



HALF-YEAR TO 30.6.2001

INDEX

Highlights	4
Operating report	7
Corporate profile	7
Group operating performance	10
Other information	21
Significant events occurred after the first six months	23
Operating outlook	24
Consolidated financial statements and illustrative notes at 30 June 2001	25
Balance Sheet	26
Income Statement	28
Notes to the consolidated financial statements	29
Attachments	
• <i>List of companies included in the consolidation and other equity interests</i>	59
• <i>Autogrill S.p.A. – financial statements at 30 June 2001</i>	67
Balance Sheet	68
Income Statement	70
Cash Flow Statement	71

AUTOGRILL S.p.A.

Company Officers

Board of Directors *(until the approval of the 2001 financial statements)*

<i>Chairman</i>	Gilberto BENETTON	Vested with the powers conferred by law and the company bylaws, in particular the legal representation of the company as well as power of attorney.
<i>Chief Executive Officer</i>	Livio BUTTIGNOL	Powers of routine business, to be exercised with single signature powers (pursuant to the resolution of 27-4-2001)
<i>Directors without specific mandates</i>	Alessandro BENETTON Giorgio BRUNETTI Antonio BULGHERONI Marco DESIDERATO Sergio EREDE Gianni MION Gaetano MORAZZONI	

Board of Auditors *(until the approval of the 2002 financial statements)*

<i>Chairman</i>	Gianluca PONZELLINI	Qualified Accountant
<i>Statutory Auditors</i>	Marco REBOA	Qualified Accountant
	Ettore Maria TOSI	Qualified Accountant
<i>Alternate Auditors</i>	Giovanni Pietro CUNIAL	Qualified Accountant
	Graziano Gianmichele VISENTIN	Qualified Accountant

External Auditors *(until the approval of the 2002 financial statements)*

Arthur Andersen S.p.A.

Highlights

(amounts in €)	1st half 2001	1st half 2000	Δ %	12 months to 31.12.2000
Chain sales ⁽¹⁾	1.524,3	1.369,2	11,3%	3.122,4
Net sales	1.487,9	1.330,0	11,9%	3.041,1
EBITDA ⁽²⁾	151,4	142,2	6,5%	372,9
% on sales	10,2%	10,7%		12,3%
EBITA ⁽³⁾	80,8	77,6	4,1%	129,8
% on sales	5,4%	5,8%		4,3%
Net profit/(loss)	(16,9)	(17,7)	n.s.	14,9
% on sales	-1,1%	-1,3%		0,5%
Cash Flow	108,2	94,1	15,0%	258,0
% on sales	7,3%	7,1%		8,5%
Investments ⁽⁴⁾	78,7	82,8	-5,0%	181,2
Net working capital	(244,9)	(171,1)		(274,9)
Net capital employed	1.529,8	1.377,7		1.394,9
Net financial position	(1.297,2)	(1.153,8)		(1.137,7)

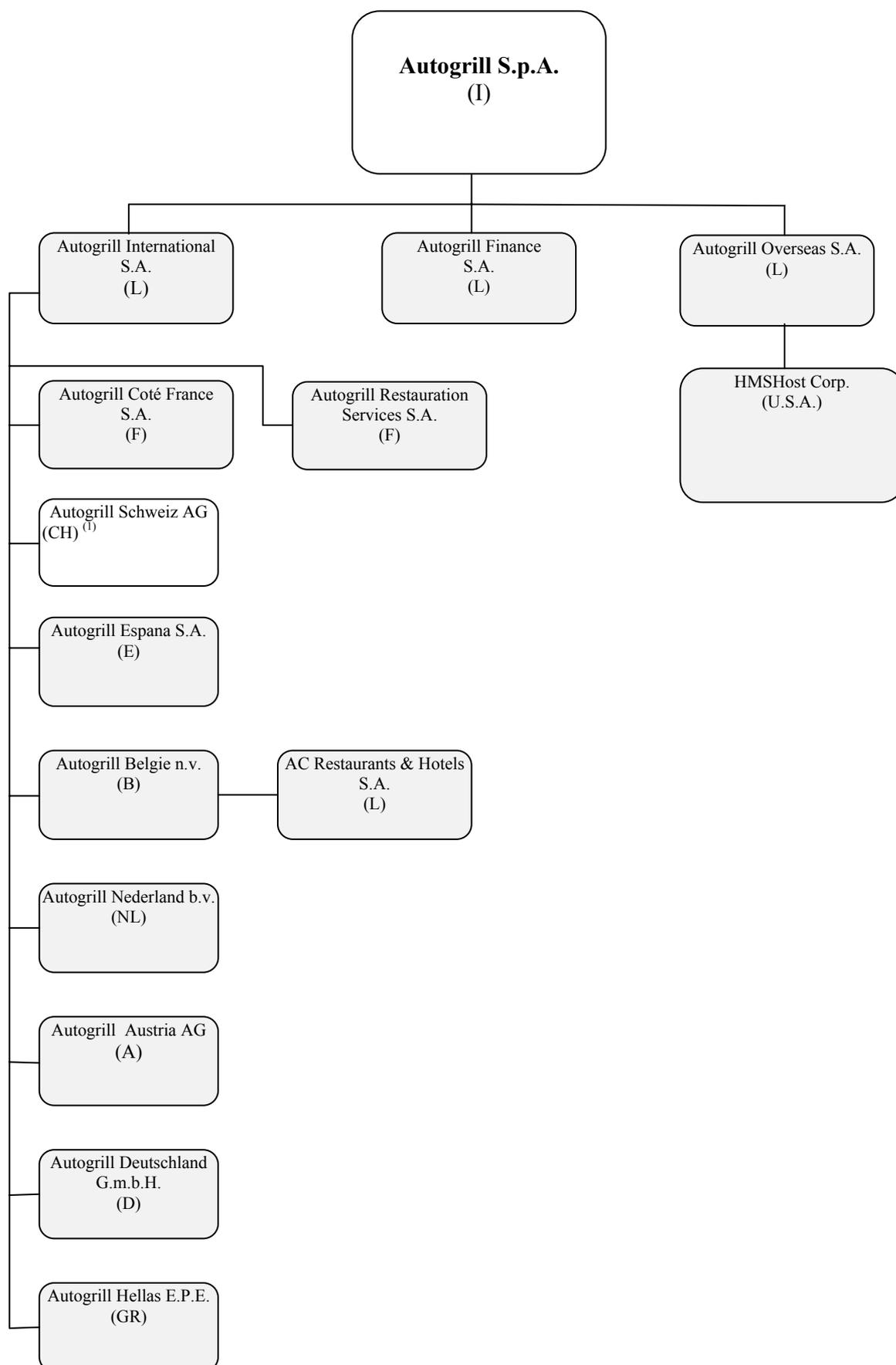
⁽¹⁾ includes sales of all outlets operating under the Group brands, managed directly or by associated companies

⁽²⁾ profit/loss before amortization and depreciation, non-recurring charges/income, financial charges/income and taxation

⁽³⁾ profit/loss before amortization of goodwill and consolidation differences, non-recurring charges/income, financial charges/income and taxation.

⁽⁴⁾ excluding financial investments and equity interests

Simplified group structure at 30 June 2001



⁽¹⁾ New name of Passaggio Holding AG, consolidated as of 1.1.2001

Operating report

Corporate profile

Autogrill, the leading group worldwide in restaurant services for people on the move, is an Italian multinational operating in 15 countries with a network of over **4,300 restaurant and sales outlets, having around 900 locations** along motorways, in airports and railway stations, or inside trade fairs, shopping malls and city centers.

The variety of the concepts (from the snack-bar to the self-service restaurant, the quick service pizzeria to the coffee shop, from the hamburger restaurant to the latest generation sandwich bar) and the many trademarks owned (such as Ciao, Spizzico and ACafe, in Italy) and under license (Starbucks, Burger King, Sbarro and Pizza Hut, amongst others) make up a product portfolio which is unique for size, competitive capacity and impact.

The creation of stockholder value, achieved thanks to the joint effect of the size and the performance of the sales network, has placed the Group amongst the best operators in the sector year after year.

Mission and values

Autogrill is committed to offer the best choice of restaurant services for people on the move and, in pursuing this mission, applies some fundamental values.

Focusing on the customer is a core value. Autogrill undertakes to transmit it ever more widely to its collaborators and to consider it the basis of management choices.

Quality, as an integral part of the mission and the corporate culture, is expressed not only in the 24/7 availability of service 365 days a year in motorway service areas, main airports and railway stations, but also in the professionalism and quality of the service provided.

People's skills are developed to the full by human resource management policies centered on motivation, training and incentives based on merit criteria, to which correspond investments aimed at achieving those objectives.

The innovation of products and concepts is a prerogative for Autogrill, on which it focuses to strengthen and maintain over time its competitive position.

Attention to society and its needs requires a commitment to embrace all the main opportunities which enable business to be combined with social responsibility.

Being coherent with the mission and respecting the values identified tend to confer stability to Autogrill's competitive advantage, based upon the constant creation of stockholder value.

The distinguishing elements

The level of service provided, achieved as a result of the widespread network, the quality and variety offered, together with the ability to innovate, distinguishes Autogrill from its competitors.

An extensive network (Autogrill is leader in the countries in which it earns 85% of its revenues and co-leader in the majority of the others in which it operates) leads to a very competitive cost position, which is – and will be ever more in the future – further supported by the synergy achievable between the different countries.

Autogrill's position in the markets under concession gives the Group the capability to bid for new contracts or renewals for restaurant services with a cost advantage and a competitive mix of proposals for both quality and variety.

Restaurant concessions.

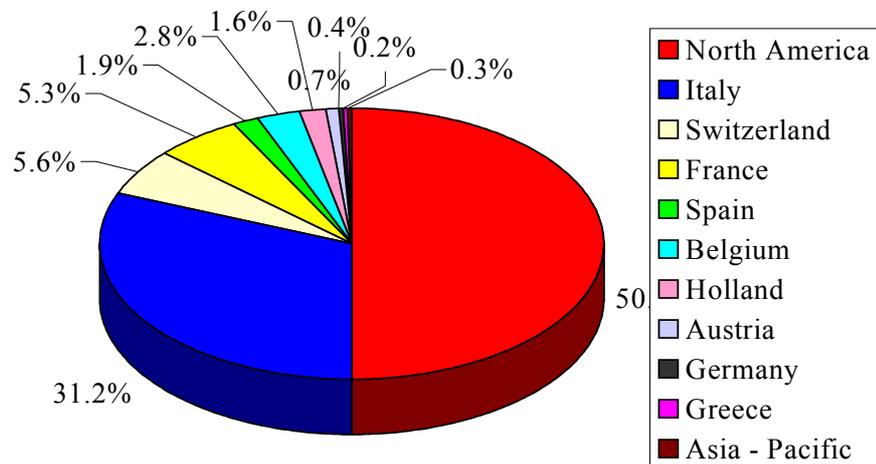
Over 90% of Autogrill's activities involve restaurant concessions: airports, motorways, railway stations and trade fairs. According to available estimates, the world market is worth more than 15 billion Euros, with an average growth in real terms, as measured by traffic, of more than 3% annually. The value it generates for customers and providers of concessions has ensured that the Group has one of the highest contract renewal rates in the sector.

Non-concession restaurants.

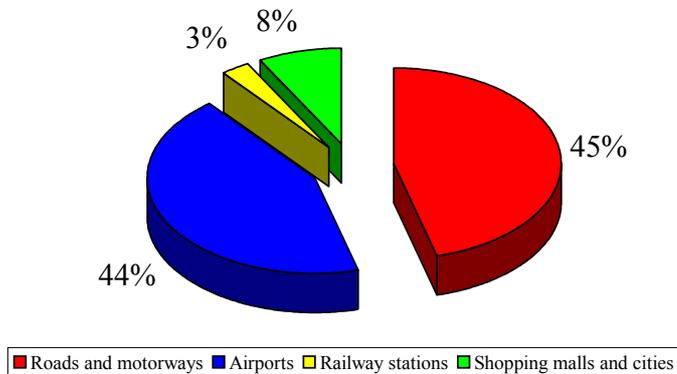
The QSR (Quick Service Restaurant) will continue to develop by focusing on up-market city locations and shopping malls with a varied choice of concepts and brands, generating a high return on capital employed. The network's growth occurs both by establishing new, directly managed outlets as well as by franchising.

The business area

*Distribution of income by geographical area
(figures refer to the first six months of 2001)*



Distribution of income by channel
(figures refer to the first six months of 2001)



Roads and motorways

About 45% of Autogrill's revenues arises from restaurant services on roads and motorways, with significant market shares in the United States and in Europe.

Airports

The airport restaurant service sector is another important area of growth, thanks to the experience and skills developed over the years by the U.S. subsidiary HMSHost and shared by Autogrill.

Railway stations

France, Italy and Switzerland are the countries where Autogrill is located in railway stations. Beyond expanding in those markets, the Group carefully monitors all other development possibilities in this channel.

City centers and shopping malls

About 8% of Autogrill's turnover arises from non-concession restaurants shopping malls and city centers, where the Group has about 200 restaurants. This market is also expanding strongly.

Seasonal nature of the business

The Group's business levels are closely correlated to the mobility of people, which is markedly seasonal, particularly as regards tourism.

Therefore, revenues for the first half of the year are historically lower than the second by 15-20%.

Moreover, HMSHost and the Dutch companies divide the financial year into 4-week accounting periods, instead of calendar months. The 2000 and 2001 financial years comprise 52 weeks and the first half comprises 24 weeks in both cases.

The operating results of the first six months are affected by the seasonal nature of the business more so than sales, for both the pro-rata stating of some costs, as well as the more contained efficiency in off-peak times.

From the financial viewpoint, finally, both average cash generation as well as cash at hand and in the bank contract in the first six months, since some annual payments are concentrated in this period.

Group operating performance

Unless otherwise specified, all amounts in this report are expressed in million Euros, represented by the symbol m€; the comparative earnings figures refer to the first six months to 30.6.2000; the balance sheet figures to the 2000 year-end balances.

Revenues for the six months to 30.6.2001 increased by 11.9% to 1,487.9 m€ (+8.1% at constant exchange rates). The newly consolidated businesses – primarily Autogrill Schweiz AG (the new name of Passaggio Holding AG), acquired on 27 December 2000 – contributed 82.6 m€ to the increase in revenues; however, rationalization of the business portfolio - concentrated on HMSHost and Belgium – led to 37.4 m€ lower revenues.

Sales of comparable outlets increased by +2.8% against the first half of 2000. The increase is higher than the point of reference, represented by the traffic and passengers.

In fact, in US airports, against a 1.3% fall in passengers, a 3% increase in sales was achieved.

In Europe, an area also affected by a food crisis and adverse weather conditions, the trend in comparable sales in the main markets was in line with the growth in traffic.

Operating income, expressed by EBITDA, in turn increased by 6.5%, discounting the expected initial dilution pursuant to the consolidation of the Autogrill Schweiz group. Excluding the effects of the changes in the scope of the Group, over the six month period, a 10.7% return on sales of pre-existing activities was recorded.

The net result for the half-year, affected by greater depreciation and financial charges connected with the acquisition of Autogrill Schweiz, improves by 0.8 m€ to –16.9 m€, and the cash flow increases by 14.1 m€ to 108.2 m€.

