QUARTELY ADVANCE OF RESULTS CORRESPONDING TO:

QUARTER: **THIRD** YEAR: **2005**

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 (IAS ADOPTED)	
	PRESENT BUSINESS YEAR	PREVIOUS BUSINESS YEAR	PRESENT BUSINESS YEAR	PREVIOUS BUSINESS YEAR
NET TURNOVER	80.586	89.967	274.449	261.631
RESULT BEFORE TAX/ RESULT BEFORE TAX OF CONTINUOUS ACTIVITIES	26.472	11.682	15.715	15.267
RESULT OF CONTINUOUS ACTIVITIES			12.760	15.046
RESULT AFTER TAX	22.638	11.472	12.760	15.046
Result attributable to Minority Interests			10	0
RESULT ATTRIBUTABLE TO THE PARENT COMPANY			12.770	15.046
SHARE CAPITAL	14.388	14.504		
AVERAGE NUMBER OF EMPLOYEES	567	570	3.029	2.914

3-) BUSINESS PERFORMANCE

1.- Introduction and Summary

The results for the third quarter confirm the positive tendency that commenced in the second quarter. Sales growth, improved profit margins and increased stability of exchange rates have been the fundamental reasons behind the encouraging results of the third quarter of 2005.

PDF created with FinePrint pdfFactory Pro trial version www.pdffactory.com

The main data as regards the results of Grupo Viscofan are:

- Accumulated sales reached 274.45 million Euros, 4.9% greater than in the same period last year. In the third quarter, sales increased by 11.9% compared with the third quarter of 2004.
- In absolute terms, the EBITDA showed a growth of 20% during this quarter, compared to the third quarter of 2004. However, in the first nine months of the year, it has dropped by 1.6% compared to the same period of 2004, as a result of the figures from the first quarter.
- The accumulated financial result to the 30th of September has improved by 65%, and by 27% in the quarterly figures.
- The pre-tax profit was 64.1% greater in the third quarter (4.65 million Euros) compared to this quarter last year, and 2.9% greater for the nine-month period (15.72 million Euros), for the reasons indicated above.
- The net accumulated result reached 12.77 million Euros, 15.1% lower than in the same period last year, due to the influence of the first quarter of this year and the increased tax burden (1.23 million Euros, an increase of 327%). In quarterly terms, despite the increased tax burden of the third quarter, the net result was 1.3% greater, and reached 3.42 million Euros.
- The net debt has increased during the last quarter by 0.53 million Euros.

The consolidated results for 2005 are presented according to international accounting standards (IFRS). The comparative data from the previous year are also presented according to the same criteria, in order to guarantee valid comparisons of the two sets of figures.

Of the group's total sales of 274.45 million Euros, 218.36 million correspond to casings, an increase with respect to the previous year of 4.2%, while 56.09 million corresponds to tinned food, with a sales increase of 7.5%. In quarterly terms, casings sales increased by 11.6% and tinned food by 12.9% compared to the same period of 2005.

During the third quarter, the dollar has continued to gain against the Euro and has returned to the same average rate as in the third quarter of 2004. Nevertheless, its average accumulated value is 3% less than in the same period of 2004.

The price situation reflects greater stability in general, with variations between different product families and geographic areas. Worthy of note are the increase in the sales value and the improved operating profit margins, achieved despite the overlaps and costs derived from the ongoing relocation projects.

The tinned food division has achieved significant increases in sales in the third quarter, although the division's accounts reflect the high advertising costs associated with the launch of the new line of refrigerated foods. If these costs are discounted, the operating results if the third quarter would have been more than 30 %.

Sales in North- and South America have shown significant growth.

The EBITDA profit of the Group, expressed as a percentage of sales, increased during this quarter to 13.6% (compared with 12.7% during the third quarter of the previous year). This improvement is basically due to the casings division (15.3% compared to 13.4% in the third quarter of 2004). The accumulated EBITDA profit of

PDF created with FinePrint pdfFactory Pro trial version www.pdffactory.com

the Group is 14.6% (compared to 15.6% for the first nine months of the previous year), and is still influenced by the first quarter of 2005. (40.17 million Euros compared to 40.84 million in the same period of 2004).

As a consequence of the above, the pre-tax profit was 64.1% greater during this quarter (4.65 million Euros) and the accumulated pre-tax profit to September was 2.9% greater (15.72 million Euros).

