PRESS RELEASE

THE BOARD OF DIRECTORS APPROVES THE QUARTERLY REPORT AT MARCH 31, 2007

- *NET REVENUES GROW TO 926.5 MILLION EUROS (+ 3.0%)*
- *EBITDA IMPROVE TO 76.3 MILLION EUROS (+4.2%). AT FIXED EXCHANGE RATES: + 12%*
- *THE NET PROFIT FOR THE FIRST QUARTER INCREASES*
- *POSITIVE NET FINANCIAL ASSETS (87.4 MILLION EUROS)*
- *CONTINUED SUCCESSFUL IMPLEMENTATION OF PROGRAMS TO CUT COSTS AND INCREASE EFFICIENCY*

Consolidated Financial Highlights

(in millions of euros)

	3/31/07	3/31/06 restated	% change
Net revenues	**926.5**	**899.5**	**3.0%**
EBITDA	**76.3**	**73.2**	**4.2%**
Net profit	**111**	**13.4**	

	3/31/07	12/31/06
(Net financial assets)/Net indebtedness	**(87.4)**	**170.0**

Parmalat S.p.A. announces that its Board of Directors, meeting today under the chairmanship of Raffaele Picella, approved the Quarterly Report at March 31, 2007, which shows results in line with expectations.

Parmalat Group

Net revenues for the first three months of 2007 totaled 926.5 million euros, or 3.0% more than the 899.5 million euros reported at March 31, 2006. When the data are restated to eliminate the impact of foreign exchange translation effect caused by the appreciation of the euro versus other currencies, the year-on-year increase is more than 12%. The main reasons for this improvement include better pricing and a more favorable product mix (over 47 million euros) and higher unit sales due to the inclusion of Carnini, Newlat and Boschi in the scope of consolidation (43.8 million euros).

EBITDA totaled 76.3 million euros, for a gain of 3.1 million euros (+4.2%) compared with the 73.2 million euros earned in the first quarter of 2006. The return on sales was 8.2%, an improvement of 0.1 percentage points compared with the first three months of 2006.

In the case of the EBITDA as well, when the data are restated to eliminate the negative impact of foreign exchange translation losses caused by the appreciation of the euro (about 5.8 million euros), the year-on-year increase is about 12.3%. Higher unit sales and a better sales mix with a greater percentage of products with higher value added account for this improvement. The inclusion of new Group companies in the scope of consolidation contributed 2.4 million euros.

A breakdown of revenues and EBITDA by geographic region is as follows:

	First quarter of 2006			First quarter of 2007		
(in millions of euros)	**Net revenues**	**EBITDA**	***EBITDA %***	**Net revenues**	**EBITDA**	***EBITDA %***
Italy	245.6	25.2	*10.3*	274.8	28.0	*10.2*
Canada	302.0	19.8	*6.6*	284.7	22.5	*7.9*
Australia	106.3	8.2	*7.7*	101.8	7.5	*7.4*
Africa	90.5	9.8	*10.9*	84.5	8.9	*10.6*
Europe excluding Italy	71.8	4.2	*5.9*	76.0	5.3	*7.0*
Central and South America	80.5	11.4	*14.2*	89.2	9.3	*10.5*
Other *	2.7	(5.6)		15.6	(5.3)	
Total for the Group	**899.5**	**73.2**	***8.1***	**926.5**	**76.3**	***8.2***

(*) Other includes holding companies, eliminations, Boschi and sundry non-core companies.

An overview of the performance of the Group's operations in the various countries is provided below:

In **Italy,** revenues for the first three months of 2007 increased to 274.8 million euros, or 11.9% more than the 245.6 million euros reported at March 31, 2006.
Over the same period, EBITDA increased by 2.7 million euros to 28.0 million euros. The ratio of EBITDA to net revenues was 10.2%, for a modest decrease of 0.1 percentage points compared with the first quarter of 2006.
A rise in unit sales, a more favorable sales mix and a more streamlined cost structure are the main reasons for the improvement in operating results.