Summary consolidated income statement

(amounts in m€)

2000	1st half 2001		1st half 2000		Change			
					Total	at comparable exchange rates		
3,041,1	1,487,9		1,330,0		157,9	11,9%	107,7	8,1%
75,5	39,2		26,7		12,5	46,9%	11,3	40,2%
3.116,6	1.527,1	100,0%	1.356,7	100,0%	170,4	12,6%	118,9	8,4%
(1.791,3)	(872,3)	-57,1%	(783,8)	-57,8%	(88,5)	11,3%	(59,2)	7,3%
1.325,3	654,8	42,9%	572,9	42,2%	81,9	14,3%	59,7	10,0%
(931,7)	(490,6)	-32,1%	(423,4)	-31,2%	(67,2)	15,9%	(50,2)	11,4%
	(4,5)	-0,3%	(4,4)	-0,3%	(0,1)	2,3%	(0,0)	0,6%
(12,6)								
(34,8)	(17,2)	-1,1%	(17,2)	-1,3%	(0,0)	0,3%	0,6	-3,3%
346,2	142,5	9,3%	127,9	9,4%	14,6	11,4%	10,1	7,6%
(104,8)	(54,5)	-3,6%	(47,3)	-3,5%	(7,2)	15,3%	(6,2)	12,9%
(138,3)	(70,6)	-4,6%	(64,5)	-4,8%	(6,1)	9,5%	(2,5)	3,7%
103,1	17,4	1,1%	16,1	1,2%	1,3	7,8%	1,3	8,0%
(64,8)	(35,9)	-2,4%	(30,5)	-2,2%	(5,4)	17,9%	(3,1)	9,5%
(0,3)	(0,3)	0,0%	(0,4)	0,0%	0,1	n.s.	0,1	n.s.
38,0	(18,8)	-1,2%	(14,8)	-1,1%	(4,0)	27,2%	(1,7)	9,8%
3,6	1,5	0,1%	(0,6)	0,0%	2,1	n.s.	2,1	n.s.
41,6	(17,3)	-1,1%	(15,4)	-1,1%	(1,9)	12,3%	0,5	-2,6%
(12,4)	(6,1)	-0,4%	(5,4)	-0,4%	(0,7)	13,0%	(0,7)	13,0%
(9,3)	8,9	0,6%	5,3	0,4%	3,6	67,8%	3,5	65,1%
(21,7)	2,8	0,2%	(0,1)	0,0%	2,9	n.s.	2,8	n.s.
19,9	(14,5)	-0,9%	(15,5)	-1,1%	1,0	-6,5%	3,3	-18,4%
5,0	2,4	0,2%	2,2	0,2%	0,2	10,7%	0,1	4,0%
14,9	(16,9)	-1,1%	(17,7)	-1,3%	0,8	-4,3%	3,2	-15,8%
372,9	151,4		142,2		9,2	6,5%	4,8	3,3%

SUMMARY CONSOLIDATED BALANCE SHEET

(amounts in m€)	30.06.01	31.12.2000	CHANGE		30.06.2000
			total	at comparable exchange rates	
Intangible fixed assets	1.362,3	1.209,5	152,8	68,7	1.222,2
Tangible fixed assets	502,9	412,3	90,6	76,0	411,3
Investments	26,9	160,7	(133,8)	(134,5)	28,6
	1.892,1	1.782,5	109,6	10,1	1.662,1
B) Working capital			-	-	
Inventory	95,5	82,4	13,1	9,3	91,4
Trade receivables	68,4	71,9	(3,5)	(6,3)	69,4
Other assets	261,0	212,8	48,2	32,2	223,2
Trade payables	(396,2)	(387,0)	(9,2)	4,0	(310,5)
Provisions for risks and charges	(86,5)	(74,3)	(12,2)	(10,8)	(78,1)
Other current liabilities	(187,5)	(180,7)	(6,8)	3,6	(166,5)
	(245,3)	(274,9)	29,6	32,0	(171,1)
C) Capital employed, less current liabilities	1.646,8	1.507,6	139,2	42,1	1.491,0
D) Employment severance indemnity and other medium-/long-term non-financial payables	(117,0)	(112,7)	(4,3)	(2,1)	(113,3)
E) Net capital employed	1.529,8	1.394,9	134,9	39,9	1.377,7
Financed by:					
F) Stockholders' equity					
of the Group	211,8	240,6	(28,8)	(28,8)	207,9
of third parties	20,8	16,6	4,2	3,0	16,0
	232,6	257,2	- 24,6 -	25,8	223,9
G) Convertible bonds	364,4	360,8	3,6	3,6	357,8
H) Medium-/long-term financial debt	638,5	573,6	64,9	(22,6)	609,5
I) Net short-term financial position					
Short-term financial debt	445,0	402,1	42,9	32,0	314,0
Short-term liquidity and financial receivables	(150,7)	(198,8)	48,1	52,8	(127,6)
	294,3	203,3	91,0	84,8	186,5
Net financial position (G+H+I)	1.297,2	1.137,7	159,5	65,8	1.153,8
L) Total, as in E)	1.529,7	1.394,9	134,8	40,0	1.377,7

Financial Situation

From the balance sheet viewpoint, of particular note during the six month period are the 134.9 m€ increase in the net capital employed and the 24.6 m€ reduction in stockholders' equity. Net financial indebtedness consequently increased by 159.5 m€.

The main reason for the increases in capital employed and indebtedness is the stronger US Dollar (against the Euro) at 30 June 2001. Of the entire increase in capital employed, 94.9 m€ is in fact due to such strengthening, 45.7 m€ to the newly-consolidated companies, while the capital employed relating to pre-existing companies decreases by 5.7 m€.

The stockholders' equity, given the correspondence between assets and liabilities in Dollars and the hedging transactions carried out, is only slightly affected by exchange rate movements, while it decreases pursuant to dividends paid (10.5 m€) and the interim loss.

Net financial indebtedness is 1,297.2 m€, a 143.4 m€ increase compared to 30 June 2000. This difference is due for 121.3 m€ to conversion differences, the remaining portion being due to acquisitions during the year which affected the debt by 168.4 m€.

CONSOLIDATED CASH FLOW STATEMENT

2000	(in m€)	1st half 2001	1st half 2000
109,0	Opening current net financial position ⁽¹⁾	(195,5)	109,0
	Cash flow from operating activities		
19,9	Earnings for the period (including minority interests)	(14,5)	(15,5)
	Amortization, depreciation and write-downs of fixed assets, net of write-		
243,1	backs	125,1	111,8
0,2	(Gains)/losses on disposals of fixed assets	(0,1)	(0,2)
(1,7)	Provisions for risks, net of utilizations	(3,2)	0,9
31,3	Change in working capital	(57,5)	(59,6)
	Net change in employment severance indemnity and other medium-		
9,0	/long-term liabilities	2,1	2,0
<u>301,8</u>		<u>51,9</u>	<u>39,4</u>
	Cash flow from investments		
	Investments in fixed assets		
(83,2)	- intangible ⁽²⁾	(28,2)	(36,8)
(98,0)	- tangible	(50,5)	(46,0)
(139,2)	- financial	(3,4)	(2,6)
(1,3)	- acquisition of consolidated equity interests	(14,0)	0,0
6,8	Disposal of investments	4,6	2,6
15,9	Sale price of fixed assets disposed of	4,1	1,0
<u>(299,0)</u>		<u>(87,4)</u>	<u>(81,8)</u>
	Cash flow from financing		
	New issue of convertible bonds (and capitalization of interest on the		
7,1	zero coupon)	3,6	4,1
332,0	New medium-/long-term loans	272,4	125,1
(641,4)	Repayments and transfer to short-term of medium-/long-term portions	(318,9)	(366,7)
(10,5)	Payment of dividends to Parent Company stockholders	(10,5)	(10,5)
(2,3)	Other movements	(3,6)	(2,2)
<u>(315,1)</u>		<u>(57,0)</u>	<u>(250,2)</u>
<u>(312,3)</u>	Cash flow for the period	<u>(92,5)</u>	<u>(292,6)</u>
	(0,0) Exchange differences on short-term loans	(6,3)	(2,9)
<u>(203,3)</u>	Closing short-term net financial position	<u>(294,3)</u>	<u>(186,5)</u>
<u>(934,4)</u>	Closing medium-/long-term net financial debt ⁽³⁾	<u>(1.002,9)</u>	<u>(967,3)</u>
<u>(1.137,7)</u>	Total closing net financial debt	<u>(1.297,2)</u>	<u>(1.153,8)</u>

⁽¹⁾ the 1st half amount include liquid funds totaling 7.8 m€ at the newly consolidated companies

⁽²⁾ excludes goodwill and the consolidation differences of the companies acquired during the period

⁽³⁾ the balances were also affected by the following factors:

2000	(in m€)	1st half 2001	1st half 2000
	- Effect of the change in the scope of consolidation	(24,3)	-
	(77,1) Exchange difference on medium-/long-term loans	(87,1)	(45,2)

From the cash flow viewpoint, operations generated 51.9 m€ (+12.5 m€) of liquidity in the first six months.

Investments, equal to 87.4 m€ (+5.6 m€), absorbed 78.7 m€ due to increases in tangible and intangible fixed assets. Their distribution by geographical area, channel and purpose is the following:

Geographical area	Amount	Share
HMSHost ⁽¹⁾	34.9	44.4%
Italy	16.0	20.3%
Switzerland	13.3	16.9%
France	6.4	8.1%
Spain	1.4	1.8%
Benelux	0.8	1.0%
Greece	0.8	1.0%
Austria-Germany	0.1	0.1%
Not allocatable ⁽²⁾	5.0	6.4%
Total	78.7	100.0%

⁽¹⁾ North America, Oceania and Far East.

⁽²⁾ relating to the Group's new HQ, which also hosts the centralized functions for Europe and of the Italian operations.

channel	amount	share
Airports	27,9	35,5%
Motorways	21,6	27,5%
Railway stations	2,9	3,7%
Non-concession	9,5	12,1%
Not allocatable	16,8	21,2%
total	78,7	100,0%

purpose	amount	share
Development ⁽¹⁾	57,1	72,6%
Maintenance	10,9	13,9%
Other ⁽²⁾	10,7	13,5%
total	78,7	100,0%

⁽¹⁾ new and restructured *units* and with modifications to the offer

⁽²⁾ relating to the ICT investments for central procedures and to investments in the management offices.

Investments amount to 5.3% of sales (6,2% and 6% in the first half-year and in the whole of 2000, respectively).

As regards HMSHost, the main development investments led to the opening of new units in airports and to the expansion of outlets on the New Jersey Turnpike.

In Europe, we point out the opening of new premises in the La Part Dieu in Lyon (France) railway station, in Ugaldebieta (Spain) of two new dual brand (Spizzico and Burger King) restaurants in Italy and of the first two Swiss motorway restaurants with the Autogrill logo, in Bavois and Lully.

Analysis of revenues

Group revenues, net of exchange differences, in the six month period recorded:

- +7.1% in restaurants, due to the greater penetration in a potential market (measured by the "traffic"), which for American airports and Italian motorways - the main business areas - fell by 1.3% and grew by around 4%, respectively;
- +10.1% in retail sales (in spite of the continuing reduction in lottery ticket sales, concentrated in Italy) and +12.8% in hotels.

(in million Euros)	1st half of 2001	1st half of 2000	% change	% change net of USD effect	Total for 2000
Retail sales					
Restaurants	1.119,7	1.002,9	11,6%	7,1%	2.301,7
Retail	343,6	304,1	13,0%	10,1%	688,4
Hotels	10,6	9,4	12,8%	12,8%	21,0
Total direct retail sales	1.473,9	1.316,4	12,0%	8,1%	3.011,1
Sales to others and affiliates	13,9	13,6	2,2%	1,3%	30,0
Overall Total	1.487,8	1.330,0	11,9%	8,1%	3.041,1

Other revenues and income refer mainly to leases and contributions received from affiliates, sub-tenants and to contributions from suppliers, with an increase stemming from the greater number of affiliates and the related sales volumes.

The impact of the **cost of production** on the value thereof reduced by 0.7 percentage points, mainly due to the change in "product mixes" in favor of the restaurants, characterized by higher gross margins than the other sectors.

Labor costs are affected by the consolidation of the Swiss businesses, which are still labor intensive. That more than compensated the further productivity gains in North America.

The average number of employees (compared to equivalent full-time employees - FTE) changed as below, broken down by geographical area:

	1st half 2001	1st half 2000	Change	2000
Europe	16,700	12,928	3,772	11,930
HMSHost	23,992	24,506	(514)	25,138
Total	40,692	37,434	3,258	37,068

The change is essentially pursuant to the consolidation of new businesses, above all the Passaggio group. Regarding HMSHost, the reduction is mainly due to operating improvements.

Depreciation, amortization and write-downs of fixed assets amounted overall to 125.1 m€ (+13.3 m€) in the first six months of 2001.

The above amount includes 54.5 m€ (+7.2 m€) of amortization for goodwill and consolidation differences.

Write-downs of trade receivables and the provisions for contingencies and charges amounted to 4.4 m€ (unchanged).

Other operating charges amount to 17.2 m€ (unchanged) and mainly include indirect taxation and negative cash discrepancies.

The **net financial charges** increase by 5.4 m€ to 35.9 m€ principally as a consequence of the acquisitions made.

The **extraordinary items** have a positive balance of 1.5 m€ (+2.1 m€).

Taxation includes an 8.3 m€ charge for current taxation and an 11 m€ benefit for deferred taxation. IRAP – the Italian tax calculated on an amount essentially equal to the added value less amortization and non-deductible from the pre-tax profit/loss – amounts to 6.1 m€ (+0.7 m€).

Analysis by geographical area and business sector

The Group operates through about 4,300 restaurant outlets, located in 884 sites, distributed as follows:

	at 30 June 2001					at 31 December 2000	
	Motorways	Airports	Stations	Other	Total		
Switzerland (Passaggio group)	8	1	5	36	50	-	
Other European countries	524	8	29	101	662	670	
Europe	532	9 0	34	137 0	712	670	
North America	81	74	0	13	168	166	
Other countries outside Europe	0	4	0	0	4	5	
Total	613	87	34	150	884	841	

About 90% of revenues are achieved in restaurants located in areas or buildings granted under concessions obtained directly from the infrastructure managers or, in some cases, from oil companies.

At 30 June 2001, 105 restaurants were managed in Italy by independent businesspeople who, via affiliation agreements, contribute to the distribution of the QSR.

Performance by geographical area

The geographical location of activities is currently the main key to interpreting the Group's performance. Operating responsibilities are organized on the basis of geographical segmentation.

The reason for this system is mainly in the manner in which the Group has expanded its operations, i.e. by acquisitions.

So as also to facilitate the comparison with previously published financial figures, HMSHost's activities have not been segmented by geographical area. Moreover, these activities are about 95% concentrated in North America, while the European operations and those in other countries account for about 4% and 1%, respectively, of HMSHost's consolidated figures.

The geographical differences in the performance indicators and the levels of investment stem from different operating contexts and models. In particular, the activities in Italy, which account for more than 60% of European revenues, benefit from the predominance of multibrand units, which maximize operating efficiency and the rotation of capital.

The European businesses, moreover, are more markedly seasonal than those in North America, which leads them to record greater improvements in performance in the second half of the year.

(amounts in m€)	Europe without Passaggio			Passaggio			HMSThost			Not allocated ⁽¹⁾		Group		
	2001	2000	% change	2001	2001	2000	% change	exchange rates	2001	2000	2001	2000	% change	
Sales	631,9	599,8	5,4%	82,6	773,4	730,2	5,9%	-1,2%			1.493,1	1.334,4	11,9%	
EBITDA	74,8	70,8	5,6%	1,4	79,6	73,7	8,0%	-0,8%	(4,4)	(2,3)	151,4	142,2	6,5%	
% on sales	11,8%	11,8%		1,7%	10,3%	10,1%		0,0%			10,1%	10,7%		
Investments	29,8	29,2	2,1%	10,9	32,9	53,5	-38,5%	-42,5%			73,6	82,7	-11,0%	
Amortization	28,3	28,9	-2,1%	-	39,0	35,8	8,9%	1,1%	57,8	47,1	125,1	111,8	11,9%	

(1) refer to Corporate costs (Parent Company and support companies: Autogrill International SA, Autogrill Overseas SA and Autogrill Finance SA) and to the amortization of the goodwill from mergers and of the consolidation differences

In comparative terms, the European businesses increased sales by more than the performance of the reference market and have an operating margin of 11.8%.

The revenues generated by HMSThost's businesses suffer from the unfavorable situation in the United States, while the efforts aiming at efficiency gains enabled a 0.2 percentage point improvement margins to 10.3% of sales.

The newly consolidated Swiss businesses have a reduced operating margin (1.7% on sales). This is expected to fall into line with the group average pursuant to the planned restructuring of the business portfolio and to the current efforts to improve operating efficiency and effectiveness.

Europe

As of 1 March 2001, a new organizational structure has become operational on three levels: Corporate, Continent (Europe and North America) and, for Europe, Country/Region.

The objectives pursued consist mainly in the strengthening of the responsibility of the countries in the management and the competitive development of the business, dedicating the central structures to the pursuit of management quality and efficiency, as well as to renewing and developing the core competences.

On the development side, apart from significant renewals in Italy, France and Spain, among the ventures pursued in the half year were:

- the opening at the end of March of 3 food & beverage units inside the new airport of Athens (GR), where an ever increasing number of passengers is forecast, up to a peak which should be reached at the time of the 2004 Olympic Games.

Subsequently, the initial offer was supplemented with an Acafe kiosk and two mobile restaurant units.

- the opening in Bavois and Lully of the first restaurants in Swiss motorway service areas with the Autogrill logo.
- the opening on 12 June of 6 food & beverage units, both new and refurbished, inside the new shopping area of the La Part Dieu railway station in Lyon, on the new Paris-Lyon-Marseilles TGV line.

This is where the first ACafe outside Italy was opened.

Lyon is France's second passenger railway node after Paris. More than 30 million passengers travel through La Part Dieu station every year and the flow is expected to increase markedly in the next few years.

Over the 7 year term of the contract, Autogrill expects to make about 70 m€ of sales.

- the opening on 13 June in the Sanzio Ovest (Falconara, AN) service area of the first Italian unit with an integrated offer of food & beverage and oil.

The commercial performance for the half-year was negatively influenced by food crises (BSE and foot-and-mouth disease) which penalized, to a different degree from country to country, not only the consumption of meat, but also road haulage. In relation to its product range, Autogrill did not

suffer as much as other operators from the sudden fall in meat consumption, even if this contributed to a slowdown in the growth of that line.

The Italian business

At 30 June 2001, the distribution network, including the sales outlets managed by affiliates, covers 450 locations, 2 fewer than at the end of the first half of 2000, of which 105 (-6) are managed by affiliates. There are 179 (+13) Spizzico and Burger King units, of which 146 are managed directly.

In the half-year, the directly managed outlets produced 7.6% better food & beverage sales compared to the same period, while the growth in retail revenues was only 3.7%, above all due to the further decrease in lottery ticket sales. On the Italian market, the Group increased direct sales by 6% to 462,1 m€. "Chain" sales increased by 5.6% to 500.1 m€.

Of the various lines on offer, direct sales of the Spizzico and Burger King brands increased by 30.2% to 42.2m€ ("chain" sales +19.7% to 54.8 m€), originating more than 40% of the overall growth in sales for the country.

The greatest growth rates among the channels were recorded in *railway stations* (+64.3% to 3.8m€) and *airports* (+19.7% to 15.4m€).

In the motorway channel, where about 80% of Italian sales are generated, comparable outlets achieved a 6.8% growth in food & beverage sales, increasing the penetration on the traffic, which grew 4% over the same period (source: Aiscat). Price movements were within the rates of inflation of the main cost factors, equal to about 2%.

