2002 HALF-YEAR REPORT

CONTENTS

Note: This is a translation from the italian text into english

AUTOGRILL SpA

Corporate Governance [a]

Board of Directors
(appointed until the approval of the 2004 full-year financial statements)

Chairman [b]	Gilberto **BENETTON**
Chief Executive Officer [c]	Livio **BUTTIGNOL**
Directors	Alessandro **BENETTON**
	Giorgio **BRUNETTI**
	Antonio **BULGHERONI**
	Marco **DESIDERATO**
	Sergio **EREDE**
	Gianni **MION**
	Gaetano **MORAZZONI**

Board of Auditors
(appointed until the approval of the 2002 full-year financial statements)

Chairman	Gianluca **PONZELLINI** [d]
Principal Auditors	Marco **REBOA** [d]
	Ettore Maria **TOSI** [d]
Alternate Auditors	Giovanni Pietro **CUNIAL** [d]
	Graziano Gianmichele **VISENTIN** [d]

Statutory Auditors
(appointed until the approval of the 2002 full-year financial statements)

Arthur Andersen SpA

(a) Information pursuant to CONSOB n° 97001574 of 20 February 1997, with regards to directors and their delegated powers.

(b) Legal and statutory powers and legal representative of the Company including Company signatory.

(c) Ordinary executive powers exercised with single signatory , as decided on 24 April 2002

(d) Financial Auditors

Group Financial Highlights

(m€)	2002 Half-Year	2001 Half-Year	% Growth	2001 Full Year
Chain sales [1]	1.563,5	1.524,3	2,6%	3.337,2
Sales	1.526,7	1.487,9	2,6%	3.266,5
EBITDA [2]	158,3	151,4	4,6%	381,4
% sales	10,4%	10,2%		11,7%
EBIT [3]	81,1	80,8	0,4%	225,8
% sales	5,3%	5,4%		6,9%
Profit/(loss) before tax	0,2	(17,3)	n/s	21,5
% sales	0,0%	(1,2%)		0,7%
Pre-tax cash flow	132,6	107,8	23,0%	294,4
% sales	8,7%	7,2%		9,0%
Investments [4]	71,2	78,7		171,8
Net working capital (Operating activities current net assets)	(282,0)	(247,7)		(335,8)
Net capital employed (Operating activities total net assets)	1.310,9	1.529,8		1.354,7
Net borrowings	(1.079,6)	(1.297,2)		(1.118,4)

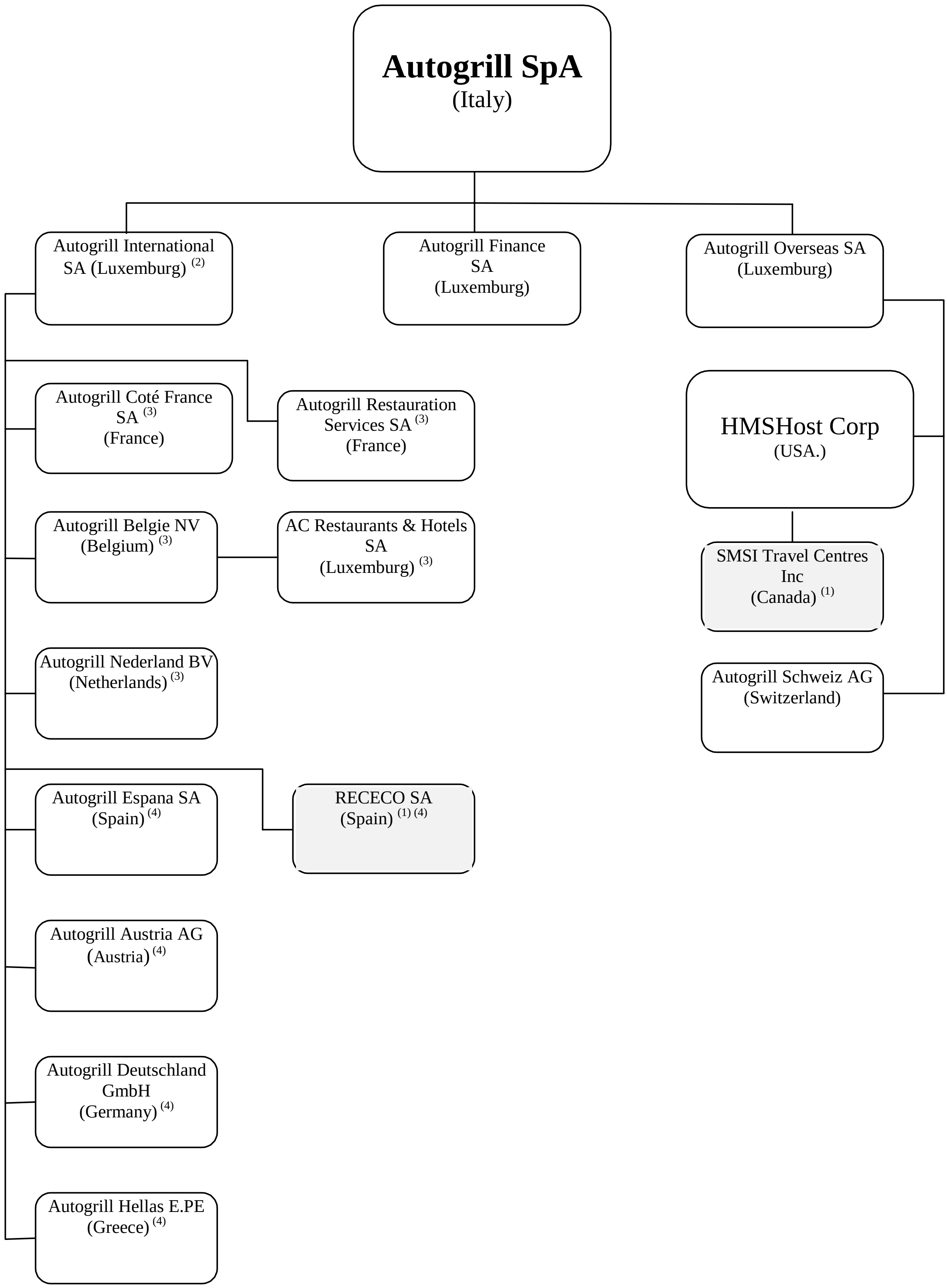
1 - Comprises sales achieved by all operations under Group trade names, managed directly or by franchisees.

2 - Profit before income tax, non-recurring items, finance costs and income and depreciation and amortisation charges.

3 - Profit before income tax, non-recurring items, finance costs and income, consolidation difference and goodwill amortisation.

4 - Excluding investments in subsidiaries and other financial investments.

Simplified Group Structure at 30 June 2002



(1) newly consolidated company
(2) split on 22 July 2002
(3) control transferred to Autogrill Europe Nord-Ouest SA (Luxemburg) on 22 July 2002
(4) control transferred to Autogrill Sud Europa SpA (Italy) on 22 July 2002

Operations Report

Group Profile

Autogrill operates a network of over 4,300 food, beverage and retail outlets at about 900 locations in 15 countries, catering to people on the move along motorways, in airports and train stations as well as at trade fairs, shopping centres and in city centres. The range of concepts and brands owned (including Ciao, Spizzico and ACafe in Italy) and held under licence (including Starbucks, Burger King, Sbarro and Pizza Hut) combine to create a product portfolio of unparalleled range, competitive capacity and impact around the world.

Mission Statement

Autogrill is committed to offering the best choice of food, beverage and retail outlets to people on the move, and in pursuit of this mission, promotes the following core values:

Customer service

Quality is an integral part of the Group's mission and culture and is reflected in the professional, high quality service on offer and its availability 24 hours a day, every day.

Product and concept innovation

Distinguishing Strengths

Autogrill distinguishes itself from its competitors by its extensive network, the variety and quality of the products and services it offers and its ability to innovate.

An extensive network (Autogrill is market leader in both Italy and the US, which account for 84% of Group sales and is a leading player in the majority of other countries where it operates) enables Autogrill to be cost-competitive, supported by the synergy between its different countries' operations.

Restaurant concession operations

The Group operates food and beverage outlets through concessions at airports, train stations, and trade fairs and along motorways, accounting for 90% of its restaurant sales. Market research estimates the size of this market worldwide at € 15 billion, with a 3% average annual traffic growth rate. The Group has one of the highest rates of contract renewal in this sector, reflecting the value it generates for both people on the move and landlords.

Restaurant non-concession operations

Autogrill is enjoying a period of growth in the Italian market in all business sectors it serves. The Group acquired a stake in Pastarito, which operates a chain of restaurants in Italy, to further develop its presence in this segment. Autogrill's current presence in this segment includes the operation of its own brand, Spizzico, as well as the operation of Burger King, under franchise licence.

Analysis of 2002 Half-Year Group Sales

Analysis by Geographic Region

North America	54%
Italy	30%
France	6%
Switzerland	4%
Spain	2%
Benelux	3%
Rest of World	1%

Analysis by Distribution Channel

Motorways	47%
Airports	42%
Train stations	3%
Other	8%

Motorways

Restaurants located along motorways in Europe and North America accounted for 47% of the Group's 2002 half-year sales. The acquisition of SMSI Travel Centres Inc during the first half of 2002 will contribute to the Group's growth in this distribution channel.

Airports

Food and beverage and retail outlets located in airports accounted for 42% of the Group's 2002 half-year sales, representing another major area of strong growth, benefiting from the skills and experience developed over the years by its US subsidiary HMSHost, and which are now shared with the Group.

Train stations

Autogrill has a presence in train stations across Europe - in France, Italy, Switzerland, and now in Spain, following the recent acquisition of Receco SA. Besides the continuous expansion in these markets, the Group is also carefully reviewing opportunities for future development.

Shopping malls and city centre locations

The Group operates some 200 restaurants located in shopping malls and city centres, primarily in Italy, which accounted for 1.8% of its 2002 half-year sales.

Seasonal Nature of Business

The Group's business is affected by the seasonality of travel habits, particularly in the tourism sector. Thus, the results for the first half of the fiscal year are typically 15-20% lower than those of the second half, reflecting the pro-rata allocation of fixed costs and the reduced cost-efficiencies in off-peak periods.

From a financial perspective, the first half of the year is characterised by a dip in cash and bank balances, as some expenses for full year are disbursed during this time.

Group Financial Results

Overview

Unless otherwise specified, figures in the Operations Report are expressed in millions of Euros, represented by the symbol m€. Comparative Income Statement figures refer to the first half of 2001, while comparative Balance Sheet figures refer to balances at 2001 year end.

Group sales for the first half of 2002 increased 2.6% over the same period last year to m€ 1,526.7, while Group EBITDA improved by 4.6% over the same period to m€ 158.3.

The Group realised a profit before tax of m€ 0.2 for the first half of 2002, compared with a loss before tax of m€ 17.3 for the same period last year, as a result of an improving EBITDA and significant decline in finance costs.

Pre-tax cash flow improved by 23% to m€ 132.6. This enabled the Group to reduce its 31 December 2001 net borrowings by m€ 38.8 to m€ 1,079.6, which have declined also due to the impact from movements in the $US dollar/Euro exchange rate. Relative to 30 June 2001, Group net borrowings have decreased by m€ 217.6.

Results vary significantly by distribution channel and geographic region:

- in North America, particularly at US airports, passenger traffic was down 11.8% on 2001half-year figures, although there has been some recovery since September 11;
- in the Euro zone, the outlook is weak, reflecting the psychological impact of the introduction of the Euro single currency, resulting in reduced and redirected consumer spending. In Italy, the Group's main European market, retail sales dropped 1.7% during the two-month period March-April 2002 relative to the same period last year (source: INDIS-Unioncamere). Given that consumers still pay for a significant amount of their purchases in cash, the introduction of the Euro led to a drop in operating efficiency, as predicted, particularly in countries like Italy, where people are not familiar with the notion of cents;
- in Switzerland, sales to travellers from neighbouring countries were down, due to the strength of the Swiss franc against the Euro. Tourist numbers were also affected by the unseasonable lack of snow, while air traveller figures continue to be affected by the failure of the national airline last fall.

Newly consolidated subsidiaries contributed m€ 34.2 to Group sales, which nearly offset the lost sales of m€ 37.9 arising from the disposal of operations as part of the Group's portfolio rationalisation policy, which was conducted during 2001.

On a like-for-like basis of outlets, Group sales increased 2.3%, exceeding traffic and passenger numbers performance.

The Group's success in its branding and service activities has enabled it to increase sales, despite the aforementioned decrease in consumer spending.

The increased emphasis on product mix improvement, coupled with a more precise planning of services has enable the Group to improve its operating profitability, despite the adverse business conditions and the low season and to limit the impact in smaller geographic regions.

Group investments increased by m€ 57.1, based on the investments of the first half of 2001, to m€ 144.5, reflecting the Group's selective growth strategy. The acquisition of a controlling ownership interest in the Spanish company Receco SA and the Canadian company SMSI Travel Centres Inc represented opportunities for synergies for Group operations. The Group's acquisition of a 21.6% ownership interest in Pastarito SpA represents an important step in the development of its non-concession restaurant operations in Italy.

Autogrill Group Condensed Consolidated Income Statement

2001 Full Year	(m€)	2002 Half-Year		2001Half-Year		Change			
						Gross		Net FOREX movements	
3.266,5	Sales	1.526,7		1.487,9		38,8	2,6%	34,8	2,3%
78,5	Other operating revenues	37,1		35,4		1,7	4,8%	1,4	3,9%
3.345,0	**Operating Revenues**	**1.563,8**	***100,0%***	**1.523,3**	***100,0%***	**40,5**	**2,7%**	**36,2**	**2,4%**
(1.886,1)	Cost of goods sold	(893,9)	*-57,2%*	(868,5)	*-57,0%*	(25,4)	2,9%	(23,2)	2,7%
1.458,9	**Gross Profit**	**669,9**	***42,8%***	**654,8**	***43,0%***	**15,1**	**2,3%**	**13,0**	**2,0%**
(1.039,3)	Personnel costs	(494,1)	*-31,6%*	(490,6)	*-32,2%*	(3,5)	0,7%	(1,6)	0,3%
(12,3)	Provision charges & cur. asset writedown	(6,3)	*-0,4%*	(4,5)	*-0,3%*	(1,8)	40,0%	(1,8)	40,0%
(36,9)	Other operating expenses	(17,8)	*-1,1%*	(17,2)	*-1,1%*	(0,6)	3,5%	(0,6)	3,5%
370,4	**Gross Operating Profit**	**151,7**	***9,7%***	**142,5**	***9,4%***	**9,2**	**6,5%**	**9,0**	**6,3%**
(117,3)	Condolidation differences and goodwill amortization and writedowns	(55,2)	*-3,5%*	(54,5)	*-3,6%*	(0,7)	1,3%	(0,6)	1,1%
(155,6)	Intangible assets and PPE amotization/depreciation/writedowns	(77,2)	*-4,9%*	(70,6)	*-4,6%*	(6,6)	9,3%	(6,6)	9,3%
97,5	**Operating Profit**	**19,3**	***1,2%***	**17,4**	***1,1%***	**1,9**	**10,9%**	**1,8**	**10,4%**
(55,3)	Net finance costs	(18,1)	*-1,2%*	(35,9)	*-2,4%*	17,8	-49,6%	17,8	-49,6%
(1,2)	Financial assets writedown	(0,3)	*0,0%*	(0,3)	*0,0%*	-	n.s.	-	0,0%
41,0	**Profit from Ordinary Activities**	**0,9**	***0,1%***	**(18,8)**	***-1,2%***	**19,7**	***n.s.***	**19,6**	***n.s.***
(19,5)	Net exceptional income/(costs)	(0,7)	*0,0%*	1,5	*0,1%*	(2,2)	n.s.	(2,2)	n.s.
21,5	**Profit/(Loss) Before Tax**	**0,2**	***0,0%***	**(17,3)**	***-1,1%***	**17,5**	***n.s.***	**17,4**	***n.s.***
(29,2)	**Income tax (1)**								
(7,7)	**Profit/(Loss) Before Minority Int.**	**0,2**	***0,0%***	**(17,3)**	***-1,1%***	**17,5**	***-101,2%***	**17,4**	***-100,0%***
5,2	Minority Interest	1,9	***0,1%***	2,4	***0,2%***	(0,5)	***-20,8%***	(0,5)	***-20,8%***
(12,9)	**Net Loss**	**(1,7)**	***-0,1%***	**(19,7)**	***-1,3%***	**18,0**	***-91,4%***	**17,9**	***-90,4%***
381,4	**EBITDA**	**158,3**	***10,4%***	**151,4**	***10,2%***	**6,9**	***4,6%***	**6,7**	***4,4%***

(1) not calculated for half-year results

Analysis of Autogrill Group Condensed Consolidated Income Statement Results

Sales

The Group operates, on single locations, leading brand restaurant and beverage outlets, as well as retail outlets and other outlets - particularly at hotels, all with the view to serving people on the move.

Analysis of Group Sales by Business Segment

2001Full Year	(m€)	2002 Half-Year	2001 Half-Year	% Change	
				Gross	Net FOREX
	Direct sales to people on the move				
2.461,6	Food and beverages	1.171,8	1.119,7	4,7%	4,4%
744,5	Retail	326,9	343,6	-4,9%	-5,2%
26,0	Hotels and other	11,8	10,6	10,9%	9,7%
3.232,1	**Subtotal**	**1.510,5**	**1.473,9**	**2,5%**	**2,3%**
34,4	Sales to third parties and associates	16,2	14,0	15,7%	15,7%
3.266,5	**Total Group Sales**	**1.526,7**	**1.487,9**	**2,6%**	**2,3%**

Food and beverage sales increased by 4.7% to m€ 1,171.8, reflecting increases in market penetration and average meal purchases, despite reduced traffic at US airports and Italian motorways, the Group's major sources of sales revenues, which were down 11.8% and up 2.6% respectively (Source: Autostrade SpA). On a like for like basis of outlets basis, sales increased 3.5%.

Retail sales suffered from the disposal of Passaggio Rail AG, which generated sales of m€ 16.2 during the first half of 2001.

Note the above amounts do not include the sales of oil products at service stations run by the Group, which amounted to m€ 25 and m€ 20 respectively for the first half of 2002 and 2001. Only the related uplift is recorded in the income statement as other operating revenues.

Other operating revenues

Other operating revenues arise from ancillary activities to the Group's core businesses, and consist of franchise incomes, promotion contributions from suppliers, oil, motorways pass and telephone card uplift, with these revenues increasing in line with the growth in the volume of business.

Cost of goods sold

Cost of good sold as a percentage of sales remained virtually constant.

Personnel costs

The Group enjoyed lower personnel costs, primarily as a result of the implementation of a more efficient business model at US airport outlets during the first quarter of 2001.

Analysis of Workforce Size by Geographic Regions

(full time equivalents)	2002 Half-Year	2001 Half-Year	Change	2001 Full Year
Autogrill (Europe)	16,163	16,463	(300)	16,463
HMSHost (*)	19,618	23,992	(4,374)	24,634
Total	**35,781**	**40,455**	**(4,674)**	**41,097**

(*) 2002 figures were calculated using different criteria, and, as a result, are approximatively 5% lower.

