UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D. C. 20549
FORM 10-Q

__X__ QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For six months ended February 28, 2002.

OR

_____ TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____________________ to ____________________.

Commission file number 0-261.

ALICO, INC.
(Exact name of registrant as specified in its charter)

Florida	59-0906081
(State or other jurisdiction of incorporation of organization)	(I.R.S. Employer Identification No.)
P. O. Box 338, La Belle, FL	33975
(Address of principal executive offices)	(Zip Code)

Registrant's telephone number, including area code 863/675-2966

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes X No

There were 7,073,466 shares of common stock, par value $1.00 per share, outstanding at April 15, 2002.

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PART I. FINANCIAL INFORMATION
Item 1. Financial Statements

ALICO, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited - See Accountants' Review Report)

	Three Months Ended		Six Months Ended	
	Feb. 28, 2002	Feb. 28, 2001	Feb. 28, 2002	Feb. 28, 2001

<S>	<C>	<C>	<C>	<C>
Revenue:				
Citrus	$ 7,688,526	$10,421,372	$ 9,194,524	$ 11,516,991
Sugarcane	6,978,177	6,303,311	9,233,440	9,241,521
Ranch	2,012,991	951,472	5,602,551	5,751,244
Rock products and sand	403,757	412,213	858,554	833,858
Oil lease and land rentals	169,565	167,860	338,990	372,600
Forest products	37,096	576	141,580	28,283
Retail land sales	-	47,500	39,450	62,500
Total revenue	17,290,112	18,304,304	25,409,089	27,806,997
Cost of sales:				
Citrus production, harvesting and marketing	7,348,174	9,424,949	8,833,231	10,260,103
Sugarcane production and harvesting	5,497,042	5,056,250	7,351,884	7,292,628
Ranch	1,857,346	918,405	4,867,789	5,233,684
Retail land sales	12,884	50,939	46,566	74,044
Total cost of sales	14,715,446	15,450,543	21,099,470	22,860,459
Gross Profit	2,574,666	2,853,761	4,309,619	4,946,538
General and administration expenses	5,874,340	1,165,033	7,240,980	2,046,407
Income (loss) from operations	(3,299,674)	1,688,728	(2,931,361)	2,900,131
Other income (expenses):				
Profit on sales of real estate	8,547,447	944,895	11,326,787	1,049,916
Interest and investment income	336,087	229,659	833,566	731,581
Interest expense	(531,376)	(979,890)	(1,045,619)	(1,708,700)
Other	(41,801)	51,251	107,925	141,856
Total other income, net	8,310,357	245,915	11,222,659	214,653
Income before income taxes	5,010,683	1,934,643	8,291,298	3,114,784
Provision for income taxes	294,336	643,777	571,299	1,019,174
Net income	$ 4,716,347	$ 1,290,866	$ 7,719,999	$ 2,095,610
Weighted average number of shares outstanding	7,060,928	7,027,827	7,060,928	7,027,827
Per share amounts:				
Basic	$ .67	$ .18	$ 1.09	$ .30
Fully diluted	$ .66	$ .18	$ 1.08	$ .30
Dividends	$ -	$ -	$ 1.00	$ 1.00

<FN>
See accompanying Notes to Condensed Consolidated Financial Statements.
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ALICO, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS
(See Accountants' Review Report)

	February 28, 2002 (Unaudited)	August 31, 2001
ASSETS		
<S>	<C>	<C>
Current assets:		
Cash and cash investments	$ 8,928,099	$ 6,225,088
Marketable securities	19,707,554	18,726,723
Accounts receivable	8,289,452	10,153,205
Mortgage and notes receivable	2,491,682	2,482,454
Income taxes refundable	290,881	-
Inventories	19,450,674	23,246,609
Other current assets	782,773	510,760
Total current assets	59,941,115	61,344,839
Notes receivable, non-current	5,126,135	5,112,309
Land held for development and sale	16,345,903	7,931,544
Investments	1,288,659	1,170,898
Property, buildings and equipment	142,392,239	138,352,300
Less: Accumulated depreciation	(37,450,205)	(34,878,310)
Total assets	$187,643,846	$179,033,580

ALICO, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS
(See Accountants' Review Report)
(Continued)