In **Canada,** revenues totaled 284.7 million euros. The main reason for the decrease of 5.7%, compared with the 302.0 million euros booked in the first three months of 2006, is the loss of value (-10.6%) of the Canadian dollar versus the euro. Stated in the local currency, revenues show a gain of 17.7 million Canadian dollars (+4.2%), rising from 419.5 million Canadian dollars to 437.2 million Canadian dollars.
EBITDA, which increased to 22.5 million euros (2.7 million euros more than in the first quarter of 2006), were equal to 7.9% of revenues, for an improvement of 1.4 percentage points compared with the first quarter of 2006.
Unit sales were about the same as the first quarter of 2006. Specifically, unit sales of pasteurized milk and flavored milk were virtually unchanged, while shipments of cheese increased.

In **Australia,** revenues for the first three months of 2007 decreased to 101.8 million euros, or 4.3% less than in the same period last year (106.3 million euros), due mainly to the weakness of the local currency (Australian dollar), which lost 2.5% of its value versus the euro. Stated in the local currency, revenues decreased by just 1.9%, falling from 172.9 million Australian dollars to 169.6 million Australian dollars.
EBITDA, which decreased to 7.5 million euros (0.7 million euros less than in the first quarter of 2006), were equal to 7.4% of net revenues.
Unit sales decreased compared with the first quarter of 2006, due mainly to competition from house brands in the supermarket and food service channels. Operating expenses were held in check thanks

to a careful management of manufacturing and distribution activities, a reduction in the price of some raw material prices and efficiency gains in manufacturing and distribution.

In **Africa,** revenues for the first three months of 2007 totaled 84.5 million euros, or 6.7% less than in the same period last year (90.5 million euros), due mainly to a 28.2% loss in the value of the South African rand versus the euro. EBITDA were also down, decreasing by 0.9 million euros to 8.9 million euros (9.8 million euros in the first quarter of 2006). The return on sales was 10.6%, or 0.3 percentage points less than in the first three months of 2006.
Stated in the local currency, the revenues generated by the main Business Unit (South Africa) increased by 19.1%, rising from 607.5 million rand to 723.2 million rand.
Unit sales were up significantly compared with the first three months of 2006, with gains reported for UHT milk, fruit juices, cheese and yogurt. The main problem that the SBU is facing is a rise in the price of raw materials, which cannot be passed on entirely to consumers and, consequently, reduces profit margins.

In **Europe, excluding Italy,** revenues for the first three months of 2007 totaled 76.0 million euros, or 5.8% more than the 71.8 million euros booked in the same period last year. EBITDA, which increased to 5.3 million euros (1.1 million euros more than in the first quarter of 2006), were equal to 7.0% of revenues, for an increase of 1.2 percentage points compared with the same period in 2006.
An analysis of the performance of the Group's operations in European countries other than Italy shows positive results in Russia, where the local SBU was able to contain the impact of higher milk prices, and Romania, where results benefited from a new agreement signed with Metro for the distribution of PET packaged products.
In Portugal, a decrease in net revenues from sales of fruit juices was offset by a rise in shipments of chocolate milk and the launch of new functional milks, which also provided a significant boost to EBITDA.
In Spain, operating results were negative, due mainly to the increasing share of the Spanish market claimed by private labels, particularly in the UHT milk segment. The implementation of restructuring and cost-cutting programs, coupled with a renewed marketing effort, particularly in the area of flavored milk, is beginning to produce positive results and is providing an indication that the downward trend is being reversed.

In **Central and South America,** revenues for the first three months of 2007 totaled 89.2 million euros, or 10.9% more than in the same period last year. The significant appreciation of the euro versus all of the local currencies had a negative impact on the year-on-year comparisons. EBITDA, which decreased to 9.3 million euros (2.0 million euros less than the 11.4 million euros earned in the first quarter of 2006), were equal to 10.5% of revenues, for a decrease of 3.7 percentage points compared with the same period in 2006.
In Venezuela, the first quarterly results have been influenced by the new and unexpected regulation of price on certain types of milk product. The company is examining this situation with the competent Authorities in order to obtain a more balanced regulation of the issue.
The Colombian operations improved their profitability by expanding sales of products with greater value added (UHT Zymil milk and powdered baby formula) and increasing list prices to recoup higher raw material costs.