Other operating expenses

Other operating expenses increased by m€ 0.6 to m€ 17.8, and comprise primarily indirect taxes and till differences.

Provision charges and current assets write-downs

Provision charges and current assets write-downs increased m€ 1.8 to m€ 6.3 , reflecting the Group’s increased prudence in relation to insolvency risk of some of its US business partners.

Non-current assets amortisation, depreciation and write-downs

Non-current assets amortisation, depreciation and write-downs increased m€ 7.3 to m€ 132.4. This amount comprises consolidation difference and goodwill amortizations for m€ 55.2 (m€ 55.2 in the first half of 2001)

Net finance costs

Net finance costs decreased by m€ 17.8 to m€ 18.1, as a result of a mix-shift towards floating interest rate loans and a different mix of borrowing currencies. Thus, the Group’s average cost of borrowing declined to 3.2% from 5.8% for the first half of 2001, reflecting drops in its Euro cost of borrowing to 3.4% from 4.1% and its US dollar cost of borrowing to 1.9% from 5.1% over the same period of time. Net finance costs were also favourably affected by an average reduction in net borrowings of m€ 100 between the two periods.

Net exceptional costs

Group net exceptional costs amounted to m€ 0.7, a m€ 2.2 decrease on 2001 half-year results.

Autogrill Group Condensed Consolidated Balance Sheet and Related Analysis

(m€)	June 30, 2002 (1)	Dec. 31, 2001	Change Gross	Change Net FOREX	June 30, 2000 (1)
Non-Current Assets					
Intangible assets	1.200,1	1.286,3	(86,2)	10,2	1.362,3
Property, plant and equipment	460,4	486,6	(26,2)	(10,0)	502,9
Investments	49,3	34,0	15,3	17,4	26,5
	1.709,8	**1.806,9**	**(97,1)**	**17,6**	**1.891,7**
Net Working Capital			-		
Inventory	83,7	90,3	(6,6)	(2,0)	95,5
Trade accounts receivable	71,0	60,8	10,2	12,2	68,4
Currnet assets	220,8	239,3	(18,5)	(0,0)	258,6
Trade accounts payable	(391,3)	(433,6)	42,3	24,5	(396,2)
Provisions for risks and liabilities	(85,3)	(92,5)	7,2	5,2	(86,5)
Other current liabilities	(180,9)	(200,1)	19,2	9,2	(187,5)
	(282,0)	**(335,8)**	**53,8**	**49,1**	**(247,7)**
CAPITAL EMPLOYED	**1.427,8**	**1.471,1**	**(43,3)**	**66,7**	**1.644,0**
Non-current operating liabilities including termination benefits provision	**(116,9)**	**(116,4)**	**(0,5)**	**(2,9)**	**(117,0)**
NET CAPITAL EMPLOYED	**1.310,9**	**1.354,7**	**(43,8)**	**63,8**	**1.527,0**
FINANCED BY:					
Group Equity and Minority Interest					
Group Equity	213,9	216,1	(2,2)	(2,3)	209,0
Minority Interest	17,4	20,2	(2,8)	(1,3)	20,8
	231,3	**236,3**	**(5,0)**	**(3,6)**	**229,8**
Convertible Bonds (a)	**371,7**	**368,1**	**3,6**	**3,6**	**364,4**
Non-Current Net Borrowings (b)					
Non-current borrowings	837,4	969,5	(132,1)	(16,7)	**638,5**
Non-current financial receivables	(92,4)	(51,4)	(41,0)	(47,0)	
	745,0	**918,1**	**(173,1)**	**(63,7)**	**638,5**
Current Net Financial Assets (c)					
Current borrowings	109,6	118,1	(8,5)	(19,9)	445,0
Cash, marketable securites and financial receivables	(146,7)	(285,9)	139,2	147,3	(150,7)
	(37,1)	**(167,8)**	**130,7**	**127,4**	**294,3**
NET BORROWINGS (a+b+c)	**1.079,6**	**1.118,4**	**(38,8)**	**67,3**	**1.297,2**

(1) calculations determined using pre-tax results

The Group’s net capital employed and net borrowings were reduced by m€ 43.8 and m€ 38.8 respectively, compared to 31 December 2001 due to FOREX fluctuations. Approximately 80% of the Group’s invested capital is held in US dollars, as are borrowings of almost equal value.

The Group’s equity has not been significantly affected by FOREX movements, which slightly declined during the half year.

Autogrill Group Cash Flow Statement

Consolidated Cash Flow Statement

Full Year 2001	(m€)	Half-Year 2002	Half-Year 2001
(197.8)	**Opening net cash balances** (1)	**175.5**	**(195.5)**
31.5	Financial period net profit/(loss) (2)	0.2	(17.3)
272.9	Non-current assets amortization, depreciation and writedown charges	132.4	125.1
0.2	Non-current assets capital gains/(losses)	0.1	(0.1)
1.5	Provisions for risks and liabilities charges	(5.2)	(3.2)
0.4	Net change in working capital (2)	(57.3)	(54.7)
2.5	Net change in non-current borrowings and termination benefits provision	2.9	2.1
309.0	**Net cash flow from operating activities**	73.1	51.9
(171.8)	Investments in intangible assets and property, plant and equipment	(71.2)	(78.7)
11.6	Proceeds from non-current assets disposals	2.4	0.7
(23.1)	Acquisition of consolidated subsidiaries	(57.9)	(14.0)
(14.2)	Net change in investments	(17.8)	4.6
(197.5)	**Net cash flow applied to investing activities**	(144.5)	(87.4)
7.2	Interest maturing on zero-coupon convertible bond	3.6	3.6
347.0	New non-current borrowings	15.5	272.4
(78.8)	Non-current borrowings repayment/transfer to current borrowings	(79.2)	(318.9)
(10.5)	Dividend payments to Parent Company shareholders	-	(10.5)
(7.2)	Other	(3.7)	(3.6)
257.7	**Net cash flow from/(applied to) financing activities**	(63.8)	(57.0)
369.2	**Increase/(decrease) in cash and cash equivalents**	(135.2)	(92.5)
(3.6)	FOREX movement on short-term borrowings	(3.2)	(6.3)
167.8	**Cash and cash equivalents – Closing balance**	**37.1**	**(294.3)**
(1,286.2)	**Non-Current Borrowings** (4)	**(1,116.7)**	**(1,002.9)**
(1.118.4)	**Net Financial Position**	**(1,079.6)**	**(1,297.2)**

(1) Newly consolidated companies net cash balances incorporated in opening balance:
30 June 2002: m€ 7.7, 31 Dec. 2001: m€ 5.5, 30 June 2001: m€ 7.8

(2) determined before tax for the period

(3) Excludes goodwill and consolidation differences relating to subsidiaries acquired during the period

(4) These balances were affected by the following factors:

Full Year 2001	(m€)	Half-Year 2002	Half-Year 2001
(26.1)	Impact of change in Group structure	-	(24.3)
(50.2)	Impact of FOREX movement on non-current borrowings	109.4	(87.1)

Analysis of Consolidated Cash Flow Statement Results

Net cash flow from operating activities increased by m€ 21.2 to m€ 73.1.

Net cash flow applied to investing activities increased by m€ 57.1 to m€ 144.5, consisting of m€ 57.9 in disbursements to acquire subsidiaries, an increase of m€ 43.9 on the same period last year, m€ 19 in disbursements to acquire equity stakes in associate companies as well as to make further improvements to operations, and m€ 71.2 in disbursements to acquire intangible assets and property, plant and equipment, a decrease of m€ 7.5 over the same period last year.

The Group's investments in intangible assets and property plant and equipment during the first half of 2002 can be analysed by geographic region, distribution channel and purpose as follows:

Investimenti

(m€)	2002 Half-Year		2001 Half-Year	
Geographic Region	m€	% total	m€	% total
HMSHost [1]	22,3	31,3%	34,9	44,3%
Italy	22,8	32,0%	16,0	20,3%
Switzerland	5,1	7,2%	13,3	16,9%
France	11,1	15,6%	6,4	8,1%
Spain	5,4	7,6%	1,4	1,8%
Benelux	1,4	2,0%	0,8	1,0%
Greece	0,1	0,1%	0,8	1,0%
Austria - Germany	1,8	2,5%	0,1	0,1%
Unallocated [2]	1,2	1,7%	5,0	6,4%
Total Investments	71,2	100,0%	78,7	100,0%

[1] North America, Europe and Asia-Pacific

[2] Relates to new head office housing Autogrill (Europe) central activities and Autogrill Italy operations

Distribution Channel	m€	% total	m€	% total
Airports	18,5	26,0%	27,9	35,5%
Motorways	35,9	50,4%	27,7	35,2%
Train Stations	2,7	3,8%	2,9	3,7%
Non-concessions	8,6	12,1%	9,5	12,1%
Unallocated	5,5	7,7%	10,7	13,6%
Total Investments	71,2	100,0%	78,7	100,0%

Investment Purpose	m€	% total	m€	% total
Development [1]	49,1	69,0%	57,1	72,6%
Maintenance	16,6	23,3%	10,9	13,9%
Other [2]	5,5	7,7%	10,7	13,6%
Total Investments	71,2	100,0%	78,7	100,0%

[1] new outlets and renovated outlets to reflect change in offer
[2] central ICT and Autogrill (Europe) Head Office investments.

Investment disbursements during the first half of 2002 amounted to 4.6% of sales, compared to 5.3% for the first half of 2002 and 5.2% for the whole of 2001, reflecting changes made to the investment plan to incorporate the current unfavourable outlook for airport outlets.

In Italy, major investments consisted of the opening of the new Modello 2 at the Po East motorway, the new food court at Naples Capodichino airport and new locations at Termini Station in Rome (Table Cafe and Spizzico). Major renovation works were realised at the Somaglia East and Fratta North motorway outlets.

In Europe, the Group's investments were primarily focused on restructuring the existing network locations, including Margarette South, La Reserve, Morieres, Bordeaux, Drace, Perrogney and Port d'Alsace in France, Sagunto and Villacastin in Spain and Matrei in Austria. Two new outlets were opened in Switzerland, at Pieterlen (motorway) and Basel (airport).

The Group's investment at HMSHost operations mainly focused on renovating, reconcepting and rebranding existing airport locations.

Analysis of Group Outlets by Geographic Region & Business Segment

The Group operates 4,300 restaurant, beverage and retail outlets at 886 locations as follows:

Region	Motorways	Airports	Train Stations	Other	Total - June 30, 2002	Total - June 30, 2001
Europe	529	12	33	125	699	701
North America	103	70	-	9	182	165
Rest of World	-	5	-	-	5	4
Total	**632**	**87**	**33**	**134**	**886**	**870**

Restaurant concession outlets account for 90% of the Group's sales. Concessions are obtained from companies managing the motorways, airports, train stations and shopping malls, and in some cases, directly from oil companies.

Operating Results by geographical area

Overview

Analysis by geographical area represents the primary segment to disclose the performance of the Group's operations. Operating responsibilities are in line with this analysis.

For the purposes of financial information comparability, HMSHost operations have not been divided into geographical regions, as they are primarily concentrated in North America (95% of sales), with the remaining operations based in Europe (4%) and Asia-Pacific (1%).

Differences in performance and investment levels across geographical regions result from differences in business models and environments. Autogrill operations in Italy, which account for over 60% of European sales, benefit from the dominance of multibrand outlets, enabling it to maximise its operating efficiency and capital in this region.

European sales are markedly more seasonal than those in North America and have been affected by an economic environment characterised by smaller markets being more adversely affected.

Analysis of Group's 2002 Half-Year Results by Geographic Regions

	Autogrill (Europe)				HMSHost (North America)			Unallocated		Autogrill Group			
(m€)	2002	2001	% Change		2002	2001	% Change	2002	2001	2002	2001	% Change	
	HY	HY	Gross	Net FOREX	HY	HY	Gross	HY	HY	HY	HY	Gross	Net FOREX
Sales	710,5	714,5	-0,6%	-1,0%	816,2	773,4	5,5%			1.526,7	1.487,9	2,6%	2,3%
EBITDA (*)	71,9	78,2	-8,1%	-8,2%	95,8	79,6	20,3%	(9,4)	(6,4)	158,3	151,4	4,6%	4,5%
% sales	10,1%	10,9%			11,7%	10,3%				10,4%	10,2%		
Investments	47,7	38,8	22,9%	21,4%	22,3	34,9	-36,1%	1,2	5,0	71,2	78,7	-9,5%	-3,8%
Deprciation	33,0	31,2	5,8%	5,2%	43,6	39,0	11,9%	55,9	54,9	132,4	125,1	5,8%	5,7%

HMSHost Operations

All HMSHost operations results are expressed in millions of US dollars, represented by the symbol m$, in order to eliminate the impact of FOREX movements.

2002 half-year sales results

HMSHost 2002 half-year sales increased 5.5% to m$ 732,4 (4% increase on a like-for-like basis), despite an 11.8% drop in North American air traffic (source: ATA).

Distribution channels served by HMSHost enjoyed the following performances:

airports: sales amounted to m$ 547.9, despite the aforementioned reduction in traffic, representing a 4% increase on a-like-for-like basis ;

motorways: sales amounted to m$ 161, representing a 11% increase on a like-for-like basis (excluding sales from newly acquired SMSI Travel Centres Inc).;

shopping malls: sales amounted to m$ 23.5, representing a 1.6% increase on alike-for-like basis.

HMSHost EBITDA 2002 half year improved 20.3 % relative to the same period last year to m$ 86. EBITDA, expressed as a percentage of sales, improved to 11.7% from 10.3% over the same period.

These results reflect measures implemented during 2000 and 2001 to improve efficiency and the effectiveness of its business model. These continued to be implemented during the first half of 2002, including notably the m$ 3.7 invested in the National Processing Centre project in order to centralise HMSHost administrative activities.

Investments in tangible assets during the first half of 2002 amounted to m$ 22.2 (2.7% of sales), down 25% from the m$ 30 invested during the first half of 2001 (4.2% of sales), as a result of adjustments made to the investment program after the events of September 11.

2002 half-year development activities

The Canadian company SMSI Travel Centres Inc was acquired in full for m$ 35.7. This company operates and manages restaurant outlets at 18 service areas along Highways 400 and 401, the two most important motorways in the province of Ontario, as well as 16 restaurant outlets located in the three terminals of Toronto international airport, Canada's largest and the 26th largest in the world (source: ACI). During the first half of 2002, this company realised sales of m€ 22.3, with motorway outlets accounting for m$ 18.7 and airport outlets accounting for m$ 3.6;

- m$ 800 in contracts were awarded or renewed, including the following contracts:
  - Contracts renewed
    - a 15-year contract for restaurant service provision at Kansas City airport;
    - a contract until 2014 for restaurant service provision at Palm Beach airport;
    - a contract until 2008 for restaurant service provision at Los Angeles airport;
    - a 2-year contract for food and beverage activities at the John Wayne airport at Santa Ana;
  - Contracts awarded
    - the development and management, for an initial period of 12 years, of two new restaurant service areas on the Ohio Turnpike;
    - a 10-year contract for restaurant services at the new Edward H. McNamara terminal in the Detroit international airport;
    - a 15-year contract for 2 retail outlets at the Vancouver (Canada) international airport;
    - a 10 year contract for food and beverage services at the Calgary (Canada) international airport;
    - two new contracts at the Newark international airport;
    - a 7-year contract for restaurant, beverage and retail services at the San Antonio international airport;

The first four restaurants on the New Jersey Turnpike were reopened, after the completion of a renovation program, which will lead to the modernisation of restaurants at all 12 service areas over the next three years. This concession contract, which concerns one of the largest motorways in the US with over 600,000 vehicles travelling through it daily (source: New Jersey Turnpike Authorities), was renewed in 1999 for 20 years. Works included the full renovation of existing facilities and surrounding car parks and the introduction of branded products - a first for the motorway distribution channel. Sales at the four recently renovated have enjoyed an average increase of 35%, compared to the same period last year.

Autogrill Europe

Autogrill registered weaker sales growth as a result of the following factors:

a) the undertaking of renovation work at selected existing outlets and the disposal of other outlets, primarily during the previous financial year, reflecting the restructuring of Group’s business portfolio;

b) a dramatic reduction in numbers of international travellers to Switzerland and the Netherlands;

c) a decline in consumer spending, especially in Italy, reflected in the decrease in consumer transactions during this period.

(in m€)	2002 Half-Year									
	Italy	**France**	**Switz.**	**Spain**	**Belgium**	**Neth.**	**Austria**	**Germany**	**Greece**	**Total**
Sales	465,4	84,8	67,6	34,1	18,1	23,7	9,7	3,8	3,3	**710,5**
EBITDA	64,7	6,5	(0,9)	2,3	(0,4)	0,9	(1,0)	(0,6)	0,4	**71,9**
% sales	*13,9%*	*7,7%*	*-1,3%*	*6,7%*	*-2,2%*	*3,8%*	*-10,3%*	*-15,8%*	*12,1%*	***10,1%***
Investments	22,8	11,1	5,1	5,4	0,6	0,8	1,5	0,3	0,1	**47,7**
Depreciation	15,6	7,4	3,8	1,8	1,2	1,4	1,2	0,4	0,2	**33,0**

	2001 Half-Year									
	Italy	**France**	**Switz.**	**Spain**	**Belgium**	**Neth.**	**Austria**	**Germany**	**Greece**	**Total**
Sales	463,7	79,4	82,6	28,0	18,3	24,4	10,0	5,6	2,5	**714,5**
EBITDA	64,3	7,4	1,4	2,2	0,8	2,6	(0,0)	(0,8)	0,3	**78,2**
% sales	*13,9%*	*9,3%*	*1,7%*	*7,9%*	*4,5%*	*10,8%*	*-0,4%*	*-13,8%*	*11,7%*	*11,0%*
Investiments	16,0	6,4	13,3	1,4	0,4	0,4	0,1	0,0	0,8	**38,8**
Depreciation	15,3	6,9	2,9	1,4	1,4	1,4	1,5	0,2	0,2	**31,2**

These factors contrast with the wider availability of services offered in Italy and the increase in market shares achieved in France, Spain and train stations in Italy.

EBITDA as a percentage of sales dropped by 0.8 basis points, as a result of lower traffic and temporary difficulties relating to the Autogrill operating structure, which were quickly resolved during the second half of 2002.

Italy

Sales increased 0.3% to m€ 465.4, affected by generally weak consumer spending as well as by reduced motor vehicles traffic to ski resort during the first three months of the year (due to lack of snow) and to city centres (due to traffic restrictions imposed because of high pollution levels).

Sales varied considerably by distribution channels and products.

Motorway sales were stable, with a drop in excess of 30% in ancillary product sales (lottery tickets, cigarettes and newspapers) and a 2.5% drop in miscellaneous retail products being offset by a 4.4% growth in food and beverage products sales, resulting from a 2.6% increase in traffic (source: Autostrade SpA)

Airport sales decreased by m€ 1 to m€ 14.4, reflecting a 5.4% drop in air traffic (source: Assoareoporti).

