QUARTELY ADVANCE OF RESULTS CORRESPONDING TO:

QUARTER: **FIRST** YEAR: **2003**

1-) 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. 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	30.278	28.883	91.031	98.988
RESULT BEFORE TAX	6.419	3.295	6.853	6.426
RESULT AFTER TAX	6.227	2.669	5.476	5.431
Result attributable to Minority Interests			0	0
RESULT ATTRIBUTABLE TO THE PARENT COMPANY			5.476	5.431
SHARE CAPITAL	14.650	14.650		
AVERAGE NUMBER OF EMPLOYEES	614	566	3.005	3.049

3-) BUSINESS PERFORMANCE

1. Introduction and Summary.

The results for the first quarter of the year are very similar to those of the first quarter of 2002 (+0,81%), totalling €5.48 million.

These results have been obtained in spite of the intense revaluation of the euro in comparison with other currencies, especially the US dollar. In this case, in the first quarter the euro exchange rate reached 22% more than the US dollar's average exchange rate in the first quarter of 2002.

Sales for the quarter decreased by 8% as compared to sales for the first quarter of 2002. This decrease was most pronounced in the casings division, as it is the part of the group that is most affected by the exchange rate. An exchange rate equal to that of the first three months of 2002 would have made sales 3.5% higher than the first quarter of 2002.

Net debt has remained practically stable (€0.2 million) and bank debt has been reduced by €0.4million, in spite of having paid the interim dividend in January with a notable increase over the amount paid in January 2002.

2. Comments on the Results

By company, the parent company has improved its local results despite the effect of the exchange rate: through greater volume and improvements in efficiency, it has compensated for the lower euro value of sales in US dollars.

Naturin has suffered from the effects of weak internal demand and the exchange rate. Brazil has significantly improved its results thanks to its increased level of activity and its improvements in efficiency. Viscofan USA has maintained last year's good level of operations. The distribution companies working in currencies other than the euro have seen their results suffer from the pressure of the euro's revaluation.

Finally, the IAN group has significantly improved its results in terms of percentage, although we must bear in mind that the comparison with the first quarter of 2002 is made with a reduced figure.

3. Balance Sheet

The balance sheet as at 31 March 2003 is not markedly different from the balance sheet at year-end closing, with similar levels of working capital and debt, despite the aforementioned payment of dividends during the quarter.

4. Investments

Throughout the current business year we have continued to carry out the investment plan, totalling some 30 million euros. No significant deviations are currently planned.

5. Events Subsequent to the End of the Quarter

The Group has signed an agreement to sell the assets relative to the manufacture of fruit products, located in the plant in San Adrián (Navarra). This operation is pending the completion of the corresponding due diligence. The agreed price (subject to the results of this due diligence) is 15 million euros, to which we must add the sum corresponding to the inventory of fruit products at the closing date. The estimated surplus value originated by the sale totals some 7 million euros. This operation is part of the restructuring of the tinned vegetables division, aimed at focusing on the product lines which are expected to obtain the highest levels of growth and added value.

The General Meeting of Shareholders held in Pamplona on 5 May agreed to distribute 0.102 euros per share to shareholders on 4 June 2003, charged to the Share Premium account. With this, the total amount distributed among shareholders this year amounts to 0.18 euros per share, which is a 76.5% increase over the remuneration charged to the 2001 results, in line with the evolution of profits during the 2002 business year.

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.

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