentuno S.p.A.	Adjustments to the acquisition Accounts	Trentuno S.p.A. Adjusted
Intangible assets	1.0	1.1	2.1
Property, plant and equipment	2.3	0.2	2.5
A) Total non-current assets	**3.3**	**1.3**	**4.6**
Inventory	0.3		0.3
Trade receivable	0.9		0.9
Other receivables	0.2		0.2
Accounts payable	(1.1)		(1.1)
Other payables	(1.4)		(1.4)
B) Working capital	**(1.1)**		**(1.1)**
C) Capital invested, net of current liabilities	**2.2**	**1.3**	**3.5**
D) other non-financial non-current assets and liabilities	**(0.2)**	**(0.4)**	**(0.6)**
E) Capital invested, net of current liabilities	**2.0**	**0.9**	**2.9**
F) Shareholders' equity	**3.3**	**0.9**	**4.1**
G) Net short-term financial position	**(1.3)**		**(1.3)**
H) Total, as in E)	**2.0**	**0.9**	**2.9**
Acquisition cost			12.2
Goodwill			8.1

We estimate that, if the acquisition and the consolidation of Trentuno had occurred at the beginning of the financial year, the Autogrill Group's consolidated first half revenue to 30 June 2007 would have been higher by some €2.7m and the consolidated net result for the same period would not have been significantly different.

Autogrill Restauration Carrousel S.a.s. and Patisserie du Louvre S. à r.l.

On 1 February 2007, Autogrill S.p.A. acquired – through its French subsidiary Holding de Participation Autogrill S.a.s., the French-law company Carlest (now Autogrill Restauration Carrousel) S.a.s. and Patisserie du Louvre S. à r.l., and thus took over the catering business in the Carrousel du Louvre, the shopping hall inside the Parisian museum. The 14 stores in what is – with its two million or so contacts a year – the most important food-court in France, generated revenue of €8.5m in 2006.

The purchase price was €9.7m.

These two companies were fully consolidated as of 1 February 2007 using the line-by-line method and contributed revenue of €2m to our second quarter results and €3.4m to our first half 2007 results – i.e., 0.2% of consolidated revenue – and losses of €224k in the second quarter and €230k in the first half to net profit attributable to the Group.

The following table details the assets and liabilities acquired and recognised at fair value on the acquisition date. This balance sheet was adjusted to recognise the fair value of a contractual right (*droit de bail*) in *intangible assets* and the relevant deferred tax was recognised as a non-current non-financial liability. The excess of Autogrill's stake in these values and the purchase price was recognised as *goodwill* in non-current assets.

These values were determined provisionally according to the procedure given in the IFRS 3 §§61 and 62 and will therefore be subject to possible changes again as per IFRS 3.

(m€)	Patisserie du Louvre	Autogrill Restauration Carrousel	Adjustments to the acquisition Accounts	Total adsjusted
Intangible assets			9.0	9.0
Property, plant and equipment	0.1			0.1
A) Total non-current assets	**0.1**		**9.0**	**9.1**
Trade receivable	1.1			1.1
Other receivables	0.3			0.3
Accounts payable	(0.0)	(0.0)		(0.1)
Other payables	(0.3)	(0.4)		(0.8)
B) Working capital	**1.1**	**(0.5)**		**0.6**
C) Capital invested, net of current liabilities	**1.1**	**(0.5)**	**9.0**	**9.7**
D) other non-financial non-current assets and liabilities			**(3.0)**	**(3.0)**
E) Capital invested, net of current liabilities	**1.1**	**(0.5)**	**6.0**	**6.7**
F) Shareholders' equity		**0.2**	**6.0**	**6.2**
G) Net short-term financial position	**1.1**	**(0.6)**		**0.5**
H) Total, as in E)	**1.1**	**(0.5)**	**6.0**	**6.7**
Acquisition cost				9.7
Goodwill				3.5

3.3 Notes to the Balance Sheet

Current assets

I. Cash and cash equivalents

(€k)	30.06 2007	31.12 2006	Change
Banks and post offices deposits	99,530	132,257	(32,727)
Cash and valuables on hand	88,184	84,553	3,630
Total	**187,714**	**216,810**	**(29,096)**

Bank and post office deposits mainly include time deposits, earning interest at rates very close to LIBOR or EURIBOR.

The newly consolidated entities contributed €28,916k to *cash and valuables on hand* The change was subject to a reduction on conversion of €1,479k.

The reduction from 31 December 2006 was due to the usual large cash amount absorbed which is typical of the first half of the financial year.

Cash and valuables on hand include both the normal cash amounts held at the points of sale and amounts in the process of being credited to bank deposits, and may vary in relation to the frequency with which cash withdrawals are made.

II. Other financial assets

(€k)	30.06 2007	31.12 2006	Change
Fair value of exchange rate hedging instruments	6,619	10,177	(3,558)
Receivables from associates	3,337	4,661	(1,324)
Fair value of interest rate hedging instruments	5,446	2,604	2,842
Other financial assets	3,187	2,547	640
Total	**18,589**	**19,989**	**(1,400)**

The item *Fair value of exchange rate hedging instruments* includes the fair value of exchange rate hedges as at 30 June 2007, referred in particular to the purchase of notional ¥25,032m, SwFr81m and $79m. The reduction recorded in the first half was due to a change in the underlying exposure.

Receivables from associates mainly refers to receivables from North American associates to which the reduction of the item also refers.

The item *Fair value of interest rate hedging instruments* includes the fair value assessment of outstanding interest rate swaps at 30 June 2007, for a notional value of €50m.

III. Income tax credits

The item amounts to €7,392k, an increase of €4,840k over the end of fiscal 2006 and refers to tax paid in advance and income tax credits.

IV. Other receivables

(€k)	30.06 2007	31.12 2006	Change
Suppliers	35,234	28,927	6,307
Tax authorities and public administration	24,715	9,416	15,299
Credit card receipts	16,305	10,634	5,671
Lease and concession rents	13,969	10,935	3,034
Staff	3,301	3,178	123
Sub-licensees	2,982	2,587	395
Advances to landlords for capital expenditure	4,121	1,755	2,366
Other receivables	28,343	20,384	7,959
Total	**128,970**	**87,816**	**41,154**

The newly consolidated entities contributed €22,606k to the balance, mainly under the item *Other receivables* (€11,948k), *Tax authorities and public administration* (€4,880k), *Suppliers* (€3,237k) and *Lease and concession rents* (€2,166k). The change was also influenced by a reduction of €669k due to the conversion effect.

The item change was mainly due to:

- an increase in supplier receivables, for bonuses and accrued promotional contributions;
- an increase in the Inland Revenue and public administration receivables referred mainly to credits for indirect taxes;
- payments by credit card, due to the greater volume of payments by credit card;
- rents and royalties, mainly due to the change in our scope of consolidation.

Among the main components of "Other receivables" there are commissions to be collected in relation to business involving income from premiums and deferred maintenance fees.

Among the main components of *Other receivables* are commissions due for operations generating commission income, rebates on maintenance charges, insurance policies and local taxes.

V. Trade receivable

(€k)	30.06 2007	31.12 2006	Change
Due from third parties	154,769	63,660	91,108
Amounts disputed	5,539	5,229	310
Bad debt provision	(11,568)	(8,854)	(2,714)
Total	**148,739**	**60,035**	**88,704**

The newly consolidated entities contributed €74,944k to the balance and €3.199k of the increase in the bad debt provision.

The change was also influenced by a reduction of €141k due to the conversion effect.

Due from third parties referred mainly to food & beverage service agreements, business with affiliates and contracts with airlines for the supply of catering and retail services, which referred mainly to the newly acquired Alpha Airports Group Plc, on account of the importance of the in-flight business for this subsidiary and the nature of its business contracts.

VI. Inventory

(€k)	30.06 2007	31.12 2006	Change
Food and beverage and retail	206,279	133,735	72,544
Merchandise and various articles	3,643	3,874	(232)
Total	**209,922**	**137,609**	**72,312**

The newly consolidated entities contributed €59,283k to the balance. The item change was also influenced by a reduction of €1,021k due to the conversion effect.

Stocks are shown net of the provision for losses on inventory amounting to €3,076k (€2,424k as at 31 December 2006), allocated according to assessments of the obsolescence of slow-rotating stocks. Provision for the period amounted to €932k and no use was made.

The item increase was influenced by seasonality as well as the change in the scope of consolidation.

Non-current Assets

VII. Property, plant and equipment

	30.06.2007			31.12.2006		
(€k)	Gross value	Depreciation	Net value	Gross value	Depreciation	Net value
Land and commercial and industrial buildings	155,290	(60,767)	94,523	117,941	(54,767)	63,174
Leasehold improvements	940,120	(636,047)	304,073	849,205	(604,654)	244,551
Plant and machinery	328,725	(229,274)	99,451	185,827	(129,897)	55,930
Industrial and commercial equipment	635,409	(474,733)	160,676	584,971	(444,194)	140,777
Assets to be transferred free of charge	454,949	(309,550)	145,399	450,436	(298,533)	151,903
Other	69,250	(52,138)	17,112	53,766	(44,164)	9,602
Construction in progress and down-payments	85,424	-	85,424	102,498	-	102,498
Total	**2,669,167**	**(1,762,509)**	**906,658**	**2,344,644**	**(1,576,209)**	**768,435**

The newly consolidated entities contributed €106,831k to the balance of property, plant and equipment and the item change was also influenced by a reduction of €4,767k due to the conversion effect.

H1 capex is detailed in paragraph 1.3.3 of the Report on Operations. The schedule on pages 62-63 shows details of the item's changes. In this schedule the balance of the *Other* item refers to the re-classification from *Assets held for sale* of properties owned by Aldeasa S.A. which are no longer intended to be disposed of.

Leasehold improvements refer to expenses sustained to build or adapt properties and companies run on a lease or license basis. The item specifically includes expenses borne for the construction of stores in US airports, motorway travel plazas and shopping malls, as well as many European stores.

Construction in progress and down payments include €56,518k referred to current projects in the US (€72,141k at the end of 2006), and €28,906k in Europe undertaken by Aldeasa (€30,357k at the end of 2006).

The Group has assets in use belonging to third parties worth €1,472k and runs leased businesses with assets worth €14,581k.

The following table shows the contractual value of property, plant and equipment held under finance leases, accounted for using the financial method.

	30.06.2007			31.12.2006		
(€k)	**Historic Cost**	**Accumulated Depreciation**	**Net carrying value**	**Historic Cost**	**Accumulated Depreciation**	**Net carrying value**
Land and industrial buildings	7,259	(3,554)	3,704	7,259	(3,485)	3,774
Plant and machinery	8,547	(4,501)	4,046	688	(180)	508
Assets to be transferred free of charge	15,148	(8,620)	6,527	11,319	(6,107)	5,212
Total	**30,953**	**(16,675)**	**14,278**	**19,266**	**(9,772)**	**9,494**

The amount of financial debt arising from these transactions was €13,509k and is shown in *Other financial liabilities* under current liabilities in the amount of €2,088k (€1,044k at the end of 2006) and *Other non-current financial liabilities* in the amount of €11,421k (€9,331k at the end of 2006). Future rental payables amount to €13,396k.

VIII. Goodwill

The item increase from €1,060,580k to €1,237,978k, was due to the recognition of goodwill arising from the following acquisitions:

- €163.296k the acquisition of 65,5% of the share capital of Alpha Airports Group Plc;
- €12,765k the acquisition of the shares held by the minority shareholders of Carestel Group N.V.;
- €8,043k the acquisition of Trentuno S.p.A.;
- €3,521k the acquisitions of Patisserie du Louvre S.à r.l. and Autogrill Restauration Carrousel S.a.s. (formerly Carlest S.a.s.).

Conversion differences (North America and Switzerland) caused a reduction in the item of €11,811k.

Please see section 3.2 for a detailed description of these acquisitions.