Spizzico and Burger King chain quick service restaurants enjoyed overall sales growth of 7.7% and 20.3% respectively, with chain sales up 12.4% and 28.6% respectively (compared to 2.5% and 15.3% increases recorded during the 2001 half-year).

Outlets' personnel costs as a percentage of sales increased 1 basis point to 24.1%, reflecting an increase in workforce size during the first three months of 2002 in order to handle the transition to the Euro. During the next three months, human resources were deployed in a more efficient way, in line with sales trends. Lease costs increased by 6.1% over the same period last year, accounting for an increasing percentage of sales (8.9% to 9.4%). Other operating costs also increased, reflecting higher cleaning and maintenance spending in order to improve the level of service to customers at outlets. Advertising costs increased by m€ 1 to m€ 6.1, in order to counter the slowdown in consumer spending,

Despite the reduction in revenues, EBITDA progressed in terms of value (m€ 64.7) and remained stable as a percentage of sales (13.9%) relative to the first half of 2001.

Investments increased by m€ 6.8 to m€ 22.8 compared to the 1st half of 2001. More than half related to development activity, that includede the openings of 8 new Spizzico and 2 new Burger King restaurants.

During the first half of 2002, the Group acquired a 21.6% ownership interest in Pastarito SpA and initiated preliminary negotiations with the intention of acquiring both Ristop SpA and Cisim Food SpA.

Pastarito SpA is Italy's largest table service restaurant chain, with forecast 2002 full year sales of m€ 50 and rapid growth expected for the coming years. The price of the Group's 21.6% acquisition stake was based on the company's full valuation of m€ 67. The Group will have the option to increase its ownership interest at prices based on the company's performance over the next two years.

Ristop SpA operates restaurants in Italy through the same distribution channels as the Group, with 26 outlets employing a workforce of over 600. 2002 full year sales are anticipated to reach m€ 55 and a valuation of m€ 34 has been placed on the company. On 29 July 2002, the Italian Competition Authority (ICA) blocked the Group's proposed acquisition of a controlling interest in Ristop SpA and this led to further consideration of the acquisition of a 45% share, as an alternative provided for in the preliminary sales agreement.

Cisim Food SpA operates restaurants in Rome's Fiumicino and Ciampino airports and realised 2001 full year sales in excess of m€ 25. The preliminary sales agreement provides for the Group to acquire a 55% ownership interest in the company, based on the company's full valuation of m€ 13.8. The acquisition is subject to a number of conditions, including approval from the Rome Airport Authority and ICA.

France

Sales increased 6.8% to m€ 84.8, with both motorways and train stations distribution channels enjoying sales growth of 6.8% and 8.3% respectively. On a like-for-like basis, motorway sales increased 6%, while train station operations benefited from the reopening of renovated outlets and good results from outlets located along high-speed train lines.

EBITDA decreased by m€ 0.9 to m€ 6.5, reflecting less than optimal operating capacity and the occurrence of a series of non-recurring costs at train stations.

Investments increased significantly by m€ 6.4 to m€ 11.1, primarily as a result of network rebranding and expansion initiatives at train stations, with these initiatives continuing over the next few months.

Switzerland

All Autogrill Swiss operations results are expressed in millions of Swiss Francs, represented by the symbol mSFR, in order to eliminate the impact of FOREX movements.

Sales decreased by 22.9% to mSFR 99.2, primarily as a result of the rationalisation of the Group's business portfolio during 2001. This rationalisation included the acquisition of full control of a restaurant outlet at Zurich airport and the cessation of businesses that had generated sales of mSFR 35.2 during the first half of 2001.

Motorways sales decreased by 5.7% to mSFR 36.8, reflecting the drop in tourist numbers resulting from the lack of snow during the winter season and the decline in Swiss competitiveness, which has been made even more obvious with the introduction of the Euro. Airport sales increased 73.1% to mSFR 31.2, as a result of the full consolidation of Zurich airport operations and the opening of a new outlet at Basel airport. On a like-for-like basis during the half year, sales generated by the Zurich airport operations were down 23.2%, which was less than the decline in traffic flow there. (source: Unique)

EBITDA decreased by mSFR 3.7, as a result of lower sales and higher incidence of personnel costs. During the first half of 2002, greater control over selling costs was achieved, and many initiatives were undertaken to lower costs, including the renegotiation of contracts with major suppliers. Restructuring initiatives undertaken during 2001 are responsible for the 18.3% drop in general costs, which fell from mSFR 10.9 to mSFR 8.9, a trend set to continue over the coming months.

Investments decreased from mSFR 20.3 to mSFR 7.5. 2002 half-year investments focused on development and rebranding activities, while 2001 half-year investments focused on the final phases of an investment program that the Swiss operations had initiated prior to their acquisition by the Group.

Spain

On March 13, 2002, the Group acquired a 70% share in Receco SA for m€ 17, with the option to acquire the remaining share capital. Receco SA operates outlets in train stations, primarily at the country's three high-speed train stations - Madrid (Atocha), Seville and Cordoba, with an average contract duration of 15 years. The Spanish government is committed to developing the country's high-speed train network over the coming years, with annual passenger numbers set to rise from the current 6 million to 37 million by 2010.

Sales increased by 21.8% to m€ 34.1. On a like-for-like basis (excluding Receco SA operations), sales increased 7.1% to m€ 30.

EBITDA increased to m€ 2.3, but as a percentage of sales decreased to 6.7% from 7.9%, as a result of increased personnel costs and increased rent charges arising from expanded area of business.

Investments increased to m€ 5.4, relating primarily to the expansion and rebranding of existing outlets.

Belgium

Sales marginally declined to m€ 18.1 from m€ 18.3, reflecting the closure of 14 outlets in shopping malls. On a like-for-like basis, sales increased 3.8% relative to the first half of 2001

EBITDA decreased by m€ 1.2, as a result of lower sales and higher personnel and operating costs.

Investments increased to m€ 0.6.

2002 half-year development activity focused on winning, in May, an eight-year contract for three restaurant outlets in the Namur train station. Forecasted sales over the duration of the contract are m€ 11.6 and the initial investment is m€ 1.

Netherlands

Sales marginally declined by m€ 0.7 to m€ 23.7, reflecting a drop in hotel trade and the partial closure of the Boxmeer site, which decreased sales by m€ 0.3.

EBITDA decreased by m€ 1.7, reflected higher incidence of personnel costs and cost of goods sold. Higher costs arise from the Europe-wide increase in material costs, which have only recently been partially passed on to consumers. The company is currently reviewing its business model in order to boost profitability.

Investments increased to m€ 0.8.

Austria

Sales decreased by 3% to m€ 9.7, reflecting the closure of several ski resorts due to lack of snow and the temporary closure of outlets located at Matrei, Feistritz and Bad Fischau for renovation works.

The renovation works at Matrei, on the Brenner motorway, are of particular significance, as products and services found at Autogrill Italian service areas are being introduced here.

Germany

Sales decreased to m€ 3.8 from m€ 5.6 primarily as a result of the termination of its contract for an outlet at Brohltal (September 2001) and two outlets in northern Germany (March 31, 2002).

EBITDA fell to a loss of m€ 1.6.

Greece

Sales increased 32% to m€ 3.3, as a result of outlets opened at the Athens airport during the second half of 2001 and the strong performance of motorway locations, which enjoyed sales growth of 17.1%.

EBITDA as a percentage of sales increased to 12.1% from 11.7%.

Analysis of Sales by Distribution Channel

The business channel represents the secondary segment to disclose the Group’s results.

	Autogrill (Europe)				HMSHost (North America)			Autogrill Group			
			% Change				% Change			% Change	
(m€)	2002	2001	Gross	Net FOREX	2002	2001	Gross	2002	2001	Gross	Net FOREX
Motorways	533,4	529,6	0,7%	0,5%	187,4	151,1	24,0%	720,8	680,7	5,9%	5,5%
Airports	37,0	27,3	35,5%	33,0%	602,7	594,5	1,4%	639,7	621,8	2,9%	2,6%
Train stations	42,9	39,2	9,4%	8,1%				42,9	39,2	9,4%	7,4%
Other	97,2	118,4	-17,9%	-19,0%	26,1	27,8	-6,1%	123,3	146,2	-15,7%	-16,0%
Total Sales	**710,5**	**714,5**	**-0,6%**	**-1,0%**	**816,2**	**773,4**	**5,6%**	**1526,7**	**1487,9**	**2,6%**	**2,3%**

Airports

Over 90% of the Group’s airport sales are generated in North America, a market that experienced an 11.8% fall in traffic relative to the first half of 2001 (source: ATA). Nevertheless, the Group posted a 1.3% increase in North American airport sales. Airport sales in Europe increased by 35.4%, as a result of an increase in the number of outlets due to subsidiary acquisitions. The Group’s subsidiary responsible for its outlet at Zurich airport is now fully consolidated instead of being 50% consolidated, operating, like the Group’s Athens airport outlet, for a full six months during the first half of 2002, compared with just two months for the first half of 2001.

Motorways

Overall the Group enjoyed a 5.5% increase in motorway sales, with varying regional performances. In Europe, motorway outlets operations in France and Spain enjoyed strong sales growth of 7% and 6.8% respectively, while motorway outlets operations in Italy and Spain were adversely affected by the following external factors: the lack of snow during the winter tourism season, the fall in retail spending and, in Italy, the closure of major city centres to motor vehicle traffic in January 2002. In North America, sales increased 11% on a like-for-like basis. Sales increased by 24% when sales relating to the Canadian company SMSI Travel Centres Inc, which was acquired in March 2002, are incorporated.

Train Stations

Train station sales increased 9.3% to m€ 42.9, primarily as a result of the strategically important acquisition of Receco SA, which will enable the Group to further develop this distribution channel across continental Europe, where it has already established a presence in France, Italy and Switzerland. Thanks to the newly acquired locations in Spain and France, the Group will be in a position to benefit from the future development of the high-speed train service across Europe. Train station sales in France increased by 8.3% as a result of the reopening of selected locations following renovation works undertaken during the first half of 2001 and the strong performance of stations along the high-speed train service lines

Other

Other sales dropped 18% primarily as a result of the disposal of non-core operations in Switzerland at the end of 2001.

Other Information

Research and Development

Reflecting the nature of the Group's activity, investments are made in the area of innovation, product evolution and the development of quality restaurant, beverage and retail outlets products and services delivery systems. The Group per se carries out no scientific research.

Related party transactions

Related party transactions are summarised below in accordance with Article 2359 of the Italian Civil Code and International Accounting Standard 24.

Related party transactions are completed under normal market conditions in the conducting of the Group's ordinary business.

Transactions between Autogrill Group and its holding company (Edizione Holding SpA)

Edizione Holding SpA has a 57.09% controlling ownership interest in the Group's Parent Company, Autogrill Spa, with the remaining shares held by Italian and international institutional investors, individual shareholders and Group employees.

During the first half of 2002, relations with Edizione Holding SpA almost exclusively concerned the participation in a Group insurance plan in order to limit costs relating to specific risks.

Income Statement and Balance Sheet amounts arising from transactions between Autogrill Group and Edizione Holding Spa for the half-year ending 30 June 2002 are as follows:

(k€)	**Edizione Holding S.p.A.**
Income Statement	
Services expenses	20
Balance Sheet	
Trade accounts receivable	38

Transactions between Autogrill Group and related companies

(m€)	Benetton Group S.p.A.	Edizione Property S.p.A.	Verde Sport
Income Statement			
Sales			30
Other operating revenues		26	2
Finance costs			
Purchases	60		
Services expenses			
Lease and rental expenses	14	13	
Balance Sheet			
Trade accounts payable	68		
Financial liabilities			
Trade accounts receivable		31	48

Significant relations with companies sharing common ownership:

- Benetton Group SpA supplied Autogrill SpA with outlet employee uniforms.
- Edizione Property SpA entered into a lease contract regarding an outlet in the process of being developed. The receivable relates to the costs incurred by Autogrill, which are being rebilled to Edizione Property.
- There is a sales agreement between Autogrill and Verde Sport SpA regarding the provision of restaurant services at the Treviso sports centre.

There are no other significant relations between related companies. Relations with Concessioni e Costruzioni Autostrade SpA and Grandi Stazioni SpA, in which Edizione Holding SpA holds an 18% and 12.6% ownership interest respectively, are disclosed where relevant.

Pursuant to the 1988 agreement, modified in 1996, the Autostrade Group, which manages 48% of the Italian motorway network, granted direct concessions to Autogrill SpA for restaurant and non-oil retail services at 93 service areas, 9 of which are held by franchisees.

Autogrill SpA and Autogrill Cafe Ltd operate restaurants on a sub-concession basis from Grandi Stazioni SpA, in the Termini train station in Rome.

Income Statement and Balance Sheet amounts arising from transactions between related companies for the half-year ending 30 June 2002 are as follows:

(k€)	Autostrade S.p.A	Grandi Stazioni S.p.A.
Income Statement		
Sales	4	-
Other operating revenues	345	-
Services expenses	537	-
Lease and rental expenses	9.602	272
Balance Sheet		
Trade accounts payable	1.228	205
Trade accounts receivable	1.290	-

Corporate Governance Developments

On 25 March 2002, the Board of Directors noted the revised Autogrill Group Corporate Governance Report, which reflects the Group's stricter compliance with the Italian Stock Exchange's (Borsa Italiana SpA) corporate governance requirements for companies listed on it. The Report was filed with the Italian Stock Exchange on April 2, 2002.

On 24 April 2002, the Board of Directors approved:

- the appointment of Gianni Mion as Chairman of the Remuneration Committee and Antonio Bulgheroni and Sergio Erede as members;
- the establishment of an Internal Audit Committee, with the following mandates:
  - assessment of the adequacy of the internal audit function;
  - review of internal audit plans and issued reports;
  - setting statutory auditors fees;
- the appointment of Giorgio Brunetti as Chairman of the Internal Audit Committee and Marco Desiderato and Gaetano Morazzoni as members.

Following the renewal of the term of the Chief Executive Officer for the 2002-2004 financial years and upon approval of the Remuneration Committee, an agreement was entered into by the Company containing the following stipulations:

- a fixed level of remuneration plus annual and three year performance-related bonus;
- compensation of € 1,240,000 in the event the appointment is terminated without cause, or not renewed at the three-year maturity date.

At the beginning of 2002 a new business concept was introduced with an emphasis on integrating the various activities conducted by the Group in various countries, reflecting the Group's organisational structure, corporate governance code and geographic distribution. This plan will focus on maximising the value of local operations while reducing costs that are common to its European operations, reflecting the Group's pan-European setting.

From May 2002, the Group's operations in France, Belgium, the Netherlands and Luxembourg have been grouped into one Division, reflecting their geographical and cultural proximity, with this Division to unify strategic objectives for its financial results.

At the same time, responsibility for the development of local strategies and for performance results for operations in Germany, Austria and Greece have been assigned to the General Director for Group Strategic Development, who is also responsible for integrating these operations with those of Italy, including the Parent Company.

Autogrill Group's legal and corporate organizational structure is in the process of being modified, to reflect the above organisation changes, in order to achieve its goals, as described below.

Treasury shares

On 30 June 2002, neither the Parent Company nor its subsidiaries held any shares in itself or in the holding company that controls it, nor did it acquire or dispose of such shares during the first half of 2002.

Significant Post-Balance Sheet Events

The demerger of Autogrill International SA was an important first step towards the introduction of the Group's effective organisation structures and new business model.

Group operations in France, Belgium, Netherlands and Luxembourg were grouped together in one "Country". The ownership of shares of the companies operating in these markets has been transferred to Autogrill Europe Nord-Ouest SA and the "Country manager" has been appointed Chief Executive Officer of this Company.

Group operations in Germany, Austria and Greece were grouped together with those of Italy, and the ownership of shares of companies operating in the first three markets transferred to Autogrill Sud Europa SA (which subsequently changed its head office location in Italy and converted its legal status into an SpA).

The Board of Directors has approved plans to merge Autogrill Sud Europa SpA with Autogrill SA, and is awaiting approval from the next Shareholder's Meeting to implement these plans.

On 29 July 2002, the Italian Competition Authority (ICA) blocked the Group's proposed acquisition of a controlling interest in Ristop SpA and indicated its intent to consider an alternative proposal allowing the Group to acquire a 45% ownership interest instead, which in the meantime has been suspended. A competitor of Autogrill had filed an objection to ICA regarding Autogrill's proposed acquisition of Ristop SpA, in light of possible changes to the Italian motorway systems market, which in 2003 will be affected by renewal of concessions for the management of service areas (approximately 80 of which are currently managed by Autogrill or its affiliates). The Group is currently reviewing ICA's decision and considering its options in this matter.

Regarding the Group's proposed acquisition of a controlling interest in Cisim Food SpA, the conditions of the preliminary sales agreement have not been met, with the expiry date fast approaching. In the event that this matter is pursued further, approval of the acquisition will have to be sought from ICA.

Autostrade Group has invited tenders from operators interested in managing the distribution of oil and the provision of food and beverage and retail services at nine planned service areas. Autogrill will not submit tenders for five of these service areas, pursuant to agreements entered into in 1996. As a result of these new concessions, competition in the Italian motorways market is expected to intensify, possibly leading to consolidations in 2003, when the first concession renewals arise.

Autogrill Group remains confident about its future and intends to take full advantage of this strategic opportunity to expand the range of services and size of its outlets, in order to produce increased sales and profitability from a reduced number of outlets.

2002 Full Year Forecast

The seasonal nature of travel traffic and the current economic outlook will likely result in higher level of activity during the second half of 2002, although the Group is somewhat exposed to continuing weak consumer spending trends.

By the end of the 30th week of the year, Group sales were in line with trends recorded during the first six months of the year, with evidence of a recovery in Belgium and the Netherlands.

Overall the Group is expected to achieve good performances for 2002, although performances will vary considerably between geographic regions and distribution channels.

In the second half of 2002, Switzerland and Benelux will be affected by the planned introduction of significant commercial and operating measures.

Operating profitability in other countries should enable the implementation of planned improvements in operating efficiency, which, coupled with the size and timing of such investments, should enable the Group to achieve its cash flow target.