The **net financial position** improved dramatically during the first quarter of 2007, switching from net indebtedness of 170 million euros to net financial assets of 87.4 million euros. This positive change of 257.4 million euros compared with December 31, 2006 is chiefly due to the collection of 112 million euros for a receivable for settlements of actions to void and actions for damages owed by Banca Nazionale del Lavoro and of 132.2 million euros from settlements reached with Deloitte & Touche

S.p.A. and Dianthus S.p.A. (107.2 million euros) and the Banca Popolare di Milano Group (25 million euros).

Net profit jumped from 13.4 million euros to 111 million euros. This increase is due to the better operating results (+4.2%) and to other extraordinary items for 108 million euros, net of the legal fees incurred to pursue court actions. Financial management also shows a significant increase, equal to 16 million euros, due to higher earnings and lower expenses.

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Net revenues totaled 208.5 million euros, down slightly (-0.8%) compared with the 210.3 million euros booked in the first three months of 2006.
Net of the proceeds generated by sales of wooden pallets and other materials that are resold at no profit and net of service revenues, which decreased by 7 million euro in the aggregate, revenues for the first quarter of 2007 were 2.7% higher than in the same period last year.

EBITDA totaled 16.8 million euros, down 0.6 million euros (-3.4%) from the 17.4 million euros earned in the first three months of 2006. The ratio of EBITDA to net revenues was 8.1%, virtually the same as in the previous year.

The increase in the **legal fees** from Euro 8,2 million to Euro 17,8 million is mainly due to the "discovery" actions related to US legal proceeds. This activity is going to end in short time. A gradual decrease in the fees is expected for the second half of 2007.

Net financial assets improved significantly during the first quarter of 2007, rising from 341.4 million euros to 600.0 million euros. This positive change of 258.6 million euros compared with December 31, 2006 is chiefly due to the collection of 112 million euros for a receivable for settlements of actions to void and actions for damages owed by Banca Nazionale del Lavoro and of 132.2 million euros from settlements reached with Deloitte & Touche S.p.A. and Dianthus S.p.A. (107.2 million euros) and the Banca Popolare di Milano Group (25 million euros).

OUTLOOK FOR THE BALANCE OF 2007

Even though raw material prices have risen more than anticipated, due primarily to an insufficient supply of milk in the international markets, the Group still expects to achieve its budget and Plan targets by increasing list prices, reducing promotional discounts and implementing cost-cutting programs.

As of March, foreign exchange rates were substantially in line with forecasts. However, a further strengthening of the euro versus the currencies of some of the countries in which the Group operates could have a translation impact when financial statements in foreign currencies are translated into euros.

Thanks to the collection of some settlement amounts earlier this year, the Group's net financial position shows a positive balance. In addition, the Group's operating units in the various countries are expected to generate sufficient cash flow to fund planned capital investments and repay debt installments as they come due.

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Financial statements are being annexed to this press release.

The quarterly data at March 31, 2007 will be filed promptly today at the Company's head office at 26 Via Oreste Grassi, Collecchio (PR), and at the offices of Borsa Italiana S.p.A., where they will be available on request. They may also be consulted at the Company website: www.parmalat.com.

This Quarterly Report was not audited.

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The Board of Directors also carried out the **annual verification,** required by Article 12 of the Bylaws, and found that the following gentlemen **met the requirements to qualify as Independent Directors:**

- Piergiorgio Alberti
- Massimo Confortini
- Marco De Benedetti
- Andrea Guerra
- Vittorio Mincato
- Erder Mingoli
- Marzio Saà
- Carlo Secchi
- Ferdinando Superti Furga

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Conference Call with Investors

The quarterly data at March 31, 2007 will be presented today to the financial community in a conference call that will be held today at 6:00 PM (Central European Time) – 5:00 PM (UK time). The presentation may be followed live in audioconferencing mode by calling the following telephone numbers:

- +44 (0)20 7162 0125 (London – UK)
- +39 02 30350 9005 (Milan – Italy)

Event password: #PARMALAT#.