Labor costs grew by 8.2% while the average payroll, expressed as equivalent full-time employees, increased by 7.9% to 8,422. The containment of the average unit cost within 0.2% derives from the development of the mix of professionalism and the progressive lowering of the average age of the workforce, as well as the 1 percentage point reduction in compulsory social security costs on salaries and wages (-0.3% on labor costs).

EBITDA, which measures ordinary operating earnings, grew by 6.8% to 64.3 m€, a 0.1 percentage point increase on sales to 13.9%.

The Swiss business

Carried out by Passaggio, which still operates through multiple channels, some of which recently entered into and of little interest to Autogrill.

The breakdown of sales and earnings by channel is summarized below:

	Motorways	Airports	Stations	"On Train"	Other	Not allocated	Total
Sales revenues	25.0	11.2	9.3	19.1	18.0		82.6
EBITDA ⁽¹⁾	4.8	1.2	0.5	0.2	0.9	-6.2	1.4
% on sales	19.2%	10.7%	5.4%	1.0%	5.0%	-7.5%	1.7%

⁽¹⁾ in relation to the different degree of integration between the various channels attained by the G+A, the relative costs have not been allocated to the channels. The profitability by channel is not therefore directly comparable with that indicated in others tables of this report

A substantial alignment of the average Group profitability is expected from the planned rationalization of the business portfolio and the ongoing efforts to improve operating efficiency and effectiveness.

Other European countries

Excluding the businesses within the HMSHost group (operating in Amsterdam-Schiphol airport and in some Polish shopping malls) and those mentioned above in Italy and Switzerland, the Group operates in France, Switzerland, Holland, Spain, Belgium, Austria, Germany and Greece,

predominantly in the motorway service area channel. In France, the Group is also leader in railway station restaurants.

The half-year results are summarized in the table below:

(amounts in million Euros)	6 months to 30.6.2001						
	France	Spain	Belgium	Holland	Austria	Germany	Greece
Revenues	79.4	28.0	18.3	24.4	10.0	5.6	2.5
EBITDA	7.4	2.2	0.8	2.6	(0.0)	(0.8)	0.3
<i>% of revenues</i>	9.3%	7.7%	4.5%	10.8%	-0.4%	-13.8%	11.7%
Investments	6.4	1.4	0.4	0.4	0.1	0.0	0.8
Depreciation	6.9	1.4	1.4	1.4	1.5	0.2	0.2

(amounts in million Euros)	2000						
	France	Spain	Belgium	Holland	Austria	Germany	Greece
Revenues	73.1	26.4	21.3	25.3	10.0	4.9	1.4
EBITDA	7.2	1.6	1.3	3.0	0.6	(0.2)	-
<i>% of revenues</i>	9.8%	6.1%	6.1%	11.9%	6.0%	-4.1%	0.0%
Investments	7.3	1.9	1.0	1.3	0.4	0.1	-
Depreciation	5.9	1.4	1.4	1.4	1.5	0.2	0.1

The area in question therefore achieved 16.9% of the revenues and 9.2% of the EBITDA of the Group. The EBITDA margin in this area, which is particularly exposed to seasonal changes, was equal to 5.5%.

The development ventures brought about the increased revenues in France and Greece.

In France, particularly, where the half-year was affected by serious strikes by railway employees, the organic growth of the motorway businesses, the positive performance of the restructured restaurants in the railway stations and the contribution of the new locations more than compensated the contingent fall in revenues in the other railway stations and the closures for ongoing refurbishments.

The exit from the shopping mall channel in Belgium led to a 2.4 m€ loss of revenues. The food crisis which particularly affected this country further contributed to the contraction in business volumes in Belgium in the half-year.

A new management team is being set up to solve the structural problems in the Austrian and German businesses.

HMSHost Corp.

In the six-month period, a positive sales performance was recorded in the comparable locations in the main business channels:

- +3% in airports, due to greater penetration,
- +4% on motorways, which in the period of comparison had suffered from the sharp rise in oil prices.

Comparable units in shopping malls essentially maintained the previous levels of activity.

The increased penetration in the airport channel was mainly sustained by the progressive substitution of own-brand products with "branded concepts", which generated 48% of revenues for the period (+2 p.p.).

This was achieved against a shrinking market (-1.3% in American plane passengers).

Moreover, discounting the exit from agreements which in the period of comparison had produced 30 million US Dollars (hereafter m\$) of revenues, in the first half of 2001, HMSHost contained the fall in revenues to 0.3% at 717 m\$ (equal to 744.4 m€).

73% (+ 1 p.p.) of revenues were generated by North American airport activities, 18% (-2 p.p.) by North American motorways operations, 3% (unchanged) by American shopping malls and 6% (+1 p.p.) from activities in other countries (airports in Holland, Australia, New Zealand and Malaysia and in Polish shopping malls).

By further refining the management model of the commercial units, excellent earnings performances were achieved (EBITDA +0.2 p.p. to 10.3% of revenues).

Development activities brought about important results in the period:

- the contract for the Garden State Parkway motorway activities was extended for 13 years, up to 2020. Against 8.7 m\$ of investments, annual revenues of about 40 m\$ are expected, 800 m\$ over the term of the contract;
- an agreement was signed with the Airport Board of the Cincinnati/Northern Kentucky International Airport to extend the food & beverage concession for 8 years, up to 2009, with about 90 m\$ of revenues expected over the period;
- concessions were obtained for new food & beverage units in San Antonio International Airport (San Antonio, Texas), for 7 years, and in Halifax International Airport (Halifax, Canada), for 10 years. Moreover, a 5-year concession was obtained for retail activities in Halifax International Airport. The overall revenues expected from the new contracts amount to more than 50 m\$. The start of business (in Halifax) is expected in early 2002.

Investments amount to 30 m\$, 26 m\$ of which concentrated on the key channels: airports and motorways. The 2 m\$ fall compared to the first half of 2000 in mainly due to planning the major growth projects connected with the renewals and the further concessions in the second half of the year, as well as the one-off nature of the Information Technology investments made last year.

Around 87% of the amount invested was allocated to activities of developing and renewing the sales network and 13% went to the normal replacement of capital goods.

During the half-year, HMSHost also signed an exclusive supply agreement for North America with Coca-Cola, recently confirmed as the best known brand name in the world.

Coca Cola and HMSHost will cooperate to develop projects aimed at seizing new opportunities and catering to both business travelers as well as tourists in airports and motorway service areas.

Analysis by channel

The second way of reading into the revenue figures is provided by the channel, which represent distinct operating contexts. Revenues are detailed below:

m€.	Europe without Switzerland			Switzerland	HMSHost			Group			
	2001	2000	% change	2001	2001	2000	change	2001	2000	change	net of exchange rates and
Motorways	504,6	479,4	5,3%	25,0	151,1	152,6	-1,0%	680,7	632,0	7,7%	5,8%
Airports	16,2	12,9	25,9%	11,2	594,5	551,8	7,7%	621,9	564,7	10,1%	3,4%
Railway stations	30,0	28,0	7,1%	9,3				39,2	28,0	40,2%	40,2%
Other	81,3	79,5	2,2%	37,2	27,6	25,9	6,5%	146,0	105,3	38,6%	41,2%
Total	632,1	599,8	5,4%	82,6	773,2	730,2	5,9%	1.487,9	1330,0	11,9%	8,1%

As well as the positive performance of the core channels for Europe and North America, the effects of the growth projects in the airport and railway station channels in Europe are evident.

Other information

Research and Development

Regarding the nature of the business, the Group invests in innovation, in product development and in improving the operating quality of service. However, it does not carry out technological research in the strict sense of the term.

Relations with related parties

Related party transactions are summarized pursuant to Article 2359 of the Italian Civil Code and International Accounting Standard n°. 24.

Related party transactions refer to the business of the Group and are carried out at market conditions.

Relations with parent companies

We point out that the group is controlled by Edizione Holding S.p.A., which holds the absolute majority (57.09%) of voting rights. The remaining stock is held by institutional investors, both Italian and foreign, and by many stockholders and Group employees.

In the first half of 2001, relations with Edizione Holding S.p.A. consisted almost exclusively in the participation in a group insurance plan, which contained the costs of covering the specific risk.

The transactions carried out in the first half of 2001 and the balances at 30 June 30 2001 are:

(amounts in thousand Euros)		Edizione Holding S.p.A.
Income Statement		
Cost of services		20
Balance Sheet		
Trade accounts payable		41

Main relations with companies having common ownership

(amounts in thousand Euros)	Edizione Finance S.A.	Benetton Group S.p.A.	Edizione Property S.p.A.	Verde Sport S.p.A.
Income Statement:				
Sales from goods and services				49
Other income				5
Financial charges	5,395			
Purchases		307		
Costs for services rendered			14	
Costs of use of assets owned by others		8		9
Balance Sheet:				
Trade payables		228		38
Loans	218,169			
Trade receivables			93	

Relations with companies belonging to the Edizione Holding S.p.A. group were:

- Benetton Group S.p.A. supplied Autogrill S.p.A. with the uniforms for the sales persons.
- Edizione Finance S.A. granted short-term loans in favor of Autogrill S.p.A.
- Edizione Property S.p.A. signed a property lease contract relating to a sales outlet being prepared. The credit refers to costs incurred by Autogrill being re-debited to Edizione Property.
- A sales affiliation exists with Verde Sport S.p.A. for the restaurant activities within the sports center managed by this company in Treviso.

The Euro

Pursuant to CONSOB's notification DAC/98079574 dated 9 October 1998, reference has already been made in previous reports to the implementation, first at the Parent Company and then at the European subsidiary companies, of system upgrades which also incorporated a Y2K solution and any updates required relating to the introduction of the Euro.

Any work still to be carried out in relation to the introduction of the Euro mainly regards cash registers in some Italian outlets, the overall residual cost for this type of expense will however be negligible. As regards the numeracy of the staff, in the last quarter of the year significant resources - mainly staff time - will be allocated to training in the use of the new currency.

Moreover, so as to assess the strategic and management impacts of the introduction of the Euro, at the end of 1997 a specific cross-functional committee was set up at the parent Company, which later involved the subsidiary companies.

From the administrative viewpoint, the fact that most transactions are mainly for cash led to a postponement in the adoption of the Euro as the accounting unit for all Group companies. To date, the main companies, including Autogrill S.p.A., have done so and the remaining companies involved will shortly do so as well.

The costs of the new IT platform are capitalized and normally amortized over three years, while the costs of mere updates are charged to the income statement of the year in which they are incurred.

Corporate Governance

Referring to the “Report on Corporate Governance of the Autogrill Group” deposited on 15 February 2001 at the Borsa Italiana S.p.A, the company has further increased its compliance with the Code of Corporate Governance of Listed Companies by setting up - pursuant to a resolution of the Board of Directors on 15 May 2001 - a Remuneration Committee comprising the Directors Mr. Sergio Erede, Prof. Giorgio Brunetti and Mr. Gianni Mion, Chairman thereof.

The setting up of this Committee maximizes the flow of information to the Board regarding directors' emoluments and also makes available tools which permit an effective alignment between goals, the creation of value and emoluments, by using international markets as the point of reference.

Except for the mandatory competences of the Board pursuant to Article 2389 of the Italian Civil Code, the Remuneration Committee has the duty to formulate proposals to the Board of Directors relating to the remuneration of the Chief Executive and of those Directors with specific mandates. Moreover, it is informed by the Chief Executive and, if necessary, it informs the Board of Directors, regarding the criteria adopted for the remuneration of function Managers.

As of 1 March 2001, the Autogrill Group has implemented a new organizational structure at the Corporate, Europe and Italy levels. It is based on three macro levels: Corporate, Continent (Europe and the United States) and European Country/Region. The aims pursued are essentially twofold: increasing the responsibility of the countries in the management and competitive development of the business and adding value to the relevant international potential of the Spizzico brand and the other proprietary brands of the Group, such as ACafe, PanEsprit and Ciao. The European General Manager, the HMSHost General Manager, the Finance and Control office, the Information Technology office and the Licensing Office, responsible for the implementation of the concept/brand portfolio (above all Spizzico), as well as Internal Audit, all report to the Chief Executive of the Autogrill Group.

Treasury stock

At 30 June 2001, neither the Parent Company nor the other companies included in the consolidation held treasury stock or stock of subsidiary companies, nor did they purchase or dispose of such stock during the first half of 2001.

Significant events occurred after 30 June 2001

While pursuing the plans of redesigning the units of the European network - particularly in Italy, France and Spain - and of branding the products in the USA, important development programs have been implemented. Especially:

- through HMSHost, a qualified equity interest (25%) has been acquired in the capital of Anton Airfood, Inc. the third food & beverage operator in US airports, with over 90 restaurant outlets mainly in mid-size airports: Providence, RI; Washington Reagan, DC; Columbus, OH; Norfolk, VI; Cincinnati, OH; Palm Springs, CA; St Paul, MN and Raleigh-Durham, NC, as well as New York, NY and Dallas, TX.

Revenues for 2001 are expected to be around 60 m\$, employing about 1,300 people, with plans to double within two years.

The company has developed business models which are particularly aimed at airports with up to 5 million passengers per year.

The quality of its accomplishments has led it to win the prize for the best airport food & beverage operator, awarded by *World Airport Retail News*, for four years running.

The initial investment for the acquisition of the equity interest amounts to 6 m\$; a 39 m\$ loan, convertible into stock equal to 24% of the capital, was also subscribed and 4 m\$ was also paid for the option to acquire further stock at a price linked to the company's performance.

- the planned rationalization of the business portfolio of the Swiss group acquired last December was implemented:
 - acquiring for 16 mCHF (12 m€) the remaining 50% of Flughafen Restaurant AG, the company which manages the food & beverage business at Zurich airport, where 34.3 mCHF (22.4 m€) and an EBITDA of 10.7% were achieved in the first half of 2001; with the total control of the company, synergy with the other units of the Group will be immediately pursued and the renewal of concessions can be made autonomously;
 - inserting Spizzico, in its new format, into the Malley shopping mall.
- development of the railway stations continued in France with the opening of new food & beverage units in Avignon and Le Mans, where Autogrill had recently won public tenders for 10-year concessions. Overall revenues are expected to be about 25 m€.

In Italy, Autogrill signed a partnership agreement with CONAD for the development of the food & beverage business in the sales points of the CONAD network and of the retail business in the Autogrill network.

The first drugstore with the Autogrill logo was opened at Fiumicino airport (Rome).

The restaurant managed by Autogrill at Corbières Nord, near Carcassonne on the A6 Narbonne – Toulouse (France), was voted best out of 95 tested by ADAC (the German Automobile Club) on Europe's main motorways. Cleanliness and service were what particularly convinced the judges.

Operating outlook

In analyzing the earnings of the first half, the marked seasonal nature of passenger traffic, which reaches its low point in the first quarter and its peak in the third quarter of the year, must be taken into account. Since the Group's businesses mainly consist in providing restaurant services to people on the move, revenues follow the same pattern.

Sales through August, which were therefore affected by the traffic linked to the summer period, confirmed the positive revenues trend recorded in the first six months, in spite of the protracted unfavorable economic situation in North America.

In 2001, moreover, the financial costs generated by the acquisition of Autogrill Schweiz AG and the amortization of the relative goodwill will be fully charged, which will be higher than the earnings of the Swiss group, the subject of planned sales and operational rationalizations.

Operating earnings in the other countries should lead to the pursuit of the planned improvements in the efficient use of the main factors of production.

This, together with carefully timing and measuring investments, should ensure that the cash flow targets are met.