The geographical distribution of total goodwill is shown below:

(€k)	30.06.2007	31.12.2006	Change
North America	431,906	441,327	(9,421)
Aldeasa	310,722	310,722	-
Alpha Airports	163,296	-	163,296
Switzerland	89,637	92,358	(2,721)
Italy	87,921	78,115	9,806
France	64,637	60,936	3,701
Belgium	44,893	32,128	12,765
Netherlands	22,161	22,161	-
Spain	20,203	20,203	-
Germany	2,604	2,630	(26)
Total	**1,237,978**	**1,060,580**	**177,399**

As noted in the Report on Operations, in the first half of the year Aldeasa S.A. renegotiated the terms of its contracts for retail & duty-free business in the Spanish airports with AENA, extending the expiry date to 31 December 2009 (please note that the Madrid Barajas contract, which covers the most significant portion of Aldeasa's turnover, expires at the end of 2012).

IX. Other intangible assets

	30.06 2007	31.12 2006	Change
Concessions, licences, brands and similar assets	43,092	35,379	7,713
Construction in progress and down-payments	8,348	6,939	1,409
Other	21,040	18,585	2,455
Total	**72,480**	**60,903**	**11,577**

The newly consolidated entities contributed €12,469k to the balance of the item and the item change comprises a reduction of €436k due to the conversion effect.

Concessions, licenses, brands and similar assets also includes the sum of €10,075k relating to the intangible assets of the newly acquired companies Autogrill Restauration Carrousel S.a.s., Patisserie du Louvre S.à r.l., and Trentuno S.p.A., identified in application of IFRS 3.

	31 December 2006			Change in gross value					
(€k) **Intangible assets**	Gross value	Amortisation	Net value	Change in scope	Exchange differences	Increase in historic cost	Decrease	Other movements	Total
Concessions, licences, brands and similar assets	61,888	(26,509)	35,379	10,106	1,211	639	(72)	1,525	13,409
Goodwill	1,060,580	-	1,060,580	176,930	(11,967)	13,745	(358)	-	178,350
Construction in progress and down-payments	6,939	-	6,939	-	-	3,327	-	(1,919)	1,408
Other	42,615	(24,030)	18,585	19,810	(254)	1,595	(303)	(9,122)	11,726
Total	**1,172,022**	**(50,539)**	**1,121,483**	**206,846**	**(11,010)**	**19,306**	**(733)**	**(9,516)**	**204,893**

(€k) **Property, plant and equipment**	Gross value	Amortisation	Net value	Change in scope	Exchange differences	Increase in historic cost	Decrease	Other movements	Total
Civil and industrial land and buildings	117,941	(54,767)	63,174	19,804	(1,040)	6,462	(1,733)	13,856	37,349
Leasehold improvements	849,205	(604,654)	244,551	60,085	(10,907)	7,578	(19,128)	53,287	90,915
Plant and machinery	185,827	(129,897)	55,930	140,339	(1,780)	5,849	(6,961)	5,451	142,898
Industrial and commercial equipments	584,971	(444,194)	140,777	29,412	(3,725)	12,647	(14,061)	26,165	50,438
Assets returnable free of charge	450,436	(298,533)	151,903	-	(203)	5,103	(2,484)	2,097	4,513
Other	53,766	(44,164)	9,602	14,628	(161)	1,164	(385)	238	15,484
Construction in progress and down-payments	102,498	-	102,498	109	(1,500)	71,222	(2,812)	(84,093)	(17,074)
Total	**2,344,644**	**(1,576,209)**	**768,435**	**264,377**	**(19,316)**	**110,025**	**(47,564)**	**17,001**	**324,523**

Amortisation/Write-downs						30 June 2007		
Change in scope	Exchange differences	Increase Amortisation	Increase Write-downs	Decrease	Total	Gross value	Amortisation	Net value
(15)	(737)	(4,944)	(11)	49	(5,658)	75,297	(32,167)	43,130
(1,108)	156	-	-	-	(952)	1,238,930	(952)	1,237,978
-	-	-	-	-	-	8,347	-	8,347
(6,457)	(120)	(1,999)	(766)	34	(9,308)	54,341	(33,338)	21,003
(7,580)	**(701)**	**(6,943)**	**(777)**	**83**	**(15,918)**	**1,376,915**	**(66,457)**	**1,310,458**

Change in scope	Exchange differences	Increase Amortisation	Increase Write-downs	Decrease	Total	Gross value	Amortisation	Net value
(4,300)	614	(2,426)	-	112	(6,000)	155,290	(60,767)	94,523
(26,730)	8,070	(31,386)	-	18,653	(31,393)	940,120	(636,047)	304,073
(97,438)	1,238	(8,074)	55	4,842	(99,377)	328,725	(229,274)	99,451
(22,429)	4,359	(25,462)	(550)	13,543	(30,539)	635,409	(474,733)	160,676
-	63	(13,469)	20	2,369	(11,017)	454,949	(309,550)	145,399
(6,649)	205	(1,867)	-	337	(7,974)	69,250	(52,138)	17,112
-	-	-	-	-	-	85,424	-	85,424
(157,546)	**14,549**	**(82,684)**	**(475)**	**39,856**	**(186,300)**	**2,669,167**	**(1,762,509)**	**906,658**

X. Equity investments

The newly consolidated entities contributed €1,085k to the balance of the item.

Where present, the higher book value of an equity investment in relation to pro-rata shareholders' equity represents future profitability inherent in the shareholding.
In application of the net equity method, in the period reductions were made to carrying values of €364k, recognised in the Income Statement under *Adjustments to the value of financial assets*.

XI. Other financial assets

(€k)	30.06 2007	31.12 2006	Change
Guarantee deposits	132,784	20,826	111,958
Interests bearing deposits with third parties	6,096	6,063	33
Receivables with associates	277	346	(69)
Other financial receivables	6,453	8,626	(2,173)
Total	**145,610**	**35,861**	**109,749**

The change in *Guarantee deposits* was mainly due to:

- a reduction of €16,209k due to the effect of the extinction of the deposit which was set up to guarantee the Public Offer made by Autogrill S.p.A. in December 2006 for the remaining outstanding shares as well as options and warrants of Carestel Group N.V., concluded favourably in February; and
- a €129,113k deposit placed to guarantee the Public Offer made by Autogrill S.p.A. for the remaining Alpha AIrports Group Plc shares in circulation.

Other financial receivables, which was reduced by €2,173k, mainly comprises amounts receivable from US joint-venture partners.

XII. Deferred Tax Assets

Deferred tax assets, shown net of offsettable deferred tax liabilities, amounted to €96,717k, a reduction of €1,762k from 31 December 2006. The change included a reduction of €1,518k due to the conversion effect.

The main components refer:

- as to €63,272k (€61,242k at 31 December 2006), to our US units, in which they were generated, mainly due to the different period of tax depreciation of leasehold improvements and provisioning for concession rents with deferred deductibility;
- as to €16,691k, to the Aldeasa Group, mainly related to tax assets relating to tax losses brought forward and provisioning for higher future concession rents recognised under purchase price accounting, since they arose from the finalisation of transactions with the landlords relating to previous periods and were deductible upon payment.

As at 30 June 2007 non-off-settable deferred tax liabilities amounted to €48,073k; the liability was mainly due to temporary differences in relation to property, plant and equipment in Dutch, Spanish and Italian units, to recognition of intangible assets in the newly-acquired companies under purchase price accounting, and to tax on the undistributed profits of consolidated companies.

XIII. Other receivables

The amount of other receivables included in non-current assets was €10,267k (unchanged since 31 December 2006) and referred mainly to supplier receivables for contributions under long-term agreements and rents paid in advance.

XIV. Assets held for sale

This item refers exclusively to Aldeasa Group properties, the disposal of which is foreseen during financial year 2007.

<u>Current liabilities</u>

XV. Accounts payable

The increase of this item by €61,970k was mainly due to the contribution of the newly consolidated entities (€79,612k). Exchange differences caused a reduction of €2,403k.

XVI. Income tax liabilities

The item amounted to €32,184k, an increase of €24,297k over the end of 2006 due to provisioning for tax for the period, net of payments made during the first half. The amount due to the Inland Revenue in respect of income tax payable by the Autogrill Group's Italian companies who joined the domestic tax consolidation scheme is not disclosed before the end of the fiscal year in *Other amounts payable*, since it is legally due to the controlling entity Edizione Holding S.p.A.; during the fiscal year this amount is recognised in *Tax liabilities* since at that time it is not formally owed.

The newly consolidated entities contributed €2,777k to the item.

XVII. Other liabilities

(€k)	30.06 2007	31.12 2006	Change
Due to staff	107,812	122,145	(14,333)
Indirect tax	34,674	21,728	12,946
Suppliers for capital expenditure	21,739	32,246	(10,507)
Deferred expense and accrued liabilities	29,079	13,028	16,051
Social security organisations	43,455	37,437	6,018
Withholding tax	8,012	10,514	(2,502)
Other liabilities	60,966	33,436	27,530
Total	**305,737**	**270,534**	**35,203**

The newly consolidated entities contributed €42,138k to the item, mainly included in the items *Due to Staff* (€5,859k), *Social security organisations* (€4,774k), *Deferred expenses and accrued liabilities* (€10,153k), and *Other liabilities* (€19,926k).

The item change was mainly due – as well as an exchange difference of -€2,663k – to the following:

- a reduction in *Due to Staff*, following payment of deferred compensation being multi-year incentives accrued in 2004-2006;
- an increase in *Indirect tax*, which is mainly connected with sales and thus affected by seasonality;
- an increase in *Deferred expenses and accrued liabilities*, mainly due to the change in the scope of consolidation;
- an increase in *Social security organisations* mainly due to the change in the scope of consolidation;
- payments made to suppliers for capital expenditure; and
- an increase in the item *Other liabilities*, mainly due to the change in the scope of consolidation.

Other liabilities includes mainly the net amount due for IRES (corporate tax) transferred to the Parent Edizione Holding S.p.A. under the national fiscal consolidation scheme, amounting to €27,845k.

Deferred expenses and accrued liabilities refer principally to insurance premiums and rents payable and utilities relating to the next period.

XVIII. Due to banks

(€k)	30.06 2007	31.12 2006	Change
Unsecured bank borrowings	130,118	156,799	(26,680)
Overdraft on current accounts	34,863	35,269	(407)
Total	**164,981**	**192,068**	**(27,087)**

This item discloses the usage of short-term credit lines.

The item change is mainly due to prepayment of the remaining tranches of the 2004 syndicated loan (€141,667k) and to the change in the scope of consolidation (€116,176k).

Although they are drawings under multi-year loans, Alpha Airports' bank borrowings are considered current under certain specific clauses in the agreement concerning change of control. They will in any case be refinanced by medium term facilities in the immediate future.

The item change includes an exchange difference of -€575k.

XIX. Other financial liabilities

(€k)	30.06 2007	31.12 2006	Change
Accrued liabilities of loan interest	12,045	13,309	(1,264)
Fair value of exchange-rate hedging instruments	7,757	2,747	5,010
Fair value of interest rate hedging instruments	2,922	1,731	1,191
Due to other lessors	2,088	1,044	1,044
Due to other lenders	1,649	3,255	(1,606)
Other accrued financial liabilities	350	126	224
Total	**26,811**	**22,212**	**4,599**

The newly consolidated entities contributed €3,009k to the item total. The conversion effect was a reduction of €2,052k.

Accrued liabilities of loan interest comprises mainly the interest included in the half-yearly repayment of the private placement bonds issued by HMSHost Corp. (a subsidiary of Autogrill Overseas, Inc.), payable in January and July.

Fair value of exchange rate hedging instruments comprises the valuation at fair value of exchange rate hedges outstanding at the end of the period, in relation specifically to forward sales of notional ¥25,032m, SwFr20m and £145m. The change in value recorded in the first half corresponds to the change in the underlying exposure.

Fair value of interest rate hedging instruments comprises the valuation at fair value of interest rate swaps entered into by Autogrill Overseas, Inc.'s division outstanding at 30 June 2007 for a notional value of $285m. The change from 31 December 2006 was due to the effects of interest rate movements recorded in the reference period and to the closure of a contract with a notional amount of $100m and the purchase of new contracts worth a notional $75m.