<S>	February 28, 2002 (Unaudited)	August 31, 2001
LIABILITIES	<C>	<C>
Current liabilities:		
Accounts payable	$ 1,911,758	$ 1,810,094
Due to profit sharing plan	-	443,942
Accrued ad valorem taxes	237,545	1,383,111
Current portion of notes payable	3,301,146	1,301,146
Accrued expenses	1,434,991	1,394,940

Income taxes payable	-	22,670
Deferred revenue	211,607	52,987
Deferred income taxes	2,044,357	1,234,697
Total current liabilities	9,141,404	7,643,587
Notes payable	50,167,793	46,704,954
Deferred income taxes	11,199,387	11,909,252
Accrued donation	2,917,819	-
Deferred retirement benefits	325,879	150,429
Total liabilities	73,752,282	66,408,222
STOCKHOLDERS' EQUITY		
Common stock	7,069,757	7,044,513
Additional paid in capital	1,125,994	331,617
Accumulated other comprehensive income	656,702	871,077
Retained earnings	105,039,111	104,378,151
Total stockholders' equity	113,891,564	112,625,358
Total liabilities and stockholders' equity	$187,643,846	$179,033,580

<FN>
See accompanying Notes to Condensed Consolidated Financial Statements.
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ALICO, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF STOCKHOLDERS' EQUITY
(See Accountants' Review Report)

	Common Stock Shares Issued	Common Stock Amount	Retained Earnings	Accumulated Other Comprehensive Income	Additional Paid in Capital	Total
<S>	<C>	<C>	<C>	<C>	<C>	<C>
Balances, August 31, 2000	7,027,827	$7,027,827	$95,339,847	$1,159,445	$ 17,885	$103,545,004
Comprehensive income:						
Net income for the year ended August 31, 2001	-	-	16,066,131	-	-	16,066,131
Unrealized gains on securities, net of taxes and reclassification adjustment	-	-	-	(288,368)	-	(288,368)
Total comprehensive income			15,777,763			
Dividends paid	-	-	(7,027,827)	-	-	(7,027,827)

Stock options exercised	16,686	16,686	-	-	227,264	243,950
Stock based compensation	-	-	-	-	86,468	86,468
Balances, August 31, 2001	7,044,513	$7,044,513	$104,378,151	$ 871,077	$331,617	$112,625,358
Comprehensive income:						
Net income for the six months ended February 28, 2002	-	-	7,719,999	-	-	7,719,999
Unrealized gains on securities, net of taxes and reclassification adjustment	-	-	-	(214,375)	-	(214,375)
Total comprehensive income			7,505,624			
Dividends paid	-	-	(7,059,039)	-	-	(7,059,039)
Stock options exercised	25,244	25,244	-	-	348,949	374,193
Stock based compensation	-	-	-	-	445,428	445,428
Balances, February 28, 2002 (Unaudited)	7,069,757	$7,069,757	$105,039,111	$ 656,702	$1,125,994	$113,891,564

	February 28, 2002	August 31, 2001
Disclosure of reclassification amount:	(Unaudited)	
Unrealized holding gains (losses) arising during the period	$ 134,187	$ (206,715)
Less: reclassification adjustment for gains (losses) included in net income	348,562	81,653
Net unrealized gains (losses) on securities	$(214,375)	$ (288,368)

<FN>
See accompanying Notes to Condensed Consolidated Financial Statements.

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ALICO, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited - See Accountants' Review Report)

<S>	Six Months Ended February 28, 2002	2001
Cash flows from operating activities:	<C>	<C>
Net income	$ 7,719,999	$2,095,610
Adjustments to reconcile net income to cash provided from (used for) operating activities:		
Depreciation and amortization	3,544,473	3,470,493
Contribution expense accrued	3,581,800	-
Net decrease in current assets and liabilities	5,140,394	1,528,714
Deferred income taxes	216,124	(628,525)