Autogrill Group
Consolidated Financial Statements and Notes
for the Half-Year ending 30 June 2002

Autogrill Group
Consolidated Balance Sheet

(m€)	Notes	30-giu 2002	31-dic 2001	Change	30-giu 2001
ASSETS					
NON-CURRENT ASSETS	7				
Intangible Assets	4				
Incorporation and start-up costs		223	260	-37	338
Concessions, licences and brands		41.138	23.523	17.615	16.401
Business goodwill		588.651	695.692	-107.041	770.398
Consolidation difference		271.338	266.213	5.115	271.187
Assets under development and advances		4.907	5.756	-849	3.576
Leasehold improvements		269.479	271.247	-1.768	277.064
Other		24.365	23.612	753	23.356
Total Intangible Assets		**1.200.091**	**1.286.303**	**-86.212**	**1.362.320**
Property, Plant and Equipment	5				
Land and buildings		113.663	113.095	568	112.040
Operating facilities		70.388	56.037	14.351	52.145
Commercial and operating equipment		106.849	138.721	-31.872	145.773
Freely transferable assets		95.876	94.169	1.707	92.406
Other		9.688	14.110	-4.422	13.008
Assets under construction		63.938	70.494	-6.556	87.515
Total Property, Plant and Equipment		**460.402**	**486.626**	**-26.224**	**502.887**
Investments	6				
Equity investments in associate companies	6,1	26.365	12.903	13.462	2.744
Equity investments in other companies	6,2	1.088	941	147	1.129
Financial receivables from associate companies	6,3	40.225	45.665	-5.440	0
Financial receivables from others - current	6,4	2.583	1.649	934	1.484
Financial receivables from others – non-current	6,4	71.068	23.454	47.614	19.963
Other		584	828	-244	1.638
Total Investments		**141.913**	**85.440**	**56.473**	**26.958**
TOTAL NON-CURRENT ASSETS		**1.802.406**	**1.858.369**	**-55.963**	**1.892.165**
CURRENT ASSETS					
Inventory	8	**83.670**	**90.292**	**-6.622**	**95.480**
Receivables	9				
Trade accounts receivable	9,1	70.988	70.123	865	68.385
Associate companies		957	1.342	-385	1.301
Tax receivables – current	9,2	37.543	38.393	-850	48.889
Tax receivables – non-current	9,2	104.057	117.775	-13.718	124.022
Other receivables	9,2	60.601	52.640	7.961	56.206
Total receivables		**274.146**	**280.273**	**-6.127**	**298.803**
Marketable securities	10	**1.882**	**2.913**	**-1.031**	**9.155**
Bank and Cash	11				
Bank balances		91.947	213.742	-121.795	83.618
Cash balances		347.823	58.131	-23.349	43.772
Total Bank and Cash		**126.729**	**271.873**	**-145.144**	**127.390**
TOTAL CURRENT ASSETS		**486.427**	**645.351**	**-158.924**	**530.828**
BOND DISCOUNTS, PREPAIDS & ACCRUALS	12				
Bond discounts		99.316	102.974	-3.658	106.630
Prepaid expenses and accrued income		35.623	30.958	4.665	36.048
TOTAL DISCOUNTS/PREPAIDS/ACCRUALS		**134.939**	**133.932**	**1.007**	**142.678**
TOTAL ASSETS		**2.423.772**	**2.637.652**	**-213.880**	**2.565.671**

(k€)	Notes	30 June 2002	31 Dec 2001	Change	30 June 2001
EQUITY AND LIABILITIES					
EQUITY	13				
Share capital	13.1	132,288	132,288	-	132,288
Revaluation reserve	13.2	0	13,618	(13,618)	13,618
Legal reserve	13.3	1,712	1,712	-	1,712
Other reserves	13.4	81,607	81,339	268	81,107
Net (loss) for the period		(1,746)	(12,852)	11,106	(19,727)
TOTAL EQUITY		**213,861**	**216,105**	**(2,244)**	**208,998**
MINORITY INTEREST		**17,428**	**20,182**	**(2,754)**	**20,864**
PROVISION FOR LIABILITIES AND CHARGES	14				
Provision for Other Liabilities and Charges	14.1				
Provision for pension and similar benefits	14.2	11,496	12,933	(1,437)	10,561
Deferred income tax liability	14.3	58,904	61,049	(2,145)	60,514
Other provisions	14.4/5	31,929	35,972	(4,043)	32,062
Total for Other Liabilities and Charges		**102,329**	**109,954**	**(7,625)**	**103,137**
Provision for Employee Termination Benefits	14.6	**88,633**	**86,851**	**1,782**	**86,647**
LIABILITIES	15				
Convertible bonds	15.1	471,055	471,055	-	471,055
Borrowings from banks - current	15.2	95,417	91,888	3,529	202,125
Borrowings from banks - non-current	15.2	825,982	956,896	(130,914)	627,737
Other borrowings - current	15.3	5,415	6,045	(650)	221,092
Other borrowings - non-current	15.3	6,428	6,981	(553)	10,714
Advances		495	474	21	378
Trade accounts payable	15.4	390,859	433,242	(42,383)	395,764
Payables - associate companies	15.5	5,026	5,656	(630)	0
Payables – parent company	15.5	(119)	35	(154)	23
Tax liabilities	15.6	23,920	29,746	(5,826)	34,579
Social security liabilities	15.7	17,900	15,931	1,969	16,326
Other - current	15.8	122,292	129,664	(7,372)	116,321
Other - non-current	15.8	11,093	29,098	(18,005)	13,698
TOTAL LIABILITIES		**1,975,763**	**2,176,711**	**(200,948)**	**2,109,812**
PROVISION FOR LIABILITIES AND CHARGES	14				
Provision for Employee Termination Benefits	14.6	**88,633**	**86,851**	**1,782**	**86,647**
Provision for Other Liabilities and Charges	14.1				
Provision for pension and similar benefits	14.2	11,496	12,933	(1,437)	10,561
Deferred income tax liability	14.3	58,904	61,049	(2,145)	60,514
Provisions for litigation and restoration costs	14.4/5	31,929	35,972	(4,043)	32,062
Total for Other Liabilities and Charges		**102,329**	**109,954**	**(7,625)**	**103,137**
ACCRUED EXPENSES & DEFERRED INCOME	16	**25,578**	**27,849**	**(2,091)**	**36,213**
TOTAL EQUITY AND LIABILITIES		**2,423,772**	**2,637,652**	**(213,880)**	**2,565,671**
OFF-BALANCE SHEET COMMITMENTS & GUARANTEES	17				
Commitments					
Purchases and sales		*972,182*	*1,024,692*	*(52,510)*	*1,923,789*
Other		*24,265*	*41,711*	*(17,446)*	*25,966*
Guarantees					
Unsecured		*27,874*	*26,793*	*1,081*	*0*
Secured - Balance Sheet liabilities		*0*	*0*	*-*	*320*
Secured - Other		*2,355*	*15,742*	*(13,387)*	*15,742*
TOTAL OFF-BALANCE SHEET COMMITMENTS & GUARANTEES		***1,026,676***	***1,108,938***	***(82,262)***	***1,965,817***

Autogrill Group
Consolidated Income Statement
for the Half-Year ending 30 June 2002

(k€)	Notes	2002 Half-Year	2001 Half-Year	Change	2001 Full Year
OPERATING REVENUES	18				
Sales	18.1	1,543,602	1,501,553	42,049	3,295,401
Other operating revenues	18.2	35,869	34,331	1,538	76,226
Total Operating Revenues		**1,579,471**	**1,535,884**	**43,587**	**3,371,627**
OPERATING COSTS	19				
Cost of merchandise for resale and supplies	19.1	536,264	531,968	4,296	1,155,212
Cost of services	19.2	158,347	153,089	5,258	315,951
Lease, rental and royalty charges	19.2	212,855	199,631	13,224	442,218
Personnel costs	19.3				
Wages and salaries		391,307	390,292	1,015	837,847
Social security charges		69,229	67,836	1.393	133,670
Employee termination benefits		8,088	7,804	284	15,066
Pension and similar obligations		956	454	502	2,440
Other		24,546	24,194	352	50,300
Depreciation, amortisation and writedowns	19.4				
Intangible assets amortisation		80,398	79,258	1,140	182,212
Property/ plant/ equipment depreciation		51,967	45,926	6,041	88,005
Intangible assets and PPE writedowns		0	0	-	2,636
Current receivables writedowns		2,636	741	1,895	4,861
Change in inventory levels		2,006	(3,626)	5,632	(635)
Provisions for liabilities and risks charges	19.5	1,735	1,298	437	1,412
Other provisions charges	19.5	1,932	2,365	(433)	6,060
Other operating costs	19.6	17,812	17,272	540	36,862
Total Operating Costs		**1,560,078**	**1,518,502**	**41,576**	**3,274,117**
OPERATING PROFIT		**19,393**	**17,382**	**2,011**	**97,510**
FINANCE INCOME AND COSTS	20				
Finance income	20.1				
Equity investments in associates		39	100	(61)	200
Financial receivables		1	7	(6)	8
Securities included in fixed assets		35	42	(7)	203
Marketable securities		734	122	612	2,914
Other finance income		18,703	76,343	(57,640)	88,577
Finance costs	20.2				
Financial institutions		(13,610)	(23,226)	9,616	(44,318)
Third party		(3,750)	(7,136)	3,386	(11,583)
Other		(20,297)	(82,199)	61,902	(91,302)
Total Net Finance Costs		**(18,145)**	**(35,947)**	**17,802**	**(55,301)**
FINANCIAL ASSETS WRITEDOWNS		**(336)**	**(277)**	**(59)**	**(1,186)**
EXCEPTIONAL ITEMS	21				
Income		0	2,336	(2,336)	1,502
Expenses		(711)	(785)	74	(21,016)
Net Exceptional Expenses		**(711)**	**1,551**	**(2,263)**	**(19,514)**
PROFIT/(LOSS) BEFORE TAX		**201**	**(17,291)**	**17,491**	**21,509**
Income tax (no allocation for half-years)	22	0	0	-	(29,212)
PROFIT/LOSS BEFORE MINORITY INT.		**201**	**(17,291)**	**17,491**	**(7.703)**
Minority Interest		1,947	2,436	(489)	5,149
NET LOSS		**(1,746)**	**(19,727)**	**17,981**	**(12,852)**

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1 - BASIS OF PREPARATION

The financial statements have been prepared in accordance with Italian Legislative Decree 127/1991, Section III, which applies EEC Directive VII, and incorporates requirements prescribed by the CONSOB Regulations regarding half-year reports.

The Notes serve to provide an overview, analysis and, in some cases, breakdown of figures presented in the financial statements. They also contain the information required by Article 38 and other provisions of the Legislative Decree 127/1991.

Valuation methods and principles used in the preparation of financial statements for the half-year ending 30 June 2002 are consistent with those used to prepare the financial statements for the periods ending 31 December 2001 and 30 June 2001, other than no allocation of income tax.

Furthermore, the financial statements for the financial periods ending 30 June 2001 and 31 December 2001 have been subject to reclassifications in order that they be consistent with the financial statements for the half-year ending 30 June 2002, with these reclassifications having no significant impact on the Group's net asset position or net loss result for the periods concerned.

The following items were subject to reclassifications, the details of which are discussed in the applicable notes:

- *Sales, other operating revenues* and *cost of merchandise for resale and supplies*, to reflect the sale of oil and its related cost, which previously was accounted for on a net basis in *other operating revenues*.
- *Other operating revenues and cost of merchandise for resale and supplies*, to reflect the netting of suppliers' bonuses against the cost of merchandise for resale and supplies.

All values in the notes are expressed in thousands of Euros represented by the symbol k€.

NOTE 2 - GROUP ACCOUNTING AND REPORTING POLICIES

2.1 Overview of Group Activities

Autogrill SpA, directly and through subsidiary companies, operates food, beverage and retail outlets throughout the world to serve people on the move, including *Quick Service Restaurants* at locations experiencing high customer traffic flow.

2.2 Consolidation Scope

Pursuant to Article 26 of Legislative Decree 127/1991, the consolidated financial statements incorporate the financial statements for the half-year ending 30 June2002 of Autogrill SpA, the Group's Parent Company, as well as all the financial statements of companies which the parent company controls by virtue of its direct and indirect holding of the majority of their voting rights, or by virtue of its exercise of dominant influence in these companies. The latter is the case for the Group's investments in Soborest SA, Sorebo SA, Soberest SA and Volcarest SA (since Fall 2001), which are treated as subsidiaries and consolidated, to reflect the Group's near 50% stake in these companies' equity and the Group's management of their operations.

HMSHost Corp. and its subsidiaries' financial year close on the Friday nearest to 31 December, and consist of 13 4-week accounting periods (except, possibly, the last). Thus, their financial statements cover the periods 28 December 2001 to 14 June 2002 and 29 December 2000 to 15 June 2001.

Similarly, Autogrill Nederland BV and its subsidiaries financial statements incorporated in the consolidated financial statements cover the periods 1 January 2002 to 19 June 2002 and 28 December 2000 to 13 June 2001, reflecting the change in year–end to 31 December from the nearest Wednesday to this date.

A listing of consolidated companies is presented in the Appendix section of this Report, on page 60.

The presentation of the financial statements of subsidiaries has been modified as necessary so that its presentation is consistent with the principles of the Parent Company.

Companies included in the consolidation scope for the first time include: Autogrill Participaciones SA, established on 1 March 2002, whose sole activity is to act as a holding company for Receco SA (Restauraciòn de Centros Comerciales), and SMSI Travel Centres Inc., with the latter two companies accounting for 1.9% of Group sales. Autogrill Schweiz AG is included in the consolidation scope for the first time relative to the same period last year, accounting for 1.1% of Group sales. Moreover, the Group increased its ownership stake in various French companies by acquiring shares from third parties, with no significant impact on consolidated results.

Companies in which the Group acquired control had their full half-year results incorporated in the consolidated financial statements, except when pre-acquisition results were significant, in which case they were reversed, as disclosed in the Notes. No pro-forma financial statements are presented given the insignificant impact arising from the changes in consolidation scope. Where relevant, the impact of the changes in consolidation scope is disclosed in the individual Notes.

Impact on consolidation scope of subsidiaries acquisition

(m€)	**Receco S.A.**	**SMSI Travel Centres Inc.**
Non-current assets	1,4	0,6
Net working capital	(0,6)	(3,8)
Net capital employed	0,8	(3,2)
Group equity	1,1	3,7
Minority interest	0,5	-
	1,6	3,7
Non-current borrowings	-	-
Net current borrowings	(0,8)	(6,9)
Total borrowings	(0,8)	(6,9)
Total equity, minority interest and borrowings	0,8	(3,2)
Acquisition cost	17,1	40,9
Initial consolidation difference	16,0	37,2
Amount allocated to specific assets	-	37,2
Amount allocated to consolidation difference	16,0	-
Average duration of concessions	15	10

The consolidation difference related to the acquisition of Receco - not allocated to any specific assets - is amortised over the average remaining life of the concession at the date of acquisition.

During the second half of 2002 the Group acquired a 21.6% stake in the company Pastarito SpA The purchase price was m€ 14.9 whereas the related pro-rata share net assets amounted approximately to m€ 6.7, thus reflecting an excess price that was specifically allocated to the Pastarito brand and amortised over a period of ten years from the date of acquisition. Such investment in Pastarito has been accounted for using the equity method.

2.3 Consolidation policies

The following significant consolidation policies were followed in the preparation of the 2002 half-year consolidated financial statements:

a) Subsidiaries included for the first time in the consolidation have their financial statements incorporated into the consolidated financial statements using the full consolidation method, resulting in the elimination of the carrying values of these investments held by the Parent Company and other subsidiaries.

b) Any positive differences arising from the consolidation of the subsidiaries' net assets - when not allocated to specific assets - are treated as 'Consolidation difference', an intangible asset, and amortised on a straight-line basis over their useful lives, generally corresponding to the average remaining duration of their concessions. Any negative differences arising are allocated to the equity account 'Consolidation reserve', unless future losses are anticipated, whereby they are allocated to a provision.

c) During consolidation, all intra-Group receivables and liabilities, revenues and expenses and significant value transactions including dividends are eliminated. In addition, inter-Group unrealised capital gains and losses are also eliminated.

d) Accounting entries exclusively related to the application of tax laws are also eliminated.

e) Foreign currency denominated subsidiary financial statements are translated into Euros using the period closing exchange rate for Balance Sheet items and the average exchange rate for Income Statement items. Exchange rate differences arising from the translation of opening equity balances and net income/loss using the closing exchange rate are treated as a translation adjustment, and recorded in other reserves, in the equity section of the Balance Sheet.

   The following exchange rates were used to translate foreign currency denominated financial statements into Euros in the preparation of the 2002 half-year financial statements:

	2002 Half-Year		**2001 Half-Year**		**2001 Full-Year**	
	Closing	**Average**	**Closing**	**Average**	**Closing**	**Average**
$US	0.9975	0.8976	0.8813	0.8955	0.8480	0.8982
Swiss Franc	1.4721	1.469	1.4829	1.5105	1.5228	1.5308

f) Financial statements for all companies included in the consolidation are restated to conform to uniform valuation and presentation principles and methods.

NOTE 3 VALUATION AND RECOGNITION CRITERIA

Significant valuation principles and methods are applied consistent with those used in the preparation of the 2001 full year and 2001 half-year consolidated financial statements. They are as follow:

Intangible Assets

Intangible assets are carried at their acquisition or development cost, including related accessory costs, and are amortised over their estimated useful life. Leasehold improvements costs are amortised over the lesser of the remaining term of the lease and the estimated useful life of the related assets. Other intangible assets are generally amortised over five years, which corresponds to their estimated useful life. Please refer to the applicable Note for the Group's amortisation policy regarding goodwill, and concessions, licences and brands. Assets affected by a permanent impairment in value are subject to supplementary writedowns in excess of ordinary amortisation. These writedowns may be reversed in later years if the conditions for writedowns no longer apply.

Property, Plant and Equipment (PPE)
PPE are carried at their acquisition or production cost, adjusted for any revaluations, and are depreciated over their estimated useful life according to their class. For freely transferable assets, such rates are replaced with those deriving from the lease residual life if shorter. Assets affected by a permanent impairment in value are subject to supplementary writedowns in excess of ordinary depreciation. These writedowns may be reversed in later years if the conditions for writedowns no longer apply.

Finance Leases
Assets held under finance leases are capitalised as PPE on the Balance Sheet at their underlying contractual value, with offsetting Balance Sheet liability valued at the present value of the amount of payments to be made over the remaining term of the lease. The finance lease asset is amortised on the same basis as other items in its class and interest charged is expensed in the Income Statement.

Investments
Equity investments in associate companies are recorded using the equity method. Equity investments in other companies are recorded using the cost method, on a LIFO (Last In -First Out) basis, revised annually. Assets affected by a permanent impairment in value are subject to writedowns, which may be reversed in later years if the conditions for writedowns no longer apply.

Inventory
Inventory is carried at the lower of cost (purchase or production and including related accessory costs) and net realisable value. Cost is calculated using the FIFO (First In - First Out) method.
US companies calculate their inventory cost using the retail method, because of its high turnover inventory this approximates the FIFO method

Receivables and Liabilities
Receivables are carried at their net realisable value whereas payables are recorded at their nominal value. Non-Euro short-term receivables and liabilities are expressed in Euro at the exchange rate in force at the end of the period. Gains and losses arising from the translation of non-Euro denominated receivables and liabilities are posted to the Income Statement as a FOREX gain or loss, in accordance with Italian Accounting Principles (IAP) N° 26.