Non-current liabilities

XX. Other non-current liabilities

The amount of €39,907k mainly referred to concession rentals to be paid between 2007 and 2012 by Aldeasa and to provisions for amounts due to personnel under long-term incentive plans.

The newly consolidated entities contributed €429k to the item total. The item change included a conversion effect of -€247k.

XXI. Borrowings (net of current portion)

(€k)	30.06 2007	31.12 2006	Change
Unsecured medium-term borrowings	904,574	483,190	421,384
Loan fees	(1,759)		(1,759)
Total debt bank	902,815	483,190	419,625
Debt under leases	11,421	9,331	2,090
Other debt	1,122	78	1,044
Total	**915,358**	**492,599**	**422,759**

The newly consolidated entities contributed €5,317k to the item total. The item change included a conversion effect of -€8,526k.

Long-term bank debt at 30 June 2007 mainly comprised:

– a term-loan of €200m with bullet repayment on maturity due at the end of June 2015;
– drawdowns of a €500m revolving credit facility entered into on 25 May 2007 and with bullet repayment by 25 May 2014;
– the 50% consolidated portion of a loan taken out in August 2006 by Aldeasa S.A. for a total of €330m, maturing in July 2011, of which €180m was used at 30 June 2007.

At 30 June 2007 the Group's bank credit lines maturing after one year were 70% utilised. The bank loans bear variable rates of interest. The average life of bank loans, including unused lines, was about 5.8 years.

The main multi-year loan agreements require regular monitoring of certain financial ratios (debt coverage and interest coverage). At 30 June 2007, as in all previous monitoring periods, these covenants were fully satisfied and there was no reason to believe that they might not be so satisfied in the future.

XXII. Bonds

(€k)	30.06 2007	31.12 2006	Change
Bonds	382,617	280,942	101,676
Convertible bonds	39,802	39,385	417
Issuing fees	(1,575)	(918)	(657)
Total	**420,845**	**319,409**	**101,436**

Non-convertible bonds are:

- unlisted bonds issued on 19 January 2003 by Autogrill Group Inc. as a private placement for a total of $370m. The issue – guaranteed by Autogrill S.p.A. – comprises three tranches of $44m, $60m and $266m maturing in 2010, 2011 and 2013 respectively. Each tranche pays fixed-rate interest half-yearly;
- unlisted bonds issued on 9 May 2007 by Autogrill Group, Inc. as a private placement for a total of $150m. The issue – guaranteed by Autogrill S.p.A. – pays fixed-rate interest of 5.73% p.a. half-yearly and matures in May 2017.

Like the multi-year bank borrowings, these bonds' terms include covenants requiring regular monitoring of financial ratios (debt coverage and interest coverage). At 30 June 2007, as in all previous observation periods, these covenants were fully satisfied and there was no reason to believe that they might not be so satisfied in the future.

Convertible bonds discloses the value of the convertible bond issued by Autogrill Finance S.A. on 15 June 1999 in the amount of €471,055k. Prepayment of about 90% of the bond was made on 15 June 2004.

Outstanding bonds have a nominal value of €47,680k, including interest of €6,134k payable in subsequent periods. The loan is zero-coupon and, on allocation, generated net funds minus the implicit return ("OID") set at a notional 2% p.a. with half-yearly capitalisation.

The Parent Company guarantees repayment of these bonds, which mature in 2014.

The item change comprises a reduction of €6,946k due to exchange differences and the accrual of implicit interest of €417k in the first half of the year.

XXIII. Severance pay and other employee benefits

The item amount was €121,441k, an increase of €7,994k over 31 December 2006.

The newly consolidated entities contributed €15,615k to the item total. The item change included a conversion effect of -€397k.

The actuarial assumptions used to calculate defined-benefit plans do not differ significantly from those disclosed in the 2006 accounts to which you are referred.

The liability at 30 June 2007 was determined by using actuarial projections for fiscal 2007, which reflect new regulations adopted locally (e.g., in Italy with the reform of T.F.R. rules). The latter caused recognition of a net excess of €4,090m.

XXIV. Provisions

(€k)	Balance at 31.12.2006	Other movements	Allocation	Uses	Balance at 30.06.2007
Current tax	3,852	38	(166)	-	3,724
Various risks	6,545	1,030	3,879	(2,172)	9,282
Disputes with other parties	121	-	59	(22)	158
Total current provisions	**10,518**	**1,068**	**3,772**	**(2,194)**	**13,164**
Non current tax	-	455	-	-	455
Various risks	32,658	969	147	(2,656)	31,118
Onerous contracts	4,392	2,650	59	-	7,101
Refurbishment of leased assets	3,959	837	-	-	4,796
Refurbishment costs of assets to be transferred free of charge	4,108	-	-	-	4,108
Disputes with other parties	5,017	(904)	752	(802)	4,063
Total non-current provisions	**50,134**	**4,007**	**958**	**(3,458)**	**51,641**

Amounts relating to newly consolidated entities (€7.009k), as well as the conversion effect, a reduction of €1.934 k in total, are shown in the *other movements* column.

Increases in the first half 2007 were mainly due to routine allocations to the *Self-insurance* provision, included in *Various risks* under current provisions, recognised in respect of excesses on third-party liability as provided in the insurance plans.

Reductions – mostly affecting *Various risks* – mainly refer to usage of these self-insurance provisions.

There were no changes in the composition of the items. Please refer to the 2006 Accounts for a detailed description of the components.

XXV. Shareholders' Equity

The share capital of Autogrill S.p.A., fully subscribed and paid-up, amounts to €132,288k and comprises 254,400,000 ordinary shares with a par value of 0.52€.

Schematrentaquattro S.r.l., a wholly-owned subsidiary of Edizione Holding S.p.A. holds 57.093% of the shares. The latter is 99.24% owned by Ragione di Gilberto Benetton & C. S.a.p.A.

The shareholder's meeting held on 30 April 1999 approved an increase in share capital by means of an issue of ordinary shares up to a maximum of 33,500,000 shares to be exercised by holders of the convertible bond for nominal €471,055,000 issued on 15 June 1999 by our subsidiary Autogrill Finance S.A., which generated funds of €349,993,865, net of implicit interest and gross of issuing expenses.

Given the conditions under which this transaction was carried out and the repayment of about 90% of the loan on 15 June 2004, the maximum number of shares which could be issued for conversion of the bond amounted to about 2,478,000. The bond can be repaid in advance, at the discretion of the issuer at any time, and, by the holder, on its tenth anniversary.

Autogrill S.p.A. shares have been traded on the telematic market of the Italian Stock Exchange since 1 August 1997.

As at 30 June 2007 and during the first half ended on this date, neither the Parent Company Autogrill S.p.A. nor its subsidiaries, directly or indirectly or through a nominee, possess shares in Autogrill S.p.A. or its holding companies.

Changes in Shareholders' Equity in H1 2007 are shown in the specific table.

The main changes were:

- a reduction of €101,760k on distribution of the dividend approved by the Shareholders' Meeting held on 24 April 2007 (€0.40 per share);
- an increase of €972k due to differences in conversion of the accounts in foreign currency;
- an increase of €842k recognised contra the tax benefit relating to the long-term incentive plan recognised under *Other liabilities*, of Autogrill Overseas, Inc.;
- a net increase of €2,618k due to a change in the equity reserve due to measurement of derivatives amounting to €4,030k, net of the related tax effect of €1,412k;
- an increase in consolidated net profit of €52,244k. Below the Income Statement we give (diluted and undiluted) earnings per share information, in the calculation of which the numerator is to Group net profit (€52.244k in H1 2007 and €49,510 in H1 2006), while the denominator corresponds to the number of ordinary shares shown above, that is, the number of ordinary shares less the 2,478,000 shares which may be subject to conversion under the convertible bond as described under *Bonds* above.

3.4 Notes on the Income Statement

The Report on Operations includes a detailed analysis of profit performance. The following paragraphs provide detailed comments on the Income Statement items.

The figures for Q2 2007 and H1 2007 reflect inclusion in the scope of consolidation of the Carestel Group N.V., and the acquisition of the Air Terminal Restaurant (A.T.R.) business from Cara Operations Ltd. which occurred in Q4 2006, and of Autogrill Restauration Carrousel S.a.s. and Patisserire du Louvre S. à r. l., in Q1 2007, and of Alpha Airports Group Plc and Trentuno S.p.A. in the second quarter of 2007. References to newly consolidated entities therefore refer to the effects of the transactions involving these units.

XXVI. Revenue

(€k)	Q2 2007	Q2 2006	Change	H1 2007	H1 2006	Change
Food and Beverage	700,467	640,693	59,774	1,310,524	1,214,477	96,047
Retail	389,311	304,974	84,337	676,134	553,640	122,494
Hotels	6,649	6,054	595	11,238	10,331	907
Sales to other entities and affiliates	61,862	12,905	48,957	75,648	23,925	51,723
Total	**1,158,289**	**964,626**	**193,663**	**2,073,544**	**1,802,373**	**271,171**

The newly consolidated entities contributed €125,923k to the second quarter 2007 total and €157,890k to that of the first half. The item change was also affected by a conversion difference of -€64,102k.

Retail includes fuel sales income of €39.134k in the first half and of €21,537k in the second quarter, mainly from motorway service stations in Switzerland, as to €34.109k, and Italy, as to €19,197k. In the summary tables commented on in the Performance and Results section of the Report on Operations, this income is re-classified under "Other income", net of purchase cost.

XXVII. Other Operating Income

(€k)	Q2 2007	Q2 2006	Change	H1 2007	H1 2006	Change
Suppliers' contributions to promotions	12,341	11,885	456	22,408	21,111	1,297
Rents under business leases	3,732	3,206	526	5,957	6,045	(88)
Affiliation fees	1,549	1,260	289	2,662	2,338	324
Capital gains on disposals of property, plant and equipment	405	285	120	1,763	1,611	152
Other income	5,415	5,075	340	10,718	9,497	1,221
Total	23,443	21,711	1,732	43,508	40,602	2,906

The *Other income* component mainly includes fees and commissions for managing commission business and contingent gains.

The contribution of the newly consolidated entities to the item total was €1,332k in the second quarter of 2007 and €2,576k in the first half.

XXVIII. Cost of raw materials, items for use and merchandise

(€k)	Q2 2007	Q2 2006	Change	H1 2007	H1 2006	Change
Food & Beverage and retail purchases	512,149	359,193	152,956	859,031	661,284	197,747
Changes in inventory	(69,465)	(8,377)	(61,088)	(73,335)	(8,304)	(65,031)
Total	442,684	350,816	91,868	785,696	652,980	132,716

The contribution of the newly consolidated entities to the item total was €50,941k in the second quarter of 2007 and €59,272k in the first half.

The item change was also affected by a conversion difference of -€17,838k.

XXIX. Payroll and benefits

(€k)	Q2 2007	Q2 2006	Change	H1 2007	H1 2006	Change
Salaries	251,338	208,462	42,876	463,130	407,816	55,314
Social security	40,832	37,282	3,550	81,060	73,987	7,073
Severance pay and similar employee benefits	(2,034)	5,274	(7,308)	2,716	10,448	(7,732)
Other costs	13,896	11,157	2,739	28,601	23,607	4,994
Total	**304,033**	**262,175**	**41,858**	**575,508**	**515,858**	**59,650**

The contribution of the newly consolidated entities to the item total was €32,350k in the second quarter of 2007 and €45,284k in the first half.

The item change was also affected by a conversion difference of -€20,452k.

The reduction in *Severance pay and similar employee benefits* was partly due to the mentioned changes in 'TFR' legislation in Italy.

Average staff numbers, in FTE terms reached 45,889 people (38,711 in H1 2006).