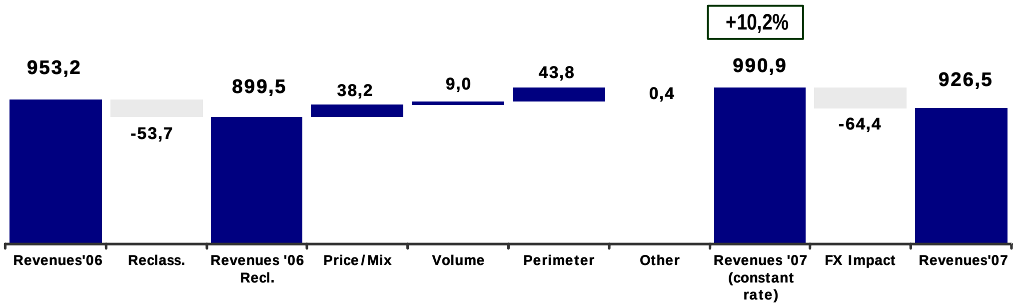
Additional information is also available on line at the Parmalat website: www.parmalat.com – *Parmalat Presentation*.

Parmalat S.p.A.

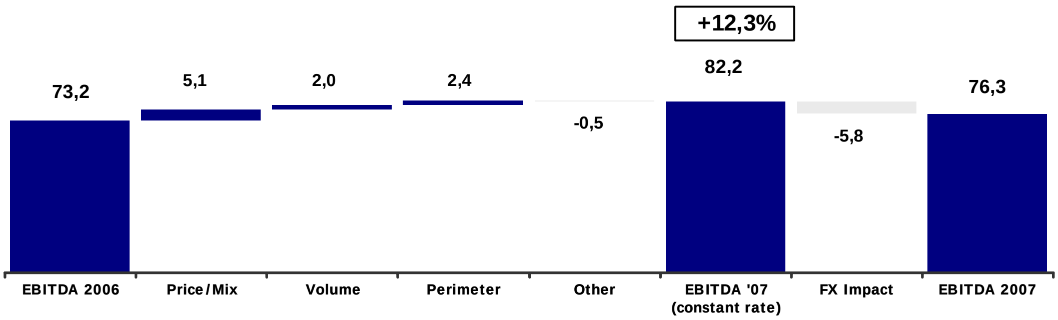
Collecchio, May 14, 2007

Company contact: e-mail to affari.societari@parmalat.net

Like for Like revenues I quarter 07 vs 06



Like for Like EBITDA I quarter 07 vs 06



Parmalat Group

RECLASSIFIED CONSOLIDATED INCOME STATEMENT

(in millions of euros)	**3/31/07**	**3/31/06 restated (*)**	**3/31/06**
TOTAL NET REVENUES	**933.2**	**906.6**	**960.3**
Revenues from operations	926.5	899.5	953.2
Other revenues	6.7	7.1	7.1
OPERATING EXPENSES	**(854.7)**	**(831.4)**	**(885.1)**
Purchases, services and miscellaneous costs	(735.5)	(715.2)	(768.9)
Labor costs	(119.2)	(116.2)	(116.2)
Subtotal	**78.5**	**75.2**	**75.2**
Writedowns of receivables and other provisions	(2.2)	(2.0)	(2.0)
EBITDA	**76.3**	**73.2**	**73.2**
Depreciation, amortization and writedowns of non-current assets	(25.1)	(22.9)	(22.9)
Other revenues and expenses:			
- Legal fees for actions to void and actions for damages	(17.8)	(8.2)	(8.2)
- Restructuring costs	(1.3)	(2.3)	(2.3)
- Miscellaneous revenues and expenses	126.1	5.0	5.0
EBIT	**158.2**	**44.8**	**44.8**
Financial income	9.6	5.4	5.4
Financial expense[1]	(12.4)	(23.9)	(23.9)
Interest in profit (loss) of companies valued by the equity method			
Other income from (charges for) equity investments	2.5	0.4	0.4
PROFIT (LOSS) BEFORE TAXES	**157.9**	**26.7**	**26.7**
Income taxes	(46.8)	(13.7)	(13.7)
NET PROFIT (LOSS) FROM CONTINUING OPERATIONS	**111.1**	**13.0**	**13.0**
Net profit (loss) from discontinuing operations	(0.1)	0.4	0.4
NET PROFIT (LOSS) FOR THE PERIOD	**111.0**	**13.4**	**13.4**
Minority interest in net (profit) loss	(0.7)	(1.3)	(1.3)
Group interest in net profit (loss)	110.3	12.1	12.1

