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CENDANT CORP  
 Form 424B3  
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PROSPECTUS SUPPLEMENT NO. 1  
 (TO PROSPECTUS DATED JULY 25, 2001)

\$1,479,258,000  
 CENDANT CORPORATION  
 ZERO COUPON SENIOR CONVERTIBLE CONTINGENT DEBT SECURITIES (CODES) DUE 2021  
 AND CD COMMON STOCK ISSUABLE UPON CONVERSION OF THE CODES

This prospectus supplement supplements the prospectus dated July 25, 2001 of Cendant Corporation relating to the sale by certain of our securityholders (including their pledgees, donees, assignees, transferees, successors and others who later hold any of the selling securityholders' interests) of up to \$1,479,258,000 aggregate principal amount at maturity of CODES and the shares of CD common stock issuable upon conversion of the CODES. You should read this prospectus supplement in conjunction with the prospectus, and this prospectus supplement is qualified by reference to the prospectus, except to the extent that the information in this prospectus supplement supersedes the information contained in the prospectus.

The table of selling securityholders contained in the prospectus is hereby amended to add the entities who are named below as selling securityholders.

NAME	AGGREGATE PRINCIPAL AMOUNT AT MATURITY OF CODES THAT MAY BE SOLD	PERCENTAGE OF CODES OUTSTANDING	NUMBER OF SHARES OF CD COMMON STOCK THAT MAY BE SOLD (1)	PERCENTAGE OF COMMON STOCK OUTSTANDING
Christian Science Trustees--Gifts and Endowments.....	\$ 295,000	*	9,853	
EQAT/Alliance Growth Investors.....	\$3,330,000	*	111,222	
Equitable Life Assurance Separate Account--Balanced.....	\$ 180,000	*	6,012	
Equitable Life Assurance Separate Account--Convertibles.....	\$3,020,000	*	100,868	
Memphis Light, Gas & Water Retirement Fund.....	\$1,975,000	*	65,965	
The Frist Foundation.....	\$ 545,000	*	18,203	
The JH Mennen GST.....	\$ 110,000	*	3,674	

Additionally, the following represents updated information regarding the selling securityholders listed in the selling securityholder table in the prospectus:

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NAME	AGGREGATE PRINCIPAL AMOUNT AT MATURITY OF CODES THAT MAY BE SOLD	PERCENTAGE OF CODES OUTSTANDING	NUMBER OF SHARES OF CD COMMON STOCK THAT MAY BE SOLD (1)	PERCENTAGE OF COMMON STOCK OUTSTANDING
Allstate Insurance Company (3).....	\$ 5,250,000	*	175,350	
Allstate Life Insurance Company (3)....	\$ 9,960,000	*	332,664	
Chrysler Corporation Master Retirement Trust.....	\$ 12,180,000	*	406,812	
Delta Airlines Master Trust (c/o Oaktree Capital Management, LLC).....	\$ 3,485,000	*	116,399	
Delta Pilots D&S Trust.....	\$ 1,715,000	*	57,281	
Motion Picture Industry Health Plan-- Active Member Fund.....	\$ 1,205,000	*	40,247	
Motion Picture Industry Health Plan-- Retiree Member Fund.....	\$ 440,000	*	14,696	
OCM Convertible Trust.....	\$ 8,360,000	*	279,224	
Paloma Securities LLC.....	\$ 50,000,000	3.38%	1,670,000	
Partner Reinsurance Company Ltd.....	\$ 2,020,000	*	67,468	
State Employees' Retirement Fund of the State of Delaware.....	\$ 5,195,000	*	173,513	
State of Connecticut Combined Investment Funds.....	\$ 8,100,000	*	270,540	
All other holders of CODES or future transferees, pledgees, donees, assignees or successors of any such holders (4) (5).....	\$105,234,000	7.11%	3,514,816	

\* Less than one percent (1%).

(1) Assumes conversion of all of the holder's CODES at a conversion rate of 33.40 shares of CD common stock per \$1,000 principal amount at maturity of the CODES. This conversion rate is subject to adjustment, however, as described under "Description of the CODES--Conversion Rights". As a result, the number of shares of CD common stock issuable upon conversion of the CODES may increase or decrease in the future. Does not include shares of CD common stock that may be issued by us upon purchase of CODES by us at the option of the holder.

(2) Calculated based on Rule 13d-3(d) (i) of the Exchange Act, using 857,074,916 shares of CD common stock outstanding as of June 30, 2001. In calculating this amount for each holder, we treated as outstanding the number of shares of CD common stock issuable upon conversion of all of that holder's CODES,

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but we did not assume conversion of any other holder's CODES. Does not include shares of CD common stock that may be issued by us upon purchase of CODES by us at the option of the holder.

- (3) Allstate Insurance Company is the parent company of Allstate Life Insurance Company. Allstate Insurance Company and Allstate Life Insurance Company collectively hold 1.03% of the outstanding CODES.
- (4) Information about other selling securityholders will be set forth in prospectus supplements, if required.
- (5) Assumes that any other holders of CODES, or any future pledgees, donees, assignees, transferees or successors of or from any other such holders of CODES, do not beneficially own any shares of CD common stock other than the CD common stock issuable upon conversion of the CODES at the initial conversion rate.

Investing in the CODES or shares of CD common stock involves risks that are described in the "Risk Factors" section beginning on page 5 of the prospectus.

NEITHER THE SECURITIES AND EXCHANGE COMMISSION NOR ANY STATE SECURITIES COMMISSION HAS APPROVED OR DISAPPROVED OF THESE SECURITIES OR DETERMINED IF THIS PROSPECTUS SUPPLEMENT IS TRUTHFUL OR COMPLETE. ANY REPRESENTATION TO THE CONTRARY IS A CRIMINAL OFFENSE.

The date of this prospectus supplement is August 1, 2001.