Gain on sales of real estate	(11,326,787)	(1,049,916)
Other	1,190,617	(318,693)
Cash provided from operating activities	10,066,620	5,097,683
Cash flows from (used for) investing activities:		
Notes receivable issuances	(24,800)	(312,300)
Notes receivable collections	1,746	57,894
Purchases of real estate	(9,946,814)	-
Purchases of property and equipment	(5,062,659)	(4,719,030)
Proceeds from sales of real estate	12,802,198	704,220
Proceeds from sales of property and equipment	367,896	880,351
Purchases of marketable securities	(3,540,773)	(1,558,796)
Proceeds from sales of marketable securities	2,553,615	1,090,519
Cash used for investing activities	(2,849,591)	(3,857,142)
Cash flows from (used for) financing activities:		
Repayment of bank loan	(35,690,325)	(24,038,916)
Proceeds from bank loan	38,235,346	30,518,827
Dividends paid	(7,059,039)	(7,027,827)
Cash used for financing activities	(4,514,018)	(547,916)
Increase in cash and cash investments	2,703,011	692,625
Cash at beginning of period	6,225,088	1,796,428
Cash at end of period	$ 8,928,099	$ 2,489,053

Supplemental disclosures of cash flow information:

Cash paid for interest, net of amount capitalized	$1,202,643	$1,857,944
Cash paid for income taxes	$ 925,600	$4,291,269

Non-cash investing and financing activities:

Fair value adjustments to securities available for sale	$ (330,704)	$ (59,557)
Income tax effect related to fair value adjustment	$ 116,329	$ 22,411
Reclassification of breeding herd to property & equipment	$ 515,398	$ 370,192

<FN>
See accompanying Notes to Condensed Consolidated Financial Statements.
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ALICO, INC. AND SUBSIDIARIES
NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(See Accountants' Review Report)

1. Basis of financial statement presentation:

The accompanying condensed consolidated financial statements include the accounts of Alico, Inc. and its wholly owned subsidiaries, Saddlebag Lake Resorts, Inc. (Saddlebag) and Agri-Insurance Company, Ltd. (Agri), after elimination of all significant intercompany balances and transactions.

The accompanying unaudited condensed consolidated financial statements have been prepared on a basis consistent with the accounting principles and policies reflected in the Company's annual report for the year ended August 31, 2001. In the opinion of Management, the accompanying unaudited condensed consolidated financial statements contain all adjustments (consisting only of normal recurring accruals) necessary for a fair presentation of its consolidated financial position at February 28, 2002 and August 31, 2001 and the consolidated results of operations and cash flows for the three and six months ended February 28, 2002 and February 28, 2001.

The basic business of the Company is agriculture which is of a seasonal nature and subject to the influence of natural phenomena and wide price fluctuations. The results of operations for the stated periods are not necessarily indicative of results to be expected for the full year. Certain items from 2001 have been reclassified to conform to 2002 presentation.

The Company accounts for long-lived assets in accordance with the provisions of SFAS No. 121, "Accounting for the Impairment of Long-Lived Assets for Long-Lived Assets to be Disposed of". This Statement requires the long-lived assets and certain identifiable intangibles be reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of the carrying amount or fair value less costs to sell.

2. Real Estate:

Real Estate sales are recorded under the accrual method of accounting. Under this method, a sale is not recognized until payment is received, including interest, aggregating 10% of the contract sales price for residential properties and 20% for commercial properties.

3. Mortgage and notes receivable:

Mortgage and notes receivable arose from real estate sales. The balances at February 28, 2002 and August 31, 2001 are as follows:
<TABLE>
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	February 28, 2002	August 31, 2001
<S>	<C>	<C>
Mortgage notes receivable on retail land sales	$ 239,784	$ 241,852
Mortgage notes receivable on bulk land sales	7,143,033	7,052,911
Other notes receivable	235,000	300,000
Total mortgage notes receivable	$ 7,617,817	$ 7,594,763
Less current portion	2,491,682	2,482,454
Non-current portion	$ 5,126,135	$5,112,309

</TABLE>
In July 2000, the Company received a mortgage note in exchange for land sold. The note totaled $9,540,000 and principal payments of $2,385,000 are due annually on July 14, bearing interest at the LIBOR, over four years.

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4. Inventories:

A summary of the Company's inventories (in thousands) is shown below:

	February 28, 2002	August 31, 2001

<S> <C> <C>

Unharvested fruit crop on trees	$ 9,363,003	$ 9,626,006
Unharvested sugarcane	2,641,746	5,386,633
Beef cattle	7,237,247	8,075,729
Sod	208,678	158,241
Total inventories	$ 19,450,674	$23,246,609

</TABLE>

Subject to prevailing market conditions, the Company may hedge a portion of its beef inventory by entering into cattle futures contracts to reduce exposure to changes in market prices. Any gains or losses anticipated under these agreements were deferred, with the cost of the related cattle being adjusted when the contracts are settled. At February 28, 2002, the Company had no open positions.