Continuing operations:

Basic earnings per share	**0.0672**	**0.0043**	
Diluted earnings per share	**0.0648**	**0.0042**	

(*) In 2006, the Company and the Group changed the accounting classification it assigns to certain types of trade promotions it provides to retail chains. This change was implemented to provide a presentation that was consistent with best industry practices. As a result of these reclassifications, discounts and trade promotions, which previously were booked as distribution costs, are being deducted from sales revenues. The corresponding items in the income statement for the first quarter of 2006 have been restated accordingly.

[1] This item includes financial expense incurred by the Venezuelan SBU totaling 2.8 million euros in 2007 and 3 million euros in 2006.

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RECLASSIFIED CONSOLIDATED BALANCE SHEET		
(in millions of euros)	**31,03,2007**	**31,12,2006**
NON-CURRENT ASSETS	**2,124.0**	**2,158.5**
Intangibles	1,280.2	1,290.5
Property, plant and equipment	722.3	728.1
Non-current financial assets	79.9	99.3
Deferred-tax assets	41.6	40.6
AVAILABLE-FOR-SALE ASSETS, NET OF CORRESPONDING LIABILITIES	**18.6**	**24.2**
NET WORKING CAPITAL	**422.4**	**545.4**
Inventories	365.0	348.3
Trade receivables	540.3	530.0
Other current assets	287.9	406.6
Trade payables (-)	(523.4)	(521.0)
Other current liabilities (-)	(247.4)	(218.5)
INVESTED CAPITAL NET OF OPERATING LIABILITIES	**2,565.0**	**2,728.1**
PROVISIONS FOR EMPLOYEE BENEFITS (-)	**(121.4)**	**(122.1)**
PROVISIONS FOR RISKS AND CHARGES (-)	**(350.6)**	**(359.5)**
PROVISION FOR LIABILITIES ON CONTESTED PREFERENTIAL AND PREDEDUCTION CLAIMS	**(24.6)**	**(24.8)**
NET INVESTED CAPITAL	**2,068.4**	**2,221.7**
Covered by:		
SHAREHOLDERS' EQUITY	**2,155.8**	**2,051.7**
Share capital	1,648.3	1,641.5
Reserve for creditor challenges, contested liabilities and claims of late-filing creditors convertible exclusively into share capital	224.7	224.9
Other reserves	(50.7)	(44.5)
Retained earnings (Loss carryforward)	192.2	(0.3)
Profit (Loss) for the period	110.3	192.5
Minority interest in shareholders' equity	31.0	37.6
(NET FINANCIAL ASSETS) NET INDEBTEDNESS	**(87.4)**	**170.0**
Loans payable to banks and other lenders[2]	672.2	694.2
Loans payable to investee companies	3.4	5.4
Other financial assets (-)	(286.6)	(207.8)
Cash and cash equivalents (-)	(476.4)	(321.8)
TOTAL COVERAGE SOURCES	**2,068.4**	**2,221.7**

[2] This item includes loans owed by the Venezuelan SBU amounting to 170.0 million euros in 2007 and 172.5 million euros in 2006.