XXX. Rents, concessions and royalties

(€k)	Q2 2007	Q2 2006	Change	H1 2007	H1 2006	Change
Rents and concessions	157,790	125,946	31,844	282,726	239,558	43,168
Royalties for use of brands	13,922	12,925	997	26,604	25,074	1,530
Total	**171,713**	**138,871**	**32,842**	**309,329**	**264,632**	**44,697**

The contribution of the newly consolidated entities to the item total was €18,771k in the second quarter of 2007 and €24,366k in the first half.

The item change was also affected by a conversion difference of -€10,892k.

XXXI. Other operating costs

(€k)	Q2 2007	Q2 2006	Change	H1 2007	H1 2006	Change
Water and energy utilities	18,749	17,309	1,440	38,385	35,649	2,736
Maintenance costs	15,280	11,738	3,542	28,337	26,058	2,279
Cleaning and disinfestation services	11,454	9,002	2,452	20,683	17,116	3,567
Consultancy and professional services	10,585	10,337	248	18,972	18,200	772
Travel costs	6,677	5,715	962	11,844	11,105	739
Commission on payments by credit card	5,614	4,583	1,031	10,434	8,877	1,557
Logistic costs	5,662	3,962	1,700	9,352	7,976	1,376
Advertising and market research	4,695	4,108	587	8,031	8,170	(139)
Postal and telephone charges	3,560	2,980	580	6,622	6,193	429
Equipment hire and lease charges	2,877	2,296	581	5,227	4,814	413
Surveillance	1,689	1,896	(207)	3,138	3,270	(132)
Insurance	1,500	1,174	326	2,757	2,430	327
Bank charges for services	1,468	1,097	371	2,498	2,225	273
Secure transportation	1,169	1,086	83	2,185	2,125	60
Other costs for materials	8,393	6,695	1,698	14,545	12,549	1,996
Contingent assets	(45)	(54)	9	(130)	(167)	37
Other services	10,222	9,444	778	21,046	18,096	2,950
Cost of material and external services	**109,549**	**93,368**	**16,181**	**203,926**	**184,686**	**19,240**
Write-downs of receivables	**(799)**	**198**	**(997)**	**(872)**	**928**	**(1,800)**
Disputes provision	415	126	289	811	371	440
Onerous contratcts	59	-	59	59	-	59
Tax provision	(234)	51	(285)	(166)	126	(292)
Other risks provision	1,351	1,975	(624)	4,025	4,927	(902)
Total allocations to provisions	**1,591**	**2,152**	**(561)**	**4,730**	**5,424**	**(694)**
Indirect taxes and duties	**5,742**	**4,418**	**1,324**	**10,483**	**8,638**	**1,845**
Cash differences	709	666	43	1,222	1,173	49
Losses on disposals	199	1,173	(974)	199	1,163	(964)
Contingent assets	(872)	(1,053)	181	(2,144)	(1,050)	(1,094)
Other costs	4,187	2,348	1,839	6,054	4,455	1,599
Other operating costs	**4,223**	**3,134**	**1,089**	**5,332**	**5,741**	**(409)**
Total	**120,306**	**103,270**	**17,036**	**223,598**	**205,417**	**18,181**

The contribution of the newly consolidated entities to the item total was €12,756k in the second quarter of 2007(o/w *Cost of materials and external services* was €10.288k and *Other operating costs* were €1,720k) and €17,301k in the first half (o/w *Cost of materials and external services* was €14,829k and *Other operating costs* were €1,735k).

The item change was also affected by a conversion difference of -€7,165k.

Other services includes costs for various services such as health checks, public relations, general services, recruitment and training of staff.

Other costs for materials refers to the purchase of non-capitalised equipment and various consumable materials such as uniforms, stationery and publicity material.

Other costs includes compensation to be paid to Directors of the Parent Company amounting to €1m.

XXXII. Depreciation and Amortisation

(€k)	Q2 2007	Q2 2006	Change	H1 2007	H1 2006	Change
Property, plant and equipment	35,550	34,093	1,457	69,214	67,793	1,421
Property, plant and equipment to be transferred free of charge	6,839	5,737	1,102	13,469	11,357	2,112
Intangible fixed assets	3,710	1,815	1,895	6,943	3,575	3,368
Total	**46,099**	**41,645**	**4,454**	**89,627**	**82,725**	**6,902**

The contribution of the newly consolidated entities to the item total was €6,307k in the second quarter of 2007 and €7,883k in the first half.

The item change was also affected by a conversion difference of -€3,418k.

In the second quarter of 2007 depreciation was recognised in the amount of €1,252k following the results of tests for future profitability which were carried out on individual stores and concessions and based on the determination of future cash flow.

XXXIII Gains (losses) on financial transactions

Details of gains on financial transactions are as follows:

(€k)	Q2 2007	Q2 2006	Change	H1 2007	H1 2006	Change
Bank interest receivable	4,484	556	3,928	4,996	1,053	3,943
Positive exchange differences	-	-	-	121	-	121
Interest differentials on exchange-rate hedges	-	-	-	52	-	52
Other gains (losses) on financial transactions	-	2,353	(2,353)	329	4,097	(3,768)
Total	**4,484**	**2,909**	**1,575**	**5,498**	**5,150**	**348**

In Q2 and H1 2006 *Other gains (losses) on financial transactions* included interest relating to the loan granted by Autogrill S.p.A to Aldeasa S.A., which was repaid in August 2006.
The contribution of the newly consolidated entities to the item total was €431k in the second quarter of 2007 and €482k in the first half.

XXXIV. Net interest expenses

The detail of the net interest expenses is the following:

(€k)	Q2 2007	Q2 2006	Change	H1 2007	H1 2006	Change
Interest payable on bank borrowings	9,715	7,365	2,350	17,467	14,418	3,049
Interest payable on bonds	4,573	4,190	383	8,616	8,562	54
Interest differentials on interest-rate hedges	2,397	235	2,162	2,272	811	1,461
Discount of long-term financial liabilities	1,046	819	227	2,022	1,576	446
Interest differentials on exchange-rate hedges	604	794	(190)	1,278	2,431	(1,153)
Commission and fees	377	280	97	681	639	42
Negative exchange differences	135	297	(162)	-	77	(77)
Other net interest expenses	556	552	4	439	600	(161)
Total	**19,403**	**14,532**	**4,871**	**32,776**	**29,114**	**3,662**

The contribution of the newly consolidated entities to the item total was €1,519k in the second quarter of 2007 and €1,777k in the first half.

XXXV. Tax

The amount of €46,533k (€43,202k in the first half of 2006) refers, as to €35,589k, to current tax (€32,943 in H1 2006) and, as to €3,018k, to net deferred tax liabilities (€2,006k in H1 2006). Of these amounts, €7,926k (€8,253k in H1 2006) refers to IRAP [a regional tax on productive activity], charged on Italian businesses, the taxable amount being the sum of operating profit and labour cost.

In H1 2007 the Group's effective tax rate, excluding IRAP, was 37%.

The following table shows a reconciliation of the tax charge shown in the consolidated balance sheet to the theoretical tax charge.

The latter was determined by applying the applicable theoretical rate to pre-tax profits realised in each jurisdiction as well as allocating the added tax on future distribution of profits realised by subsidiaries.

(€k)	
Theorical income tax	**38,628**
Reduced tax due to direct taxation of minority partners in fully consolidated US jint-ventures	(1,851)
Other permanent differences	1,831
Tax recognised in the Accounts excl. IRAP	**38,607**
IRAP	7,926
Tax recognised in the Accounts	**46,533**

3.5 Financial Position

The detail of the net financial position at 30 June 2007 and 31 December 2006 is indicated below.

Notes	(€k)	30.06 2007	31.12 2006	Change
I	A. Cash	88,184	84,553	3,631
I	B. Cash equivalents	99,530	132,257	(32,727)
	C. Liquid assets (A) + (B)	**187,714**	**216,810**	**(29,096)**
II	**D. Current Financial credits**	**18,589**	**19,989**	**(1,400)**
XVIII	E. Due to banks	164,981	192,068	(27,087)
XIX	F. Other debt	3,737	4,299	(562)
XIX	G. Other financial liabilities	23,074	17,913	5,161
	H. Current financial indebtedness (E)+(F)+(G)	**191,792**	**214,280**	**(22,488)**
	I. Current financial indebtedness, Net (H)-(D)-(C)	**(14,511)**	**(22,519)**	**8,008**
XI	**J. Non-current financial credits**	**6,730**	**8,972**	**(2,242)**
XXI	K. Due to banks	902,815	483,190	419,625
XXII	L. Bond issued	420,845	319,409	101,436
XXI	M. Other liabilities	12,544	9,409	3,135
	N. Non-current financial Indebtedness (K) + (L) + (M)	**1,336,204**	**812,008**	**524,196**
	O. Non-current financial Indebtedness, Net (N) - (J)	**1,329,474**	**803,036**	**526,438**
	P. Net financial Indebtedness (I) + (O)	**1,314,963**	**780,517**	**534,446**

For commentary, please refer to the notes indicated above next to each item of the financial position.
At 30 June 2007 and 31 December 2006 there were no debits or credits of a financial nature with related parties.

3.6 Management of fluctuations in interest and exchange rates

Please refer to the 31 December 2006 accounts for a detailed explanation of the Group's financial policy and outstanding derivative contracts; these had not undergone significant changes at 30 June 2007, except for the purchase of put options on the dollar to cover translation risk for notional amount of $20m and at a cost of €150k.

The following are details of the interest rate swaps outstanding at 30 June 2007:

Counterparty	Notional amount (€k)	Date negotiated	Start date	Expiry	Fixed rate	Floating rate	Fair value (€k)
Goldman Sachs	25,000	06/09/2005	11/10/2005	24/06/2015	3.08%	3m € Euribor	2,739
Mediobanca	25,000	06/09/2005	11/10/2005	24/06/2015	3.10%	3m € Euribor	2,660

Counterparty	Notional amount ($k)	Date negotiated	Start date	Expiry	Fixed rate	Floating rate	Fair value ($k)
JP Morgan	210,000	13/01/2005	13/01/2005	16/10/2009	5.398%	3m Usd Libor	(656)
Royal Bank of Scotland	75,000	06/04/2007	09/05/2007	09/05/2017	5.73%	6m Usd Libor	(3,303)

3.7 Segment Reporting

The Group segments its business by geographical area and business segment, the latter being the physical environment in which the business is carried on (motorway service areas, airports and railway stations, to name the main ones).

The primary segment is the geographical area, which reflects both management structure and reporting lines.

The performance of these segments is commented on in the Report on Operations according to a strictly organisational criterion. The only, insignificant, discrepancy, between this segmentation and the geographical area concerns business carried on by the HMSHost division – which reports to Autogrill Overseas, Inc. (USA) – in Amsterdam's Schiphol airport (The Netherlands), which in the Report on Operations, is presented as *North America and Pacific Area*, whereas in the schedules which follow, it is included among *Other European countries*.

In the following tables data relating to Aldeasa S.A. and subsidiaries, proportionately consolidated at 50% since 1 May 2005, are shown separately due to its different business, exclusively retail & duty-free, and corporate relationship, joint control, compared with the other subsidiaries included in the mentioned geographical areas

Similarly Alpha Airports Group Plc figures are shown separately, given the significant size of the in-flight business.