5. Income taxes:

The provision for income taxes for the quarters and six months ended February 28, 2002 and February 28, 2001 is summarized as follows:

<TABLE>
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	Three Months Ended		Six Months Ended	
	Feb. 28, 2002	Feb. 28, 2001	Feb. 28, 2002	Feb. 28, 2001
		<C>	<C>	<C>
<C>				
Current:				
Federal income tax	$ (389,139)	$ 842,581	$ 308,250	$1,395,355
State income tax	(72,454)	163,895	46,925	252,344
	(461,593)	1,006,476	355,175	1,647,699
Deferred:				
Federal income tax	621,989	(308,573)	153,867	(535,546)
State income tax	133,940	(54,126)	62,257	(92,979)
	755,929	(362,699)	216,124	(628,525)
Total provision for income taxes	$ 294,336	$ 643,777	$ 571,299	$1,019,174

</TABLE>

6. Indebtedness:

The Company has financing agreements with commercial banks that permit the Company to borrow up to $54 million. Financing agreements allowing the Company to borrow up to $41 million are due in 2003 and up to $3 million are due on demand. In December 2001, the Company entered into an additional financing agreement to borrow $10 million to be paid in equal principal installments over five years with interest to be paid quarterly. In March 1999, the Company mortgaged 7,680 acres for $19 million in connection with a $22.5 million acquisition of producing citrus and sugarcane operations. The total amount of long-term debt under these agreements at February 28, 2002 and August 31, 2001 was $50,167,793 and $46,704,954, respectively.

Maturities of the indebtedness of the Company over the next five years are as follows: 2002- $3,301,146; 2003- $31,168,559; 2004- $3,306,142; 2005- $3,308,905; 2006- $3,311,862; thereafter $9,072,325.

Interest cost expensed and capitalized during the six months ended February 28, 2002 and February 28, 2001 was as follows:

	2002	2001

Interest expensed	$1,045,619	$1,708,700
Interest capitalized	129,366	109,909
Total interest cost	$1,174,985	$1,818,609

7. Dividends:

On October 2, 2001 the Company declared a year-end dividend of $1.00 per share, which was paid on October 26, 2001.

8. Disclosures about reportable segments:

Alico, Inc. has four reportable segments: citrus, sugarcane, ranching and general corporate. The commodities produced by these segments are sold to wholesalers and processors who prepare the products for consumption. The Company's operations are located in Florida.

The accounting policies of the segments are the same as those described in the summary of significant accounting policies. Alico, Inc. evaluates performance based on profit or loss from operations before income taxes. Alico, Inc.'s reportable segments are strategic business units that offer different products. They are managed separately because each segment requires different management techniques, knowledge and skills.

The following table presents information for each of the Company's operating segments as of and for the six months ended February 28, 2002:

	Citrus	Sugarcane	Ranch	General Corporate*	Consolidated Total
Revenue	$ 9,194,524	9,233,440	5,602,551	13,646,852	37,677,367
Costs and expenses	8,833,231	7,351,884	4,867,789	8,333,165	29,386,069
Depreciation and amortization	1,202,541	1,340,356	755,403	246,173	3,544,473
Segment profit	361,293	1,881,556	734,762	5,313,687	8,291,298
Segment assets	56,168,167	53,447,255	21,697,849	56,330,575	187,643,846

The following table presents information for each of the Company's operating segments as of and for the six months ended February 28, 2001:

	Citrus	Sugarcane	Ranch	General Corporate*	Consolidated Total
Revenue	$ 11,516,991	9,241,521	5,751,244	3,220,594	29,730,350
Costs and expenses	10,260,103	7,292,628	5,233,684	3,829,151	26,615,566
Depreciation and amortization	1,243,000	1,256,219	718,639	252,635	3,470,493
Segment profit	1,256,888	1,948,893	517,560	(608,557)	3,114,784

Segment assets 54,845,676 51,831,962 20,407,345 45,370,653 172,455,636

*Consists of amounts related to forest products sales, rock and sand royalties, oil lease and land rentals, investments, real estate activities and other such items of a general corporate nature.