Group financial statements at 30 June 2001

Consolidated Balance Sheet

(amounts in thousand Euros)

ASSETS	30.06.2001	31.12.2000	Change	30.06.2000
A) Receivable from stockholders	-	-	-	-
B) Fixed Assets				
I - Intangible Fixed Assets				
1) Formation and start-up	338	240	98	424
4) Concessions, licences, trademarks and similar rights	16.401	17.438	(1.037)	18.311
5) Goodwill	770.398	751.971	18.427	743.730
5 bis) Consolidation differences	271.187	144.400	126.787	151.744
6) Intangible assets in progress and advances for such as:	3.576	4.541	(965)	3.081
7) Other:				
a) improvements to assets owned by others	277.064	267.117	9.947	283.162
b) sundry	23.356	23.791	(435)	21.724
Total	1.362.320	1.209.498	152.822	1.222.176
II - Tangible Fixed Assets				
1) Land and buildings	112.040	80.307	31.733	81.363
2) Machinery and equipment	52.145	28.745	23.400	24.249
3) Tools, fittings, furniture, fixtures and other equip.	145.773	143.216	2.557	143.383
3 bis) Freely transferable assets	92.406	90.965	1.441	83.100
4) Other assets	13.008	9.556	3.452	7.342
5) Tangible assets under construction and payments on :	87.515	59.538	27.977	71.896
Total	502.887	412.327	90.560	411.333
III - Investments				
1) Equity interests in :				
a) subsidiary companies	0	134.137	(134.137)	269
b) associated companies	2.744	3.704	(960)	3.663
c) other companies	1.129	21	1.108	21
2) Loans to third parties:				
* due within one year	1.484	1.057	427	1.305
* due beyond one year	19.963	19.653	310	20.648
Other investments	1.638	2.163	(525)	2.693
Total	26.958	160.735	(133.777)	28.599
Total fixed assets	1.892.166	1.782.560	109.605	1.662.108
C) Current Assets				
I - Inventory				
1) Raw materials and consumables	95.446	82.112	13.334	91.158
5) Advances to suppliers	34	281	(247)	214
Total	95.480	82.393	13.087	91.372
II - Accounts receivable				
1) Trade receivables	68.385	71.923	(3.538)	69.393
3) Receivable from associated companies	1.301	2.023	(722)	2.053
5) Other receivables				
a) advance taxation				
* due within one year	51.681	33.470	18.211	32.036
* due beyond one year	124.022	112.167	11.855	108.290
b) sundry	56.206	106.812	(50.606)	61.340
Total	301.595	326.395	(24.800)	273.112
III - Investments which are not permanent				
6) Other investments	9.155	17.528	(8.373)	14.473
7) Financial receivables	-	-	-	18.667
Total	9.155	17.528	(8.373)	33.140
IV - Cash at bank and in hand				
1) Bank and postal current accounts	83.618	74.325	9.293	38.630
3) Cash on hand	43.772	42.119	1.653	34.648
Total	127.390	116.444	10.946	73.278
Total current assets	533.620	542.760	(9.140)	470.902
D) Prepayments and accrued income				
a) Discount on new issue	106.630	110.192	(3.562)	113.207
b) Other prepayments and accruals	36.048	23.336	12.712	40.681
Total	142.678	133.528	9.150	153.888
TOTAL ASSETS	2.568.463	2.458.848	109.615	2.286.898

LIABILITIES	30.06.2001	31.12.2000	Change	30.06.2000
A) Stockholders' equity				
I) Capital Stock	132.288	131.387	901	131.387
II) Additional paid-in capital	-	-	-	-
III) Revaluation reserve	13.618	14.519	(901)	14.633
IV) Legal reserve	1.712	1.512	200	1.512
V) Reserve for treasury stock owned	-	-	-	-
VI) Reserves provided for by the articles of incorporation	-	-	-	-
VII) Other reserves	81.107	78.316	2.791	78.033
VIII) Retained earnings	-	-	-	-
IX) Profit/(loss) for the year	(16.935)	14.879	(31.814)	(17.707)
Group stockholders' equity	211.790	240.613	(28.823)	207.858
Minority interest stockholders' equity	20.864	16.558	4.306	16.061
Total stockholders' equity	232.654	257.171	(24.517)	223.919
B) Provisions for risks and charges				
1) Pensions and similar obligations	10.561	13.570	(3.009)	12.140
2) Taxation	60.514	46.997	13.517	50.623
3) Other	32.062	29.457	2.605	32.180
Total	103.137	90.024	13.113	94.943
C) Employment severance indemnity	86.647	82.086	4.561	82.290
D) Debts and other accounts payable				
1) Bonds	-	0	(0)	0
2) Convertible bonds	471.055	471.055	-	471.055
3) Amounts owed to banks:				
* due within one year	202.125	175.882	26.243	135.332
* due beyond one year	627.737	571.197	56.540	606.212
4) Amounts owed to other lenders:				
* due within one year	221.092	220.581	511	178.264
* due beyond one year	10.714	2.400	8.314	3.274
5) Advances from customers	378	118	260	116
6) Amounts owed to suppliers	395.763	386.898	8.865	310.322
9) Amounts owed to associated companies	-	-	-	46
10) Amounts owed to parent companies	23	23	-	411
11) Amounts owed to the tax authorities	34.579	24.250	10.329	28.297
12) Amounts owed to social security institutions	16.326	15.494	832	17.892
13) Other accounts payable:				
* due within one year	116.321	113.508	2.813	88.102
* due beyond one year	13.698	14.818	(1.120)	14.161
Total debts and other accounts payable	2.109.811	1.996.224	113.587	1.853.484
E) Accruals and deferred income	36.213	33.343	2.870	32.262
TOTAL LIABILITIES	2.568.463	2.458.848	109.614	2.286.898
MEMORANDUM ACCOUNTS	31.12.2000	31.12.2000	Change	30.06.2000
Unsecured guarantees	-	27.321	(27.321)	26.984
Collateral security provided				
* obligations other than debt	320	385	(65)	449
* accounts payable entered in the financial statements	15.742	16.237	(495)	46.116
Commitments to purchase and to sell	1.923.789	1.488.797	434.992	429.050
Other commitments	25.966	725.021	(699.055)	737.287
TOTAL MEMORANDUM ACCOUNTS	1.965.817	2.257.761	(291.944)	1.239.886

Consolidated income statement
(amounts in thousand Euros)

	First half 2001	First half 2000	Change	Year 2000
A) Value of production				
1) Sales of goods and services	1.487.929	1.329.976	157.953	3.041.130
5) Other revenues and income	39.171	26.666	12.505	75.480
Total	1.527.100	1.356.642	170.458	3.116.610
B) Cost of production				
6) Raw materials, consumables and goods for sale	523.184	465.901	57.283	1.059.670
7) Services	153.089	133.727	19.362	296.728
8) Use of assets owned by others	199.631	181.865	17.766	422.175
9) Personnel:				
a) wages and salaries	390.292	333.317	56.975	743.822
b) social security costs	67.836	61.284	6.552	124.967
c) provision for severance indemnity	7.804	7.307	497	14.602
d) provision for pension and similar costs	454	1.739	(1.285)	5.750
e) other personnel costs	24.194	19.757	4.437	42.603
10) Amortization, depreciation and write-downs:				
a) amortization of intangible fixed assets	79.258	77.364	1.894	172.059
b) depreciation of tangible fixed assets	45.926	34.472	11.454	70.213
c) write-downs of tangible fixed assets	-	-	-	783
d) allowance for doubtful accounts receivable	741	1.155	(414)	4.990
11) Change in raw materials, consumables and goods for sale inventory	(3.626)	2.337	(5.963)	12.609
12) Provisions for risks	1.298	1.331	(33)	2.977
13) Other provisions	2.365	1.872	493	4.632
14) Other operating costs	17.272	17.149	123	34.831
Total	1.509.718	1.340.577	169.140	3.013.410
Difference between value and cost of production (A-B)	17.383	16.065	1.317	103.199
C) Financial income and charges				
15) Income from equity interests	100	74	26	349
16) Other financial income:				
a) from accounts receivable included in non-current assets	7	34	(27)	0
b) from permanent investments other than equity interests	122	199	(77)	373
c) from other investments classified as current assets	567	1.915	(1.348)	3.090
d) other income not included above	75.818	33.999	41.819	225.765
17) Interest payable and similar charges				
a) to banks	(23.226)	(19.139)	(4.087)	(46.328)
c) to others	(3.643)	(10.808)	7.165	(14.441)
d) other	(85.692)	(36.731)	(48.961)	(233.620)
Total	(35.947)	(30.457)	(5.490)	(64.812)
D) Value adjustments of investments				
18) revaluation of non-permanent investments	-	-	-	-
19) write-downs of non-permanent investments	(277)	(352)	74	(296)
Total	(277)	(352)	74	(296)
E) Extraordinary income and costs				
20) Other income	2.336	52	2.284	6.272
21) Other costs	(785)	(681)	(104)	(2.770)
Total	1.551	(629)	2.180	3.502
Earnings before taxation	(17.291)	(15.373)	(1.918)	41.593
Taxation	2.792	(157)	2.949	(21.679)
Net income for the year	(14.499)	(15.530)	1.031	19.914
Minority interest in net income	2.436	2.177	259	5.035
Group net income	(16.935)	(17.707)	772	14.879

Notes to the consolidated financial statements

Preparation policies

The accounting schedules have been drawn up in accordance with the provisions of Legislative Decree n°. 127/1991, section III, which applies EEC Directive VII, taking into account the rules contained in the CONSOB regulation regarding interim reports.

The notes aim to provide the overview, the analysis and, in some cases, an integration of the figures presented in the accounting schedules and contain the information required by Article 38 and other provisions of Legislative Decree n°. 127/1991.

Moreover, so as to be comparable with 30 June 2001, some reclassifications have been made to the previously published figures at 30 June 2000 and the financial statements at 31 December 2000, without affecting the substance of the stockholders' equity or the profit/loss therein.

The following items were reclassified:

- *Other revenues and income, costs for services, costs for use of assets owned by others and sundry operating costs*, to eliminate, along with the relative recoveries from tenants and subtenants, the costs incurred by the Group on their behalf;
- *financial income and financial charges*, to eliminate the exchange differences relating to covered positions;
- *accrued income, accruals, accounts payable and receivable*, so as to be comparable with the classification of the Edizione Holding S.p.A. group regarding differentials on exchange risk management transactions.

This is covered in the notes to the individual items.

The valuation criteria adopted in drafting the report at 30 June 2001 are consistent with those adopted when drafting the financial statements at 31 December 2000, while, compared to 30 June 2001, the criteria for calculating the amortization of the goodwill paid for acquiring individual restaurants and some categories of tangible fixed assets have been modified, in particular:

- *Goodwill*: is amortized at a rate of 10%, on the basis of a useful life which has been re-defined as a maximum of 10 years, against 20% used in the first half of 2000;
- *Tangible fixed assets*: considering the lower depreciation recorded in the first three operating years for some classes of fixed assets, straightline depreciation is applied, as opposed to accelerated depreciation over the first three years by doubling the ordinary rates.

These changes lead to an improvement in the pre-tax profit/loss of 0.4 and 3.4 m€, respectively, as described in the notes to the specific items of the Balance Sheet and Income Statement at 30 June 2001.

Given that the difference is modest and clearly identifiable, no pro-forma comparison has been made.

The amounts stated in the Notes are expressed in thousands of Euros (represented by the symbol k€).

Group Activities

Autogrill S.p.A., directly and through subsidiary companies, operates worldwide in the market of restaurants and services for people on the move, as well as *Quick Service Restaurants* in locations characterized by high customer presence.

Content and layout of the consolidated financial statements

Pursuant to Article 26 of Legislative Decree 127/1991, the consolidated financial statements include the financial statements at 30 June 2001 of Autogrill S.p.A. and of all the companies in which the parent company holds, directly or indirectly, the majority of the voting rights, or in which it exercises a dominating influence. Soborest S.A., Sorebo S.A., Soberest S.A. and from the first six months of 2001 Volcarest S.A. fall under the second category, in that they are controlled by virtue of an equity interest equal to 50% of the share capital and the Group has a management contract.

HMSHost Corp., Autogrill Nederland bv and the respective subsidiary companies end the year, respectively, on the Friday and the Wednesday nearest to 31 December and divide it into 13 accounting periods, each of 4 weeks (except, possibly, the last). The respective financial statements included in the consolidated accounting schedules reported herein therefore refer to the periods 30 December 2000 - 15 June 2001 and 28 December 2000 - 13 June 2001. Similarly, the comparisons refer to the periods 1 January - 16 June 2000 and 30 December 1999 - 13 June 2000.

The companies consolidated are listed in the attachment on page 59.

The financial statements of the subsidiary companies have been appropriately reclassified so as to align the presentation layout with the criteria followed by the parent company.

Compared to the consolidated financial statements at 31 December 2000, the scope of consolidation includes Autogrill Schweiz AG (the new name of Passaggio Holding AG) and its subsidiary companies, as well as Aviogrill Srl and Volcarest S.A. The first represents about 5% of revenues and of consolidated assets. Aviogrill S.r.l., the control of which was acquired in 2000 prior to it commencing business, achieved revenues of 2.3 m€ for the six months. In Volcarest S.A., at 30 June and at 31 December 2000, the group held an equity interest equal to 40% of the capital stock, valued with the net assets method; on 11 June 2001 (effective as of 1 January 2001) a further 10% equity interest was acquired. It achieved revenues of 2.7 m€ for the six months.

Moreover, compared to 30 June 2000, the following companies are now consolidated:

- Autogrill Café s.r.l. (the new name of La Manza Srl) (a company which manages an Acafé-branded coffee shop in the Roma Termini railway station);
- Autogrill Gare de Tours S.A. (which manages food outlets in the Tours railway station)

In consideration of the limited importance of the subsidiary companies, no pro-forma comparisons have been made, but in the operating report also evidenced are the balance sheet at 30 June 2001 and the income statement for the first six months of 2001, referring to the group in its original form and in the notes to the individual items, where important, the effect of the change in the scope of consolidation is illustrated.

Recorded below are the balance sheets of the newly-consolidated companies, at the time of their acquisition:

(amounts in m€)

	Autogrill Schweiz AG (1)	Volcarest SA	Aviogrill s.r.l.
Fixed assets	57,2	4,1	0,1
Working capital	(26,4)	(1,9)	0,1
Net Capital employed	30,8	2,2	0,2
Stockholders' equity	10,7	1,0	-
Third party shareholders' equity	4,0	1,0	-
	14,7	2,0	-
Medium-/long-term financial indebtedness	23,5	0,8	-
Short-term net financial position	(7,4)	(0,6)	0,2
Net financial position	16,1	0,2	0,2
Total	30,8	2,2	0,2
Price paid	146,3	0,8	0,8
Goodwill	135,6	0,7	0,8
Average life of the concessions	20	21	20

(1) consolidated

The situation stated herein, compared to that in the notes to the report on the first quarter 2001, acknowledges the results of the verifications carried out on the financial statements at the time of the acquisitions.

Regarding Autogrill Schweiz AG, the vendor was requested to make some adjustments, the solution of which is expected to be referred to a panel of arbitrators.

The consolidation difference relating to Autogrill Schweiz AG is amortized over 20 years, corresponding to the average life of the concessions – weighted by the values attributed to the distinct channels of presence – rounded down for the purposes of prudence.

Similarly, the consolidation differences relating to Aviogrill Srl and Volcarest S.A. are amortized over the life of the concessions, equal to 20 and 21 years, respectively.

Finally, ISIC S.p.A., which has not traded for some time, is no longer consolidated pursuant to the conclusion of the voluntary liquidation, which led to Autogrill S.p.A. – the sole stockholder – taking on all of its assets and liabilities.

Principles of consolidation

The most significant principles of consolidation adopted for the drafting of the consolidated financial statements are the following:

- Taking on of the consolidated companies' financial statements using the global integration method and elimination of the accounting value of the equity interests held by the Parent Company and the other consolidated companies;
- In the year in which a company is included for the first time within the scope of consolidation, if the elimination of the value of the equity interest as per point a) above determines a positive

difference, this is attributed, where applicable, to its assets. Any excess is stated in the assets under the item “Consolidation difference”.

Any negative difference is stated in the liabilities under the item “Consolidation provision for future charges and risks”, if future losses are forecast; otherwise, it is classified in the stockholders’ equity under the item “Consolidation reserve”.

Consolidation differences are amortized on a straightline basis over their useful life, corresponding to the residual average life of the respective company’s concessions.

- c) Elimination of accounts payable and receivable, of costs and income and of all transactions of a significant amount between companies included in the scope of consolidation, including dividends distributed within the Group.

Also eliminated are unrealized profits, as well as capital gains and losses deriving from related party transactions.

- d) Elimination of the effects of those entries made exclusively when applying tax regulations.
- e) Conversion into Euros of the financial statements of the subsidiary companies in countries outside the Euro zone, by converting balance sheet items at the exchange rate at the date of the financial statements and income statement items at the average exchange rate of the period. Exchange rate differences deriving from the conversion of the initial stockholders’ equity and of the earnings of the first six months of 2001 to the exchange rates at the end of the period have been charged directly to the stockholders’ equity under the item “Other reserves”.

Stated below are the exchange rates applied for the conversion into Euros of the subsidiary companies’ financial statements denominated in other currencies:

	1st half 2001		2000		1st half 2000	
	end of period	average	end of period	average	end of period	average
US Dollar	0,8480	0,8982	0,9395	0,9234	0,9556	0,9600
Swiss Franc ⁽¹⁾	1,5228	1,5308	1,5253	1,5581	-	-
Greek Dracma ⁽²⁾	-	-	2,9347	2,9709	2,9350	2,9350

⁽¹⁾ The rate for the year 2000 refers to the exchange rate at which the Passaggio Holding AG (now Autogrill Schweiz AG) stock was acquired on 12.28.2000

⁽²⁾ as of 1.1.2001, Greece has adopted the Euro as its unit of accounting

- f) Standardization of the valuation and classification criteria used by the companies included in the consolidation.

Valuation criteria

The valuation criteria adopted for the most important items are unchanged from those at 31 December 2000 and are the following:

Intangible fixed assets: are stated at purchase or production cost, including directly chargeable accessory costs, and are amortized over their useful economic life. Amortization of expenses for improvements to buildings or third party companies has been calculated over the shorter period between the usefulness of the expenses incurred and the residual life of the lease.

Other intangible fixed assets are amortized in principle over a period of five years, which corresponds to their expected useful life. As regards the criteria for valuing and amortizing goodwill and concessions, licenses and trademarks, please refer to the comments on the specific item. In the

event of impairment, independently from the accrued amortization, the asset is correspondingly written down. If the reasons for the write-down no longer apply in future years, it is restored.

Tangible fixed assets: are stated at purchase or construction cost, except for the application of laws regarding monetary revaluation, and are depreciated at rates which reflect the estimated useful life of the various classes of fixed assets. For freely transferable assets, these rates are substituted by those resulting from the financial depreciation schedule, if greater. In the event of impairment, independently from the accrued amortization, the asset is correspondingly written down. If the reasons for the write-down no longer apply in future years, it is restored.

Financial leases: are entered using the financial method, stating the tangible fixed assets underlying the contract at their contractual value and an account payable equal to the residual amount of capital outstanding.

The interest accrued during the year is charged to the Income Statement under interest payable. The contractual value is amortized with the same criteria applied to the tangible fixed assets owned.