The increase in the tax rate this year has affected the net profit, which in quarterly terms reached 3.42 million Euros, 1.3% greater than in the third quarter of 2004; the accumulated net profit is 12.77 million Euros, 15.1% lower than the 15.04 million Euros for the same period last year. The annual ROE is now 6.72%.

The net debt has increased by 0.53 million Euros during this quarter, reaching a final figure of 81.37 million Euros. The leverage is at 31.4%, compared to 31.6% at the end of the second quarter of 2005, after having applied 8.65 million Euros to dividends and to the return of the issue premium, 3.9 million Euros to purchase Koteksprodukt and 3.10 million Euros to buying up our own shares (0.8% of the company's capital); this has already been amortised and was registered on the 29 th of September 2005. The final capital left after this reduction is 14,387,941.80 Euros, represented by 47,959,806 shares.

The Koteksprodukt company has had practically no effect on the quarter's results (-239,000Euros) due to the short time that has transpired since Grupo Viscofan took the company over. The most significant factor affecting these results is the personnel restructuring cost, involving the layoff of 180 employees. At the present moment, the existing work force is considered correct for the company's development.

At this moment, Koteksprodukt is working to improve its production processes and extend its product range, and in the transport and installation of the machinery acquired from the Swedish company, Tripasin, which will lead to a significant increase in its production

---

PDF created with FinePrint pdfFactory Pro trial version www.pdffactory.com

4-)DISTRIBUTION OF DIVIDENDS DURING THE PERIOD

	% Par Value	euros per Share	Amount Thousand Euros
1. ORDINARY SHARES	26	0.078	3.762
2. PREFERENCE SHARES	0	0	0
3.NON-VOTING SHARES	0	0	0

In January 29th 2005, a dividend of 0,078 euros per share was paid, against 2004 profits.
In July 5th a refund of the issue premium of 0,102 euros per share was paid. During this month we paid 0,005 euros per share for the attendance to the shareholders general meeting.

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 articles of the company (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	

2,-OWN-STOCK PORTFOLIO

On the 26th of January 2005, acquisition of our own shares reached 1% since the last comunication.These facts were reported to the CNMV (Spanish Stock-exchange Commission) on the 31st of January 2005.

4,- CAPITAL EXPANSION OR REDUCTION

PDF created with FinePrint pdfFactory Pro trial version www.pdffactory.com

On the 27th of June 2005, the General Meeting of Viscofan SA agreed and approved a reduction of capital of 116,031.90 Euros via the amortisation of 386,773 self-owned shares. This reduction has been carried through and was inscribed in the Navarra Companies Register on the 29th of September 2005.

7,- MODIFICATION OF THE COMPANY STATUTES

Modification of Article 5 of the Company Statutes, to modify the company's capital as a consequence of the reduction via amortisation of our own shares. The final capital after said reduction is 14,387,941.80 Euros (fourteen million, three hundred and eighty-seven thousand, nine hundred and forty-one Euros and eighty cents), represented by 47,959,806 shares (forty-seven million, nine hundred and fifty-nine thousand, eight hundred and six shares) each with a nominal value of 0.30 Euros (30 cents of a Euro).

This modification was inscribed in the Navarra Companies Register on the 29th of September 2005 and was communicated to the CNMV on the 27th of June 2005.

14,- OTHER SIGNIFICANT EVENTS.

1,- Last June, Viscofan S.A. presented a public purchase offer for the entire company capital of the Serbian company, Koteksprodukt A.D., located in Novi Sad, subject to acceptance by the owners of at least 67% of the company's stock (communicated to the CNMV as a relevant operation on the 10th of June 2005). The public purchase offer presented by Viscofan SA for the entire stock of the Serbian company Koteksprodukt AD, of Novi Sad, was successful, and at the end of September, Viscofan owned 95.91% of the shares. The remainder are distributed amongst private shareholders with the offer to buy these shares holds, with the intention of acquiring as close as possible to 100% of this company. (Communicated to the CNMV as a relevant operation on the 18th of July 2005).

2,- In April 2005, Viscofan reached agreement with the majority shareholders of Tripasin, to purchase their artificial casings business; this was communicated to the CNMV on the 14th of April 2005.

3,- On the 5th of July 2005, a payment of 0.102 Euros per share was distributed, charged to the "share issue premiums" account.

PDF created with FinePrint pdfFactory Pro trial version www.pdffactory.com