Marketable Securities

Marketable securities are recorded at the lower of cost and market value. Cost is calculated using the LIFO method, revised annually, applying the annual average cost to acquisitions made during the year. Market value is calculated based on the average daily price for the last month. Marketable securities carried at a lower market value may have their values restored to cost in later years if the conditions for writedown to market value no longer apply.

Government bonds and finance paper that the Group intends to hold to maturity as well as securities deposited as collateral are classified as non-current investments. These securities are carried at their acquisition cost, adjusted for movements in trading spread during the year, reflecting the remaining term period. Securities that may be redeemed early by random draw are adjusted for possible capital losses that may arise.

Accruals and Deferrals

These include revenues and costs relating to two or more financial periods, recorded on an accrual basis. In particular, those concession contracts requiring ever-increasing instalments over time, are standardised over the term of the contract through the charging of specific accrued liabilities.

Provision for Employee Termination Benefits

This represents the amounts owed to employees, in accordance with current applicable laws and agreements, at financial period end.

Other Provisions for Liabilities and Charges

These provisions cover the potential liabilities that the Group may incur, based on reasonable estimates. They include in particular specific provisions for restoration costs, assuming normal maintenance work that are expected to be incurred at the end of contracts currently in force. This is done in order to comply with the obligation to return the freely transferable assets and those assets managed under lease, in accordance with the provisions of law and contractual agreements.

Revenue and Cost Recognition

Revenues arising from the sale of merchandise and costs arising from the purchase of such merchandise are recognized on transfer of ownership. Revenues and expenses arising from services are recognized when rendered. Interest receivable and payable and other revenues and costs are recorded on an accrual basis, along with any related accruals and deferrals.

Income Tax and Deferred Tax

Income tax is recognized by each subsidiary based on Italian Accounting Principle N° 25 applied to a reasonable estimate of taxable income. This principle incorporates the concept of prudence, whereby deferred tax assets and liabilities resulting from timing differences caused by differences in accounting and tax values are recognized as well as tax losses carried forward and deferred tax relating to consolidation adjustments. Deferred tax incorporates the applicable tax regulations upon the anticipated realisation of the tax, when this information is known. No provision for tax has been made for the period.

Derivative Financial Instruments

Derivative financial instruments, which manage risks arising from movements in exchange rates (FOREX) and interest rates (IRS), are classified as Off-Balance Sheet commitments at the time of their signing and are valued at their nominal amount. In particular, FOREX contracts are carried at their corresponding Euro value, based on the forward exchange rate, while IRS contracts are carried at their corresponding Euro value, at the closing rate. Income and costs relating to these contracts are recorded on the Income Statement on an accrual basis over the term of the contract, with accruals and deferrals recorded on the Balance Sheet.

Off-Balance Sheet Commitments and Guarantees

As well as the notional value of the derivative financial instruments previously discussed, the main accounting policies are:

- unsecured guarantees are disclosed with regard to the amounts committed;

- collateral security, if consisting of a pledge on bonds or public debt securities or unlisted stocks, is carried at book value; if consisting of a pledge on listed stocks, it is carried at market value; if consisting of buildings, they are carried at the amount of the mortgage;

- other commitments, if relating to assets of others being used or being held, are carried at the value attributed to them by their owner, while, if relating to commitments to acquire fixed assets, they are carried at their purchase price.

Other Information

- *Departures pursuant to Article 2423, Section 4*: none.
- *Impact of FOREX rate movements*

The Group pursues a policy of managing FOREX rate risks by financing its major net assets denominated in currencies other than the Euro - primarily US Dollars and Swiss Francs - with loans denominated in the same currency or by entering into foreign exchange transactions, which produce the same result.

These FOREX rate management policies do not neutralize the effects of exchange rate movements on individual items in the financial statements. Where significant, they are disclosed in the applicable Notes.

Presentation of Half-Year Financial Statements

The 2002 Half-Year Report has been prepared in accordance with the CONSOB Regulations concerning half-year reports, without incorporating income tax.
Some 2001 half-year figures have been restated accordingly for purposes of providing comparative information. No 2001 full-year figures have had to be restated in order to provide comparative information.

BALANCE SHEET NOTES

NOTE 4 – INTANGIBLE ASSETS

Intangible assets at 30 June 2002 amounted to k€ 1,200,091. Please refer to Note 7 regarding movements since 31 December 2001. Newly consolidated subsidiaries accounted for k€ 30,779 of the total balance. This amount primarily relates to the allocation to concessions, licenses and brands of the price paid in excess of net book values for the acquisition of SMSI Travel Centres Inc, the consolidation difference regarding the acquisition of Receco SA and to leasehold improvements. FOREX movements resulted in k€ 94,377 in decreases.

(k€)	30-giu-02	31 Dec. 2001	Change
Incorporation and start-up costs	223	260	(37)
Concessions, licenses and brands	41.138	23.523	17.615
Business goodwill	588.651	695.692	(107.041)
Consolidation difference	271.328	266.213	5.115
Assets under development	4.907	5.756	(849)
Other:			
Leasehold improvements	269.479	271.247	(1.768)
Other	24.365	23.612	753
Total	**1.200.091**	**1.286.303**	**(86.212)**

The increase in concessions, licences and brands arises from the acquisition and consolidation of SMSI Travel Centres Inc.

Business goodwill refers to the book value of the excess consideration paid over carrying values to acquire restaurant operations. It includes commercial goodwill amounting to k€ 62,136 net (k€ 158,644 gross). It relates to the difference arising from the merger in 1997 of Autogrill SpA and Finanziaria Autogrill SpA into the Parent Company, based on 31 December 1996 Balance Sheet values, representing goodwill from Italian motorway concessions. This latter goodwill is amortised over 12 years, corresponding to the average remaining duration of the concession at the time of the merger.

In addition, the above item includes the goodwill acquired with HMSHost Corp. at the time of the merger with Autogrill Acquisition Co. (m$497 of the original amount of m$690, the equivalent of k€498,445). This is being amortised over 10 years, which takes account of the growth prospects at the time of acquisition that were appropriately updated for the impact on US operations of the events of September 11, 2001. The concessions had a duration of about 8 years to run at the time of acquisition, this was deemed to be recoverable from the future income stream generated by this subsidiary.

Consolidation difference comprises the difference between the acquisition price of a subsidiary or associate company and the Group's share of the book value of the net assets acquired, with the difference, if attributable, allocated to excess fair market values of specific assets and if not attributable, allocated to acquisition goodwill. The amortisation of the consolidation difference corresponds to the average remaining duration of the concessions of the company acquired.

However, as a matter of prudence, the consolidation difference relating to the acquisition of companies acquired by Autogrill Nederland BV is amortised over a period of 30 years, although the average remaining duration of concessions is greater than 70 years.

At 30 June 2002, the consolidation difference consisted of the following items:

	Amort. Period (years)	Gross (€'000s)	Acc. Amort. (€'000s)	Net (€'000s)
Autogrill Schweiz AG	20	146,688	10,572	136,116
Autogrill Cotè France S.A.	13	80,379	27,353	53,026
Autogrill Nederland b.v.	30	28,916	4,291	24,625
Autogrill Restauration Services S.A.	7	36,745	18,367	18,378
Autogrill Belgie n.v.	15	23,863	7,158	16,705
Autogrill Espana S.A.	10	19,528	14,746	4,782
Receco S.A.	15	16,044	535	15,509
Autogrill Deutschland GmbH	9	3,125	3,125	-
Autogrill Gare de Tours S.A.	10	924	138	786
Aviogrill s.r.l.	20	774	49	725
Volcarest SA	10	668	101	567
Nuova Sidap Srl	5	574	516	58
Nuova Estral srl	5	509	458	51
Total		**358,737**	**87,409**	**271,328**

The change in net book value between 30 June 2002 and 31 December 2001 arises from half-year amortisation, the consolidation of Receco SA acquired during the year (k€ 16,044) and an unrealised FOREX gain of k€ 963 resulting from the consolidation of ATG Schweiz, whose accounts are denominated in Swiss Francs.

Regarding Autogrill Schweiz AG's consolidation difference, an arbitration process begun in 2001 is still ongoing, with a view to obtaining a significant price revision, following discrepancies noted in the 2000 financial year figures. Therefore, purchase price instalment payments have been suspended, with the mSFR 20 amount due set aside in a deposit as a guarantee of the Group's intention to meet its contractual obligations, pending the final outcome of the arbitration process. The purchase price also allows for the payment of mSFR 6.5 as consideration, contingent on the meeting of contractual targets over more than one year, net of any compensation paid to Autogrill from the compensation process.

Consolidation difference net book values are based on development opportunities, and the renewal and extension of existing outlets and profitability. With regard to the half-year financial statements, the valuation also reflects the business plan of new management in place in the country. Similarly, the valuation of consolidation difference net book value relating to the Group's Dutch and Belgian operations will be reassessed based on the business plans of new management appointed last May, who will also have to set the conditions of merger with the French operating structure.

Leasehold improvements refer to costs incurred when making renovations and additions to existing buildings and businesses under lease arrangements, and particularly concern such costs incurred at outlets managed by the Group in airports, motorways and shopping malls located in the US as well as at many outlets in Europe.

Other intangible asset increases relate to investments and renovation works, and are discussed in more detail (analysis by geographic region and investment purpose) in the Operations Report.

Intangible assets under development and advances refer to restoration works in process at 30 June on buildings under lease.

Intangible assets are amortised over the following periods:

Incorporation and start-up costs	5 years
Concessions, licences and brands	5 years in general; maximum 30 years for outlet surface rights corresponding to the duration of the right; term of licences regarding the costs of authorisations to resell State monopoly items; 3 years for application software licences.
Goodwill	12 and 10 years respectively regarding the 1997 merger of companies into the Parent Company and the 1999 merger into the Group of HMSHost Corp in 1999; maximum 10 years for commercial goodwill relating to single outlets.
Consolidation difference	Generally, the remaining term of the outlets at the date of acquisition.
Other:	
Leasehold improvements	Lesser of useful economic life and remaining term of contract.
Customised applications software	3 years.
Other	5 years.

NOTE 5 – PROPERTY, PLANT AND EQUIPMENT (PPE)

(k€)	30 June 2002			31 Dec. 2001		
	Gross	Acc.Dep.	Net	Gross	Acc. Dep.	Net
Land and buildings	178.103	64.440	113.663	172.900	59.805	113.095
Operating facilities	177.353	106.965	70.388	159.342	103.305	56.037
Commercial and operating equip	501.117	394.268	106.849	523.659	384.938	138.721
Freely transferable assets	265.215	169.339	95.876	259.211	165.042	94.169
Other	42.984	33.296	9.688	45.923	31.813	14.110
Assets under construction	63.938	-	63.938	70.494	-	70.494
Total	**1.228.710**	**768.308**	**460.402**	**1.231.529**	**744.903**	**486.626**

PPE net carrying values included k€ 3,326 as a result of changes in the consolidation scope and were decreased by k€ 16,229 as a result of FOREX movements.

k€ 39,783 of PPE assets under construction relate to new outlets in the process of being opened up in the US, primarily at airports.

The value of PPE assets held by the Parent Company under finance lease and accordingly capitalised on the Balance Sheet is as follows:

(k€)	30 June 2002			31 Dec. 2001		
	Gross	Acc. Dep.	Net	Gross	Acc. Dep.	Net
Land and buildings	3.709	1.045	2.664	3.709	990	2.719
Operating facilities & equip	757	657	100	757	622	135
Assets under construction	1.027	-	1.027	-	-	-
Total	**5.493**	**1.702**	**3.791**	**4.466**	**1.612**	**2.854**

At 31 December 2001, the amount of the Italian PPE asset revaluation, pursuant to Law 72 of 13 March 1983 and Law 413 of 30 December 1991, amounted to m€ 1.9 net, and was allocated as follows:

(k€)	Revaluation - Law 72/83			Revaluation - Law 413/91		
	Gross	Acc. Dep.	Net	Gross	Acc. Dep.	Net
Land and buildings	147	-	147	308	-	308
Land and buildings - operations	895	(631)	264	3.382	(2.362)	1.020
Operating facilities and equipment	403	(403)	-	-	-	-
Commercial and operating equipment	1.159	(1.159)	-	-	-	-
Freely transferable assets	3.266	(3.266)	-	12.030	(11.857)	173
Other	23	(23)	-	-	-	-
Total	**5.893**	**(5.482)**	**411**	**15.720**	**(14.219)**	**1.501**

There are k€ 2,355 in mortgages on the land and buildings as security on borrowings.

Movements in PPE are detailed in Note 7 and discussed in the Operations Report.

PPE assets are depreciated using the following rates:

	Depreciation Rate
Buildings	3%
Plant and machinery	10% to 30%
Commercial and industrial equipment	15% to 33..3%
Furniture and fixtures (1)	10% to 20%
Motor vehicles (1)	25%

(1) Classified as other assets

NOTE 6 - INVESTMENTS

6.1 Equity investments in associate companies

Company Name	Head Office	Local Currency	Share Capital (LC '000s)	Equity (€ '000s)	Net Profit/ (Loss) (€ '000s)	% owned	Book Value (€ '000s)
S.R.S.R.A S.A.	Saint Rambert d'Albon (France)	€	512	4.413	852	40.73	1,547
Isardrome S.A.	Saint Rambert d'Albon (France)	€	30	179	(457)	43.09	77
Union Services Sarl (*)	Luxemburg (Luxemburg)	€	0.051	69	27	50.00	26
Anton Airfood, Inc. (*)	Washington (USA)	US$	5,024	3324	(837)	25.00	10,186
Dewina Host Sdn Bhd.	Kuala Lumpur (Malaysia)	MYR	250	(2,088)	(216)	49.00	(796)
HMSC – AIAL Ltd	Auckland (New Zealand)	NZ$	111.9	1,929	151	50.00	965
Pastarito S.p.A.	Turin (Italy)	€	5,000	5,937	(153)	21.61	14,360
Total							**26,365**

(*) Share capital and net profit/(loss) values relate to the full year ending 31 December 2001.

Since 31 December 2001, the movements that occurred were not only the effect of changes in the net equity of the companies listed above, but also related to the acquisition by Autogrill SpA of a 21.6% in the share capital in Pastarito SpA.:

The agreement relating to the acquisition of a shareholding of 21.6% in the share capital of Pastarito SpA provides that:

1) The option in favour of Autogrill SpA can be exercised to acquire further shares by 31 December 2004 to take its shareholding to 70%, at a price correlated to the defined profit of the company in the period 1 July 2003 to 30 June 2004.

And therefore:

2) If Autogrill SpA exercises the acquisition option as in point 1 above, there is an option in favour of the vendors to sell by 30 June 2006 the residual shareholding at a price correlated to the defined profit for the year 2005;

3) If Autogrill SpA does not exercise the option as in point 1 above, there is an option in favour of the vendors to acquire before 31 March 2005 the share held by Autogrill SpA, with the price equal to the amount originally received by the vendors, increased by a compound annual rate of 9%.

6.2 Equity investments in other companies

Company Name	Head Office	Local Currency	Share Capital (LC '000s)	Equity (€ '000s) (*)	Net Profit/ (Loss) (€ '000s) (*)	% owned	Book Value (€ '000s)
Unique Airport /FIG (°)	Zurich, Switzerland	SFR	245.615	561.816	(23.995)	0,11	1,059
Others							29
Total							**1,088**

(*) Book value at 31 December 2001.

(°) The company is listed on the Swiss Stock Exchange.

6.3 Financial receivables from associate companies

Financial receivables from associate companies amounted to k€ 40,225 at 30 June 2002 and related exclusively to an interest-bearing loan provided to Anton Airfood Inc, maturing on 1 February 2005, and convertible at any time into 24% of this company's ordinary shares.

6.4 Financial receivables from others

At 30 June 2002, financial receivables from others amounted to k€ 73, 651 and comprised the following assets:

(k€)	30 June 2002		31 Dec. 2001	
	Current	Non-Current	Current	Non-Current
Interest-bearing deposits with oil companies	-	4.665	-	4.500
Deposits	1.523	7.170	292	10.450
Italian tax advance payments	-	4.302	-	4.813
Other	1.060	54.931	1.357	3.691
Total	**2.583**	**71.068**	**1.649**	**23.454**
Total current and non-current	**73.651**		**25.103**	

Italian State tax advance payments are revalued using the same criteria used for the calculation of the Parent Company's termination benefits provision (1.98% for the first half year 2002). Recovery began in 2000, but no amount has been recorded for the last 12 months due to the difficulty of determining exact value.

Interest-bearing deposits with oil companies are recoverable after five years, as are Deposits amounting to k€ 1,235 and Other amounting to k€ 508.

Other current financial receivables include:

- a k€ 47,000 deposit pledged to the Parent Company, as a guarantee for funding received by HMSHost from Intesa BCI Canada regarding the acquisition of the equity holding in SMSI Travel Inc.
- a € 5,164 receivable relative to the payment made by the Parent Company during the half year, regarding a down payment to acquire Ristop SpA.

  These amounts are incorporated in the share price and are only repayable if Autogrill SpA defaults on the permit granted to it by the Italian Competition and Market Authority.

6.5 Other investments

Other investments at 30 June 2002 amounted to k€ 584, and comprised primarily bonds held by the Parent Company to maturity or as collateral pursuant to third parties' contractual pledges. This amount was down k€ 244 from 31 December 2001, as a result of redemptions.