Equity interests: equity interests in associated companies are valued with the net worth method. Equity interests in other companies are valued with the cost method, in the form of LIFO (last in – first out) with annual installments. This is reduced for impairment and is restored should the reasons for any write-down no longer apply.

Inventory: inventory is stated at the lower of purchase or production cost, including directly chargeable accessory costs, and the assumed realizable value, based on the market. The purchase cost is calculated with the FIFO (first in-first out) method.

The American companies calculate the cost of inventory of products for resale by applying the retail method, with which, given the high turnaround of inventory, one approximates FIFO.

Accounts Receivable and Payable: accounts receivable are stated at their assumed realizable value. Accounts payable are stated at nominal value. Short-term accounts receivable and payable in currencies other than the Euro are expressed in Euros at the year-end exchange rate. Gains and losses deriving from the conversion of individual accounts receivable and payable have been respectively credited and debited to the Income Statement, in observance of the provisions of Accounting Principle n. 26.

Securities: securities which are not permanent investments are valued at the lower of cost and market value, calculated on the basis of the arithmetic mean of the daily prices of the last month. The cost is calculated with the LIFO method with annual installments, applying the average year's cost to the increases of the year.

Any write-downs made to align the securities to the market value are restored in future years in the event that the reasons for the write-downs no longer exist.

Government bonds and debt that the Group intends to hold to maturity and the securities deposited as collateral are classified under investments in the fixed assets and are valued at purchase cost, adjusted by that portion of the trading difference pertaining to the year, according to the maximum term of the loan. Moreover, the value of bonds which may be pre-paid by means of a draw is adjusted by the possible capital loss in the event of prepayment.

Accruals and deferrals: portions of income and cost are stated in these items when pertaining to two or more financial years, on an accrual basis.

In particular, for those concession contracts which envisage increasing installments over time, these are normalized over the term of the contract by means of charging specific deferrals.

Employment severance indemnity: represents the amounts owed to the employees for the benefits accrued at the date of reference, in accordance with current laws and contractual agreements.

Provisions for risks and charges: provisions for risks are allocated to cover the potential liabilities of Group companies, according to realistic estimates of the liabilities resulting from their crystallization. Among the provisions for charges, in particular, there are specific provisions for

charges which, expecting that the normal rate and substance of the maintenance operations remain unchanged, are assumed to be incurred at the end of contracts currently in force to comply with the obligation to return the freely transferable assets and of those included in companies managed under lease, in conformity with the provisions of law and contractual agreements.

Recognition of costs and revenues: revenues from the sale of goods and the purchase cost of such goods are stated at the time of transferring ownership. Revenues and costs for services rendered are stated with reference to their performance. Interest receivable and payable and other revenues and costs are stated on an accrual basis, along with any related accruals and deferrals.

Taxation: is charged by each consolidated company on the basis of a reasonable taxable income forecast, in accordance with current provisions. Italian accounting principle n°. 25 is applied, on which basis, following the principle of prudence, the assets and liabilities for tax purposes connected to timing differences between the accounting values and the values for tax purposes of the items in the financial statements as well as losses carried forward are stated. Also stated is deferred taxation pursuant to consolidation adjustments. These provisions are made taking account of the tax regulations applicable at the crystallization of the tax, when known.

Derivative financial instruments: Off-balance sheet derivative financial instruments, by which risks deriving from movements in exchange rates and interest rates are managed, are stated in the memorandum accounts, under commitments, at the time of signing for the nominal amount of the contract. In particular, trading contracts in foreign currency are stated at their countervalue in Euros at the forward exchange rate, while IRS contracts are stated at their countervalue in Euros at the date of the contract in question. Income and costs relating to these contracts are charged to the Income Statement on an accrual basis during the term of the contract, against accruals and deferrals in the balance sheet.

Memorandum accounts: as well as the notional value of the derivative financial instruments described above, the main accounting policies are:

- unsecured guarantees are stated according to the entity of the undertaking;
- collateral security, if consisting of a pledge on bonds or public debt securities or unlisted stocks, they are stated at book value; if consisting of a pledge on listed stocks, they are stated at market value; if consisting of buildings, they are stated for the amount of the mortgage;
- other commitments, if relating to assets of others being used or being held, they are stated at the value attributed to them by their owner, while if relating to commitments to acquire fixed assets, they are stated at purchase price.

Other information

- *Derogations pursuant to paragraph 4 of Article 2423 of the Italian Civil Code:* none
- *Impact of exchange rate movements*

The Group pursues a policy of managing exchange rate risks by financing the main net assets in currencies other than the Euro - principally the US Dollar and the Swiss Franc - with loans denominated in the same currency or by entering into foreign exchange transactions which produce the same result.

These exchange rate management policies do not neutralize the effects of exchange rate changes on individual items in the financial statements.

Should these be substantial, they are stated in the notes commenting on the items concerned.

Comments to the main items among the assets

Fixed assets

Intangible fixed assets

Intangible fixed assets amount to 1,362.32 m€ at 30 June 2001. Please refer to the schedule of movements on page 41 regarding the changes compared to 31 December 2000. In particular, the changes in the scope of consolidation led to an increase of 137,639 k€, mainly relating to the difference deriving from the consolidation of Autogrill Schweiz AG, and conversion differences gave rise to a 81,245 k€ increase.

The item comprises:

	30.06.2001	31.12.2000	Change
Formation and start-up	338	240	98
Concessions, licenses, trademarks and similar rig	16,401	17,438	(1,037)
Goodwill	770,398	751,971	18,427
Consolidation differences	271,187	144,400	126,787
Intangible assets in progress and advances for su	3,576	4,541	(965)
Other			
improvements to third party assets	277,064	267,117	9,947
sundry	23,356	23,791	(435)
Total	1,362,320	1,209,498	152,822

The item "Goodwill" refers to the residual value of the amounts paid for that purpose for the acquisition of restaurant activities. It includes commercial goodwill, originally equal to 158,644 k€, to which was allocated the loss arising from the merger by incorporation in 1997 of Autogrill S.p.A. and of Finanziaria Autogrill S.p.A. into the Parent Company, carried out on the basis of the respective balance sheets at 31 December 1996. This mainly represents the goodwill of the activities under concession on Italian motorways and can therefore be amortized over 12 years, corresponding to the average outstanding term of the concessions at the time of the merger.

Moreover, the above item includes the goodwill taken over from HMSHost Corp. at the time of the merger with Autogrill Acquisition Co. (769.322 m€). In relation to the growth prospects at the time of the acquisition, it is amortized over 10 years. The outstanding term of the concessions, about 8 years at the time of acquisition, was deemed to be inadequate to represent the useful life of said intangible asset.

The item "Consolidation differences" embraces all the differences between the price paid for the acquisition of the equity interests and the value of the respective accounting net worth at the time of the acquisition, attributed to goodwill. Generally, the amortization period corresponds to the weighted average of the concessions of the particular company at the time of the acquisition.

One exception is the consolidation difference relating to companies taken over by Autogrill Nederland b.v., which is prudently amortized over 30 years, while the average term of their concessions was more than 70 years.

The item comprises:

	Amortization period (in years)	Gross value	Accumulated amortization	Net value
Autogrill Schweiz AG	20	137.164	3.429	133.735
Autogrill Cotè France S.A.	13	80.379	21.639	58.740
Autogrill Nederland b.v.	30	28.916	3.332	25.584
Autogrill Restauration Services S.A.	7	36.745	13.123	23.622
Autogrill Belgie n.v.	15	23.863	5.567	18.296
Autogrill Espana S.A.	10	19.528	12.694	6.834
Autogrill Deutschland GmbH	9	3.125	1.216	1.909
Autogrill Gare de Tours S.A.	10	924	92	832
Aviogrill s.r.l.	20	774	97	677
Volcarest SA	21	667	33	634
Nuova Sidap Srl	5	574	403	171
Nuova Estral srl	5	509	356	153
Total		333.168	61.981	271.187

The improvements to assets owned by others, included in the item "Other", refer to the costs incurred when constructing or adapting buildings and businesses under lease contracts. In particular, the costs incurred to create managed sales points in American shopping malls, airports and motorways, as well as many European sales points are so classified.

"Intangible assets in progress and advances for such assets" also mainly refer to costs relating to restructuring buildings under lease contracts.

The amortization periods used are the following:

Formation and start-up	5 years
Concessions, licenses, trademarks	5 years; 30 years for surface rights, corresponding to the term of the right; term of the license for the costs of the authorizations to resell state monopoly items; 3 years for software application user licenses
Goodwill	12 and 10 years, respectively, for the goodwill to which the losses from the merger into the Parent Company (1997) and into HMSHost Corp.(1999) were allocated; maximum 10 years for the goodwill relating to individual premises
Consolidation differences	Generally, the outstanding term of the concessions at the date of the acquisition
Other:	
Improvements to third party assets	Lower of the economic life and the outstanding term of the contract
Customized software applications	3 years
Other	5 years

Tangible fixed assets

This item comprises the following:

	30.06.2001			31.12.2000		
	Historical cost	Accum. Depr.	Net value	Historical cost	Accum. Depr.	Net value
Industrial and other land and bldgs	171,948	59,908	112,040	117,828	37,521	80,307
Machinery and equipment	152,704	100,559	52,145	80,517	51,772	28,745
Tools, fittings, fixtures and other equi	526,695	380,922	145,773	492,296	349,080	143,216
Freely transferable assets	252,467	160,061	92,406	243,247	152,282	90,965
Other assets	49,047	36,039	13,008	35,059	25,503	9,556
and payments on account	87,515	-	87,515	59,538	-	59,538
Total	1,240,376	737,489	502,887	1,028,485	616,158	412,327

In particular, the changes in the scope of consolidation and in exchange rates led to increases of 59,458 k€ and 13,771 k€, respectively.

66,576 k€ of tangible assets under construction refer to sites open in the USA, mainly in the airport channel.

The item includes, in accordance with the financial method presentation, the contractual value of business premises leased by the Parent Company. Below are the relevant figures:

	30.06.2001			31.12.2000		
	Hist. cost	Depreciation	Net value	Hist. cost	Depreciation	Net value
Industrial land and bldgs	3,709	880	2,829	3,709	770	2,939
Machinery and equipment	757	553	204	757	484	273
Totale	4,466	1,433	3,033	4,466	1,254	3,212

The above figures include the effects of the revaluations carried out on Italian assets, pursuant to Law n°. 72 of 13 March 1983 and Law n°. 413 of 30 December 1991, for the following detailed amounts:

	Law 72/83			Law 413/91		
	revaluation	acc. depr.	net value	revaluation	acc. depr.	net value
Land and buildings	147	-	147	309	-	309
Industrial land and buildings	895	(594)	300	3,382	(2,310)	1,072
Machinery and equipment	410	(410)	-	-	-	-
Tools, fittings, furniture, fixtures :	1,189	(1,189)	-	-	-	-
Freely transferable assets	3,266	(3,266)	-	12,030	(11,846)	184
Other	78	(78)	0	-	-	-
Total	5,983	(5,536)	447	15,721	(14,156)	1,565

There are 15,742 k€ of mortgages on the land and buildings as security on loans.

For the comments on the increases and decreases for the period, please refer to the operating report and, for the movements of this item, to the schedule on page 41.

The main depreciation rates used by the companies of the Group on their assets are:

	Rate (%)
Buildings	3
Machinery and equipment	10-30
Tools, fixtures and other equipment	15-33.3
Furniture and fittings (1)	10-20
Motor vehicles (1)	25

(1) Classified under "Other"

As reported in the preparation policies, compared to the depreciation rates charged to the financial statements in the period of comparison, the new criteria for estimating the useful life of some categories of tangible fixed assets, adopted by the Parent Company at the end of the 2000 financial year, led to about 3.4 m€ less depreciation being stated in the half year.

Investments

Equity interests in subsidiary companies

The item went to zero (134,137 k€ at 31 December 2000) due to the consolidation of Autogrill Schweiz A.G. and Aviogrill Srl.

Equity interests in associated companies

This item refer to the following equity interests:

Company Name	Registered offices	currency	Capital Stock (million)	Net Worth (k€)	Profit/ (loss) (k€)	% owned	Book Value (k€)
S.R.S.R.A S.A.	Saint Rambert d'Albon (F)	FRF	3.2	3,965	96	40.73	1,369
Isardrome S.A.	Saint Rambert d'Albon (F)	FRF	0.2	849	29	41.87	355
Union Services Sarl ⁽¹⁾	Luxembourg (L)	EURO	0.051	42	0	50.00	27
Theater Gastro AG	Olten	CHF	0.2	131	n.d	25.00	33
Dewina Host Sdn Bhd.	Kuala Lumpur (Malaysia)	MYR	250	-2,088	-216	49.00	-46
HMSC – AIAL Ltd	Auckland, (New Zealand)	NZD	111.9	2,012	212	50.00	1,006
Total							2,744

(1) Data at 30 June 2001 are not available. These figures refer to 31 December 2000.

The item has decreased by 992 k€ compared to 31 December 2000 by effect of the changes in the net worth of the companies listed, pursuant to the full consolidation of Volcares SA, which was stated at 795 k€.

Equity interests in other companies

Below are the details of this item:

Company Name	Registered Offices	Currency	Capital Stock (million)	Net worth (k€)	Profit/ (loss) (k€)	% owned	Book Value (k€)
Convivium 2000 S.C.p.A. in liquidation (1)	Milan (I)	LIT	252	130	0	14.28	20
Istud S.p.A. (1)	Milan (I)	LIT	2,200	935	-13	0.04	1
Unique Airport /FIG	Zurich	CHF	223	146,441	n.d.	0.11	676
CGN Lac Léman	Lausanne	CHF	11.1	7,289	n.d.	4.5	328
Laiterie de Gruyère	Gruyère	CHF	2.2	1,458	n.d.	4.54	66
Others not detailed							38
Aire Autoroutiere d'Orange - Piolenc SAEM (1)	Avignon (F)	FRF	6	n.d.	n.d.	6	-
Total							1,129

(1) Data at 30 June 2001 are not available. These figures refer to 31 December 2000.

The 1,108 k€ increase is attributable to the change in the scope of consolidation, in particular the inclusion of the equity interest in Unique Airport AG, owned by the Autogrill Schweiz group.

Other receivables

Amount to 21,447 k€. The main components are:

	30.06.2001		31.12.2000	
	Within one year	Beyond one year	Within one year	Beyond one year
Interest-bearing deposit with oil companies	-	4.332	-	4.166
Caution money	305	5.637	488	6.256
Advances to the Italian tax authorities	-	5.468	-	5.882
Other	1.179	4.526	569	3.349
Sub Totals	1.484	19.963	1.057	19.653
Total Other receivables	21.447		20.710	

The advances to the Italian tax authorities are revalued with the same criteria applied to the employment severance indemnity provision of the Parent Company. Recovery began last year and continued during the half year, but, by the fact that the schedule is impossible to calculate, no amount has been stated as falling due within 12 months.

Considering the foreseeable development of the relations to which they refer, the amounts under the item "Interest-bearing deposit with oil companies" will be fully received beyond five years; 1,377 k€ and 1,539 k€, respectively, of the amounts under "caution money" and "other" will be received beyond five years.

Other investments

Amount to 1,638 k€, a 525k€ decrease compared to 31 December 2000. The item refers to bonds mainly held by the Parent Company which are intended to be held to maturity or are pledged as collateral for loans and credit lines granted to consolidated companies, as well as loans and other contractual obligations of the Parent Company.

Bonds paid above par value, some of which are prepayable by means of a draw, are stated net of the amount of 66 k€ (90 k€ at 31 December 2000), allocated to cover the loss in the event that they are pre-paid.