9. Stock Option Plan

On November 3, 1998, the Company adopted the Alico, Inc., Incentive Equity Plan (The Plan) pursuant to which the Board of Directors of the Company may grant options, stock appreciation rights, and/or restricted stock to certain directors and employees. The Plan authorizes grants of shares or options to purchase up to 650,000 shares of authorized but unissued common stock. Stock options granted have vesting schedules which are at the discretion of the Board of Directors and determined on the effective date of the grant. The strike price cannot be less than 55% of the market price.

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<S>	Shares <C>	Weighted average exercise price <C>	Weighted average remaining contractual life (in years) <C>
Balance outstanding, August 31, 1999	34,700	$ 14.62	10
Granted	15,042	14.62	
Balance outstanding, August 31, 2000	49,742	14.62	9.3
Granted	51,074	14.62	
Exercised	16,686	14.62	
Balance outstanding, August 31, 2001	84,130	14.62	9.3
Granted	69,598	15.68	
Exercised	25,244	14.82	
Balance outstanding, February 28, 2002	128,484	$ 15.15	9.15

</TABLE>

On February 28, 2002, there were 128,484 shares exercisable and 479,586 shares available for grant.

ITEM 2. Management's Discussion and Analysis of Financial Condition and Results of Operations.

LIQUIDITY AND CAPITAL RESOURCES:

Working capital decreased to $50,799,711 at February 28, 2002, down from $53,701,252 at August 31, 2001. As of February 28, 2002, the Company had cash and cash investments of $8,928,099 compared to $6,225,088 at August 31, 2001. Marketable securities increased from $18,726,723 to $19,707,554 during the same period. The ratio of current assets to current liabilities decreased to 6.56 to 1 at February 28, 2002 from 8.03 to 1 at August 31, 2001. The decrease in working capital ($50,799,711 vs. $53,701,252 as of February 28, 2002 and August 31, 2001, respectively) was largely due to the $2,000,000 increase in the current portion of notes payable during the same period. Total assets increased to $187,643,846 at February 28, 2002, compared to $179,033,580 at August 31, 2001.

In connection with financing agreements with commercial banks (See Note 6 under Notes to Condensed Consolidated Financial Statements), the Company has an unused availability of funds of approximately $16.1 million at February 28, 2002.

RESULTS OF OPERATIONS:

The basic business of the Company is agriculture, which is of a seasonal nature and subject to the influence of natural phenomena and wide price fluctuations. The results of operations for the stated periods are not necessarily indicative of results to be expected for the full year.

Net income for the six months ending February 28, 2002 increased by $5,624,389 when compared to the same period a year ago. ($7,719,999 vs. $2,095,610 for the six months ended February 28, 2002 and February 28, 2001, respectively). Net income increased during the three months ended February 28, 2002, compared to the same period a year ago ($4,716,347 vs. $1,290,866).

Income before income taxes increased $5,176,514 for the six months ended February 28, 2002, when compared to the same period a year ago. This was primarily due to the increase in earnings from real estate activities ($11,366,237 for the six months ended February 28, 2002 compared to $1,112,416 for the six months ended February 28, 2001).

Earnings from agricultural activities decreased from the prior year ($1,977,132 vs. $2,276,551 for the second quarter, and $2,977,611 vs. $3,723,341 during the first six months of fiscal 2002 and 2001, respectively).

Citrus

Citrus earnings decreased for the second quarter ($340,352 during fiscal 2002 vs. $996,423 during fiscal 2001) and during the six months ended February 28, 2002, when compared to the prior year ($361,293 during the first half of fiscal 2002 vs. $1,256,888 during the same period in fiscal 2001). This is in part the result of the recognition of revenue from the fiscal 2000 fresh fruit crop which was greater than the comparable amount realized in the first quarter of the current year ($185,697 in the second quarter of fiscal 2002, compared to $280,758 in the second quarter of fiscal 2001, see Note 1 to the Notes to Condensed Consolidated Financial Statements). Additionally, producing acreage And boxes produced per acre decreased when compared to the prior year, resulting in higher unit costs for both the boxes harvested and the related pounds of solids.