NOTE 7 - SCHEDULE OF 2002 HALF-YEAR NON-CURRENT ASSETS BOOK MOVEMENTS

(k€)

	31 December 2001			**Change in Gross Book Value**						**Change in Accumulated Amortisation**					**30 June 2002**		
Intangible Assets	Gross	Accumulated Amortisation	Net	Change in Scope	FOREX Differences	Additions	Disposals	Other Movements	Total	Change in Scope	FOREX Differences	Charges	Reversals	Total	Gross	Accumulated Amortisation	Net
Incorporation and start-up costs	3.140	(2.880)	260	-	4	22	(3)	15	38	-	(4)	(78)	7	(75)	3.178	(2.955)	223
Concessions, licences and brands	52.448	(28.925)	23.523	19.630	(1.089)	198	(155)	(539)	18.045	1.120	268	(3.055)	1.237	(430)	70.493	(29.355)	41.138
Business goodwill	963.551	(267.859)	695.692	437	(90.820)	-	(91)	1.464	(89.010)	928	24.473	(43.624)	192	(18.031)	874.541	(285.890)	588.651
Consolidation difference	341.729	(75.516)	266.213	16.044	964	82	-	(539)	16.551	-	-	(11.436)	-	(11.436)	358.280	(86.952)	271.328
Assets under development and advances	5.756	-	5.756	-	-	1.656	(2)	(2.503)	(849)	-	-	-	-	-	4.907	-	4.907
Other	763.235	(468.376)	294.859	18.613	(61.034)	4.931	-	18.651	(18.839)	(7.889)	45.379	(22.113)	2.447	17.824	744.396	(450.552)	293.844
Total	**2.129.859**	**(843.556)**	**1.286.303**	**54.724**	**(151.975)**	**6.889**	**(251)**	**16.549**	**(74.064)**	**(5.841)**	**70.116**	**(80.306)**	**3.883**	**(12.148)**	**2.055.795**	**(855.704)**	**1.200.091**

	31 December 2001			**Change in Gross Book Value**						**Change in Accumulated Depreciation**					**30 June 2002**		
Property, Plant and Equipment	Gross	Accumulated Depreciation	Net	Change in Scope	FOREX Differences	Acquisitions	Disposals	Other Movements	Total	Change in Scope	FOREX Differences	Charges	Reversals	Total	Gross	Accumulated Depreciation	Net
Land and buildings	172.900	(59.805)	113.095	-	397	4.781	-	25	5.203	-	(137)	(4.498)	-	(4.635)	178.103	(64.440)	113.663
Operating facilities	159.342	(103.305)	56.037	-	540	15.884	(1.072)	2.659	18.011	-	(350)	(4.297)	987	(3.660)	177.353	(106.965)	70.388
Commercial and operating equipment	523.659	(384.938)	138.721	7.502	(36.458)	4.187	(8.277)	10.504	(22.542)	(3.388)	24.300	(34.774)	4.532	(9.330)	501.117	(394.268)	106.849
Freely transferable assets	259.211	(165.042)	94.169	-	1	3.620	(3.402)	5.785	6.004	-	-	(7.124)	2.827	(4.297)	265.215	(169.339)	95.876
Other	45.923	(31.813)	14.110	(642)	(720)	500	(287)	(1.790)	(2.939)	(670)	467	(1.274)	(6)	(1.483)	42.984	(33.296)	9.688
Assets under construction	70.494	-	70.494	-	(7.134)	35.449	(1.429)	(33.442)	(6.556)	-	-	-	-	-	63.938	-	63.938
Total	**1.231.529**	**(744.903)**	**486.626**	**6.860**	**(43.374)**	**64.421**	**(14.467)**	**(16.259)**	**(2.819)**	**(4.058)**	**24.280**	**(51.967)**	**8.340**	**(23.405)**	**1.228.710**	**(768.308)**	**460.402**

	31 December 2001			**Change in Gross Book Value**						**Change in Provision for Writedown**					**30 June 2002**		
Investments	Gross	Provision for Writedown	Net	Change in Scope	FOREX Differences	Acquisitions & Revaluations	Disposals	Other Movements	Total	Change in Scope	FOREX Differences	Writedowns	Reversals	Total	Gross	Provision for Writedown	Net
Equity investment in associate cos.	12.903	-	12.903		(1.870)	15.761	(93)	-	13.798	-	-	-	(336)	(336)	26.701	(336)	26.365
Equity investment in other cos.	2.219	(1.278)	941		16	-	(26)	-	(10)	-	(9)	166	-	157	2.209	(1.121)	1.088
Other investments	828	-	828	-	1	4	(249)	-	(244)	-	-	-	-	-	584	0	584
Financial receivables from others	25.103	-	25.103	-	(1.697)	53.786	(3.821)	280	48.548	-	-	-	-	-	73.651	0	73.651
Financial receivables from assoicate cos.	45.665	-	45.665	-	(5.331)	-	(109)	-	(5.440)	-	-	-	-	-	40.225	0	40.225
Total	**86.718**	**(1.278)**	**85.440**	**-**	**(8.881)**	**69.551**	**(4.298)**	**280**	**56.652**	**-**	**(9)**	**166**	**(336)**	**(179)**	**143.370**	**(1.457)**	**141.913**

NOTE 8 – INVENTORY

Inventory at 30 June 2002 amounted to k€ 83,670, down k€ 6,622 on 31 December 2002, due to k€ 5,455 in translation differences. Newly consolidated companies resulted in an increase in inventory of k€ 839. The residual change reflects the evolution of business activity.

(k€)	30 June 2002	31 Dec. 2001	Change
Food, beverages and retail concessions	78.636	85.170	(6.534)
Other	5.034	5.122	(88)
Total	**83.670**	**90.292**	**(6.622)**

Inventory is reported net of a provision for slow moving inventory of k€ 4,772, including a 2002 half-year charge of k€ 1,564, based on management's assessment.

NOTE 9 - RECEIVABLES

9.1 Trade accounts receivable

Trade accounts receivable amounted to k€ 70,988, up k€ 865 on 31 December 2001 and arose primarily from supply contracts and franchise contracts.

They include receivables in dispute amounting to k€ 3,740 (k€ 5,192 at 31 December 2001) and are net of provisions for doubtful accounts amounting to k€ 9,603 (k€ 9,546 at 31 December 2001), for which a charge of k€ 2,636 was made during the first half of 2002.

9.2 Other receivables

(k€)	30 June 2002	31 Dec. 2001	Change
Deferred tax assets	141.600	156.168	(14.568)
Other receivables:			
Tax instalments	14.378	10.487	3.891
Suppliers	15.424	17.678	(2.254)
Public authorities	3.803	845	2.958
Personnel	1.585	2.639	(1.054)
FOREX hedging contract unrealised gains	12.012	5.899	6.113
Other	13.399	15.092	(1.693)
Total Other Receivables	60.601	52.640	7.961
Total	**202.201**	**208.808**	**(6.607)**

k€ 110,505 in deferred tax assets relate to HMSHost Group, as a result of the use of different depreciation rates for tax purposes regarding improvements to third party assets and deferred tax deduction of rent accruals (k€ 125,073 in 2001). The k€ 14,568 decrease from 31 December 2001 relates entirely to FOREX movements.

The Group anticipates that taxable income will be generated in future years to utilise the deferred tax asset. The reversal of timing differences and the utilisation of net losses, which generated tax assets, are deferred over time. The Group anticipates realising m€ 38 in deferred tax asset within the current year and m€ 61 over the next five years. Moreover, in the meantime, further deferred tax assets may arise, particularly from US companies.

Suppliers' receivables refer mainly to their trade rebates, which were partially liquidated during the half-year.

FOREX hedge contract unrealised gains increased by k€ 6,113 as a result of a US subsidiary hedge contract on a yen denominated liability.

NOTE 10 – MARKETABLE SECURITIES

The Group invests its temporary excess cash in marketable securities, comprised primarily of finance paper and bonds issued by the Italian government and blue chip companies.

(k€)	30 June 2002	31 Dec. 2001	Change
Parent company securities	78	1.109	(1.031)
Other securities	1.804	1.804	0
Total	**1.882**	**2.913**	**(1.031)**

NOTE 11 – BANK AND CASH

Bank and cash amounted to k€ 126,729, down k€ 145,144 from 31 December 2001, reflecting seasonal trends. Bank balances decreased to k€ 91,947 from k€ 213,742 at 31 December 2001, reflecting lower bank and post office account balances and the use of short-maturity deposits at 31 December 2001 to utilize temporary excess cash.

Cash amounted to k€ 34,782, comprising cash in outlet premises and credit card sales amounts due.

Newly consolidated subsidiaries accounted for k€ 3,526 in increased bank and cash.

NOTE 12 – BOND DISCOUNTS, PREPAIDS AND ACCRUALS

Bond discounts, prepaids and accruals increased k€ 1,007 from 31 December 2001 to k€ 134,939.

(k€)	30 June 2002	31 Dec. 2001	Change
Accrued Income:			
Interest on securities	21	575	(554)
interests on FOREX and interest rate hedge contracts	4.719	2.702	2.017
Other	3.587	2.203	1.384
Total Accrued Income	8.327	5.480	2.847
Bond Discounts	99.316	102.974	(3.658)
Prepaid Expenses:			-
Finance lease prepayments	291	820	(529)
Concession and lease prepayments	16.080	21.107	(5.027)
Other	10.925	3.551	7.374
Total Prepaid Expenses	27.296	25.478	1.818
Total	**134.939**	**133.932**	**1.007**

The increase in prepaid expenses results from k€ 1,014, arising from newly consolidated subsidiaries.

Bond discounts are offset against the zero coupon convertible bond issued by Autogrill Finance SA and carried at its nominal value as a Balance Sheet liability. They are amortised by increasing amounts, as the implicit interest is gradually capitalised over the fifteen-year term of the bond, with the amortisation charge treated as a finance cost.

Concession and lease prepayments arise from advanced instalment payments, which are used to adjust subsequent monthly or annual payments. The decrease relative to 31 December 2001 is due to the fact that, at year-end, lease and concession contracts provide for advance payments for the coming half-year.

Other prepaid expenses reflect the prepayment of full-year income tax instalments during the first half of the year.

Bond discounts, prepaids and accruals are all current in nature, other than k€ 260 in non-current prepaid insurance premiums and k€ 95,586 in bond discounts, of which k€ 72,583 extend beyond five years.

NOTE 13 – EQUITY

Movements in Equity balances during the 2002 half-year were as follows:

13.1 Share Capital

(k€)	Share Capital	Reval. Reserve	Legal Reserve	Other reserves	Net Profit / (Loss)	Total
Dec. 31, 2000 Balance	**131.387**	**14.519**	**1.512**	**78.316**	**14.879**	**240.613**
2000 full year net profit allocation	-		200	4.168	(14.879)	(10.511)
Conversion of share capital into euros	901	(901)	-	-	-	-
Translation adjustment	-	-	-	(1.145)	-	(1.145)
2001 full year net loss	-	-	-		(12.852)	(12.852)
Dec. 31, 2001 Balance	**132.288**	**13.618**	**1.712**	**81.339**	**(12.852)**	**216.105**
2001 full year net profit allocation	-	(13.618)		766	12.852	-
Translation adjustment and other movements	-	-	-	(498)	-	(498)
2002 half-year net loss	-	-	-		(1.746)	(1.746)
June 30, 2002 Balance	**132.288**	**(0)**	**1.712**	**81.607**	**(1.746)**	**213.861**

At 30 June 2002, the share capital of Autogrill SpA, which is fully paid-up, amounted to k€ 132,288. Pursuant to a resolution of the Shareholders' meeting of April 27, 2001, the company's share capital was converted from Italian lire to Euro, comprising 254,400,000 ordinary shares with a par value each of € 0.52 (previously ITL 1,000).

The implementation of this resolution required the transfer of k€ 901 from the monetary revaluation reserve.

The Shareholders' Meeting of 30 April 1999 approved the increase in share capital by a maximum 33,500,000 new ordinary shares in order to service the k€ 471,055 nominal value convertible bond, issued by the subsidiary company Autogrill Finance SA on 15 June 1999, generating € 349,993,865 in cash inflow, net of implicit interests and gross of issue costs.

The maximum number of shares that can be issued pursuant to the conversion of the bond is 24,475,000 shares. The holders of the bonds may exercise their conversion right at any time during the term of the bond.

Shares comprising the share capital have been traded on the automated market of the Italian Stock Exchange since 1 August 1997.

13.2 Revaluation reserve

The revaluation reserve balance at 31 December 2001 of k€ 13,618, which arose from previous revaluations in accordance with the law 413/1991,was transferred during the 2001 half-year to cover the parent Company's 2001 financial year losses, following the approval of a resolution at the Shareholders' Meeting of 24 April 2002.

13.3 Legal reserve

The legal reserve amounted to k€ 1,712 , as at 31 December 2001.

13.4 Other reserves

Other reserves amounted to k€ 81,607, including a translation adjustment debit balance of k€ 2,958.

NOTE 14 – PROVISIONS FOR LIABILITIES AND CHARGES

14.1 Provision for other liabilities and charges

The composition at 31 December 2001 and the movements during the period relating to the provisions for liabilities and charges are detailed in the table below. Other movements refer to the impact of translation adjustments to the opening balances net of the effect of change in the group structure.

(k€)	31 Dec. 2001	Other movements	Charges	Reversals	30 June 2002
Provisions for pensions and similar obligat.	**12.933**	**(934)**	**956**	**(1.459)**	**11.496**
Deferred income tax liability	**61.049**	**(701)**	**518**	**(1.962)**	**58.904**
Other provisions:					
Provision for restoration costs	17.485	-	1.076	(1.534)	17.027
Provision for litigation	7.613	(421)	1.735	(1.668)	7.259
Miscellaneous provisions	10.874	(502)	856	(3.585)	7.643
Total - Other Provisions	**35.972**	**(923)**	**3.667**	**(6.787)**	**31.929**
Total	**109.954**	**(2.558)**	**5.141**	**(10.208)**	**102.329**

14.1 Provision for pension and similar benefits

Charges to the provisions during the half-year include settlement of personnel charges related to restructuring initiatives at the Group's US and Swiss operations.

14.2 Deferred income tax liability

This comprises k€ 43,458 relating to consolidation adjustments, k€ 6,660 relating to building revaluations in the Netherlands before the Group's acquisitions there, k€ 2,314 for ongoing tax audits of US subsidiaries and k€ 930 set aside by the Parent Company, as a matter of prudence, to cover any tax liabilities arising from tax audits. The deferred income tax liability was reduced during the half-year by the Swiss subsidiary's payment of previous year income tax.

14.4 Provisions for litigation

The Group establishes a provision to accrue for potential damages arising from litigation, based on assessments made by the Group's lawyers.

A Belgian subsidiary is currently contesting a m€ 10 compensation claim brought against it by the company that sold it its restaurant concession in shopping centres located in Belgium and Luxemburg at the start of 1998. No provision has been made for this as the likelihood of the lawsuit being successful for the plaintiff is judged to be remote by the Group's legal counsel. The plaintiff deposited counter-arguments before the competent judge in February 2002. The court is anticipated to deliver a ruling by the end of 2002.

In another case, McDonald's Italy branch is appealing the judgement against it, whereby it rejected the request to order Autogrill SpA to pay m€ 1.3 for damages. The Group has not provided for this appeal amount, as the likelihood of the Group losing has been judged to be remote by its legal counsel.

14.5 Provision for restoration costs

This provision concerns anticipated restoration costs that will be incurred to return a leased site or a freely transferable asset to its original state.

14.6 Provision for employee termination benefits

During the first half of 2002 the items have changed as follows. "other movements" refers to FOREX differences arising from the translation of the opening balances

(k€)	30 June 2002	31 Dec. 2001	Change
Opening balance	86.851	82.086	4.765
Charges	8.089	15.066	(6.976)
Reversals	(5.172)	(10.745)	5.572
Other movements	(1.135)	444	(1.579)
Total	**88.633**	**86.851**	**1.782**

NOTE 15 - LIABILITIES

Liabilities decreased to k€ 1,975,763 from k€ 2,176,711 at 31 December 2001, and comprised the following items:

15.1 Convertible bonds

Convertible bonds amounted to k€ 471,055 in nominal value at 30 June 2002, consisting of 15-year maturity zero coupon convertible bonds issued by Autogrill Finance SA on 15 June 1999. As the bonds are zero coupons, the net proceeds of the issue reflect the real yield of the bond, set at 2% per annum, semi-annually compounded.

Conversion can be requested at any time by the subscribers, except in some periods of technical suspension.

The convertible bonds can be refunded in advance, at the request of the issuer from the 5^{th} anniversary, and by the bondholder on the 5^{th} and 10^{th} anniversary. In such event, the maturity value repaid at the time of exercise of the option will ensure an annual yield of 2% as originally agreed.

The fifth anniversary of the issue falls on 15 June 2004, and at this date the redemption value of the bond would be m€ 386.4, with a share conversion price of € 15.789.

The probabilities attached to the various options are correlated to the stock market performance of the share price relative to the bond conversion share price. At 30 June 2002, there was a premium of 29% to the share price. The premium – which was 30% at the time of issue fell to 13% at the end of 2000 –at 31 December 2001 it was 45%, reflecting the economic uncertainties following September 11th.

At 30 June 2002, bond discount, which is offset against the nominal value of convertible bonds to determine the convertible bond's net book value, amounted to k€ 99,316.

15.2 Borrowings from banks

Borrowings from banks decreased by k€ 127,385 from 31 December 2001 to k€ 921,399, with k€ 93,685 of this drop arising from Euro/$US dollar exchange rate movements.

Newly consolidated companies accounted for k€ 33,217 of total borrowings from banks.

(k€)	30 June 2002			31 Dec. 2002		
	Current	Non-Current	Total	Current	Non-Current	Total
Current borrowings including bank overdrafts	24.040	-	24.040	13.102	-	13.102
Secured borrowings	131	10.687	10.818	819	23.790	24.609
Unsecured non-current borrowings	71.246	815.295	886.541	77.967	933.106	1.011.073
Totale	**95.417**	**825.982**	**921.399**	**91.888**	**956.896**	**1.048.784**

During the 2002 half-year, new borrowings of m€ 15.5 were accessed and m€ 79.2 in borrowing repayments and transfers to short term borrowings were realised.

Secured borrowings relate to the Group's Dutch, Belgian and Swiss operations, with instalments falling due in more than five years time amounting to k€ 10,284.

At 30 June 2002, the Group had used 70% of its available lines of credit from banks. At the end of 2002, approximately m€ 300 will fall due, while another € 1 billion will fall due in 2003 and a further m€ 50 will fall due in 2005.

The average term of existing borrowings is 12 months.

All bank borrowings have floating interest rates, and thus are affected by changes in financial market conditions.

In application of the Group's financial policy focusing on minimising risks arising from interest rate fluctuations, the Group has entered into financial instruments with leading financial institutions. The effect of these existing contracts, relative to the part of debt covered, including also the subsidiaries, is that the average six-month interest rate is set at approximately 4.00% and will remain at that level for the next three years if market conditions remain unchanged.

Further information on the notional value of contracts in force and Group's management of financial risk at 30 June 2002 can be obtained by consulting Note 17.

15.3 Other Borrowings

Other borrowings decreased to k€ 11,843 from k€ 13,026 at 31 December 2001, and comprise finance lease liabilities and interest free loans to the Parent Company to purchase ITC equipment. k€ 6,428 of these borrowings are non-current, of which k€ 3,467 are due in more than five years.

15.4 Trade accounts payable

Trade accounts payable amounted to k€ 390,859, of which k€ 5,170 relates to newly consolidated companies. This represents a decline of k€ 42,383 on 31 December 2001, of which k€ 17,932 relates to Euro/US dollar exchange rate movements.

15.5 Payables - associate companies

Payables – associate companies amounted to k€ 5,026 at 30 June 2002 and exclusively relates to the acquisition of Anton Airfood Inc. This payable will be settled during the first half of 2003. The change in value relates entirely to Euro/US dollar exchange rate movements.

15.6 Tax liabilities

At 30 June 2002, tax liabilities amounted to k€ 23,920 and comprised the following:

(k€)	30 June 2002	31 Dec. 2001	Change
Income tax and indirect taxes	8.361	15.660	(7.299)
Witholdings	7.122	10.403	(3.281)
Other	8.437	3.683	4.754
Total	**23.920**	**29.746**	**(5.826)**

Income tax and indirect taxes exclude income tax relating to the 2002 half-year, as no income tax was calculated for this period, as allowed for by the Consob Regulations.

Indirect tax relates to Parent Company VAT liabilities and US subsidiaries' indirect taxes.

Newly consolidated subsidiaries accounted for k€ 125 of the Group's tax liabilities.