Schedule of the changes for the year in the fixed asset accounts

(amounts in thousand of euros)

Intangible fixed assets	31 December 2000				Changes in the gross value					Changes in amortization					30 June 2001			
	Gross value	Amort.	Net value	Change in scope	Exchange differences	Increases	Decreases	Other movements	Totals	Change in scope	Exchange differences	Increases	Decreases	Other movements	Totals	Gross value	Amort.	Net value
Formation and start-up	2.386	(2.146)	240	525	-	46	-	-	571	(353)	-	(120)	-	-	(473)	2.957	(2.619)	338
Concessions, licenses, trademarks and simila	42.470	(25.032)	17.438	1	7	394	(20)	100	482	-	1	(1.565)	59	(14)	(1.519)	42.952	(26.551)	16.401
Goodwill	920.689	(168.718)	751.971	-	71.728	55	-	1.139	72.922	-	(11.315)	(42.502)	306	(984)	(54.495)	993.611	(223.213)	770.398
Consolidation differences	194.564	(50.164)	144.400	137.007	-	1.597	-	-	138.604	-	-	(11.817)	-	-	(11.817)	333.168	(61.981)	271.187
Intangible assets in progress	4.541	-	4.541	-	-	3.180	(2)	(4.143)	(965)	-	-	-	-	-	-	3.576	-	3.576
Other	705.645	(414.737)	290.908	602	52.528	24.585	(25.263)	4.384	56.836	(143)	(31.704)	(23.254)	7.764	13	(47.324)	762.481	(462.061)	300.420
Total	1.870.295	(660.797)	1.209.498	138.135	124.263	29.857	(25.285)	1.480	268.450	(496)	(43.018)	(79.258)	8.129	(985)	(115.628)	2.138.745	(776.425)	1.362.320

Tangible fixed assets	31 December 2000				Changes in the gross value					Changes in depreciation					30 June 2001			
	Gross value	Acc. Depr.	Net value	Change in scope	Exchange differences	Increases	Decreases	Other movements	Totals	Change in scope	Exchange differences	Increases	Decreases	Other movements	Totals	Gross value	Depr.	Net value
Industrial and other land and buildings	117.828	(37.521)	80.307	53.352	-	622	-	146	54.120	(19.827)	(10)	(3.556)	1.006	-	(22.387)	171.948	(59.908)	112.040
Machinery and equipment	80.517	(51.772)	28.745	59.648	-	12.667	(310)	182	72.187	(43.774)	(5)	(4.271)	(734)	(3)	(48.787)	152.704	(100.559)	52.145
Tools, fittings, furniture, fixtures and other e	492.296	(349.080)	143.216	158	29.394	15.623	(11.780)	1.004	34.399	(125)	(20.400)	(29.869)	18.552	-	(31.842)	526.695	(380.922)	145.773
Freely transferable assets	243.247	(152.282)	90.965	4.922	(1)	3.117	(251)	1.433	9.220	(1.560)	-	(6.358)	136	3	(7.779)	252.467	(160.061)	92.406
Other	35.059	(25.503)	9.556	13.255	571	2.690	(2.855)	327	13.988	(10.720)	(407)	(1.872)	2.463	-	(10.536)	49.047	(36.039)	13.008
Tangible assets under construction and paym	59.538	-	59.538	4.129	4.629	15.741	7.042	(3.564)	27.977	-	-	-	-	-	-	87.515	-	87.515
Total	1.028.485	(616.158)	412.327	135.464	34.593	50.460	(8.154)	(472)	211.891	(76.006)	(20.822)	(45.926)	21.423	-	(121.331)	1.240.376	(737.489)	502.887

Investments	31 December 2000				Changes in the gross value					Value adjustment					30 June 2001			
	Gross value	Depr.	Net value	Change in scope	Exchange differences	Increases	Decreases	Other movements	Totals	Change in scope	Exchange differences	Increases	Decreases	Other movements	Totals	Gross value	Value adjustments	Net value
Equity interests in subsidiary companies	134.137	0	134.137	(134.137)	-	-	-	-	(134.137)	-	-	-	-	-	-	-	0	-
Equity interests in associated companies	3.704	-	3.704	(762)	45	75	(318)	-	(960)	-	-	-	-	-	-	2.744	0	2.744
Equity interests in other companies	76	(55)	21	1.267	-	-	(120)	-	1.147	(39)	-	-	-	-	(39)	1.223	(94)	1.129
Other investments	2.163	-	2.163	148	-	27	(700)	-	(525)	-	-	-	-	-	-	1.638	0	1.638
Other investments	20.710	-	20.710	23	853	3.353	(3.484)	(8)	737	-	-	-	-	-	-	21.447	0	21.447
Accounts receivable from associated compar	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0	-
Total	160.790	(55)	160.735	(133.461)	898	3.455	(4.622)	(8)	(133.738)	(39)	-	-	-	-	(39)	27.052	(94)	26.958

Current assets

Inventory

Amounts to 95,480 k€, an increase of 13,087 k€, of which 5,900 k€ for newly consolidated entities and 3,805 k€ for conversion differences. The residual increase is a function of the seasonal nature of the business.

The item comprises:

	30.06.2001	31.12.2000	Change
Restaurants and retail	90,197	76,866	13,331
Various articles and goods	5,250	5,246	4
Advances to suppliers	34	281	(248)
Total	95,480	82,393	13,087

Accounts receivable

Trade receivables: amount to 68,385 k€ at 30 June 2001, of which 4,576 k€ relating to the newly consolidated entities, a 3,538 k€ decrease compared to the end of last year.

The receivables mainly arise from supply contracts and affiliate business relations.

The amount in the financial statements also includes 6,173 k€ (4,294 k€ at 31 December 2000) of receivables being disputed and is net of 9,545 k€ (8,836 k€ at 31 December 2000) of write-downs.

Other receivables: at 30 June 2001, the item comprised:

	30.06.2001	31.12.2000	Change
Advance taxation	175.703	145.637	30.066
Amounts advanced to the tax authorities	9.884	15.561	(5.678)
Trade receivables	13.182	10.703	2.479
Tax and other public authorities	838	335	502
Personnel	8.879	2.100	6.779
differentials on foreign exchange hedging transactions	8.338	58.665	(50.327)
Other	15.085	19.448	(4.363)
Total	231.909	252.449	(20.541)

138,545 k€ of advance taxation refers to the HMSHost group (128.293 in 2000), within which it is mainly generated as a result of the different tax-related amortization period used for improvements to assets owned by others and of taxed provisions for concession installments. Net of the exchange effect (+12,480 k€), this component is reduced by 2,228 k€ compared to 31 December 2000. The overall increase is essentially connected with the exploitation of the tax benefit related to the Parent Company's tax loss for the year, which will be absorbed by the tax profit of the second half-year and that of future years.

The recovery of the timing differences which generated pre-paid tax is deferred over time. In particular, the portion which will be recovered next year is valued at around 34 m€. About 82 m€ of

the tax asset stated will be recoverable beyond five years. Moreover, in the meantime, further net deductible differences may arise, particularly for the US companies.

Investments which are not permanent

These are the investments of the Group's temporary excess liquidity, consisting of bonds issued by highly-rated borrowers and Italian government bonds.

They comprise:

	30.06.2001	31.12.2000	Change
Securities held by the parent company	7,444	12,223	(4,779)
Securities held by the other companies	1,711	5,305	(3,594)
Subtotal	9,155	17,528	(8,373)

During the six months, the disposal of these investments continued, according to favorable market conditions and the opportunities to refinance amounts owed to third parties.

Cash at bank and in hand

Amounts overall to 127,390 k€, a 10,946 k€ increase compared to 31 December 2000, 5,055 k€ of which due to the newly-consolidated companies.

The amount relating to the positive balances of bank and postal current accounts (83,618 k€) refers to the accounting entries at the end of the period. At that date the amounts were mainly already used to reduce the financial exposure.

The item cash on hand (43,772 k€) includes amounts being credited, as well as the cash balances at the points of sale.

Prepayments and accrued income

Amount to 142,678 k€, a 9,150 k€ increase compared to 31 December 2000.

	30.06.2001	31.12.2000	Change
Discounts on the issue of loans	106.630	110.192	(3.561)
Accrued income:			
interest receivable on investments	992	1.207	(215)
interest receivable on exchange and interest rate			
hedging transactions	3.552	3.150	402
other accrued income	3.102	352	2.750
Total Accrued Income	7.646	4.709	2.937
Other prepayments:			
financial leasing installments	1.365	1.207	158
leasing and concession installments	16.948	11.178	5.769
other	10.089	6.242	3.847
Total other prepayments	28.402	18.627	9.775
Total Prepayments and Accrued Income	142.678	133.528	9.150

Compared to the originally published financial statements for the year 2000, the positive conversion differentials of the foreign exchange hedging transactions (58,423 k€) are classified under the item Other receivables, and the item includes the accruals of interest on financial hedging transactions exclusively. The figure relating to 2000 has therefore been adjusted for comparability.

“New issue discounts” refer to the zero coupon convertible bond issued by Autogrill Finance S.A. at a discount to its nominal value (so-called “OID”). They are amortized – by increasing amounts as the implicit interest is gradually capitalized – over the fifteen year term of the loan, adjusting the amount of the item against financial charges.

Prepayments of leasing and concession installments originate from the advanced payment of installments, mostly subject to subsequent adjustments on a monthly or annual basis.

The above mentioned prepayments and accrued income will expire within 12 months, except for the amount of 5,108 k€, referring to rental and leasing installments pertaining to future years, but not beyond than five years, and 95,586 k€ relating to the discount on a convertible loan (of which 72,583 k€ beyond five years).

Comments to the main items among the liabilities

Stockholders' equity

Capital stock

The capital stock of Autogrill S.p.A., which is fully paid-up, amounts to 132.288 m€ pursuant to the resolution of the Stockholders' Meeting held on 27 April 2001 to denominate it in Euros and comprises 254,400,000 ordinary units of stock of 0.52 € each (formerly, 1000 Lire).

901 k€ of reserves were used to implement the above resolution.

The Stockholders' Meeting held on 30 April 1999 voted to increase the capital stock by means of issuing up to a maximum of 33,500,000 new ordinary units of stock to service the convertible loan, nominal value 471,055,000 Euros, issued on 15 June 1999 by the subsidiary company Autogrill Finance S.A., which generates a cash inflow of 349,993,865 Euros, net of intrinsic interest and gross of issue costs.

In relation to the conditions at which this transaction was carried out, the maximum number of units of stock which can be issued to pay for the conversion of the loan amount to about 24,475,000 shares. It is pointed out that the conversion right can be exercised by the bearer of the bonds at any time during the life of the loan.

Revaluation reserves: amount to 13,618 k€ and comprise the positive balances of the monetary revaluation pursuant to law 413/1991. They are reduced compared to 31 December 2000 further to the utilization approved by the Stockholders' Meeting held on 27 April 2001 to pay for the denomination of the capital stock into Euros.

Legal reserve: amounts to 1,712 k€, a 200 k€ increase compared to 31 December 2000, further to the allocation of part of the profit for 2000, approved by the Stockholders' Meeting held on 27 April 2001.

Other reserves: equal to 81,107 k€ and include the conversion reserve, negative for 2,031 k€.

The units of stock comprising the capital stock have been traded on the screen-based market of the Italian Stock Exchange since 1 August 1997.

The schedule of the movements in the consolidated stockholders' equity is on the following page.

Schedule of the changes during the year to the consolidated stockholders' equity accounts

	Capital stock	Revaluation reserves	Legal Reserve	Other reserves and retained	Earnings for the year	Total
Balances at 31.12.1999	131,387	14,519	1,431	66,027	25,940	239,304
Allocation of 1999 profit	-	-	81	15,348	(25,940)	(10,511)
Increase in the available portion of capital grants	-	-	-	77	-	77
Conversion differences and other movements	-	-	-	(3,136)	-	(3,136)
Earnings for the year	-	-	-	-	14,879	14,879
Balances at 31.12.2000	131,387	14,519	1,512	78,316	14,879	240,613
Allocation of 2000 profit	-	-	200	4,168	(14,879)	(10,511)
Redenomination of the capital stock into Euros	901	(901)	-	-	-	-
Increase in the available portion of capital grants	-	-	-	38	-	38
Conversion differences and other movements	-	-	-	(1,415)	-	(1,415)
Earnings for the period	-	-	-	-	(16,935)	(16,935)
Balances at 30.06.2001	132,288	13,618	1,712	81,107	16,935	211,790

Provisions for risks and charges

The composition at 30 June 2001 and the movements during the period relating to the provisions for risks and charges are detailed in the table below. The amounts stated in the column "Other movements" refer to the change in the scope of consolidation and to the conversion difference on the opening balances.

	Balance at 31.12.2000	Other movements	Allocations	Utilizations	Balance at 30.06.2001
Provisions for pensions and similar obligations	13.570	1.018	454	(4.482)	10.561
Provisions for taxation	46.997	10.659	8.017	(5.160)	60.514
Other provisions:					
Provisions for restoration costs	15.757	180	2.135	(1.476)	16.596
Provisions for legal disputes and other	9.118	114	1.298	(1.989)	8.541
Provision for capital grants (restricted funds)	475	-	-	(50)	425
For sundry charges	4.106	3.682	230	(1.518)	6.500
Total other provisions	29.457	3.976	3.663	(5.033)	32.062
Total	90.024	15.653	12.135	(14.675)	103.137

In particular, during the six months, charges were paid relating to the personnel laid off from the Belgian shopping malls and to tax due by a Swiss subsidiary.

Provisions for taxation

Include deferred taxation, mainly 42,254 k€ for consolidation adjustments and 7,816 k€ relating to the revaluation of buildings in Holland. Also included are 3,373 k€ allocated for ongoing inspections of US companies and 930 k€ allocated for prudence by the parent company to cover any tax liabilities relating to years to be determined by the tax authorities.

5,664 k€ refers to newly consolidated companies and to consolidation adjustments made by them.

Provisions for restoration costs: represent the expected liability to be incurred so as to ensure the contractually agreed state of returnable or leased assets.

Employment severance indemnity

Refers exclusively to Italy.

The movements in this item are the following. The item "other movements" refers to the conversion difference on the opening balances.

	30.06.2001	31.12.2000
Opening balance	82,086	80,272
Allocation for the year	7,804	14,602
Utilizations and reversals for the year	(4,014)	(13,280)
Other movements	771	492
Closing balance	86,647	82,086

Accounts payable

Amount to 2,109,812 k€ overall (1,996,223 k€ at 31 December 2000). The components are the following.

Convertible bonds: amount to 471,055 k€ and represent the nominal value of the loan issued by Autogrill Finance S.A. on 15 June 1999. It corresponds to the amount to be repaid at maturity, 15 years from the issued date. Since the loan is a zero coupon, the net proceeds of the issue reflected the intrinsic yield of the loan (the so-called “OID”), fixed at 2% per annum semiannually compounded.

Conversion may be requested by the subscribers at any time, except during some periods closed for technical reasons.

The loan may be pre-paid by the issuer from the fifth year and may be claimed by the holder from the fifth to the tenth year. In these cases, repayment would consist of the value accrued up to the date of exercising the option, so as to ensure an annual yield equal to the 2% originally agreed.

The interest payable pertaining to periods subsequent to the one in question is accrued and at 30 June 2001 is equal to 106,630 k€.

Amounts owed to banks: amount to 829,862 k€, a 82,783 k€ increase compared to 31 December 2000, to which contributed the change in the US Dollar/Euro rate (11,071 k€) and the enlargement of the scope of consolidation (17,643 k€).

	Balance at 30.06.2001			Balance at 31.12.2000		
	Within one year	Beyond one year	Total	Within one year	Beyond one year	Total
bank overdrafts and short-term loans	48,757	-	48,757	15,283	-	15,283
Secured loans	890	29,089	29,979	1,215	17,550	18,765
Unsecured medium-/long-term loans	152,478	598,648	751,126	159,384	553,647	713,031
Total	202,125	627,737	829,862	175,882	571,197	747,079

Secured loans relate to entities operating in Holland, Belgium and Switzerland. The installments falling due beyond five years amount to 24,735 k€.

The item “unsecured medium-/long-term loans” refers to loans contracted for the acquisition of the full ownership of HMSHost and Autogrill Schweiz AG. Management of borrowings continued throughout the half-year so as to find the best conditions. In particular, one loan was renewed and HMSHost took out a new one for 100 m\$, thereby reducing its related party debt. The average life of the current loans is about 2.5 years and there are no portions falling due beyond five years.

Amounts owed to banks and other lenders (discussed in the following paragraph) are all at floating rates and are therefore affected by changes in the financial markets.

In applying the Group's financial policy aiming to hedge risks connected with interest rate movements, the Group has made use of financial instruments acquired by means of contracts signed with prime financial counterparties. By effect of current contracts and relating to the part of hedged debt, regarding subsidiary companies as well, the average interest rate for the six months was about 5.50% and will remain at that level for the next three years if market conditions remain unchanged. By effect of these contracts, the Group is fully protected against any rise in interest rates up to the point in which LIBOR reaches 7.50%, while the cover would be reduced to 60% of the increase in rates beyond that level. Further information on the notional entity of the contracts in force at 30 June 2001 and on the Group's management of financial risk can be found in the notes on the *Memorandum Accounts*.

Amounts owed to other lenders: amount to 231,806 k€, 8,825 k€ more than at 31 December 2000. 218,169 k€ refer to the loan granted by Edizione Finance S.A at market conditions.

They also include amounts payable relating to financial leases and to the interest-free loan for the purchase of IT equipment by the parent company.

10,714 k€ falls due beyond one year, of which 7,101 k€ beyond five years.

Trade accounts payable: amount to 395,764 k€, an increase of 8,866 k€ compared to 31 December 2000, due to the enlargement of the scope of consolidation (+14,700 k€), more than the usual fall connected with the seasonal nature of business volumes and payment cycles.

Amounts owed to the tax authorities: 34,579 k€, as follows:

	30.06.2001	31.12.2000	Change
corporation tax for the year	1,817	1,491	325
withholdings	7,736	9,413	(1,677)
VAT and indirect taxation	15,792	8,297	7,495
other amounts payable	9,234	5,048	4,186
Total	34,579	24,250	10,329

The main component of the change in the item “VAT and indirect tax” is the current amount payable for indirect taxation on US business activities and from VAT payable by the parent company, as well as the change in the scope of consolidation (1,757 k€).

The newly consolidated entities contribute 1,932 k€ to the total.

Amounts owed to social security institutions: are all current and comprise:

	30.06.2001	31.12.2000	Change
INPS and other Italian bodies	12.137	11.196	941
Various foreign social security institutions	4.189	4.298	(109)
Total	16.326	15.494	832

Other accounts payable: comprise:

	30.06.2001	31.12.2000	Change
Amounts owed to personnel	92,213	91,860	353
Other:			
customers for credit notes to be issued	983	1,626	(643)
differentials on foreign exchange mgmt transactions	13,684	11,207	2,477
sundry payables	23,139	23,633	(494)
Total Other	37,806	36,466	1,340
Total	130,019	128,326	1,693

Net of the portion relating to the newly consolidated entities (equal to 4,352 k€), amounts owed to the personnel are reduced due to the usual payment during the six months of amounts accrued last year.

In compliance with the classification schemes adopted by the Edizione Holding group, included herein is the conversion differential of the foreign exchange hedging transactions, which in the

period of comparison was originally stated among the accruals. The figure for 2000 was therefore adjusted for the sake of comparability.