Geographical Area (€k)	H1 2007 Italy	US and Canada	Rest of Europe	Aldeasa	Alpha Airports	Not attributable	Elisions	Consolidated results
Revenue	628,761	827,568	344,607	186,996	85,612	-	-	2,073,544
Other income	28,422	604	8,894	5,058	31	499	-	43,508
Inter-segment revenue	725	730	361	-	-	721	(2,537)	-
Total revenue and othe income	**657,908**	**828,902**	**353,862**	**192,054**	**85,643**	**1,220**	**(2,537)**	**2,117,052**
Depreciation and impairment losses on property, plant and equipment and intangible fixed assets	18,970	40,350	26,281	3,354	1,833	91	-	90,879
Operating profit	**60,672**	**61,772**	**(1,154)**	**12,516**	**6,142**	**(7,906)**	**-**	**132,042**
Capital expenditure	**35,698**	**53,553**	**17,250**	**6,886**	**2,135**	**64**	**-**	**115,586**
Total assets	**986,129**	**699,023**	**373,174**	**261,375**	**279,467**	**598,593**	**(4,080)**	**3,193,681**

Geographical Area (€k)	H1 2006 Italy	US and Canada	Rest of Europe	Aldeasa	Alpha Airports	Not attributable	Elisions	Consolidated results
Revenue	564,446	788,040	284,888	164,999	-	-	-	1,802,373
Other income	25,089	2,224	6,747	5,167	-	1,375	-	40,602
Inter-segment revenue	1,808	347	620	-	-	462	(3,237)	-
Total revenue and othe income	**591,343**	**790,611**	**292,255**	**170,166**	**-**	**1,837**	**(3,237)**	**1,842,975**
Depreciation and impairment losses on property, plant and equipment and intangible fixed assets	(17,508)	(41,860)	(20,003)	(3,339)	-	(15)	-	(82,725)
Operating profit	**60,986**	**56,815**	**2,294**	**10,779**	**-**	**(9,511)**	**-**	**121,363**
Capital expenditure	**19,319**	**38,849**	**15,453**	**7,907**	**-**	**-**	**-**	**81,528**
Total assets	**577,290**	**724,433**	**455,665**	**157,828**	**-**	**638,607**	**(1,689)**	**2,552,134**

Business Segment (€k)	H1 2007 Motorways	Airports	Railway stations	Shopping Malls	In Flight	Other	Not attributable	Consolidated results
Total revenue and other income	**885,674**	**1,019,463**	**46,770**	**65,324**	**46,781**	**53,527**	**(487)**	**2,117,052**
Depreciation and impairment losses on property, plant and equipment and intangible fixed assets	35,332	44,704	2,830	2,794	854	3,653	713	90,879
Operating profit	**53,660**	**81,211**	**(147)**	**2,558**	**4,535**	**139**	**(9,913)**	**132,042**
Capital expenditure	**36,293**	**45,243**	**3,175**	**1,268**	**255**	**8,640**	**20,713**	**115,586**
Total assets	**668,302**	**760,350**	**32,124**	**33,704**	**181,837**	**73,909**	**1,443,455**	**3,193,681**

Business Segment (€k)	H1 2006 Motorways	Airports	Railway stations	Shopping Malls	In Flight	Other	Not attributable	Consolidated results
Total revenue and other income	**815,791**	**860,447**	**44,255**	**62,652**	**-**	**55,439**	**4,391**	**1,842,975**
Operating profit	**50,666**	**70,611**	**345**	**2,488**	**-**	**4,258**	**(7,005)**	**121,363**
Capital expenditure	**24,779**	**46,521**	**593**	**1,881**	**-**	**2,606**	**5,148**	**81,528**
Total assets	**556,645**	**513,507**	**23,568**	**31,674**	**-**	**46,067**	**1,380,673**	**2,552,134**

3.8 The Seasonality of the Industry

Business volumes in our Group are linked to passenger and traveller traffic and some business units are subject to marked seasonality, which is reflected in consolidated results. Quarterly performance in 2006 illustrates this point.

	2006			
	Q1	**H1**	**First nine months**	**Full Year**
Revenue	822.8	1,768.3	2,840.0	3,929.4
% of full year result	*20.9%*	*45.0%*	*72.3%*	*100.0%*
Ebitda	72.9	204.1	398.7	514.1
% of full year result	*14.2%*	*39.7%*	*77.6%*	*100.0%*
Ebit	31.8	121.4	275.5	324.6
% of full year result	*9.8%*	*37.4%*	*84.9%*	*100.0%*
Net profit of the Group	7.5	49.5	140.0	152.5
% of full year result	*4.9%*	*32.5%*	*91.8%*	*100.0%*

The first half usually accounts for some 45% of annual turnover and 40% of EBITDA. These percentages are however a general description and can not be used to forecast full-year results.

Seasonality is further accentuated by cash flow, in that annual payments are normally concentrated in the first quarter, particularly business rentals whether accrued from the previous financial year and as advance payment for the current financial year.

The entry of Alpha Airports Group into the area of consolidation will increase the Group's seasonality, since Alpha Airports' business results, in terms of revenue and margins, are concentrated in the middle of the year.

3.9 Guarantees given, commitments and contingent liabilities

GUARANTEES

As at 30 June 2007 guarantees given by the Autogrill Group amounted to €82,652k and refer to sureties and other personal guarantees issued in favour of licensors and trading counterparties: moreover Aldeasa S.A. has granted guarantees of €6m in favour of airport landlords.

COMMITMENTS

The commitments at 30 June 2007 were:

- an amount still to be paid for the purchase of two commercial properties (€2,272k)
- the value of third-party goods in use (€1,472k)
- the value of property, plant and equipment in leased businesses (€14,581k)
- the value of motorway toll-cards held for sale at the Parent Company offices (€4,876k).

The appropriate section of these Notes to the Accounts provides details of minimum future payments due under operating leases, including concessions outside Italy.

CONTINGENT LIABILITIES

The following information is included for continuity. In October 2004, the previous majority shareholders of Receco S.L. (Spain) initiated a proceeding of arbitration through which they demanded the termination of the sale contract. On 6 February 2006, the courts issued an arbitration award in which, amongst other things, it declared that the sale deed is valid and ordered, once the guarantee to be given by the seller is determined, the completion of transfer of shares being the remaining 15% of the share capital of Receco S.L. and the simultaneous payment of €6.5m and the issue of a bank guarantee in favour of Autogrill Participaciones S.L. for the sum of the guarantee as determined. The seller, on formal request of the mentioned subsidiary, failed to fulfil its obligation to carry out the sale of the shares. In fact they initiated two further arbitration proceedings before the International Chamber of Commerce. The first petition, due to the occurrence of exceptional facts, asked the Arbitration Court to establish that the final price of sale be defined on the basis of the EBIT for financial year 2009, instead of that for financial year 2006 as per the original contractual agreement. The second petition requested the invalidation of the method and calculation carried out by an outside expert, chosen by mutual agreement in execution of the above mentioned arbitration award, for the determination of the EBIT for financial year 2004 which was necessary for the sale of the remaining 15% of Receco's capital and the determination of the sum of guarantee to be provided by the seller. At the beginning of April 2007 the Arbitration Court accepted the request of Autogrill Partecipationes S.L and unified the two proceedings as being related. Our defending legal advisors deems the requests and the claims of the plaintiffs to be unfounded. It is reasonably considered that there is no risk of contingent liabilities.

3.10 Operating Leases

Please refer to the 31 December 2006 Accounts for a detailed description of the operating leases outstanding in the Group, mainly referred to the various types of contract by means of which the companies of the Group carry on their business, and which have not changed since that date.
The following table details by due-date of future minimum payments under operating leases updated as at 30 June 2007 showing the portion due from sub-licensees.

(€k)

Year of expiry	Operating Leases	Subleasing [1]
2007	254,896	8,293
2008	417,801	14,513
2009	395,225	12,218
2010	308,711	8,663
2011	276,755	5,998
2012	248,998	4,813
> 2012	1,171,545	5,479
Total	**3,073,931**	**59,978**

[1] Related to subtenants arrangments of the American subsidiary, according to the contract with the landlord.

3.11 Further information

RELATED PARTY TRANSACTIONS

Autogrill S.p.A. is controlled by Schematrentaquattro S.r.l., a wholly-owned subsidiary of Edizione Holding S.p.A., which holds 57.093% of the shares. The latter, is 99.24% controlled by Ragione di Gilberto Benetton & C. S.a.p.A.

All transactions with related parties were carried out by Autogrill S.p.A. in the interest of the Company and settled at arm's length.
Transactions with associates were of negligible value.

No transactions were carried out with Schematrentaquattro S.r.l. or the ultimate holding company finale Ragione di Gilberto Benetton & C. S.a.p.A..

Transactions with Edizione Holding S.p.A.

Edizione Holding S.p.A.

(€k)	30/6/07	31/12/06	Δ
Income Statement			
Revenue from sales of goods and services	-	3	(3)
Cost of services received	5	65	(60)
Balance Sheet			
Trade receivable	-	3	(3)
Accounts payable	27	55	(28)
Other liabilities	27,845	29,539	(1,694)

As the above table shows, the balance-sheet and profit and loss transactions with the holding company Edizione Holding S.p.A. are marginal in terms of the total business of the Group, with the exception of the *Other liabilities* item in current liabilities, which is 12% of the total liabilities recognised in the 30 June 2007 consolidated accounts (10.9% at 31 December 2006).

The *Other liabilities* item refers to the debt for IRES (corporate tax), to be paid to Edizione Holding S.p.A. under the Group's tax consolidation scheme [in Italy] for the years 2004-2006 (€27,845k) and to an instalment payment in respect of the office held on the Board of Directors of Autogrill S.p.A. by one of the Directors of Edizione Holding S.p.A. (€13k), which is paid to the company.

Accounts payable refers to the mentioned insurance programme.

All liabilities are current.

Cost of services received refer to an instalment of premium paid under a Directors and Officers policy taken out by Edizione Holding S.p.A. on behalf of Autogrill S.p.A. inter alia and extended to 31 January 2007.

For the insurance year that began on 1 February 2007 a specific policy was written for Autogrill S.p.A., though negotiated by Edizione Holding S.p.A. for the member companies of its Group.

Transactions with companies controlled by Ragione di Gilberto Benetton & C. S.a.p.A.

Following amendments made to the shareholders' agreements between Schemaventotto S.p.A. and Atlantia S.p.A., approved on 8 June 2007 by the EGM of Schemaventotto S.p.A., Sintonia S.p.A., a wholly-owned subsidiary of Ragione di Gilberto Benetton & C. S.a.p.A., has control – albeit indirect – of Autostrade S.p.A. (now renamed Atlantia S.p.A.) and its subsidiaries.

€k	Olimpias S.p.A.			Benetton Group S.p.A.			Bencom S.r.l.		
	30/6/07	31/12/06	Δ	30/6/07	31/12/06	Δ	30/6/07	31/12/06	Δ
Income Statement									
Revenue from sales of goods and services			-	-	-	-	-	-	-
Other income			-	-	-	-	178	255	(77)
Purchases	13	187	(174)	-	-	-	-	-	-
Cost of services received			0	0	0	-	-	-	-
Cost of use of others' property			-	35	41	(6)	-	-	-
Balance Sheet			-						
Accounts payable	15	225	(210)	18	7	11	-	-	-
Trade receivable			-	-	-	-	980	1,089	(109)

€k	Fabbrica S.p.A.			Verde Sport S.p.A			Gruppo Atlantia		
	30/6/07	31/12/06	Δ	30/6/07	31/12/06	Δ	30/6/07	31/12/06	Δ
Income Statement									
Revenue from sales of goods and services	-	-	-	38	60	(22)	3	17	(15)
Other income	-	-	-	-	1	(1)	380	760	(380)
Cost of services received	30	35	(5)	28	55	(27)	1,472	2,972	(1,500)
Cost of use of others' property	-	-	-	-	-	-	21,302	41,592	(20,290)
Balance Sheet									
Accounts payable	16	20	(4)	-	-	-	3,731	25,477	(21,746)
Trade receivable	-	-	-	26	2	24	1,867	972	895

The table above shows how marginal the transactions are with the companies controlled by the same holding company.

Atlantia Group: *Cost of use of others' property* refers to concession fees and related additional charges, as well as concession property and plant maintenance charges. *Other income* refers to commission on distribution of Viacard cards and to the contribution for promotional activities carried out in the period.

Olimpias S.p.A.: purchases refer to sales staff uniforms.

Benetton Group S.p.A: *Cost of use of others' property* refers to meeting room hire charges.

Bencom S.r.l.: This company is sub-lessee of a part of a property located in Via Dante, Milan.

Other income refers to rent and service charges received in the quarter.

Fabrica S.p.A.: these transactions refer to graphic design services.