15.7 Social security liabilities

Social security liabilities are all current in nature.

(k€)	30 June 2002	31 Dec. 2001	Change
INPS and other Italian org.	13.826	12.845	982
US and other organisations	4.074	3.086	988
Total	**17.900**	**15.931**	**1.969**

15.8 Other liabilities

(k€)	30 June 2002	31 Dec. 2001	Change
Employee payables	87.843	101.051	(13.208)
Other:			
Customer credit notes to be issued	1.384	2.568	(1.184)
FOREX and interest rate hedge unrealised losses	82	10.128	(10.046)
Miscellaneous	44.076	45.015	(939)
Total Other	45.542	57.711	(12.169)
Total	**133.385**	**158.762**	**(25.377)**

The significant decrease in FOREX and interest rate hedge unrealised losses is associated with the FOREX fluctuations incurred in the periodo.

The last item "miscellaneous" refers mainly to a component of the acquisition price of Passaggio Holding AG (formerly Autogrill Schweiz AG) to be settled on a deferred basis. It comprises the amount of mSFR 20 deposited to a guarantee account – unavailable until complition of a court case that commenced at the end of 2001 – and the settlement of the price – to be done in the first half of 2003 – following the award of concessions within the Bern train station valued at mSFR 6.5. They also include k€ 6,476 relating to the employees' stock plan of Host Marriott Corporation, the company that originally controlled HMSHost and which had signed a specific agreement with it, which was terminated at the time of its acquisition by Autogrill. This liability will gradually disappear in time, as the rights of Host Marriott Corporation employees become due.

k€ 11,093 of miscellaneous liabilities are non-current.

NOTE 16 – ACCRUED EXPENSES AND DEFERRED INCOME

(k€)	30 June 2002	31 Dec. 2001	Change
Accrued Expenses			
Insurance premiums	3.355	1.315	2.040
Interest on borrowings	2.457	7.729	(5.272)
Interest on FOREX and interest rate hedge contracts	3.438	1.147	2.291
Lease payments	5.650	8.058	(2.408)
Other	6.257	4.842	1.415
Totale Accrued Expenses	**21.157**	**23.091**	**(1.934)**
Deferred Income	4.601	4.758	(157)
Total Deferred Income	**4.601**	**4.758**	**(157)**
Total	**25.758**	**27.849**	**(2.091)**

Lease payments accruals relate to the standardisation of minimum guaranteed payments relating to some US outlets, which contractually increase over time. The reduction of this amount relative to 31 December 2001 reflects the periodic adjustments.

Non-current accrued expenses and deferred income amounted to k€ 2,271, of which k€ 468 were beyond five years, all of which relate to the above US outlets.

NOTE 17 – OFF-BALANCE SHEET COMMITMENTS AND GUARANTEES

(k€)	30 June 2002	31 Dec. 2001	Change
Guarantees for the benefit of thrid parties	27.874	26.793	1.081
Secured guarantees on Balance Sheet liabilities	2.355	15.742	(13.387)
Purchase and sale commitments	972.182	1.024.692	(52.510)
Other	24.265	41.711	(17.446)
Total	**1.026.676**	**1.108.938**	**(82.262)**

The purchase and sales commitments comprise:

- k€ 219,317 (k€ 348,699 at 31 December 2001), relating to the notional value of FOREX hedge contracts;
- k€ 746,404 (k€ 675,997 at 31 December 2001), relating to the notional value interest rate hedge contracts;
- k€ 6,461 in lease commitments.

The Group's financial policy places great importance on the management and control of financial risks that may significantly affect the Group' profitability. The Group has adopted a series of measures regarding the management of risks associated with FOREX and interest rate movements.

Within the context of this policy, the Group uses derivative financial instruments to manage FOREX and interest rates risks associated with cash flows and monetary assets and liabilities. These financial instruments generally comprise forward currency agreements, interest rate swaps, forward rate agreements and rate options or any combination thereof.

The notional value of transactions outstanding at 30 June 2002 is not a measurement of the risk exposure itself, which is limited only to interest flows received from time to time. Derivative contracts have been entered into only with reputable and financially secure financial institutions, in order to minimise the risk of their non-fulfilment.

The Group's FOREX risk management policy focuses on fully hedging borrowings not denominated in euro. The financial instruments used are foreign currency swaps.

The Group's interest rate risk management policy focuses on managing and controlling the effects of interest rate movements, in order to achieve the expected level of exposure and minimise the cost of borrowing. At 30 June 2002, the contracts in force had an average outstanding term of 3.8 years, enabling the maintenance of the average cost of borrowing at 4%, given market conditions. The market valuation, made on the basis of 30 June 2002 prices of instruments with similar features and terms, would result in a loss of m€ 18.6.

Other off-Balance Sheet commitments and guarantees refer to the leased assets in use or in the possession of the Group.

INCOME STATEMENT NOTES

NOTE 18 - OPERATING REVENUES

18.1 Sales

Sales amounted to k€ 1,543,602, of which k€ 38,171 related to newly consolidated subsidiaries. Companies no longer included in the consolidation scope generated sales of k€ 17,056 during the first half of 2001.

Analysis of Sales by Business Segment

(k€)	2002 Half-Year	2001 Half-Year	Change	2001 Full Year
Food and beverage	1.171.813	1.119.737	52.076	2.461.600
Retail	343.941	357.271	(13.330)	773.500
Hotel	11.657	10.616	1.041	25.892
Third party and frinchisees	16.191	13.929	2.262	34.409
Total	**1.543.602**	**1.501.553**	**42.049**	**3.295.401**

As disclosed in Note 1 – Basis of Preparation, 2001 half-year sales have been restated by k€ 13,624, representing oil sales, that in 2001 were reported, net of the related purchase cost, under other revenues.

An analysis of the Group's sales by geographic regions is provided in the Operations Report.

18.2 Other operating revenues

Other operating revenues were reduced by k€ 1,157 as a result of a change in consolidation scope.

(k€)	2002 Half-Year	2001 Half-Year	Change	2001 Full Year
Promotional contributions by suppliers	10.089	7.693	2.396	22.558
Newspaper distribution income	6.763	8.791	(2.028)	17.683
Business lease	4.676	4.200	476	9.760
Royalty income	2.404	2.482	(78)	5.251
Recovery of costs from third parties	1.380	652	728	1.491
Miscellaneous	10.557	10.513	44	19.483
Total	**35.869**	**34.331**	**1.538**	**76.226**

Miscellaneous other operating revenues comprise premium peripheral activities, positive cash differences and the reversal of previous year provisions.

As disclosed in Note 1 – Basis of Preparation, 2001 half-year other operating revenues have been restated by k€ 1,064 to reflect the separate disclosure of oil sales and oil purchase costs as sales and cost of merchandise for resale and supplies.

Moreover, other operating revenues for 2001 half-year and full year have been restated by k€ 3,776 and k€ 14,578 respectively, to reflect the netting of suppliers' bonus revenues against the cost of merchandise for resale and supplies.

NOTE 19 – OPERATING COSTS

19.1 Cost of merchandise for resale and supplies

Cost of merchandise for resale and supplies amounted to k€ 536,264, of which k€ 6,282 related to newly consolidated subsidiaries.

(k€)	2002 Half-Year	2001 Half-Year	Change	2001 Full Year
Food, beverage and retail	500 824	498 088	2 736	1 074 029
Other	35 440	33 880	1 560	81 183
Total	**536.264**	**531.968**	**4.296**	**1.155.212**

Cost of merchandise for resale and supplies is in line with sales performance.

As disclosed in Note 1 – Basis of Preparation, 2001 half-year cost of merchandise for resale and supplies has been restated to reflect the incorporation of € 12,560 in oil costs relating to oil sales, which previously had been netted together and disclosed as other operating revenues.

Moreover, cost of merchandise for resale and supplies for 2001 half-year and full year have been restated by k€ 3,776 and k€ 14,578 respectively, to reflect the netting of suppliers' bonus revenues against the cost of merchandise for resale and supplies

19.2 Cost of Services and Lease, Rental and Royalty Charges

(k€)	2002 Half-Year	2001 Half-Year	Change	2001 Full Year
Cost of Services				
Oil, gas and electricity	31.168	32.595	(1.427)	67.298
Maintenance	24.001	23.167	834	46.292
Cleaning and sanitation	13.228	12.784	444	27.173
Conultancy and professional services	11.653	11.879	(226)	23.872
Advertising and market research	10.148	10.390	(242)	23.301
Travel	9.356	10.883	(1.527)	21.434
Storage and transport costs	6.663	6.095	568	16.152
Insurance	9.665	6.582	3.083	14.419
Credit card commissions	5.773	5.347	426	12.811
Communications	5.478	5.955	(477)	12.440
Temporary staff	3.656	2.389	1.267	5.432
Secured transport	1.962	1.812	150	4.235
Security	1.742	2.011	(269)	4.096
Personnel recruitment	1.414	2.049	(635)	3.939
Bank services	1.811	1.377	434	3.586
Personnel training	1.228	1.393	(165)	2.874
Other	19.401	16.381	3.020	26.597
Total - Cost of Services	**158.347**	**153.089**	**5.258**	**315.951**
Lease charges	180.000	169.896	10.104	376.793
Movable property rental	9.823	9.865	(42)	20.901
Brand and trademark royalties	23.032	19.870	3.162	44.524
Total - Lease, rental and royalties	**212.855**	**199.631**	**13.224**	**442.218**
Total	**371.202**	**352.720**	**18.482**	**758.169**

Other

Other costs of services include k€ 3,278 arising from newly consolidated subsidiaries and include k€ 4,403 arising from third party goods and services.

The increase in the cost of oil, gas and electricity relates to increased energy prices, while the increase in the cost of insurance relates to the significant rise of US personnel injury premiums, following the recent renewal of policies from the first half of 2001

The increase in lease, rental and royalty charges result from the increased revenues on contracts operated under lease and concession with rent determined as a percentage of sales as well as a continued introduction of branded concept because of their proven commercial success.

19.3 Personnel costs

Personnel costs amounted to k€ 494,126, of which k€ 3,035 related to newly consolidated subsidiaries.

Personnel costs growth was limited by increased productivity at US operations.

(K€)	2002 Half-Year	2001 Half-Year	Change	2001 Full Year
Wages and salaries	391.307	390.292	1.015	837.847
Social security charges	69.229	67.836	1.393	133.670
Employee termination benefits	8.088	7.804	285	15.066
Other	25.502	24.648	853	52.740
Total	**494.126**	**490.580**	**3.546**	**1.039.323**

Average workforce size, expressed in full time equivalents, decreased to 35,781 for the first half of 2002 (40,692 for the first half of 2001).

19.4 Depreciation, amortisation and writedown

Depreciation, amortisation and writedown charges increased by k€ 9,076 to k€ 135,001, of which k€ 2,560 related to newly consolidated subsidiaries.

(K€)	2002 Half-Year	2001 Half-Year	Change	2001 Full Year
Depreciation, amortisation and writedowns:				
Intangible assets amortisation	80.398	79.258	1.140	182.212
Property, plant and equipment depreciation	44.843	39.568	5.275	74.505
Freely transferable assets depreciation	7.124	6.358	766	13.500
PPE and intangible assets writedowns	-	-	-	2.636
Current receivables writedowns	2.636	741	1.895	4.861
Total	**135.001**	**125.925**	**9.076**	**277.714**

Intangible assets amortisation charges include business goodwill and consolidation difference amortisation charges of k€ 55,060, up from k€ 54,470 for the first half of 2001. Remaining intangible asset amortisation charges primarily relate to leasehold improvements.

Freely transferable assets depreciation is calculated using technical and economic criteria, and accordingly these assets are depreciated over the lesser of their useful economic life or remaining duration of the concession contract.

19.5 Provision charges

The components are as follows:

(K€)	2002 Half-Year	2001 Half-Year	Change	2001 Full Year
Provision for litigation	1.735	1.298	437	1.412
Other provisions:				
Provision for restoration costs	1.076	2.135	(1.059)	4.894
Miscellaneous provisions	856	230	626	1.166
Total - Other Provisions	**1.932**	**2.365**	**(433)**	**6.060**
Total	**3.667**	**3.663**	**4**	**7.472**

19.6 Other operating costs

Other operating costs amounted to k€ 17,812, of which k€ 355 related to newly consolidated subsidiaries.

(K€)	2002 Half-Year	2001 Half-Year	Change	2001 Full Year
VAT, indirect taxes	9.441	9.409	32	20.182
Cash differences	2.939	2.380	559	5.335
Miscellaneous	5.432	5.483	(51)	10.875
Total	**17 812**	**17 272**	**540**	**36 862**

NOTE 20 – FINANCE INCOME AND COSTS

Net finance costs for the half year amounted to k€18,185, almost half the comparative period. This is mainly due to a mix-shift towards floating interest rates loans, which started during the first half of 2001, that enabled to benefit from the reduction in market rates.
A significant contribution to the reduction in these costs was the decrease in Group borrowings. The components are as follows:

20.1 Finance income

Finance income amounted to k€ 19,473, down k€ 57,041 from 2001 half-year results.

(K€)	2002 Half-Year	2001 Half-Year	Change	2001 Full Year
Finance Income - Securities and other interests income				
Non-current financial receivables income	1	7	(6)	8
Securities included in fixed assets	35	42	(7)	203
Marketable securities income	734	122	612	2.914
	770	171	599	3.125
Finance Income - Financial Institutions				
Bank interest	1.593	1.470	123	1.964
FOREX gains	8.707	66.967	(58.260)	65.998
Interest rate hedge contract	3.703	2.662	1.041	7.164
FOREX hedge contract	3.487	4.829	(1.342)	11.673
Other	1.213	415	798	1.778
	18.703	76.343	(57.640)	88.577
Total	**19.473**	**76.514**	**(57.041)**	**91.702**

20.2 Finance costs

Finance costs amounted to k€ 37,657, down k€ 74,904 from 2001 half-year results.

(K€)	2002 Half-Year	2001 Half-Year	Change	2001 Full Year
Bonds interest	3.678	3.570	108	7.235
Non-current borrowings interest	13.263	22.929	(9.666)	43.665
Current borrowings and overdraft interest	347	297	50	653
Other	72	3.566	(3.494)	4.348
	17.360	30.362	(13.002)	55.901
Other:				
FOREX losses	6.266	65.443	(59.177)	62.624
Interest rate hedge contract losses	8.718	6.609	2.109	13.041
FOREX hedge contract losses	4.916	9.761	(4.845)	12.882
Miscellaneous	397	386	11	2.755
	20.297	82.199	(61.902)	91.302
Total	**37.657**	**112.561**	**(74.904)**	**147.203**

NOTE 21 – EXCEPTIONAL ITEMS

Net exceptional expenses decreased slightly to k€ 711 from k€ 785, relating to severance payments made pursuant to the reorganization of the Group's operations in Switzerland.

NOTE 22 – INCOME TAX

Half-year results include no allocation for income tax charge.

The IRAP charge for the half-year is about m€ 6, consistent with previous half-year charges.

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Appendices

Schedule of Autogrill Group' Subsidiaries and Other Investments at 30 June 2002

Autogrill SpA Parent Company Financial Statements for the Half-Year ending 30 June 2002

AUTOGRILL GROUP

Schedule of Subsidiaries and Other Investments at June 30, 2002

Investments accounted for using the full consolidation method:

Company Name	Head Office	Cur.	Share Capital	% Owned	Controlling Company
Group Parent Company					
• Autogrill SpA	Novara	€	132,288,000	57.093	Edizione Holding SpA
Subsidiaries					
• Autogrill Café Srl	Novara	€	100,000	100.000	Autogrill SpA
• Aviogrill Srl	Bologna	€	10,000	51.000	Autogrill SpA
• Nuova Estral Srl	Novara	€	10,000	100.000	Autogrill SpA
• Nuova Sidap Srl	Novara	€	10,000	100.000	Autogrill SpA
• Autogrill Finance SA	Luxemburg	€	250,000	99.996	Autogrill SpA
• Autogrill International SA	Luxemburg	€	42,300,000	99.999	Autogrill SpA
• Autogrill Overseas SA	Luxemburg	€	60,650,000	99.999	Autogrill SpA
• Autogrill Austria AG	Gottlesbrunn	€	7,500,000	100.000	Autogrill International SA
• Autorest Hungaria Kft, (in liquidation)	Budapest	HUF	1,000,000	100.000	Autogrill Austria AG
• Autogrill Belgie SA	Antwerp	€	15,750,000	99.999 0.001	Autogrill International SA Ac Restaurants & Hotels SA
• Ac Arlux SA	Arlon	€	1,258,233	99.998 0.002	Autogrill Belgie SA Ac Restaurants & Hotels SA

• Ac Restaurants & Hotels Beheer SA	Antwerp	€	4,420,000	99.999 0.001	Autogrill Belgie SA Ac Restaurants & Hotels SA
• Ac Restaurants & Hotels SA	Luxemburg	€	123,946	99.995 0.005	Autogrill Belgie SA Ac Restaurants & Hotels Beheer SA
• Ac Restaurants & Hotels Beteiligungs GmbH	Niederzissen	€	76,706	95.000 5.000	Ac Restaurants & Hotels SA Ac Holding NV
• Ac Restaurants & Hotels Betriebs GmbH	Niederzissen	€	25,575	100.000	Ac Restaurants & Hotels Beteiligungs GmbH
• Autogrill Deutschland GmbH	Munich	€	205,000	100.000	Autogrill International SA
• Autogrill Espana SA	Madrid	€	1,800,000	100.000	Autogrill International SA
• Autogrill Participationes SL	Madrid	€	6,503,006	100.000	Autogrill International SA
• Restauracion de Centros Comerciales SA	Barcelona	€	108,182,18	70.000	Autogrill Participationes SL
• Autogrill Hellas EPE	Avlona Attikis	€	1,696,341,95	99.992 0.008	Autogrill International SA Autogrill SpA
• Autogrill Nederland BV	Breukelen	€	6,371,074	100.000	Autogrill International SA
• Maison Ledeboer BV	Zaandam	€	69,882	100.000	Autogrill Nederland BV
• Ac Holding NV	Breukelen	€	136,134	100.000	Maison Ledeboer BV
• The American Lunchroom Co BV	Zaandam	€	18,151	100.000	Ac Holding NV
• Ac Apeldoorn BV	Apeldoorn	€	45,378	100.000	The American Lunchroom Co BV
• Ac Bodegraven BV	Bodegraven	€	18,151	100.000	The American Lunchroom Co BV
• Ac Heerlen BV	Heerlen	€	23,142	100.000	The American Lunchroom Co BV
• Ac Hendrik Ido Ambacht BV	Hendrik Ido Ambacht	€	15,882	100.000	The American Lunchroom Co BV
• Ac Holten BV	Holten	€	34,033	100.000	The American Lunchroom Co BV