The outstanding "sundry" item includes the liability, equal to 7,619 k€, relating to the staff investment schemes of Host Marriott Corporation, the company which 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 right of the employees of Host Marriott Corporation becomes due.

The item includes 13,696 k€ of payables falling due beyond 12 months.

Accruals and Deferred Income

Comprise:

	30.06.2001	31.12.2000	Change
Accruals			
insurance premiums	1,802	284	1,518
interest payable	3,732	4,963	(1,232)
interest payable on exchange and interest rate hedging tran	2,879	1,442	1,437
lease installments	14,692	14,046	646
other	6,434	8,849	(2,415)
Total accruals	29,538	29,584	(45)
Deferred income	6,675	3,759	2,915
Total deferred income	6,675	3,759	2,915
Total	36,213	33,343	2,870

Lease installment accruals are the outcome of the normalization of the minimum guaranteed installments relating to some American concessions, which contractually increase over time.

The portion falling due beyond 12 months amounts to 13,415 k€, of which 11,419 k€ referring to the above mentioned American lease installments.

Memorandum accounts

The item comprises:

	30.06.2001	31.12.2000	Changes
Guarantees provided in favor of third parties	-	27,321	(27,321)
Collateral security provided for obligations other than accounts payable	320	385	(65)
Collateral security provided for accounts payable in the balance sheet	15,742	16,237	(495)
Purchase and sale commitments	1,923,789	2,190,022	(266,233)
Other memorandum accounts	25,966	23,796	2,170
Total	1,965,817	2,257,761	(291,944)

The commitments regard:

- 1,193,134 k€ (1,485,027 k€ at 31 December 2000) for contracts hedging the effects of exchange rate movements;
- 727,311 k€ (701,225 k€ at 31 December 2000) for contracts hedging the effects of interest rate movements;
- 3,344 k€ (3,770 k€ at 31 December 2000) for commitments to purchase fixed assets.

The reduction in exchange rate contracts compared to 31 December 2000 follows HMSHost's greater recourse to the domestic market for financing its activities.

The Group's financial policy places great importance on the management and control of financial risks in that they may significantly affect the company's profitability.

The Group has adopted a series of measures regarding the management of risks connected with the movements in foreign exchange rates and interest rates.

In the context of this policy, the use of derivative financial instruments is only for the hedging of exchange and interest rates connected with balance sheet monetary flows and accounts. The financial instruments referred to fall mainly within the categories of "Forward currency agreements", "Interest rate swaps", "Forward rate agreements", "Options on rates", possibly combining them.

The above mentioned notional value of the transactions outstanding at 30 June 2001 is not a measurement of the risk exposure, which is limited only to interest flows to be received from time to time.

Derivative contracts have been entered into with the most solid counterparties, so as to reduce to a minimum the risk of non-fulfillment.

The exchange rate risk management policy envisages fully hedging loans denominated in currencies other than that of the assets financed, typically by forward currency agreements.

The Group's policy for managing and controlling the effects of movements in interest rates is aimed at achieving the expected level of exposure and to minimize the cost of borrowing.

The contracts in force at 30 June 2001 have an average outstanding term of 3.4 years, with maturities between 2002 and 2006. At current market conditions, they permit the average cost of borrowing to be kept around 5.5% for the next three years.

The market valuation, made on the basis of the prices at 30 June 2001 of instruments similar by characteristics and term, was 16.3 m€ lower than the above figures.

The *other memorandum accounts* refer to the value of third party assets used by or held by companies of the Group.

Comments to the main items of the consolidated Income Statement

Value of production

Sales of goods and services

Revenues amount to 1,487,929 k€, of which 87,693 k€ refer to newly-consolidated entities. They are broken down by business as follows :

	1st half 2001	1st half 2000	Change	12 months to 31.12.2000
Restaurants	1,119,695	1,002,983	116,712	2,301,712
Retail	343,567	303,940	39,627	688,331
Hotels	10,616	9,521	1,095	21,021
Sales to third parties and affiliates	14,051	13,533	519	30,066
Total	1,487,929	1,329,976	157,953	3,041,130

Please refer to the operating report for comments on the sales performance in the first half of 2001 and an analysis of sales by geographical area.

Other revenues and income

The newly-consolidated entities contribute 5,997 k€ to the balance for the six months.

They comprise:

	1st half 2001	1st half 2000	Change	2000
Company lease installments	6.682	6.262	420	12.315
Newspaper distribution income	8.791	5.518	3.273	16.102
Promotional contributions by suppliers	7.693	5.674	2.019	13.960
Recovery of costs from third parties	652	783	(131)	1.817
Gains on disposals of tangible fixed assets	41	208	(167)	559
Other income	15.312	8.221	7.091	30.726
Total	39.171	26.666	12.505	75.480

Compared to the originally published data, the figures relating to affiliation installments and company leases are stated without the amounts merely to be re-debited to sub-tenants, eliminating also the related costs.

Cost of production

For purchases of raw materials, consumables and goods for sale

Amount to 523,184 k€, of which 30,497 k€ relating to newly-consolidated entities. They comprise:

	1st half 2001	1st half 2000	Change	2000
Restaurants and retail	489,304	436,307	52,997	982,584
Miscellaneous materials	33,880	29,594	4,286	77,086
Total	523,184	465,901	57,283	1,059,670

The trend of this item is in line with that of revenues.

For services and for use of assets owned by others

Comprises:

	1st half 2001	1st half 2000	Change	2000
Costs for services				
Oil, gas and electricity	32.595	27.167	5.428	61.557
Maintenance costs	23.167	21.802	1.365	41.086
warehouse and transport costs	6.905	6.360	545	14.602
Consultancy and professional services	11.879	12.503	(624)	24.041
Cleaning and disinfestation services	12.784	10.851	1.932	25.079
Advertising and market research	10.390	10.236	154	21.720
Mailing and telephone costs	5.955	5.213	742	11.934
Insurance	6.582	5.442	1.140	12.861
Fees on payments by credit card	5.347	3.118	2.229	11.287
Recruitment costs	2.049	1.297	752	1.297
Travel costs	10.883	8.331	2.552	20.756
Security	2.011	1.905	107	4.265
Temporary staff	2.389	2.138	251	4.911
Transport of valuables	1.812	1.705	108	1.705
Bank charges	1.377	1.497	(120)	1.497
Training of personnel	1.393	1.381	12	3.883
Other services	15.571	12.780	2.790	34.247
Total services	153.089	133.727	19.362	296.728
Costs for rentals and concessions	169.896	153.150	16.746	355.521
Rentals and leases of movable goods	9.865	10.533	(668)	22.855
Royalties for the use of trademarks	19.870	18.183	1.687	43.798
Use of assets owned by others	199.631	181.866	17.765	422.175
Total	352.720	315.593	37.127	718.903

The newly-consolidated companies contribute 10,655 k€ towards the costs for services during the six months - mainly relating to oil, gas and electricity (1,992 k€), maintenance costs (1,545 k€), advertising (1,296 k€) and consultancy (1,036 k€) – and 6,294 k€ towards the costs for the use of assets owned by others - of which 6,129 k€ referring to costs for rentals and concessions.

The increase in “Costs for oil, gas and electricity”, compared to 30 June 2000, for the part in excess of the proportional increase in revenues, is due to the increase in Italian tariffs.

The increase in “Costs for rentals and concessions” is in proportion to that of revenues, to which they are contractually indexed.

For personnel

Personnel costs were equal to 490,580 k€ overall. Among the newly-consolidated companies – which contribute 41,517 k€ to the balance - Passaggio is highly labor intensive. Therefore the item increases proportionally more than revenues.

	1st half 2001	1st half 2000	Change	2000
Wages and salaries	390,292	333,317	56,975	743,822
Social security costs	67,836	61,284	6,552	124,967
Employment severance indemnity and similar	8,258	9,046	(788)	20,352
Other costs	24,194	19,757	4,437	42,603
Total	490,580	423,404	67,176	931,744

The average number of staff, expressed as equivalent full-time employees, reached 40,692 in the first half of 2001 (37,434 in the first half of 2000).

Amortization, depreciation and write-downs

125,925 k€ overall, an increase of 3,042 k€ mainly due to the enlargement of the scope of consolidation, comprising:

	1st half 2001	1st half 2000	Change	2000
Amortization and depreciation:				
Intangible fixed assets	79,258	77,363	1,895	172,059
Tangible fixed assets	39,568	28,750	10,818	58,365
Freely transferable tangible fixed assets	6,358	5,722	635	11,848
Depreciation of tangible fixed assets	-	-	-	783
Write-downs of receivables (current assets)	741	1,155	(414)	4,990
Total	125,925	112,990	12,935	248,045

Amortization of intangible fixed assets includes the portions relating to goodwill and consolidation differences, equal to 54,470 k€. This is increased by 2,198 k€ due to movements in the €/USD exchange rate, by 1,590 k€ following the review of the goodwill relating to North American activities, made for 34.2 m\$ overall in the 2000 financial statements and by 3,559 k€ for the newly-consolidated entities.

The other amounts mainly relate to improvements to assets owned by others.

Depreciation of tangible fixed assets increases by 2,826 k€ following the change in the scope of consolidation and by 1,409 k€ for movements in the €/USD exchange rate.

Moreover, as stated in the paragraph “preparation policies of the consolidated financial statements” on page 29, pursuant to the changes in estimating the useful life of some categories of fixed assets made at the end of 2000, amortization of intangible fixed assets and depreciation of tangible fixed assets are 0.4 and 3.4 m\$ lower, respectively, for the half-year compared to that calculated with the same criteria for the period of comparison.

Provisions for risks and other provisions

The details of the provisions made during the half-year are shown below:

	1st half 2001	1st half 2000	Change	2000
For disputes and other risks	1,298	1,331	(32)	2,977
Other provisions:				
For restoration costs	2,135	1,650	485	4,456
Other charges	230	222	8	176
Total other provisions	2,365	1,872	493	4,632
Total	3,663	3,203	461	7,609

Other operating costs

They are almost unchanged at 17,272 k€,

They comprise:

	1° semestre 2001	1° semestre 2000	Variazione	esercizio 2000
Per rischi su vertenze ed altri	1.298	1.331	(32)	2.977
Altri accantonamenti:				
Per oneri di ripristino	2.135	1.650	485	4.456
Per oneri diversi	230	222	8	176
Totale altri accantonamenti	2.365	1.872	493	4.632
Totale	3.663	3.203	461	7.609

Financial income and charges

The increase of more than 5 million Euros in the net financial charges compared to the previous year is mainly due to the greater financial exposure connected with the acquisition of Autogrill Schweiz AG on 28 December 2000 and the one-off nature of the income from investing part of the European liquidity in notes of a subsidiary company of HMSHost Corp., repaid in May 2000.

Other financial income

Amounts to 76,614 k€, a 40,466 k€ increase compared to the first half of 2000.

It comprises:

	1st half 2001	1st half 2000	Change	2000
Interest and other income from securities:				
interest premiums/income from other permanent investments	122	233	(111)	373
interest premiums and income from other investments classified in	567	1,915	(1,348)	3,090
	689	2,148	(1,459)	3,463
Other income not included above:				
interest receivable from banks	945	467	478	1,426
exchange rate gains	66,967	30,015	36,952	212,695
income from interest rate hedging transactions	2,662	3,199	(537)	7,100
income from exchange rate hedging transactions	4,829	-	4,829	3,705
other	422	318	103	839
	75,825	33,999	41,826	225,765
Total	76,514	36,147	40,367	229,228

Interest payable and similar charges

Increase by 45,884 k€ to 112,561 k€ and comprise:

	1st half 2001	1st half 2000	Change	2000
Interest payable on loans	3,570	10,808	(7,238)	12,331
Interest payable on medium-/long-term loans	22,929	19,017	3,912	44,005
Interest payable on bank current accounts and short-term loans	297	122	175	2,323
Other	3,566	167	3,399	2,110
	30,362	30,114	248	60,769
Other charges not included above:				
exchange rate losses	65,443	30,687	34,756	210,710
financial charges on interest rate hedging transactions	6,609	-	6,609	4,261
financial charges on exchange rate hedging transactions	9,761	4,526	5,235	16,435
other	386	1,351	(965)	2,214
	82,199	36,564	45,635	233,620
Total	112,561	66,678	45,884	294,389

Extraordinary income and charges

Income is equal to 2,336 k€ (52 k€ in the first half of 2000). 1,850 k€ is related to indemnities received by newly-consolidated entities and the balance mainly refers to excessive provisions for costs from previous years.

The charges amount to 785 k€ (681 k€ in the first half of 2000) and refer to adjustments to provisions for costs from previous years.

Taxation

The amount of this item is the sum of a 8,252 k€ charge for current taxation and a 11,044 k€ benefit for deferred taxation.

IRAP, the Italian tax essentially calculated on the sum of the operating income and labor costs, is 6,094 k€ (5,432 k€ in the first half of 2000).

Attachments

List of the companies included in the consolidation and other equity interests

AUTOGRILL S.p.A.

List of companies included in the consolidation and other equity investments as of June, 30 2001

Companies included in the consolidation according to the line-by-line method

Company name	Headquarters	Curr.	Share capital	%	Partners
Parent Company					
• Autogrill SpA	Novara	€	132.288.000	57,093	Edizione Holding SpA
Subsidiaries					
• Autogrill Café Srl	Novara	Lit	50.000.000	100,000	Autogrill SpA
• Aviogrill Srl	Bologna	€	10.000	51,000	Autogrill SpA
• Iniziative per lo Sviluppo Industriale e Commerciale SpA in liquidazione	Novara	Lit	400.000.000	100,000	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	Luxembourg	€	250.000	99,996	Autogrill SpA
• Autogrill International SA	Luxembourg	€	42.300.000	99,999	Autogrill SpA
• Autogrill Overseas SA	Luxembourg	€	60.650.000	99,999	Autogrill SpA
• Autogrill Austria AG	Gottlesbrunn	ATS	100.000.000	100,000	Autogrill International SA
• Autorest Hungaria Kft in liquidazione	Budapest	HUF	1.000.000	100,000	Autogrill Austria AG
• Autogrill Belgie SA	Antwerpen	BEF	230.000.000	99,999 0,001	Autogrill International SA Ac Restaurants & Hotels SA

• Ac Arlux SA	Arlon	BEF	50.757.000	99,998 0,002	Autogrill Belgie SA Ac Restaurants & Hotels SA
• Ac Restaurants & Hotels Beheer SA	Antwerpen	BEF	16.819.814	99,999 0,001	Autogrill Belgie SA Ac Restaurants & Hotels SA
• Ac Restaurants & Hotels SA	Luxembourg	LUF	5.000.000	99,995 0,005	Autogrill Belgie SA Ac Restaurants & Hotels Beheer SA
• Ac Restaurants & Hotels Beteiligungs GmbH	Niederzissen	DEM	150.000	95,000 5,000	Ac Restaurants & Hotels SA Ac Holding NV
• Ac Restaurants & Hotels Betriebs GmbH	Niederzissen	DEM	50.000	100,000	Ac Restaurants & Hotels Beteiligungs GmbH
• Autogrill Deutschland GmbH	Munchen	DEM	400.000	100,000	Autogrill International SA
• Autogrill Espana SA	Madrid	€	1.800.000	100,000	Autogrill International SA
• Autogrill Hellas EPE	Avlona Attikis	GRD	408.530.000	100,000	Autogrill International SA
• Autogrill Nederland BV	Breukelen	NLG	14.040.000	100,000	Autogrill International SA
• Maison Ledeboer BV	Zaandam	NLG	154.000	100,000	Autogrill Nederland BV
• Ac Holding NV	Breukelen	NLG	300.000	100,000	Maison Ledeboer BV
• The American Lunchroom Co BV	Zaandam	NLG	40.000	100,000	Ac Holding NV
• Ac Apeldoorn BV	Apeldoorn	NLG	100.000	100,000	The American Lunchroom Co BV
• Ac Bodegraven BV	Bodegraven	NLG	40.000	100,000	The American Lunchroom Co BV
• Ac Heerlen BV	Heerlen	NLG	51.000	100,000	The American Lunchroom Co BV
• Ac Hendrik Ido Ambacht BV	Hendrik Ido Ambacht	NLG	35.000	100,000	The American Lunchroom Co BV
• Ac Holten BV	Holten	NLG	75.000	100,000	The American Lunchroom Co BV
• Ac Leiderdorp BV	Leiderdorp	NLG	40.000	100,000	The American Lunchroom Co BV
• Ac Meerkerk BV	Meerkerk	NLG	40.000	100,000	The American Lunchroom Co BV