Verde Sport S.p.A.: *Revenue from sales of goods and services* and *Trade receivable* refer to sales of food and beverage products under the commercial affiliation contract for the conduct of a Spizzico restaurant at La Ghirada - Città dello Sport. The amount shown under *Services* refers to promotions undertaken on behalf of Autogrill S.p.A..

All amounts payable and receivable are current with the exception of the amount payable by Bencom, which will be paid in instalments over the residual live of the sub-lease.

TRANSACTIONS WITH ASSOCIATES OF RAGIONE DI GILBERTO BENETTON & C. S.A.P.A.

The following table shows the detail of the transactions that occurred in the period and the balances at 30 June 2007, referring to Autogrill S.p.A.:

€k	Grandi Stazioni S.p.A.		
	30/6/07	31/12/06	Δ
Income Statement			
Cost of use of others' property	649	1,197	(548)
Balance Sheet			-
Accounts payable	395	363	32

With Grandi Stazioni S.p.A. there is a lease of premises in Rome's Termini station. The costs refer to rentals and related service charges.

All the liabilities are current.

The following table shows the ratio of these items to the corresponding Autogrill Group totals:

Percentage on Autogrill Group figures	Grandi Stazioni S.p.A.		
	30/6/07	31/12/06	Δ
Income Statement			
Cost of use of others' property	0.2%	0.2%	0.0%
Balance Sheet			
Accounts payable	0.1%	0.1%	0.0%

RECONCILIATION OF THE PARENT'S SHAREHOLDERS' EQUITY AND NET PROFIT TO CONSOLIDATED SHAREHOLDERS' EQUITY AND NET PROFIT

As required by Consob Resolution 15519 and Notice DEM/6064293, the following table shows the reconciliation of Group Shareholder's Equity with the corresponding amounts as disclosed by the Parent Company:

(€k)	Shareholders' equity as of 31/12/2006	Changes in Shareholders' equity	H1 2007 net profit	Shareholders' equity as of 31/12/2007
Autogrill S.p.A. Balance Sheet	609,337	(101,760)	26,167	533,744
Effect of consolidation of subsidiaries Financial Statement and related tax effect	(63,367)	842	26,077	(36,448)
Changing in fair value of the convertible bond option to convert shares	1,744	-	-	1,744
Conversion reserve	(22,783)	972	-	(21,811)
Hedging instrument valuation reserve [1]	(464)	2,618	-	2,154
Group Consolidated Balance Sheet	524,467	(97,328)	52,244	479,383
Shareholders' equity - third parties	33,477	3,523	5,623	42,623
Total Consolidated Shareholders' equity	557,944	(93,805)	57,867	522,006

[1] Net of tax effect

3.12 Significant non-recurring events and transactions

During H1 2007 and the previous period there were no significant non-recurring events or transactions, as defined in Consob Resolution 15519 and Communication DEM/6064293.

3.13 Positions or transactions arising from untypical and/or unusual operations

During H1 2007 and the previous period there were no untypical or unusual operations, as defined in Consob Communications DEM /6037577 dated 28 April 2006 and DEM/6064293 dated 28 July 2006.

4) Annexes

4.1. List of Consolidated Companies and Other Equity Investments

Fully Consolidated Companies:

Company name	Head Office	Currency	Share Capital	Direct Ownership	Holding company
Capogruppo					
Autogrill S.p.A.	Novara	€	132,288,000	57.093	Schematrentaquattro S.r.l.
Società controllate					
Autogrill International S.r.l.	Novara	€	4,951,213	100.000	Autogrill S.p.A.
Aviogrill S.r.l.	Bologna	€	10,000	51.000	Autogrill S.p.A.
Trentuno S.p.A.	Trento	€	1,417,875	100.000	Autogrill S.p.A.
Nuova Estral S.r.l.	Novara	€	10,000	100.000	Autogrill S.p.A.
Bar del Porto di Nuova Estral S.r.l. S.n.c.	Piombino	€	74,303	100.000	Nuova Estral S.r.l.
Nuova Sidap S.r.l.	Novara	€	10,000	100.000	Autogrill S.p.A.
Alpha Airports Group Plc	Middlesex	GBP	17,598,937	65.500	Autogrill S.p.A.
Alpha Airport Holdings (UK) Limited	United Kingdom	GBP	180,000	100.000	Alpha Airports Group Plc
Alpha Overseas Holdings Limited	United Kingdom	GBP	-	100.000	Alpha Airports Group Plc
Alpha Catering Services Limited	United Kingdom	GBP	190,000	100.000	Alpha Airport Holdings (UK) Limited
Alpha Flight Services Overseas Limited	Jersey	GBP	5,000	80.400	Alpha Overseas Holdings Limited
Alpha Airports Group (Jersey) Limited	Jersey	GBP	4,000	100.000	Alpha Overseas Holdings Limited
Alpha Airport Catering (Ireland) Limited	Ireland	EUR	-	100.000	Alpha Airport Holdings (UK) Limited
Alpha Flight Services Ireland Limited	Ireland	EUR	-	100.000	Alpha Airport Holdings B.V.
Alpha Airport Holdings B.V.	Netherlands	EUR	75,000	100.000	Alpha Airports Group Plc
Alpha Flight Services B.V.	Netherlands	EUR	1,623,000	100.000	Alpha Overseas Holdings Limited
Alpha IDF Ic ve Dis Ticaret A.S.	Turkey	Tlira	550,000	60.000	Alpha Overseas Holdings Limited
Alpha Retail Catering Sweden A.B.	Sweden	SEK	100,000	100.000	Alpha Overseas Holdings Limited
Alpha Retail Italia S.r.l.	Italy	EUR	10,000	100.000	Alpha Overseas Holdings Limited
Alpha Rocas S.A.	Romania	RON	33,000	64.200	Alpha Overseas Holdings Limited
Alpha Airport Services EOOD	Bulgaria	LEV	76,000	100.000	Alpha Overseas Holdings Limited
Alpha Keys Orlando Retail Associates Limited	USA	USD	1,500,000	85.000	Alpha Airport Services Inc.
Alpha Airport Services Inc.	USA	USD	1,000,000	100.000	Alpha Overseas Holdings Limited
Alpha Flight Services Pty. Limited	Australia	AUD	14,515,000	33.000 67.000	Alpha Overseas Holdings Limited Alpha Flight Services B.V.
Orient Lanka Limited	Sri Lanka	SLR	30,000,000	100.000	Alpha Airport Holdings B.V.
Jordan Flight Catering Company Limited	Jordan	JD	800,000	51.000	Alpha Flight Services Overseas Limited
Alpha MVKB Maldives Pvt Limited	Maldives	MRF	-	60.000	Alpha Overseas Holdings Limited
Autogrill Austria A.G.	Gottlesbrunn	€	7,500,000	100.000	Autogrill International S.r.l.
HMSHost Europe GmbH	Munchen	€	205,000	100.000	Autogrill S.p.A.
HMSHost Ireland Ltd.	Cork	€	800,000	100.000	HMSHost Europe GmbH
HMSHost Sweden A.B.	Stockholm	SEK	2,500,000	100.000	HMSHost Europe GmbH
Autogrill Espana S.A.	Madrid	€	1,800,000	100.000	Autogrill International S.r.l.
Autogrill Participaciones S.L.	Madrid	€	6,503,006	100.000	Autogrill Espana S.A.
Restauracion de Centros Comerciales S.A. (RECECO)	Madrid	€	108,182.18	85.000	Autogrill Participaciones S.L.
Autogrill Finance S.A.	Luxembourg	€	250,000	99.996 0.004	Autogrill S.p.A. Autogrill Europe Nord-Ouest S.A.
Autogrill D.o.o.	Lubjana	€	308 643	100.000	Autogrill S.p.A.
Autogrill Hellas E.P.E.	Avlona Attikis	€	1,696,350	99.990 0.01	Autogrill International S.r.l. Autogrill S.p.A.
Autogrill Overseas Inc.	Delaware	USD	33,793,098	100.000	Autogrill International S.r.l.
Autogrill Europe Nord-Ouest S.A.	Luxembourg	€	41,300,000	99.999 0.001	Autogrill International S.r.l. Autogrill Finance S.A.
Autogrill Belgie N.V.	Merebelke	€	26,250,000	99.999 0.001	Autogrill Europe Nord-Ouest S.A. Ac Restaurants & Hotels S.A.
Ac Restaurants & Hotels Beheer N.V.	Merebelke	€	7,851,186	99.999 0.001	Autogrill Belgie N.V. Ac Restaurants & Hotels S.A.
Ac Restaurants & Hotels S.A.	Grevenmacher	€	500,000	99.990 0.010	Autogrill Belgie N.V. Ac Restaurants & Hotels Beheer N.V.
Autogrill Nederland B.V.	Breukelen	€	41,371,500	100.000	Autogrill Europe Nord-Ouest S.A.
Maison Ledeboer B.V.	Zaandam	€	69,882	100.000	Autogrill Nederland B.V.
Ac Holding N.V.	Breukelen	€	150,000	100.000	Maison Ledeboer B.V.