• Ac Leiderdorp BV	Leiderdorp	€	18,151	100.000	The American Lunchroom Co BV
• Ac Meerkerk BV	Meerkerk	€	18,151	100.000	The American Lunchroom Co BV
• Ac Nederweert BV	Weert	€	34,033	100.000	The American Lunchroom Co BV
• Ac Nieuwegein BV	Nieuwegein	€	18,151	100.000	The American Lunchroom Co BV
• Ac Oosterhout BV	Oosterhout	€	18,151	100.000	The American Lunchroom Co BV
• Ac Restaurants & Hotels BV	Oosterhout	€	90,756	100.000	The American Lunchroom Co BV
• Ac Sevenum BV	Sevenum	€	18,151	100.000	The American Lunchroom Co BV
• Ac Vastgoed BV	Zaandam	€	18,151	100.000	The American Lunchroom Co BV
• Ac Vastgoed I BV	Zaandam	€	18,151	100.000	The American Lunchroom Co BV
• Ac Veenendaal BV	Veenendaal	€	18,151	100.000	The American Lunchroom Co BV
• Ac Zevenaar BV	Zevenaar	€	56,722	100.000	The American Lunchroom Co BV
• Holding de Participations Autogrill Sas	Marseille	€	74,741,136	99.999 0.001	Autogrill International SA Autogrill SpA
• Autogrill Coté France SA	Marseille	€	31,579,526,40	99.999	Holding de Participations Autogrill Sas
• Hotelimar SA	Marseille	€	1,125,000	99.999	Autogrill Coté France SA
• Société Berrichonne de Restauration SA (Soberest)	Marseille	€	288,000	49.989	Autogrill Coté France SA
• Société Bordelaise de Restauration SA (Soborest)	St Savin	€	788,000	49.994	Autogrill Coté France SA
• Société de Construction de la Porte d’Alsace SA (Socopal)	Marseille	€	208,800	99.945	Autogrill Coté France SA
• Société de la Porte de Champagne SA (SPC)	Perrogney Les Fontaines	€	153,600	51.470	Autogrill Coté France SA

• Société de Restauration Autoroutière Dromoise SA (SRAD)	Marseille	€	1,136,000	49.996 49.997	Autogrill Coté France SA SRSRA SA
• Société de Restauration de Bourgogne SA (Sorebo)	Marseille	€	144,000	49.967	Autogrill Coté France SA
• Société de Restauration de Troyes-Champagne SA (SRTC)	Marseille	€	1,440,000	69.978	Autogrill Coté France SA
• Volcarest SA	Chatelguyon	€	1,050,144	49.994	Autogrill Coté France SA
• Autogrill Restauration Services SA	Marseille	€	30,041,460	99.999	Holding de Participations Autogrill Sas
• Autogrill Gares Centre Ouest Sarl	Marseille	€	58,624	100.000	Autogrill Restauration Services SA
• Autogrill Gares Metropoles Sarl	Marseille	€	17,396,850	100.000	Autogrill Restauration Services SA
• Autogrill Gares Centre Ile de France Sarl	Marseille	€	2,561,600	99.000 1.000	Autogrill Restauration Services SA Autogrill Gares Metropoles Sarl
• Autogrill Gares Lille Sarl	Marseille	€	40,000	99.960 0.040	Autogrill Restauration Services SA Autogrill Gares Metropoles Sarl
• Autogrill Gares Sud Est Sarl	Marseille	€	37,184	100.000	Autogrill Restauration Services SA
• Autogrill Schweiz AG	Olten	SFR	10,000,000	100.000	Autogrill Overseas SA
• ARH Management AG, in liquidazione	Zug	SFR	700,000	96.572	Autogrill Schweiz AG
• Autogrill Pieterlen AG	Pieterlen	SFR	2,000,000	100.000	Autogrill Schweiz AG
• Autogrill Pratteln AG	Pratteln	SFR	3,000,000	95.000	Autogrill Schweiz AG
• Restoroute de Bavois SA	Bavois	SFR	2,000,000	70.000	Autogrill Schweiz AG
• Restoroute de la Gruyère SA	Avry devant Pont	SFR	1,500,000	54.300	Autogrill Schweiz AG
• Vorstatt Egerkingen AG	Egerkingen	SFR	2,000,000	100.000	Autogrill Schweiz AG
• Autogrill SAS, Basel Airport	St.Louis	SFR	60,800	100.000	Autogrill Schweiz AG

• HMSHost Corporation	Bethesda	$US	225,000,000	100.000	Autogrill Overseas SA
• AAI Investments Inc	Bethesda	$US	100.000,000	100.000	HMSHost Corp
• HMS Host Tollroads Inc	Bethesda	$US	125,000,000	100.000	HMSHost Corp
• Host International Inc	Bethesda	$US	125,000,000	100.000	HMSHost Corp
• Sunshine Parkway Restaurants Inc	Bethesda	$US	125,000,000	50.000 50.000	HMSHost Corp Gladieux Corp
• C & J Leasing Inc	Bethesda	$US	1	100.000	Host International Inc
• Cincinnati Terminal Services Inc	Bethesda	$US	125,000,000	100.000	Host International Inc
• Cleveland Airport Services Inc	Bethesda	$US	125,000,000	100.000	Host International Inc
• HMS-Airport Terminal Services Inc	Bethesda	$US	125,000,000	100.000	Host International Inc
• HMS-Airport Terminal Services Inc (Christchurch branch) Inc	Bethesda	$US	125,000,000	100.000	HMS-Airport Terminal Services
• HMS B&L Inc	Bethesda	$US	125,000,000	100.000	Host International Inc
• HMS Holdings Inc	Bethesda	$US	125,000,000	100.000	Host International Inc
• HMS Host Family Restaurants Inc	Bethesda	$US	125,000,000	100.000	HMS Holdings Inc
• HMS Host Family Restaurants LLC	Bethesda	$US	125,000,000	100.000	HMS Host Family Inc
• Gladieux Corporation	Bethesda	$US	125,000,000	100.000	HMS Holdings Inc
• Host (Malaysia) Sdn Bhd	Kuala Lumpur	Ringgit	100.000	100.000	Host International Inc
• Host Gifts Inc	Bethesda	$US	125,000,000	100.000	Host International Inc
• Host International of Canada Ltd	Vancouver	$CAN	4,600,000	100.000	Host International Inc
• Host International of Canada (RD-GTAA) Ltd	Toronto	$CAN	1	100.000	Host International of Canada Ltd
• SMSI Travel Centres Inc	Toronto	$CAN	1	100.000	Host International of Canada Ltd

• Host International of Kansas Inc	Bethesda	$US	125,000,000	100.000	Host International Inc
• Host International of Maryland Inc	Bethesda	$US	125,000,000	100.000	Host International Inc
• HMS Host USA Inc	Bethesda	$US	125,000,000	100.000	Host International Inc
• Host of Holland BV	Haarlemmermeer	€	90,756	100.000	Host International Inc
• Horeca Exploitatie Maatschappij Schiphol BV	Schiphol	€	45,378	100.000	Host of Holland BV
• Host Services (France) Sas	Paris	€	38,115	100.000	Host International Inc
• Host Services Inc	Bethesda	$US	125,000,000	100.000	Host International Inc
• Host Services of New York Inc	Bethesda	$US	125,000,000	100.000	Host International Inc
• Host Services Pty Ltd	North Cairns	$AUS	12	100.000	Host International Inc
• Las Vegas Terminal Restaurants Inc	Bethesda	$US	125,000,000	100.000	Host International Inc
• Marriott Airport Concessions Pty Ltd	Tullamarine	$AUS	999,998	100.000	Host International Inc
• Michigan Host Inc	Bethesda	$US	125,000,000	100.000	Host International Inc
• San Francisco Sunshade LLC	Bethesda	$US	1	100.000	Host International Inc
• The Gift Collection Inc	Bethesda	$US	125,000,000	100.000	Host International Inc
• Turnpike Restaurants Inc	Bethesda	$US	125,000,000	100.000	Host International Inc

Investments accounted for using the equity method:

Company Name	Head Office	Cur,	Share Capital	% Owned	Holding Company
• Pastarito SpA	Turin	€	2,593,423	21.614	Autogrill SpA
• Union Services Sarl	Luxemburg	€	51,000	20.000 20.000 10.000	Autogrill International SA Autogrill Overseas SA Autogrill Finance SA
• Société Régionale de Saint Rambert d'Albon SA (SRSRA)	St Rambert d'Albon	€	512,000	40.731	Autogrill Coté France SA
• Isardrome Sarl	St Rambert d'Albon	€	30,800	94.750 4.500	SRSRA SA Autogrill Coté France SA
• Anton Airfood Inc (AAI)	Washington	USD	1000	25.000	AAI Investments Inc
• AAI Terminal 7 Inc	Washington	USD	1,000	100.000	Anton Airfood Inc
• AAI Terminal One Inc	Washington	USD	200	100.000	Anton Airfood Inc
• Airport Architects Inc	Washington	USD	1,000	100.000	Anton Airfood Inc
• Anton Airfood JFK Inc	Washington	USD	1,000	100.000	Anton Airfood Inc
• Anton Airfood of Bakersfield Inc	Washington	USD	1,000	100.000	Anton Airfood Inc
• Anton Airfood of Cincinnati Inc	Washington	USD	1,000	100.000	Anton Airfood Inc
• Anton Airfood of Minnesota Inc	Washington	USD	10	100.000	Anton Airfood Inc
• Anton Airfood of New York Inc	Washington	USD	1,000	100.000	Anton Airfood Inc
• Anton Airfood of North Carolina Inc	Washington	USD	10	100.000	Anton Airfood Inc
• Anton Airfood of Ohio Inc	Washington	USD	1,000	100.000	Anton Airfood Inc

• Anton Airfood of Rhode Island Inc	Washington	$US	1,000	100.000	Anton Airfood Inc
• Anton Airfood of Texas Inc	Washington	$US	100,000	100.000	Anton Airfood Inc
• Anton Airfood of Virginia Inc	Washington	$US	1,000	100.000	Anton Airfood Inc
• Palm Springs AAI Inc	Washington	$US	1,000	100.000	Anton Airfood Inc
• Lee Airport Concession Inc	Washington	$US	1,600	25.000	Anton Airfood Inc
• Dewina Host Sdn Bhd	Kuala Lumpur	Ringgit	250,000	49.000	Host International Inc
• HMSC-AIAL Ltd	Aukland	$NZ	111,900	50.000	Host International Inc

Investments accounted for under the cost method:

Company Name	**Head Office**	**Cur.**	**Share Capital**	**% Owned**	**Holding Company**
• M.S. Gestioni Srl	Turin	€	25,000	15.000	Autogrill SpA

Autogrill SpA - Parent Company Financial Statements for the Half-Year ending 30 June 2002

Autogrill SpA

Parent Company Balance Sheet

at 30 June 2002

(€ thousands)	30 June 2002	31 Dec. 2001	Change	30 June 2001
ASSETS				
NON-CURRENT ASSETS				
Intangible Assets				
Incorporation and start-up costs	-	-	-	16
Concessions, licenses and brands	2,406	2,584	(178)	2,915
Business goodwill	65,193	72,114	(6,921)	78,699
Assets under development and advances	4,907	5,756	(849)	3,677
Other	36,672	36,919	(246)	34,946
Total Investments	**109,178**	**117,374**	**(8,195)**	**120,253**
Property, Plant and Equipment				
Land and buildings	16,603	16,845	(242)	16,388
Operating facilities	16,828	5,790	11,038	5,093
Commercial and operating equipment	30,375	28,835	1,540	26,438
Freely transferable assets	24,181	25,032	(850)	23,601
Other PPE	3,195	6,475	(3,279)	4,657
Assets under construction and advances	11,074	9,843	1,231	9,404
Total Property, Plant & Equip.	**102,256**	**92,818**	**9,438**	**85,579**
Investments				
Equity investments in:				
Subsidiaries	68,447	6,585	61,862	53,869
Associate companies	14,360	-	14,360	-
Other companies	29	43	(14)	22
Financial receivables				
* current	-	0	(0)	1
* non-current	62,375	10,735	51,639	11,342
Other	277	519	(242)	1,309
Total Investments	**145,487**	**17,881**	**127,605**	**66,543**
TOTAL NON-CURRENT ASSETS	**356,921**	**228,073**	**128,848**	**272,375**
CURRENT ASSETS				
Inventory				
Merchandise for resale, supplies and other	33,947	35,373	(1,426)	34,467
Total Inventory	**33,947**	**35,373**	**(1,426)**	**34,467**
Receivables				
Trade accounts receivable				
* current	44,311	42,366	1,945	34,334
* non-current	401	-	401	-
Receivables from subsidaries	42,351	107,960	(65,609)	371,158
5 V Other receivables				
* current	20,385	16,328	4,057	13,059
* non-current	14,534	14,534	0	16,110
Total Receivables	**121,983**	**181,187**	**(59,205)**	**434,660**
Marketble Securities				
Miscellaneous securities	78	1,109	(1,031)	7,445
Total Marketable Securities	**78**	**1,109**	**(1,031)**	**7,445**
Cash and Bank				
Cash	9,732	86,349	(76,617)	6,245
Bank	19,717	39,368	(19,651)	29,413
Total Cash and Bank	**29,449**	**125,717**	**(96,268)**	**35,658**
TOTAL CURRENT ASSETS	**185,456**	**343,386**	**(157,930)**	**512,231**
Prepaids and accruals	**7,605**	**10,304**	**(2,699)**	**15,278**
TOTAL ASSETS	**549,981**	**581,763**	**(31,781)**	**799,883**

EQUITY AND LIABILITIES	30 June 2002	31 Dec. 2001	Change	30 June 2001
EQUITY				
Share capital	132,288	132,288	-	132,288
Share premium	-	-	-	-
Revaluation reserve	-	13,618	(13,618)	13,618
Legal reserve	1,712	1,712	-	1,712
Treasury shares reserve	-	-	-	-
Statutory reserve	-	-	-	-
Other reserves	12,150	24,308	(12,158)	25,554
Retained earnings	-	-	-	-
Financial period net loss (1)	(8,498)	(25,456)	16,958	(29,454)
TOTAL EQUITY	**137,652**	**146,469**	**(8,817)**	**143,718**
PROVISIONS FOR LIABILITIES AND CHARGES				
Deferred income tax liability	930	930	(0)	930
Other reserves	22,446	30,139	(7,693)	22,729
TOTAL PROV. FOR LIABILITIES & CHARGES	**23,376**	**31,069**	**(7,693)**	**23,659**
PROVISION FOR TERMINATION BENEFITS	**80,012**	**77,577**	**2,435**	**77,294**
LIABILITIES				
Borrowings from banks				
* current	12,256	5,368	6,888	37,517
* non-current	51,646	51,646	(0)	192,689
Other borrowings				
* current	3,363	4,922	(1,559)	79,652
* non-current	1,833	2,199	(367)	2,566
Advances	10	75	(65)	-
Trade accounts payable	191,782	209,044	(17,262)	189,014
Payables to subsidiaries	473	285	188	310
Payables to holding company	38	35	3	23
Tax liabilities				
* current	7,787	9,397	(1,611)	14,904
Social security liabilities	13,921	12,776	1,145	13,403
Other	20,843	26,597	(5,754)	19,927
TOTAL LIABILITIES	**303,951**	**322,344**	**(18,393)**	**550,004**
Accrued Expenses and Deferred Income	**4,990**	**4,303**	**687**	**5,208**
TOTAL EQUITY AND LIABILITIES	**549,981**	**581,763**	**(31,781)**	**799,883**

OFF-BALANCE SHEET GUARANTEES & COMMITMENTS				
Guarantees	*1,329,948*	*1,383,525*	*(53,577)*	*846,669*
** Secured - Balance Sheet liabilities*	-	-	-	*320*
Purchase and sales commitments	*2,197*	*110,939*	*(108,742)*	*355,782*
Otherguarantees and commitments	*400,017*	*378,501*	*21,517*	*405,069*
TOTAL OFF-BALANCE SHEET GUARANTEES & COMMITMENTS	***1,732,162***	***1,872,965***	***(140,803)***	***1,607,840***

(1) Income tax excluded from half-year results

Autogrill SpA

Parent Company Income Statement

for the half-year ending 30 June 2002

(K€)	2002 Half-Year	2001 Half-Year	Change	2001 Full Year
OPERATING REVENUES				
Sales	467.972	462.082	5.891	987.715
Other operating revenues				
* contributions	5	-	5	7
* other	23.626	17.996	5.630	45.145
TOTAL OPERATING REVENUES	**491.603**	**480.077**	**11.526**	**1.032.867**
OPERATING COSTS				
Cost of merchandise for resale and supplies	214.204	221.651	(7.447)	478.758
Cost of services	43.118	34.139	8.979	71.861
Lease, rental and royalty charges	46.669	42.590	4.079	92.221
Personnel costs				
Wages and salaries	87.918	85.131	2.787	175.375
Social security charges	27.409	26.225	1.185	53.911
Employee termination benefits	7.410	7.266	144	13.863
Other	48	1.199	(1.150)	1.061
Depreciation, amortisation and writedowns				
Intangible assets amortisation	13.044	15.039	(1.995)	31.288
Property, plant and equipment depreciation	9.417	7.662	1.755	17.326
Current receivables writedowns	-	262	(262)	663
Change in inventory levels	1.426	(1.313)	2.739	(2.218)
Provisions for risk charges	1.249	816	433	215
Other provisions charges	1.077	2.135	(1.059)	4.894
Other operating costs	5.986	6.367	(382)	11.856
TOTAL OPERATING COSTS	**458.974**	**449.168**	**9.806**	**951.073**
OPERATING PROFIT	**32.629**	**30.909**	**1.720**	**81.793**
FINANCE INCOME AND COSTS				
Finance income - equity income from associates	19	4.684	(4.664)	14.064
Other finance income				
Associate companies - non-current	35	123	(88)	173
Associate companies - current	734	565	168	2.914
Other finance income				
Subsidiaries	461	4.190	(3.729)	5.103
Other companies	3.511	8.781	(5.270)	14.226
Finance costs				
Subsidiaries	-	(4)	4	(18)
Other	(8.863)	(12.829)	3.966	(21.065)
Total Net Finance Costs	**(4.104)**	**5.510**	**(9.614)**	**15.396**
INVESTMENTS VALUTATION ADJUSTMENTS				
Valuation increases	3.550	262	3.288	-
Writedowns				
Investments - equity holdings	(40.570)	(66.042)	25.472	(119.547)
Other	(3)	(93)	90	(24)
Total	**(37.023)**	**(65.873)**	**28.850**	**(119.571)**
Exceptional Items	**0**	**0**	**0**	**0**
PROFIT/(LOSS) BEFORE TAX	**(8.498)**	**(29.454)**	**20.956**	**(22.382)**
Income Tax	-	-	0	(3.074)
NET LOSS	**(8.498)**	**(29.454)**	**20.956**	**(25.456)**

(1) no income tax allocated for half-year results

Autogrill SpA

Registered Office: ***Via Luigi Giulietti, 9***
28100 Novara, Italy
Share Capital: ***€ 132,288,000 fully paid-up***
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Novara CCIAA Number: ***188902 REA***
VAT Number: ***01630730032***

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