Sugarcane

Sugarcane earnings increased for the second quarter ($1,481,135 for fiscal 2002 vs. $1,247,061 for fiscal 2001) but decreased for the six months ended February 28, 2002 ($1,881,556 vs. $1,948,893 for the six months ended February 28, 2001). The number of producing acres are down slightly when compared to the prior year. This factor, combined with the effects of drought conditions early in the growing cycle, has combined to decrease the yield from this years crop.

Ranching

Ranch earnings increased for both the second quarter ($155,645 vs.

$33,067 for the three months ended February 28, 2002 and February 28, 2001, respectively) and for the six months ($734,762 vs. $517,560 for the six months ended February 28, 2002 and February 28, 2001, respectively). Reduced operating expenses for beef are the primary reason for the improvement. Market prices for the second

quarter were approximately the same as a year ago, while the number of cattle sold has decreased. Total revenue decreased slightly as a result of the decrease in sales quantity.

General Corporate

The Company is continuing its marketing and permitting activities for its land which surrounds the Florida Gulf Coast University site. At February 28, 2002, there were sales contracts in place for more than 5,400 acres of the Lee County, Florida property totaling $146 million. The agreements are at various stages of the due diligence periods with closing dates over the next ten years.

The Company announced the formation of Agri-Insurance Company, Ltd. (Agri) a wholly owned subsidiary, during July of 2000. The insurance company was initially capitalized by transferring cash and approximately 3,000 acres of the Lee County property (along with the sales contracts totaling $8 million). Through Agri, the Company expects to be able to underwrite previously uninsurable risk related to catastrophic crop and other losses. Additionally, the insurance company will have access to reinsurance markets, otherwise inaccessible. However, the current Federal Crop Insurance Program does not provide business interruption coverage. The coverages contemplated by Agri would indemnify the insured for the loss of the revenue stream resulting from a catastrophic event that would cause a grove to be replanted. The insurance market is bifurcated into insurers and reinsurers. Reinsurers provide wholesale insurance coverage to the industry. Same specialized reinsurers will only deal with insurance companies. As a result, the only way to access the wholesale insurance market is through the formation of a captive insurance company. Reinsurers provide greater insurance coverage flexibility than can be found in the primary insurance market.

To expedite the creation of the capital liquidity necessary to underwrite the Company's exposure to catastrophic losses through land sales, another 5,600 acres was transferred during fiscal 2001. Agri underwrote a limited amount of coverage during fiscal 2001. As Agri gains underwriting experience and increases its liquidity, it will be able to increase its insurance program.

During November 2001, Agri began to close on a 2,500 acre, $30 million sale, of which 40 acres were transferred in November and 1,744 acres were transferred by the end of December. However, upon mutual consent 323 acres, representing $9.6 million was released from the contract and retained by Agri for sale at a future date. The remaining 393 acres are scheduled to be transferred by the end of calendar year 2002. The profit from this transaction is included in statement of operations under gain on sales of real estate.

Also in December 2001, the Company agreed to donate $5 million to Florida Gulf Coast University for a new athletic complex, scholarships and athletic programs. The agreement calls for $1 million to be donated during the current fiscal year and $800 thousand to be donated each year over the next five years. The donation has been accrued and is included in general and administrative expenses in the statement of operations.

During January 2002, the Company acquired 40 acres of Lee County property for $9.5 million. The property is located near one of the interstate highway access ramps to Florida Gulf Coast University and the Southwest Florida International Airport.

Critical Accounting Policies and Estimates

The preparation of our financial statements and related disclosures in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and judgments that affect our reported amounts of assets and liabilities, revenues and expenses, and related disclosures of contingent assets and liabilities. On an on-going basis, we evaluate our estimates and assumptions based upon historical experience and various other factors and circumstances. Management believes that our estimates and assumptions are reasonable in the circumstances; however, actual results may vary from these estimates and assumption under different future circumstances. We have identified the following critical accounting policies that affect the more significant judgments and estimates used in the preparation of our consolidated financial statements.

Alico records inventory at the lower of cost or market. Management regularly assesses estimated inventory valuations based on current and forecasted usage of the related commodity and any other relevant factors that affect the net realizable value.