Company name	Head Office	Currency	Share Capital	Direct Ownership	Holding company
The American Lunchroom Co B.V.	Zaandam	€	18,151	100.000	Ac Holding N.V.
Ac Apeldoorn B.V.	Apeldoorn	€	45,378	100.000	The American Lunchroom Co B.V.
Ac Bodegraven B.V.	Bodegraven	€	18,151	100.000	The American Lunchroom Co B.V.
Ac Heerlen B.V.	Heerlen	€	23,143	100.000	The American Lunchroom Co B.V.
Ac Hendrik Ido Ambacht B.V.	Hendrik Ido Ambacht	€	2,596,984	100.000	The American Lunchroom Co B.V.
Ac Holten B.V.	Holten	€	34,033	100.000	The American Lunchroom Co B.V.
Ac Leiderdorp B.V.	Leiderdorp	€	18,151	100.000	The American Lunchroom Co B.V.
Ac Meerkerk B.V.	Meerkerk	€	18,151	100.000	The American Lunchroom Co B.V.
Ac Nederweert B.V.	Weert	€	34,033	100.000	The American Lunchroom Co B.V.
Ac Nieuwegein B.V.	Nieuwegein	€	18,151	100.000	The American Lunchroom Co B.V.
Ac Oosterhout B.V.	Oosterhout	€	18,151	100.000	The American Lunchroom Co B.V.
Ac Restaurants & Hotels B.V.	Breukelen	€	90,756	100.000	The American Lunchroom Co B.V.
Ac Sevenum B.V.	Sevenum	€	18,151	100.000	The American Lunchroom Co B.V.
Ac Vastgoed B.V.	Zaandam	€	18,151	100.000	The American Lunchroom Co B.V.
Ac Vastgoed I B.V.	Zaandam	€	18,151	100.000	The American Lunchroom Co B.V.
Ac Veenendaal B.V.	Woudensberg	€	18,151	100.000	The American Lunchroom Co B.V.
Ac Zevenaar B.V.	Zevenaar	€	57,176	100.000	The American Lunchroom Co B.V.
Holding de Participations Autogrill S.a.s.	Marseille	€	84,581,920	99.999 0.001	Autogrill Europe Nord-Ouest S.A. Autogrill S.p.A.
Autogrill Aeroports S.a.s.	Marseille	€	1 721 096	99.999	Holding de Participations Autogrill S.a.s.
Autogrill Coté France S.a.s.	Marseille		31,579,526	99.999	Holding de Participations Autogrill S.a.s.
Société Berrichonne de Restauration S.a.s. (Soberest S.a.s.)	Marseille	€	288,000	50.010	Autogrill Coté France S.a.s.
Société de la Porte de Champagne S.A. (SPC)	Auberives	€	153,600	51.900	Autogrill Coté France S.a.s.
Société de Restauration Autoroutière Dromoise S.a.s. (SRAD)	Marseille Marseille	€	1,136,000	49.994 49.998	Autogrill Coté France S.a.s. SRSRA S.A.
Société de Restauration de Bourgogne S.A. (Sorebo S.A.)	Marseille	€	144,000	50.000	Autogrill Coté France S.a.s.
Société de Restauration de Troyes-Champagne S.A. (SRTC)	Marseille	€	1,440,000	70.000	Autogrill Coté France S.a.s.
Société Régionale de Saint Rambert d'Albon S.A. (SRSRA)	St Rambert d'Albon	€	515,360	50.000	Autogrill Coté France S.a.s.
Volcarest S.A.	Champs	€	1,050,144	50.000	Autogrill Coté France S.a.s.
Societè de Gestion de Restauration Routieère (SGRR S.A.)	Marseille	€	879,440	100.000	Autogrill Coté France S.a.s.
SCI Vert Pre Saint Thiebaut	Nancy	€	457	99.900 0.100	SGRR S.A. Autogrill Coté France S.a.s.
S.n.c. TJ2D	Chaudeney Sur Moselle	€	1,000	99.000 1.000	SGRR S.A. Autogrill Coté France S.a.s.
Autogrill Restauration Services S.a.s.	Marseille	€	15,394,500	100.000	Holding de Participations Autogrill S.a.s.
Autogrill Gares Province S. a r.l.	Marseille	€	274,480	100.000	Autogrill Restauration Services S.a.s.
Autogrill Gares Metropoles S. a r.l.	Marseille	€	17,396,850	100.000	Autogrill Restauration Services S.a.s.
Autogrill Restauration Carrousel S.a.s.	Marseille	€	38 112,25	100.000	Holding de Participations Autogrill S.a.s.
Patisserie du Louvre S. a r.l.	Marseille	€	7 622,45	100.000	Holding de Participations Autogrill S.a.s.
Autogrill Schweiz A.G.	Olten	CHF	10,000,000	100.000	Autogrill International S.r.l.
Autogrill Pieterlen A.G.	Pieterlen	CHF	2,000,000	100.000	Autogrill Schweiz A.G.
Autogrill Pratteln A.G.	Pratteln	CHF	3,000,000	95.000	Autogrill Schweiz A.G.
Autogrill Basel Airport S.a.s. (in liquidazione)	St. Louis	CHF	40,000	100.000	Autogrill Schweiz A.G.
Restoroute de Bavois S.A.	Bavois	CHF	2,000,000	70.000	Autogrill Schweiz A.G.
Restoroute de la Gruyère S.A.	Avry devant Pont	CHF	1,500,000	54.300	Autogrill Schweiz A.G.
Autogrill Czech Sro	Prague	CZK	2,000,000	100.000	Autogrill International S.r.l.
Autogrill Group Inc.	Delaware	USD	225,000,000	100.000	Autogrill Overseas Inc.
HMSHost Corp.	Delaware	USD	=	100.000	Autogrill Group Inc.
HMSHost Europe Inc.	Delaware	USD	=	100.000	Autogrill Group Inc.
HMSHost International Inc.	Delaware	USD	=	100.000	Autogrill Group Inc.
HMS Host Tollroads Inc.	Delaware	USD	=	100.000	HMSHost Corp.
HMSHost USA LLC	Delaware	USD	1,000	100.000	Autogrill Group Inc.
Host International Inc.	Delaware	USD	326,831	100.000	HMSHost Corp.
Sunshine Parkway Restaurants Inc.	Florida	USD	100	50.000 50.000	HMSHost Corp. Gladieux Corp.
Cincinnati Terminal Services Inc.	Delaware	USD	=	100.000	Host International Inc.
Cleveland Airport Services Inc.	Delaware	USD	=	100.000	Host International Inc.
HMS-Airport Terminal Services Inc.	Delaware	USD	1,000	100.000	Host International Inc.
HMS B&L Inc.	Delaware	USD	=	100.000	Host International Inc.

Company name	Head Office	Currency	Share Capital	Direct Ownership	Holding company
HMS Holdings Inc.	Delaware	USD	1,000	100.000	Host International Inc.
HMS Host Family Restaurants Inc.	Maryland	USD	2,000	100.000	HMS Holdings Inc.
HMS Host Family Restaurants LLC	Delaware	USD	=	100.000	HMS Host Family Restaurants Inc.
Gladieux Corporation	Ohio	USD	750	100.000	HMS Holdings Inc.
Host (Malaysia) Sdn.Bhd	Kuala Lumpur	MYR	=	100.000	Host International Inc.
Host Gifts Inc.	California	USD	100,000	100.000	Host International Inc.
Host International of Canada Ltd.	British Columbia	CAD	33,782,723	100.000	Host International Inc.
Host International of Canada (RD) Ltd.	Toronto	CAD	=	100.000	Host International of Canada Ltd.
Host Canada L.P.	Vancouver	CAN	43	100.000	Host International Inc.
SMSI Travel Centres Inc.	Toronto	CAD	=	100.000	Host International of Canada Ltd.
Host International of Kansas Inc.	Kansas	USD	1,000	100.000	Host International Inc.
Host International of Maryland Inc.	Maryland	USD	79 576	100.000	Host International Inc.
HMS Host USA Inc.	Delaware	USD	=	100.000	Host International Inc.
Host International (Poland) Sp zo o, in liquidazione	Warsaw	Zity	=	100.000	Host International Inc.
Host of Holland B.V.	Amsterdam	€	=	100.000	Host International Inc.
Horeca Exploitatie Maatschappij Schiphol B.V.	Schiphol	€	65,640	100.000	Host of Holland B.V.
Host Services (France) S.a.s. in liquidazione	Paris	€	=	100.000	Host International Inc.
Host Services Inc.	Texas	USD	=	100.000	Host International Inc.
Host Services of New York Inc.	Delaware	USD	1,000	100.000	Host International Inc.
Host Services Pty Ltd.	North Cairns	AUD	4,552,092	100.000	Host International Inc.
Las Vegas Terminal Restaurants Inc.	Delaware	USD	=	100.000	Host International Inc.
Marriott Airport Concessions Pty Ltd.	Melbourne	AUD	1,854,090	100.000	Host International Inc.
Michigan Host Inc.	Delaware	USD	1,000	100.000	Host International Inc.
Shenzen Host Catering Company Ltd.	Shenzen	USD	=	90.000	Host International Inc.
The Gift Collection Inc.	California	USD	1,000	100.000	Host International Inc.
Turnpike Restaurants Inc.	Delaware	USD	=	100.000	Host International Inc.
HMShost Services India Private Ltd.	Bangalore	INR	5,00,000	99.000	Host International Inc
HMS Airport Terminal Services	Delaware	USD		100.000	Host International Inc
HMSHost Singapore Pte Ltd.	Singapore	$ Sing.	2	100.000	Host International Inc
AAI Investments Inc.	Delaware	USD	=	100.000	Autogrill Group Inc.
Anton Airfood Inc. (AAI)	Delaware	USD	1,000	100.000	AAI Investments Inc.
AAI Terminal 7 Inc.	New York	USD	=	100.000	Anton Airfood Inc.
AAI Terminal One Inc.	New York	USD	=	100.000	Anton Airfood Inc.
Airport Architects Inc.	Virginia	USD	=	100.000	Anton Airfood Inc.
Anton Airfood JFK Inc.	New York	USD	=	100.000	Anton Airfood Inc.
Anton Airfood of Cincinnati Inc.	Kantucky	USD	=	100.000	Anton Airfood Inc.
Anton Airfood of Minnesota Inc.	Minnesota	USD	=	100.000	Anton Airfood Inc.
Anton Airfood of New York Inc.	New York	USD	=	100.000	Anton Airfood Inc.
Anton Airfood of North Carolina Inc.	North Carolina	USD	=	100.000	Anton Airfood Inc.
Anton Airfood of Ohio Inc.	Ohio	USD	=	100.000	Anton Airfood Inc.
Anton Airfood of Rhode Island Inc.	Rhode Island	USD	=	100.000	Anton Airfood Inc.
Anton Airfood of Texas Inc.	Texas	USD	=	100.000	Anton Airfood Inc.
Anton Airfood of Virginia Inc.	Virginia	USD	=	100.000	Anton Airfood Inc.
Palm Springs AAI Inc.	California	USD	=	100.000	Anton Airfood Inc.
Anton Airfood of Boise, Inc.	Idhao	USD	n.d.	100.000	Anton Airfood Inc.
Anton Airfood of Tulsa, Inc.	Oklaoma	USD	n.d.	100.000	Anton Airfood Inc.
AAI Islip, Inc.	New York	USD	n.d.	100.000	Anton Airfood Inc.
Fresno AAI, Inc.	California	USD	n.d.	100.000	Anton Airfood Inc.
Anton Airfood of Newark, Inc.	New Jersey	USD	n.d.	100.000	Anton Airfood Inc.
Anton Airfood of Seattle, Inc.	Washington	USD	n.d.	100.000	Anton Airfood Inc.
Lee Airport Concession	Delaware	USD		100.000	Anton Airfood Inc.
Anton Airfood of Bakersfield Inc. (in liquid)	Washington	USD	1,000	100.000	Anton Airfood Inc.
Carestel Group N.V.	Merelbeke	€	10,000,000	100.000	Autogrill S.p.A.
Carestel Motorway Services N.V.	Merelbeke	€	6,000,000	99.900	Carestel Group N.V.
Restair N.V.	Merelbeke	€	6,078,935	99.900	Carestel Group N.V.
Caresquick N.V.	Bruxelles	€	2,500,000	50.000	Carestel Group N.V.
Carestel Service Center N.V., in liquidazione	Merelbeke	€	62,000	99.900	Carestel Group N.V.
Carestel Beteiligungs GmbH & Co.	Echterdingen	€	25,000	99.900	Restair N.V.
Carestel Commercial Catering France S.A.	Saint Louis	€	2,916,480	99.900	Restair N.V.
Carestel Nord S. a r.l.	Saint Louis	€	76,225	99.900	Carestel Commercial Catering France S.A.
Carestel Trois Frontières S. a r.l.	Saint Louis	€	621,999	99.900	Carestel Commercial Catering France S.A.
Carestel Commercial Catering Germany GmbH & Co KG	Echterdingen	€	1,525,000	100.000	Restair N.V.
Restair UK Ltd.	London	GBP	1	100.000	Restair N.V.
Carestel A.B.	Stockholm	SEK	6,000,000	100.000	Carestel Motorway Services N.V.
Carestel Sud	Acticentre	€	840,172	99.000	Carestel Commercial Catering France S.A.

Companies consolidated proportionately:

Company name	Head Office	Currency	Share Capital	Direct Ownership	Holding company
ALDEASA S.A.	Madrid	€	10 772 462	49,94*	Autogrill Espana S.A.
Aldeasa Internacional S.A.	Madrid	€	5,409,000	100.000	Aldeasa S.A.
Aldeasa Chile Ltda.	Santiago de Chile	USD	1,854,154	99.990	Aldeasa S.A.
Sociedad de Distribución Aeroportuaria de Canarias S.L.	Gran Canaria	€	6,689,100	60.000	Aldeasa S.A.
Aldeasa Colombia Ltda.	Cartagena de Indias	COP	966,441	99.990	Aldeasa S.A.
Aldeasa México S.A. de C.V.	Cancun	MXN	7,390,815	99.990	Aldeasa S.A.
Transportes y Suministros Aeroportuarios S.A.	Madrid	€	1,202,000	100.000	Aldeasa S.A.
Foodlasa S.L.	Madrid	€	1,710,000	50.000	Aldeasa S.A.
Ciro Holdings S.A.	Geneve	CHF	56,336,347	100.000	Aldeasa S.A.
Aldeasa Cabo Verde S.A.	Sal Isle	CVE	54,490	99.990	Aldeasa S.A.
Prestadora de Servicios en Aeropuertos S.A. de C.V.	Crucero	USD	6,462	99.990	Aldeasa S.A.
Panalboa S.A.	Panama	USD	125,623	80.000	Aldeasa S.A.
Audioguiarte Servicios Culturales S.L.	Madrid	€	251,000	100.000	Aldeasa S.A.
Aldeasa Servicios Aeroportuarios Ltda.	Santiago de Chile	USD	8,134,652	99.990	Aldeasa S.A.
Aldeasa Projects Culturels S.a.s.	Versailles	€	800,000	100.000	Aldeasa S.A.
Vancouver Uno S.L.	Madrid	CAD	3,010	100.000	Aldeasa S.A.
Aldeasa Jordan Airports Duty Free Shops (AJADFS)	Amman	JOD	500,000	100.000	Ciro Holdings
Aldeasa Curacao N.V.	Curacao	USD	500,000	100.000	Ciro Hodlings
Aldeasa US Inc.	Wilmington	USD	1,000	100.000	Aldeasa S.A.
Aldeasa Atlanta JV	Vancouver	USD	2,200,000	51.000	Aldeasa S.A.
Steigenberger Gastronomie GmbH	Frankfurt	€	750,000	49.900	HMSHost Europe GmbH
Servair Air Chef S.r.l.	Italy	EUR	3,775,000	50.000	Alpha Overseas Holdings Limited
Servizi di Bordo S.r.l.	Italy	EUR	100,000	80.000	Servair Air Chef S.r.l. (joint venture)
Alpha Future Airport Retail (Private) Limited	India	INR	-	50.000	Alpha Overseas Holdings Limited
Alpha ASD Limited	United Kingdom	GBP	240,000	50.000	Alpha Overseas Holdings Limited

[1] Joint-venture with Altadis S.A. (49.94%). Minorities have the residual 0.12% of the share capital.