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RECLASSIFIED INCOME STATEMENT *(in millions of euros)*	3/31/07	3/31/06 restated (*)	3/31/06
TOTAL NET REVENUES	**213.7**	**215.7**	**254.4**
Revenues from operations	208.5	210.3	249.0
Other revenues	5.2	5.4	5.4
OPERATING EXPENSES	**(195.6)**	**(198.1)**	**(236.8)**
Purchases, services and miscellaneous costs	(170.0)	(171.2)	(209.9)
Labor costs	(25.7)	(26.9)	(26.9)
Subtotal	**18.0**	**17.6**	**17.6**
Writedowns of receivables and other provisions	(1.2)	(0.2)	(0.2)
EBITDA	**16.8**	**17.4**	**17.4**
Depreciation, amortization and writedowns of non-current assets	(7.6)	(4.8)	(4.8)
Other revenues and expenses			
- rebilling of costs incurred due to the alleged ITX contamination			
- Costs incurred due to the alleged ITX contamination			
- Legal fees for actions to void and actions for damages	(17.8)	(8.2)	(8.2)
- Restructuring costs	(1.0)		
- Additions to provision for losses of companies under E.A.			
- Additions to provision for losses of investee companies	(1.0)	(2.8)	(2.8)
- Miscellaneous revenues and expenses	127.4	2.9	2.9
EBIT	**116.8**	**4.5**	**4.5**
Financial income	5.7	2.6	2.6
Financial expense (-)	(1.2)	(2.1)	(2.1)
Interest in profit (loss) of companies valued by the equity method			
PROFIT (LOSS) BEFORE TAXES	**121.3**	**5.0**	**5.0**
Income taxes	(34.0)	(5.9)	(5.9)
NET PROFIT (LOSS) FROM CONTINUING OPERATIONS	**87.3**	**(0.9)**	**(0.9)**
Net profit (loss) from discontinuing operations	(0.1)	0.4	0.4
NET PROFIT (LOSS) FOR THE PERIOD	**87.2**	**(0.5)**	**(0.5)**

(*) In 2006, the Company and the Group changed the accounting classification it assigns to certain types of trade promotions it provides to retail chains. This change was implemented to provide a presentation that was consistent with best industry practices.
As a result of these reclassifications, discounts and trade promotions, which previously were booked as distribution costs, are being deducted from sales revenues. The corresponding items in the income statement for the first quarter of 2006 have been restated accordingly.

RECLASSIFIED BALANCE SHEET

(in millions of euros)	3/31/07	12/31/06
NON-CURRENT ASSETS	1,612.9	1,605.4
Intangibles	480.5	483.6
Property, plant and equipment	138.3	138.0
Non-current financial assets	973.3	964.5
Deferred-tax assets	20.8	19.3
AVAILABLE-FOR-SALE ASSETS, NET OF CORRESPONDING LIABILITIES	5.2	7.5
NET WORKING CAPITAL	104.3	269.4
Inventories	37.8	36.1
Trade receivables	232.2	225.7
Other current assets	179.0	298.5
Trade payables (-)	(222.5)	(204.0)
Other current liabilities (-)	(122.2)	(86.9)
INVESTED CAPITAL NET OF OPERATING LIABILITIES	1,722.4	1,882.3
PROVISIONS FOR EMPLOYEE BENEFITS (-)	(40.9)	(40.6)
PROVISIONS FOR RISKS AND CHARGES (-)	(213.7)	(209.2)
PROVISION FOR LIABILITIES ON CONTESTED PREFERENTIAL AND PREDEDUCTION CLAIMS	(22.7)	(22.8)
NET INVESTED CAPITAL	1,445.1	1,609.7
Covered by:		
SHAREHOLDERS' EQUITY	2,045.1	1,951.1
Share capital	1,648.3	1,641.5
Reserve for creditor challenges, contested liabilities and claims of late-filing creditors convertible exclusively into share capital	224.7	224.9
Other reserves	(11.4)	(11.6)
Retained earnings (Loss carryforward)	96.3	(29.3)
Profit (Loss) for the period	87.2	125.6
(NET FINANCIAL ASSETS) NET INDEBTEDNESS	(600.0)	(341.4)
Loans payable to banks and other lenders	11.8	12.5
Loans receivable from (-) and payable to (+) Group companies	(4.7)	(7.1)
Other financial assets (-)	(282.5)	(206.0)
Cash and cash equivalents (-)	(324.6)	(140.8)
TOTAL COVERAGE SOURCES	1,445.1	1,609.7