Based on fruit buyers' and processors' advances to growers, stated cash and futures markets combined experience in the industry, management reviews the reasonableness of citrus revenue accrual. Adjustments are made throughout the year to these estimates as relevant information regarding the citrus market becomes available. Fluctuation in the market prices for citrus fruit has caused the Company to recognize additional revenue from the prior year's crop totaling $185,697 during fiscal 2002 and $280,758 in 2001.

In accordance with Statement of Position 85-3 "Accounting by Agricultural Producers and Agricultural Cooperatives", the cost of growing crops (citrus and sugarcane) are capitalized into inventory until the time of harvest. Once a given crop is harvested, the related inventoried costs are recognized as a cost of sale to provide an appropriate matching of costs incurred with the related revenue earned.

Cautionary Statement

Readers should note, in particular, that this Form 10-Q contains forward-looking statements within the meaning of Section 21E of the Securities Exchange Act of 1934, as amended (the "Exchange Act"), that involve substantial risks and uncertainties. When used in this document, or in the documents incorporated by reference herein, the words "anticipate", "believe", "estimate", "may", "intend" and other words of similar meaning, are likely to address the Company's growth strategy, financial results and/or product development programs. Actual results, performance or achievements could differ materially from those contemplated, expressed or implied by the forward-looking statements contained herein. The considerations listed herein represent certain important factors the Company believes could cause such results to differ. These considerations are not intended to represent a complete list of the general or specific risks that may effect the Company. It should be recognized that other risks, including general economic factors and expansion strategies, may be significant, presently or in the future, and the risks set forth herein may affect the Company to a greater extent than indicated.

ITEM 3. Quantitative and Qualitative Disclosures about Market Risk

No changes

FORM 10-Q

PART II. OTHER INFORMATION

ITEM 6. Exhibits and reports on Form 8-K.

(a) Exhibits:

A. Accountant's Report.

B. Computation of Weighted Average Shares Outstanding at February 28, 2002.

(b) Reports on Form 8-K.

October 2, 2001
October 9, 2001
December 5, 2001
December 7, 2001
December 7, 2001
December 12, 2001
December 13, 2001
January 7, 2002
January 7, 2002
January 31, 2002
February 25, 2002

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

ALICO, INC.
(Registrant)

April 15, 2002 Date	W. Bernard Lester President Chief Operating Officer (Signature)
April 15, 2002 Date	L. Craig Simmons Vice President Chief Financial Officer (Signature)
April 15, 2002 Date	Deirdre M. Purvis Controller (Signature)

EXHIBIT A

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

The Stockholders and
Board of Directors
Alico, Inc.:

We have reviewed the condensed consolidated balance sheet of Alico, Inc. and subsidiaries as of February 28, 2002, and the related condensed consolidated statements of operations for the three-month and six-month periods ended February 28, 2002 and February 28, 2001, the condensed consolidated statements of stockholders' equity for the six-month period February 28, 2002, and the condensed consolidated statements of cash flows for the six-month periods ended February 28, 2002 and February 28, 2001. These condensed consolidated financial statements are the responsibility of the Company's management.

We conducted our review in accordance with standards established by the American Institute of Certified Public Accountants. A review of interim financial information consists principally of applying analytical review procedures to financial data and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with auditing standards generally accepted in the United States of America, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our reviews, we are not aware of any material modifications that should be made to the condensed consolidated financial statements referred to above for them to be in conformity with accounting principles generally accepted in the United States of America.

We have previously audited, in accordance with auditing standards generally accepted in the United States of America, the consolidated balance sheet of Alico, Inc. and subsidiaries as of August 31, 2001 and the related consolidated statements of operations, stockholders' equity and cash flows for the year then ended (not presented herein); and in our report dated October 12, 2001 we expressed an unqualified opinion on those consolidated financial statements. In our opinion, the information set forth in the accompanying condensed consolidated balance sheet as of August 31, 2001, is fairly presented, in all material respects, in relation to the consolidated balance sheet from which it has been derived.

s/s KPMG LLP

Orlando, Florida
April 5, 2002

FORM 10-Q

ALICO, INC.

Computation of Weighted Average Shares Outstanding as of February 28, 2002:

Number of shares outstanding at August 31, 2001	7,044,513
Number of shares outstanding at February 28, 2002	7,069,757
Weighted Average 9/1/01 - 02/28/02	7,060,928

EXHIBIT B