QUARTELY ADVANCE OF RESULTS CORRESPONDING TO:

QUARTER: **THIRD** YEAR: **2000**

A-) GENERAL INFORMATION

COMPANY NAME

VISCOFAN SA, INDUSTRIA NAVARRA DE ENVOLTURAS CELULOSICAS

MAIN OFFICE:

C/ITURRAMA 23, ENTREPLANTA 31007 PAMPLONA NAVARRA

NIF : A-31/06550-1

Those persons who assume responsability, for this information and their respective positions

D. SIXTO JIMENEZ MUNIAIN (CHIEF EXECUTIVE OFFICER)

B-)QUATERLY BALANCE OF RESULTS

Milions Ptas

	INDIVIDUAL		CONSOLIDATED	
	PRESENT BUSINESS YEAR	PREVIOUS BUSINESS YEAR	PRESENT BUSINESS YEAR	PREVIOUS BUSINESS YEAR
NET TURNOVER	13.087	13.213	49.388	46.082
RESULT BEFORE TAX	1.926	1.892	2.312	2.851
RESULT AFTER TAX	1.826	1.579	1.940	2.323
Result attributable to Minority Interests			-1	-5
RESULT ATTRIBUTABLE TO THE PARENT COMPANY			1.939	2.318
SHARE CAPITAL	2.438	2.438		
AVERAGE NUMBER OF EMPLOYEES	625	613	3.562	3.601

c-) BUSINESS PERFORMANCE

In the first nine months of 2000, Viscofan Group sales totalled 49,388 million pesetas compared with 46,082 million pesetas in the same period of the previous year, which means an increase of 7.2%

Sales of all types of casings totalled 37,666 million pesetas, with an increase of 10.84%, of which 5.96% was due to the favourable effect of exchange rated and the remaining 4.88% to the effects of prices and sales volume.

As the price curve in cellulose and low technology plastics was negative, the progression in sales volume was highly positive and reflects the clients'growing preference for our company´s products and services, as well as the return of normal growth in world demand for meat products.

Edible collagen (small calibre) and cellulose product continued to grow in volume at rates of well over 10%. Large calibre collagen remained stable in volume and it is expected that the addition of new features and growing concern about health will open new horizons for these products. In plastic products here are plans to launch new high technology products in the first quarter of 2001 that will make this product range grow even more quickly. Demand for this range has been growing in response to the development of improved conservation techniques.

The prices of cellulose casings have fallen in this period, due to overproduction and the financial difficulties that our competitors are currently undergoing. In the case of Viscofan, the fall in price levels has been compensated for by increased demand and improvements in costs that have led to a noticeable increase in our competitiveness.

On the 5th July, a complementary dividend of 9 pesetas per share was paid. This was approved by the Ordinary General Meeting of 22nd June 2000. When this amount is added to the dividend of 8 pesetas per share paid in January this year, the total dividend paid on the results for the last financial year comes to 17 pesetas per share.

The results of the parent company incorporate the dividends of the subsidiaries and because of this they total 1,826 million pesetas as compared to 1,579 millions pesetas for the previous year.

The third quarter of each year suffers from the seasonal effect caused by the low activity of the German meat industry over the holiday period, as well as the yearly stop for maintenance that takes place at Viscofan, S.A. every September.

The consolidated net results for the third quarter has an improvement compared to third quarter last year. The accumulated results totalled 1.939 million pesetas, lower than the accumulated results for 30th September 1999.

The meat casings sector is going through a period of tension that is reshaping it in such a way that the relative importance of our company is continually increasing, and this is how the market views it.

The demand for meat products at world level is growing and the trend towards the use of artificial casings is growing even more markedly because of their advantages in productivity terms and in terms of hygiene, something which is becoming increasingly important.

The investments we have made and our continuous improvement schemes put us in a perfect position to profit from our efforts as soon as the business situation in this sector returns to normal.

D-)DISTRIBUTION OF DIVIDENDS DURING THE PERIOD

	% Par Value	Pesetas perr Share	Amount MILIONS/PTS
1. ORDINARY SHARES	34	17	830.19
2. PREFERENCE SHARES	0	0	0
3.NON-VOTING SHARES	0	0	0

In January 31st , a dividend of 8 ptas per share was paid, againts 1999 profits, this was followed on 5th July by payment of 9 ptas per share.

E-) KEY EVENTS

		YES	NO
1. Acquisitions or transmissions of investments in the capital of companis quotes on the stock-exchange determine the obligation of communication dealt with art. 53 of the LMV.	3200		X
2.Acquisition of treasury stock determine the obligation of communication according to 1st additional provision of the L.S.A.	3210		X
3. Other significant increases or decreases of fixed and other non current asset (holdings greater than 10% in unquoted companies, relevant material investments or disinvestments, etc...)	3220		X
4. Increases or reductions of capital stock or of security value.	3230		X
5. Emissions, reimbursements or cancellations of debet securities.	3240		X
6. Changes of Administrators or of the Administration Council	3250		X
7. Modification to the carters (statutes)	3260		X
8. Transformations, fusions or brek-ups.	3270		X
9. Changes in the institutional regulation of the sector with signifi-cant incidence with regards the economic or financial situation.	3280		X
10. Lawsuits, litgations or contentiouses which may significantly affect the hereditary situation of the Association or the Group	3290		X
11.Competitive situatins, temporary recieverships.	3310		X
12. Special limitation agreements, cession or reliquisment, total or patial, of the political and economic rights of the shares.	3320		X
13. Strategic agreements with national or international groups (interchange of share packets, etc.)	3330		X
14. Other key events	3340		X