QUARTELY ADVANCE OF RESULTS CORRESPONDING TO:

QUARTER: **THIRD** YEAR: **2003**

1-) GENERAL INFORMATION

COMPANY NAME

VISCOFAN SA,

MAIN OFFICE:

C/ITURRAMA 23, ENTREPLANTA 31007 PAMPLONA NAVARRA

NIF : A-31065501

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

D. JUAN IGNACIO VILLEGAS DIAZ (CHIEF EXECUTIVE OFFICER)

2-)QUATERLY BALANCE OF RESULTS

Thousand Euros

	INDIVIDUAL		CONSOLIDATED	
	PRESENT BUSINESS YEAR	PREVIOUS BUSINESS YEAR	PRESENT BUSINESS YEAR	PREVIOUS BUSINESS YEAR
NET TURNOVER	84.517	89.704	282.331	307.768
RESULT BEFORE TAX	16.852	6.747	26.687	21.611
RESULT AFTER TAX	16.254	6.747	22.380	18.791
Result attributable to Minority Interests			0	0
RESULT ATTRIBUTABLE TO THE PARENT COMPANY			22.380	18.791
SHARE CAPITAL	14.650	14.650		
AVERAGE NUMBER OF EMPLOYEES	600	596	3.047	3.346

3-) BUSINESS PERFORMANCE

1. Summary.

Here are the main figures from the results of the Viscofan Group for the third quarter of 2003:

- Sales totalled 282.3 million €, down 8.3% on the same period of 2002.
- The EBITDA sales margin was 16.3%, 2.5 percentage points less than the same period of 2002.
- The financial results improved by 51%.
- Net results totalled 22.38 million €, up 19.1%. Extraordinary results compensate for currency effects and the difficult price situation.
- The net debt was reduced in the last quarter by 15 million €, reducing the leverage figure by 8 percentage points to 36%.

The restructuring of the vegetable conserve business, which included the sale of the jam and fruit business and the restructuring of asparagus production and distribution, had a significant impact on results for the third quarter. The result of all these operations was an extraordinary profit of 7 million euros.

These figures have been achieved within the context of both a strong euro against other currencies and of price pressures, and after the removal of jam and fruit sales in the third quarter. The fall in the value of the dollar with respect to the euro in the first nine months of 2003 in comparison with the same period of 2002 was 16.8 %.

If there had been a similar currency scenario to that prevailing in the first nine months of 2002 the sales figures would have been slightly similar (+0.6%) than those for the same period in 2002, with an estimated growth of 2.3% in casings and a fall of 5.2% in conserves as a result of the sale of the jam and fruit business.

Several steps have been taken to reduce the effects of the currency situation, namely the reduction of production in plants operating in euros, and an increase in production in plants that work with US dollars. We have also taken the decision to set up a product converting centre in Mexico which should come into service in mid 2004.

2. Comments on the results.

The progress of casings sales (in euros) in the four geographical areas in which the group has factories clearly shows the impact of the weak dollar: the fall of sales in our subsidiaries in North and South America is largely a result of the dollar-euro transfer effect. Sales in the subsidiaries in Central Europe fell by 3.4%, while in Western European they fell by 11.3%. This is another example of the currency effect on sales to third parties in currencies other than the euro.

Sales prices are still being squeezed because of the current competition situation and the price levels of the products most consumed by the Group have remained stable.

With regard to individual group companies, Naturin, the German subsidiary, has been clearly affected by the weak dollar, due to the percentage of its export sales. Viscofan de Brasil and Viscofan USA improved their results in the local currency and maintained good levels of turnover and operations. The parent company, for its part, has a big turnover, but like Naturin has been hit by the weak dollar.

The vegetable division has obviously been affected by the sale of the jam and fruit business. Sales and ordinary profits have fallen, while important extraordinary profits have been obtained.

As regards the rest of the financial year 2003, the fourth quarter will be affected by any fluctuations in exchange rates and will adapt to the group's annual business cycle. As a whole, with the situation facing us today, assuming that the dollar will remain at similar levels for the rest of the year and taking into account the profits from the sales of the jam business, it is hoped that, in terms of the three scenarios discussed at the beginning of this year, net profits for the year will fall close to the optimistic scenario.

3. Balance Sheet.

The balance sheet as of 30th September 2003 shows a further reduction of total debt of 15.3 million euros in the third quarter and of net debt of 15.4 million euros in the same period. When compared with the figures for 30th September 2002, the reduction of total debt came to 37 million euros. We have also managed to reduce net debt by 30.1 million euros. Leverage has been reduced from the 44% of equity in the first half to 36 % at the end of september.

4. Investments.

We have continued carrying out the investment plan envisaged at the beginning of the year which totalled 30 million euros for the whole year. In addition to this amount, the company's Governing Board also approved an investment project for a sum of 6 million euros for the setting-up of a new subsidiary in Mexico for converting casings. This amount will be paid out during the second half of this year and the first half of next.

4-)DISTRIBUTION OF DIVIDENDS DURING THE PERIOD

	% Par Value	euros per Share	Amount Thousand Euros
1. ORDINARY SHARES	26	0.078	3.782
2. PREFERENCE SHARES	0	0	0
3.NON-VOTING SHARES	0	0	0

In January 29th, a dividend of 0,078 euros per share was paid, against 2002 profits.
This was followed on 4th June by payment of 0,102 euros per share as a refund of the share issue.

5-) 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	

7,- It was approved at the General shareholders´meeting held in Pamplona on 5th may 2003 the modification of the article 30 of the article of the company in order to adapt them to article 47 of the "measures for the modification act 44/2002 of the financial system act" (Ley de Medidas de Reforma del Sistema Financiero) with the incorporation of an auditing committee (comité o comisión de auditoria).

This agreement was notified to the CNMV as a key event on 5th May 2003.

14.

a-) On 23rd July 2003 the National Stock Exchange Commission was informed about the signing of a deed of sale relating to the commitment made by Industrias Alimentarias de Navarra SA (100% owned by Viscofan SA) to sell the fruit conserve manufacturing business to Iberfrutas SA. The effects of

this operation in accounts terms are included in financial statements for this (third) quarter.

b-) Viscofan’s Governing Board has decided to set up a plant in San Luis Potosi (Mexico) for the converting of industrial casings. The objectives of this plant are both industrial and commercial. The total estimated cost of this first phase of the project is some 6 million euros and it is calculated that the plant will be ready by mid 2004. The National Stock Exchange Commission was notified of this decision on 1st September 2003.