Associates accounted for at net equity:

Company name	Head Office	Currency	Share Capital	Direct Ownership	Holding company
Dewina Host Sdn Bhd	Kuala Lumpur	MYR	250,000	49.000	Host International, Inc.
HMSC-AIAL Ltd.	Aukland	NZD	111,900	50.000	Host International, Inc.
TGIF National Restaurant JV	Texas	USD	n.d.	25.000	Host International, Inc.
Estación Aduanera Zaragoza Aervicios, S.A.	Zaragoza	EUR	1,670,153	31.260	Aldeasa S.A.
Souk al Mouhajir, S.A.	Tangeri	DIRHAM	587,665	35.850	Aldeasa S.A.
Creuers del Port de Barcelona, S.A.	Barcelona	EUR	3,005,061	23.000	Aldeasa S.A.
Lanzarote de Cultura y Ocio, S.A.	Tias	EUR	180,304	30.000	Aldeasa S.A.
Virgin Express Catering Services N.V. (associate)	Belgium	EUR	62,000	0.499	Alpha Airport Holdings B.V.

4.2. Autogrill S.p.A. Accounts

AUTOGRILL S.P.A. - BALANCE SHEET AS OF 30 JUNE 2007

(€k)	30.06.2007	31.12.2006	Change
Cash and cash equivalents	46,559	108,507	(61,947)
Other financial assets	111,249	160,894	(49,645)
Income tax credits	-	1,246	(1,246)
Other receivables	37,080	31,024	6,056
Trade receivable	49,897	40,539	9,358
Inventory	47,621	44,340	3,281
Total current assets	**292,406**	**386,548**	**(94,142)**
Property, plant and equipment	179,834	165,323	14,511
Goodwill	76,970	76,170	800
Other intangible assets	14,545	13,039	1,506
Equity Investments	783,563	572,132	211,431
Other financial assets	352,725	419,420	(66,695)
Loans	135,674	23,590	112,084
Total non current assets	**1,543,311**	**1,269,676**	**273,635**
TOTAL ASSETS	**1,835,717**	**1,656,224**	**179,493**
Accounts payable	241,106	265,747	(24,641)
Income tax liabilities	1,281	840	442
Other liabilities	93,789	98,357	(4,568)
Due to banks	44	152,394	(152,350)
Other financial liabilities	10,274	13,934	(3,660)
Total current liabilities	**346,495**	**531,272**	**(184,777)**
Borrowings (net of current portion)	810,000	370,483	439,517
Deferred tax liabilities	35,265	24,022	11,243
Severance pay and other employee benefits	82,652	91,806	(9,154)
Provisions	27,560	29,304	(1,744)
Total non current liabilities	**955,478**	**515,615**	**439,862**
TOTAL LIABILITIES	**1,301,972**	**1,046,887**	**255,085**
SHAREHOLDERS' EQUITY	**533,744**	**609,337**	**(75,593)**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	**1,835,717**	**1,656,224**	**179,493**

AUTOGRILL S.P.A. - INCOME STATEMENT - H1 2007

(€k)	H1 2007	H1 2006	Change
Revenue	617,819	562,402	55,417
Other Operating Income	28,687	28,334	353
Total Income	**646,506**	**590,736**	**55,770**
Cost of raw material, items for use and merchandise	315,981	269,797	46,184
Payroll and benefits	129,541	134,226	(4,685)
Rents, concessions and royalties	64,901	56,996	7,905
Other operating costs	61,600	60,486	1,114
Depreciation and Amortisation	18,869	17,485	1,384
Operating Profit	**55,614**	**51,746**	**3,868**
Gains (losses) on financial transactions	14,231	57,007	(42,776)
Net interest expenses	(16,648)	(15,817)	(831)
Profit before tax	**53,197**	**92,936**	**(39,739)**
Tax	(27,030)	(26,608)	(422)
NET PROFIT	**26,167**	**66,328**	**(40,161)**

Analysis of changes in Shareholders' Equity

in thousand of Euro - (€k)	Share Capital	Legal Reserve	Treasury shares purchase reserve	Other reserves and retained profits	Profit for the period	Shareholders' equity
31.12.2005	**132,288**	**6,245**	**28,000**	**313,015**	**95,550**	**575,096**
Allocation of 2005 profit:						
- To Reserves		4,500	2,000	27,994	(34,494)	-
- Dividends					(61,056)	(61,056)
Profit for the period					66,328	66,328
30.06.2006	**132,288**	**10,745**	**30,000**	**341,009**	**66,328**	**580,368**

in thousand of Euro - (€k)	Share Capital	Legal Reserve	Treasury shares purchase reserve	Other reserves and retained profits	Profit for the period	Shareholders' equity
31.12.2006	**132,288**	**10,745**	**30,000**	**341,048**	**95,258**	**609,337**
Allocation of 2006 profit:						
- To Reserves		4,763			(4,763)	-
- Dividends				(11,265)	(90,495)	(101,760)
Profit for the period					26,167	26,167
30.06.2007	**132,288**	**15,508**	**30,000**	**329,783**	**26,167**	**533,744**

AUTOGRILL S.P.A. - CASH FLOW - H1 2007

(€m)	H1 2007	H1 2006
Cash and cash equivalent, net, at the beginning of the period	**97.8**	**8.9**
Profit before tax and net financial cost for the period (including minorities)	55.6	51.7
Amortisation, depreciation and impairment losses on fixed assets net of revaluation	18.9	17.5
(Gains)/losses on the disposal of fixed assets	(0.8)	0.2
Movements in working capital	(55.6)	(55.7)
Net change in non-current non-financial assets and liabilities	(10.9)	1.2
Cash flows from operating activities	**7.2**	**14.9**
Tax paid	(7.3)	(7.1)
Interest paid	(1.5)	(3.4)
Net cash flows from operating activities	**(1.6)**	**4.4**
Expenditure on property, plant and equipment and intagible fixed assets	(36.1)	(19.3)
Net proceeds from assets sales	1.2	0.3
Acquisition of equity investments (*)	(323.5)	-
Cash flows from investing activities	**(358.4)**	**(19.0)**
Medium/long-term financings procured	610.0	0.0
Repayments of instalments of medium/long-term financings	(103.8)	(119.6)
Repayments of short-term loans net of new borrowing	(136.2)	202.1
Payment of dividends	(101.8)	(61.5)
Dividends cash-in	40.5	-
Other flows	0.1	2.5
Cash flows from financing activities	**308.8**	**23.5**
Cash flows for the period	**(51.2)**	**8.9**
Cash and cash equivalent net at the end of the period	**46.6**	**17.8**

Reconciliation of cash and other net liquid assets

(€m)	H1 2007	H1 2006
Cash and cash equivalent, net, at the beginning of the period	**97.8**	**8.9**
Cash and cash equivalents	108.5	34.0
Current account debit balances	(10.7)	(25.1)
Cash and cash equivalent, net, at the end of the period	**46.6**	**17.8**
Cash and cash equivalents	46.6	28.3
Current account debit balances	0.0	(10.5)

(*) The amount includes the deposited amounts to guarantee the tender offer on Alpha Airports Group Plc shares, equal to 128.5 €m.

4.3. Declaration by the Manager in charge of drawing up Company Accounts as prescribed by Legislative Decree 58/1998 §154bis ¶2

The undersigned, Alberto Devecchi, in his capacity as the manager in charge of drawing up Autogrill S.p.A.'s company accounts

DECLARES

as prescribed by §154bis ¶2 of the *Testo Unico della Finanza* [the "Finance Act"] that the First Half Report at 30 June 2007 and the quarterly figures at the same date agree with the documentary records, ledgers and accounting data.

Manager in charge of drawing up Company Accounts
Alberto Devecchi

Rozzano, 11 September 2007

KPMG S.p.A.
Revisione e organizzazione contabile
Via Vittor Pisani, 25
20124 MILANO MI

Telefono 02 6763.1
Telefax 02 67632445
e-mail it-fmauditaly@kpmg.it

(Translation from the Italian original which remains the definitive version)

Review report

To the shareholders of
Autogrill S.p.A.

1 We have reviewed the interim consolidated financial statements comprising the balance sheet, income statement, statement of changes in equity, cash flow statement (the "financial schedules") and notes thereto of the Autogrill Group, which are included in the half year report of Autogrill S.p.A. at 30 June 2007. This half year report is the responsibility of the parent company's directors. Our responsibility is to prepare this report based on our review. We have also reviewed the part of the half year report describing the activities of the group for the period with the sole objective of verifying consistency with the remainder of the half year report.

2 We conducted our review in accordance with Consob (the Italian Commission for Listed Companies and the Stock Exchange) guidelines set out in Consob resolution no. 10867 dated 31 July 1997. The review consisted primarily of the collection of information relating to the captions of the financial schedules and the consistency of application of the accounting policies through discussions with company directors and analytical procedures applied to the financial data presented in the financial schedules. The review excluded such audit procedures as tests of controls and verification or validation of assets and liabilities and is significantly less than an audit performed in accordance with generally accepted auditing standards. As a consequence, contrary to our report on the annual consolidated financial statements, we do not express an audit opinion on the half year report.

3 With regard to the comparative figures relative to the annual consolidated financial statements and half year report of the previous year included in the financial schedules, reference should be made to our reports dated 5 April 2007 and 15 September 2006, respectively.

KPMG

Autogrill Group
Review report
30 June 2007

4 Based on our review, we are not aware of any material modifications or integrations that should be made to the financial schedules and notes thereto referred to in paragraph 1 for them to be in conformity with IAS 34 and the guidelines governing the preparation of the half year reports set out in article 81 of the Consob regulation adopted with resolution no. 11971 dated 14 May 1999 and subsequent modifications and integrations.

Milan, 19 September 2007

KPMG S.p.A.

(Signed on the original)

Giovanni Rebay
Director of Audit

Autogrill S.p.A.

Registered office: *28100 Novara, Italy*
Via Luigi Giulietti, 9
Share capital: *€ 132,288,000 fully paid-up*
Tax number- Business Registry of Novara: *03091940266*
Chamber of Commerce of Novara: *188902 Economic Administrative Index*
VAT Number: *01630730032*

General Management and Head Office: *20089 Rozzano MI, Italy*
Centro Direzionale Milanofiori, Palazzo Z, Strada 5

External Relations: *Telephone (+39)0248263224*
Fax (+39)0248263614
Investor Relations: *Telephone (+39)0248263246*
Fax (+39)0248263557
Company Secretary (for copies): *Telephone (+39)0248263393*
Fax (+39)0248263464
Website: *www.autogrill.com*