• Ac Nederweert BV	Weert	NLG	75.000	100,000	The American Lunchroom Co BV
• Ac Nieuwegein BV	Nieuwegein	NLG	40.000	100,000	The American Lunchroom Co BV
• Ac Oosterhout BV	Oosterhout	NLG	40.000	100,000	The American Lunchroom Co BV
• Ac Restaurants & Hotels BV	Oosterhout	NLG	200.000	100,000	The American Lunchroom Co BV
• Ac Sevenum BV	Sevenum	NLG	40.000	100,000	The American Lunchroom Co BV
• Ac Vastgoed BV	Zaandam	NLG	40.000	100,000	The American Lunchroom Co BV
• Ac Vastgoed I BV	Zaandam	NLG	40.000	100,000	The American Lunchroom Co BV
• Ac Veenendaal BV	Veenendaal	NLG	40.000	100,000	The American Lunchroom Co BV
• Ac Zevenaar BV	Zevenaar	NLG	125.000	100,000	The American Lunchroom Co BV
• Holding de Participations Autogrill Sas	Marseille	€	24.742.256	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	79,975	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	€	560.000	49,992	Autogrill Coté France SA
• Société de Construction de la Porte d'Alsace SA (Socopal)	Marseille	€	208.800	67,889	Autogrill Coté France SA
• Société de la Porte de Champagne SA (SPC)	Perrogney Les Fontaines	€	128.000	50,250	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
• Volcares SA	Chatelguyon	€	288.000	49,983	Autogrill Coté France SA
• Autogrill Restauration Services SA	Marseille	€	30.041.460	99,999	Holding de Participations Autogrill Sas
• Autogrill Gares de Tours SA	Marseille	€	40.000	99,760 0,040	Autogrill Restauration Services SA Holding de Participations Autogrill Sas
• Autogrill Gare Chateauroux Sarl	Marseille	€	8.000	100,000	Autogrill Restauration Services SA
• Autogrill Gare Lyon Part Dieu Sarl	Marseille	€	32.000	100,000	Autogrill Restauration Services SA
• Autogrill Gare Lyon Perrache Sarl	Marseille	€	160.000	100,000	Autogrill Restauration Services SA
• Autogrill Gare Toulon Sarl	Marseille	€	8.000	100,000	Autogrill Restauration Services SA
• Autogrill Gares des Alpes Sarl	Marseille	€	8.000	100,000	Autogrill Restauration Services SA
• Autogrill Gare Paris Nord Sarl	Marseille	€	32.000	100,000	Autogrill Restauration Services SA
• Autogrill Gare Paris Saint Lazare Sarl	Marseille	€	1.226.850	100,000	Autogrill Restauration Services SA
• Autogrill Gare Paris Est Sarl	Marseille	€	16.000	100,000	Autogrill Restauration Services SA
• Autogrill Gare Nevers Snc	Marseille	€	1.600	99,000 1,000	Autogrill Restauration Services SA Autogrill Gare Paris Est Sarl
• Autogrill Gares Ile de France Snc	Marseille	€	1.600	99,000 1,000	Autogrill Restauration Services SA Autogrill Gare Paris Est Sarl
• Autogrill Gares Lille Snc	Marseille	€	40.000	99,960 0,040	Autogrill Restauration Services SA Autogrill Gare Paris Est Sarl
• Autogrill Schweiz AG	Zurich	CHF	10.000.000	100,000	Autogrill International SA
• Passaggio Rail AG	Zurich	CHF	1.500.000	60,000	Autogrill Schweiz AG
• Autogrill Restaurants AG	Zurich	CHF	10.000.000	100,000	Autogrill Schweiz AG
• Raststette Pratteln AG	Pratteln	CHF	3.000.000	95,000	Autogrill Restaurants AG

• Restoroute de Bavois SA	Bavois	CHF	2.000.000	70,000	Autogrill Restaurants AG
• Restoroute de la Gruyère SA	Avry devant Pont	CHF	1.500.000	54,300	Autogrill Restaurants AG
• SSG Schweizerische Speisewagen Gesellschaft	Zurich	CHF	100.000	100,000	Autogrill Restaurants AG
• Vorstatt Egerkingen AG	Egerkingen	CHF	2.000.000	84,400	Autogrill Restaurants AG
• HMSHost Co	Bethesda	USD	175.000.000	100,000	Autogrill Overseas SA
• HMS Host Tollroads Inc	Bethesda	USD	125.000.000	100,000	HMSHost Co
• Host International Inc	Bethesda	USD	125.000.000	100,000	HMSHost Co
• Sunshine Parkway Restaurants Inc	Bethesda	USD	125.000.000	50,000 50,000	HMSHost Co Gladieux Inc
• Cincinnati Terminal Services Inc	Bethesda	USD	125.000.000	100,000	Host International Inc
• Cleveland Airport Services Inc	Bethesda	USD	125.000.000	100,000	Host International Inc
• HMS-Airport Terminal Services Inc	Bethesda	USD	125.000.000	100,000	Host International Inc
• HMS-Airport Terminal Services (Christchurch branch) Inc	Bethesda	USD	125.000.000	100,000	HMS- Airport Terminal Services Inc
• HMS B&L Inc	Bethesda	USD	125.000.000	100,000	Host International Inc
• HMS Holdings Inc	Bethesda	USD	125.000.000	100,000	Host International Inc
• HMS Host Family Restaurants Inc	Bethesda	USD	125.000.000	100,000	HMS Holdings Inc
• Gladieux Inc	Bethesda	USD	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	USD	125.000.000	100,000	Host International Inc
• Host International of Canada Ltd	Vancouver	CAD	4.600.000	100,000	Host International Inc
• Host International of Kansas Inc	Bethesda	USD	125.000.000	100,000	Host International Inc

• Host International of Maryland Inc	Bethesda	USD	125.000.000	100,000	Host International Inc
• HMS Host USA Inc	Bethesda	USD	125.000.000	100,000	Host International Inc
• Host International (Hellas) Ltd	Pallini Attica	GRD	35.000.000	100,000	Host International Inc
• Host International (Poland) Sp zo o	Warsaw	PLZ	6.557.600	100,000	HMS Host USA Inc
• Host of Holland BV	Haarlemmermeer	NLG	200.000	100,000	Host International Inc
• Horeca Exploitatie Maatschappij Schiphol BV	Schiphol	NLG	100.000	100,000	Host Holland BV
• Host Services (France) Sas	Paris	FRF	250.000	100,000	Host International Inc
• Host Services Inc	Bethesda	USD	125.000.000	100,000	Host International Inc
• Host Services of New York Inc	Bethesda	USD	125.000.000	100,000	Host International Inc
• Host Services Pty Ltd	North Cairns	AUD	12	100,000	Host International Inc
• Las Vegas Terminal Restaurants Inc	Bethesda	USD	125.000.000	100,000	Host International Inc
• Marriott Airport Concessions Pty Ltd	Tullamarine	AUD	999.998	100,000	Host International Inc
• Michigan Host Inc	Bethesda	USD	125.000.000	100,000	Host International Inc
• Shenzen Host Catering Company Ltd	Shenzen	USD	2.500.000	90,000	Host International Inc
• The Gift Collection Inc	Bethesda	USD	125.000.000	100,000	Host International Inc
• Turnpike Restaurants Inc	Bethesda	USD	125.000.000	100,000	Host International Inc

Companies valued with the equity method:

Company name	Headquarters	Curr.	Share capital	%	Partners
• Convivium 2000 SCpA in liquidazione	Roma	Lit	252.000.000	14,286	Autogrill SpA
• Union Services Sarl	Luxembourg	€	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	FRF	3.200.000	40,731	Autogrill Coté France SA
• Isardrome Sarl	St Rambert d'Albon	FRF	200.000	91,750 4,500	SRSRA SA Autogrill Coté France SA
• Theater Gastro AG	Zurich	CHF	200.000	25,000	Autogrill Restaurants AG
• Anton Airfood Inc (AAI)	Washington	USD	1.000	25,000	HMSHost Co
• 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	USD	1.000	100,000	Anton Airfood Inc

• Anton Airfood of Texas Inc	Washington	USD	100.000	100,000	Anton Airfood Inc
• Anton Airfood of Virginia Inc	Washington	USD	1.000	100,000	Anton Airfood Inc
• Palm Springs AAI Inc	Washington	USD	1.000	100,000	Anton Airfood Inc
• Lee Airport Concession Inc	Washington	USD	1.600	25,000	Anton Airfood Inc
• Dewina Host Sdn Bhd	Kuala Lumpur	Ringgit	250.000	49,000	Host International Inc
• HMSC-AIAL Ltd	Auckland	NZD	111.900	50,000	Host International Inc

Companies valued with proportional method

Company name	Headquaters	Curr.	Share capital	%	Patners
• Flughafen Restaurant AG	Zurich	CHF	4.800.000	50,000	Autogrill Schweiz AG
• ARH Management AG	Zug	CHF	700.000	96,572	Flughafen Restaurant AG

Balance sheet

(amounts in k€)	30.06.2001	31.12.2000	Change
ASSETS			
A) Receivable from stockholders			
B) Fixed assets			
I) Intangible fixed assets			
Formation and start-up	16	32	(16)
4 Concessions, licenses, trademarks and similar rights	2,915	2,998	(84)
5 Goodwill	78,699	85,603	(6,904)
6 Intangible assets in progress and advances for such assets	3,677	4,541	(864)
7 Other	34,946	32,056	2,890
Total	120,253	125,230	(4,977)
II) Tangible fixed assets			
1 Land and buildings	16,388	16,353	35
2 Machinery and equipment	5,093	5,023	69
3 Tools, fittings, furniture, fixtures and other equipment	26,438	25,981	456
3 bis Freely transferable assets	23,601	23,904	(303)
4 Other assets	4,657	3,922	735
5 Tangible assets under construction and payments on account	9,404	7,433	1,970
Total	85,579	82,617	2,963
III) Investments			
1 Equity interests in:			
a) subsidiary companies	53,869	39,592	14,277
b) other companies	22	21	0
2 Other loans:	0	0	
* due within one year	1	2	(1)
* due beyond one year	11,342	12,571	(1,229)
3 Other investments	1,309	1,969	(660)
Total	66,543	54,156	12,387
Total fixed assets	272,375	262,002	10,372
C) Current Assets			
I - Inventory			
1 Raw materials and consumables	34,467	33,154	1,313
Total	34,467	33,154	1,313
II - Accounts receivable			
1 Trade receivables	34,334	36,305	(1,971)
2 Receivable from subsidiary companies	371,158	448,202	(77,044)
5 Other receivables	0	0	0
* due within one year	12,905	12,850	55
* due beyond one year	16,110	4,158	11,951
Total	434,506	501,515	(67,009)
III. Investments which are not permanent			
6 Other investments	7,445	12,223	(4,779)
7 Financial receivables	0	0	0
Total	7,445	12,223	(4,779)
IV - Cash at bank and in hand			
1 Bank and postal current accounts	6,245	1,465	4,781
3 Cash on hand	29,413	30,627	(1,214)
Total	35,658	32,092	3,567
Total current assets	512,077	578,984	(66,908)
D) Prepayments and accrued income	15,278	45,715	(30,438)
TOTAL ASSETS	799,729	886,702	(86,973)

Balance sheet

(amounts in k€)	30.06.2001	31.12.2000	Change	30.06.2000
LIABILITIES				
A) Stockholders' equity				
I - Capital Stock	132,288	131,387	901	131,387
II - Additional paid-in capital	-	-	-	-
III - Revaluation reserve	13,618	14,519	(901)	14,519
IV - Legal reserve	1,712	1,512	200	1,512
V - Reserve for treasury stock owned	-	-	-	-
VI - Reserves provided for by the articles of incorporation	-	-	-	-
VII - Other reserves	25,554	31,606	(6,052)	30,922
VIII - Retained earnings	-	-	-	-
IX - Profit/(loss) for the year	(23,681)	3,993	(27,673)	(15,982)
Total stockholders' equity	149,491	183,017	(33,526)	162,357
B) Provisions for risks and charges				
2 Taxation	930	930	-	930
3 Other	22,729	22,082	647	21,195
Total	23,659	23,011	647	22,124
C) Employment severance indemnity	77,294	74,447	2,847	74,996
D) Debts and other accounts payable				
3 Amounts owed to banks				
* due within one year	37,517	12,056	25,461	292,917
* due beyond one year	192,689	261,741	(69,053)	-
4 Amounts owed to other lenders				
* due within one year	79,652	80,061	(410)	177,927
* due beyond one year	2,566	2,932	(367)	3,306
6 Amounts owed to suppliers				
8 Amounts owed to subsidiary companies				
9 Amounts owed to associated companies				
10 Amounts owed to parent companies				
11 Amounts owed to the tax authorities				
* due within one year	10,289	9,198	1,091	8,126
* due beyond one year	-	166	(166)	-
12 Amounts owed to social security institutions				
13 Other accounts payable:				
* due within one year	19,927	22,762	(2,835)	17,095
* due beyond one year	-	413	(413)	413
Total	544,077	602,920	(58,842)	660,273
E) Accruals and deferred income	5,208	3,307	1,901	4,886
TOTAL LIABILITIES	799,729	886,702	(86,973)	924,638

MEMORANDUM ACCOUNTS

Unsecured guarantees	846,669	857,934	(11,265)	862,123
Collateral security provided				
* for third party obligations	-	-	-	26
* for obligations other than debt	320	385	(65)	449
* for accounts payable entered in the financial statements	-	-	-	7,456
Commitments to purchase and to sell	355,782	391,668	(35,885)	
Other memorandum accounts	405,069	388,796	16,273	263,697
Total memorandum accounts	1,607,840	1,638,782	(30,942)	1,133,752

Autogrill S.p.A.**Income statement**

(amounts in k€)	1st half 2001	1st half 2000	Change	2,000
A) Value of production				
1 Sales of goods and services	462,082	437,699	24,383	945,369
3 Variation in contracts in progress	-	-	-	-
5 Other revenues and income	-	-	-	-
* grants received during the period	-	-	-	331
* other	17,996	16,291	(16,291)	38,378
Total	480,077	453,989	26,088	984,079
B) Cost of production				
6 Raw materials, consumables and goods for sale	221,651	212,611	9,040	454,668
7 Services	34,139	33,111	1,028	66,714
8 Use of assets owned by others	42,590	39,456	3,135	86,149
9 Personnel:	-	-	-	-
a) wages and salaries	85,131	78,230	6,901	162,115
b) social security costs	26,225	25,386	839	51,054
c) provision for severance indemnity	7,266	6,523	743	12,848
e) other personnel costs	1,199	650	548	2,294
10 Amortization, depreciation and write-downs:				-
a) amortization of intangible fixed assets	15,039	18,679	(3,640)	35,311
b) depreciation of tangible fixed assets	7,662	9,234	(1,573)	15,527
d) allowance for doubtful accounts receivable	262	820	(558)	1,711
Change in raw materials, consumables and goods for sale inventory	(1,313)	744	(2,057)	5,467
12 Provisions for risks	816	-	816	1,166
13 Other provisions	2,135	1,744	391	4,456
14 Other operating costs	6,367	5,384	983	9,037
Total	449,168	432,573	16,595	908,515
Difference between value and cost of production (A-B)	30,909	21,417	9,493	75,564
C) Financial income and charges				
15 Income from equity interests				
* from equity interests in subsidiary companies	4,684	26	4,658	4,644
16 Other financial income:				-
b) from permanent investments other than equity interests	123	198	(76)	362
c) from other investments classified as current assets	565	1,513	(948)	2,625
d) other income not included above:				-
* from subsidiary companies	4,190	40,573	(36,383)	21,342
* other	8,781	-	8,781	111,858
17 Interest payable and similar charges:				-
* to subsidiary companies	(4)	-	(4)	(7)
* to others	(12,829)	(37,186)	24,357	(124,604)
Total	5,510	5,124	385	16,221
D) Value adjustments of investments				
18 Revaluations of non-permanent investments	262	-	262	3,979
19 Write-downs				-
a) of equity interests	(66,042)	(44,676)	(21,366)	(76,820)
b) from permanent investments other than equity interests	(93)	(352)	258	(296)
c) from other investments classified as current assets	-	-	-	-
Total	(65,873)	(45,028)	(20,845)	(73,137)
E) Extraordinary income and costs				
20 Income				
* other extraordinary income	-	0	(0)	1,722
21 Costs	-	(0)	0	(193)
Total	-	0	(0)	1,529
Earnings before taxation	(29,454)	(18,487)	(10,967)	20,177
22 Taxation	5,773	2,504	3,269	(16,184)
NET INCOME FOR THE PERIOD	(23,681)	(15,982)	(7,698)	3,993

Cash Flow Statement

(amounts in m€)

	1st half 2001	1st half 2000	2000
Net opening cash	133.3	150.2	150.2
Cash flow from operating activities			
Earnings for the period	(23.7)	(16.0)	4.0
Amortization and depreciation	22.7	27.9	50.8
(Gains)/losses disposals of fixed assets	0.3	(0.1)	(0.4)
Write-downs of fixed assets, net of write-backs	65.8	44.7	76.2
Provisions for risks, net of utilizations	0.7	(0.7)	0.7
change in working capital	7.2	(27.0)	6.5
Net change in severance indemnity and other m-/l-term liabilities	2.8	1.7	0.5
	<u>75.8</u>	<u>30.5</u>	<u>138.3</u>
Cash flow from investment activities			
Purchases of fixed assets			
- intangible	(9.8)	(7.2)	(22.4)
- tangible	(11.3)	(10.3)	(28.8)
- investments	(79.6)	(0.8)	(95.3)
Disposals of investments	0.0	1.4	2.7
Sale price of fixed assets disposed of	2.1	1.0	2.0
Intercompany loan	0.0	(567.2)	0.0
Other movements	0.2	0.0	0.7
	<u>(98.4)</u>	<u>(583.1)</u>	<u>(141.0)</u>
Cash flow from financing activities			
New medium-/long-term loans	0.0	283.5	0.0
Repayments and current portion of medium-/long-term debt	(0.4)	(0.4)	(3.7)
Payment of dividends	(10.5)	(10.5)	(10.5)
	<u>(10.9)</u>	<u>272.6</u>	<u>(14.2)</u>
Increase (decrease) in cash	(33.5)	(280.0)	(16.9)
Closing net cash	99.8	(129.8)	133.3
Closing net medium-/long-term debt	0.4	280.4	(0.0)
Closing net cash	100.2	150.6	133.3