January – September 2011 Results



27th October 2011

(Free translation from the original in Spanish, in event of discrepancy, the Spanish-language version prevails)

Interim management report

Highlights of the January - September 2011 results

- +22% year-on-year growth in net profit to €74.8 million; +18% excluding non-recurring gains[1].
- +2% year-on-year growth in consolidated EBITDA[2] to €119.5 million, against a backdrop of steep inflation in unit raw material and energy costs.
- EBITDA margin[2] of 24.2% (-0.6 p.p. year-on-year), eroded by weakness in the company's main trading currencies against the euro. Excluding exchange rates effect, the EBITDA margin rises to 25.4% (+0.6 p.p. vs. 9M10).
- Growth of 4% in consolidated revenue to €493.5 million, driven by volume strength in both the casings and vegetable food divisions.
- The start-up of new capacity in 3Q11 enabled the Viscofan Group to record a new quarterly increase in terms of consolidated revenue of €169.0 million (+2% vs. 3Q10) in a quarter shaped by seasonal sales weakness due to the summer holiday period in the northern hemisphere.
- Viscofan Group expects to exceed its Net profit guidance for the year. The healthy sales volume trend leaves Viscofan in line with its revenue growth targets for the year, nevertheless, the company's decisive strategic focus on accelerating its growth plans, principally in emerging economies, is expected to have a slight adverse effect on the EBITDA margin that will be mitigated at the net profit level.

Consolidated 9M11 results

Viscofan Group consolidated income statement ('000 €)

	Jan-Sep' 11	Jan-Sep' 10	*Change*	Jul-Sep' 11	Jul-Sep' 10	*Change*
Revenue	493,536	474,093	4.1%	169,029	165,603	2.1%
EBITDA	119,503	117,702	1.5%	39,719	41,415	-4.1%
EBITDA margin	*24.2%*	*24.8%*	-0.6 p.p.	*23.5%*	*25.0%*	-1.5 p.p.
EBIT	88,839	87,907	1.1%	29,321	31,336	-6.4%
Net profit	74,803	61,246	22.1%	24,870	20,729	20.0%
Adjusted Net Profit [1]	71,960	61,246	17.5%	24,870	20,729	20.0%

[1] Adjusted net profit excludes a one-off gain of €2,843 thousand, recognised in June 2011, related to an out-of-court settlement in Serbia in connection with the financial liability with Vojvodanska banka a.d

Consolidated revenue for the first nine months of 2011 rose 4.1% year-on-year to €493.5 million, thanks to revenue growth in the casings division (+3.4% vs. 9M10) and also the vegetable foods division (+7.8% vs. 9M10), underpinned by continued volume sales growth.

Volume growth is adversely affected by weakness in the company's main trading currencies against the euro. Exchange rate effects have detracted from year-on-year revenue growth 1.9 p.p. Stripping out the

[1] Adjusted net profit excludes a one-off gain of €2,843 thousand, recognised in June 2011, related to an out-of-court settlement in Serbia in connection with the financial liability with Vojvodanska banka a.d

[2] EBITDA = Earnings before interest, taxes, depreciation and amortisation.

exchange rate effect[3], consolidated revenue growth to September was 6.0% vs. 9M10, in line with the first half (+6.2% in 1H11 vs. 1H10).

Third-quarter sales volumes, meanwhile, continued to rise, paving the way for a new increase in quarterly consolidated revenue, which at €169.0 million was 2.1% higher than in 3Q10, despite the sharp depreciation of the US dollar (9.4% vs. 3Q10) and the Brazilian real (2.1% vs. 3Q10). This trend of growth extends to both the casings division (+1.9% vs. 3Q10) and the vegetable food division (+3.0% vs. 3Q10).

Cost of consumption[4] rose 3.9% vs. 9M10 to €132.8 million. As a result, the gross margin[5] stood at 73.1% in 9M11, a mere 0.1 p.p. below the year-earlier figure, despite the significant increase in raw material costs this year.

Third-quarter cost of consumption climbed 5.0% year-on-year to €49.3 million. The spike in the cost of consumption with respect to 2Q11 (€44.3 million) relates mainly to maintenance stoppages scheduled for 3Q11 and the subsequent restarting of production, which, coupled with the erosion of revenues caused by the depreciation of the main trading currencies, drove a slight contraction in gross margin to 70.8% (vs. 73.5% in 2Q11 and 71.6% in 3Q10).

Other operating expenses eased in the third quarter (+4.2% vs. 3Q10 to €46.8 million) to leave the 9M11 balance at €143.5 million, up 7.4% vs. 9M10. The growth in this heading is being driven primarily by higher energy costs (+9.8% vs. 9M10) and transportation costs (+24.5% vs. 9M10), which in turn reflect the increase in oil prices and production and distribution volumes.

The Viscofan Group's average headcount stood at 3,989, 4.9% more than at the September 2010 close, due to capacity additions in the casings division, namely the start-up of the converting factory in China and the transfer of non-edible collagen production capacity to Serbia, as well as the addition of the employees of Lingbao Baolihao Food Industrial Co. Ltd.[6], a company which was fully consolidated for the first time in 3Q11. These growth initiatives were partially offset by downsizing in the Czech Republic, Germany, the US and Mexico.

Personnel expenses rose 3.1% year-on-year to €104.9 million in 9M11. Third-quarter personnel expenses registered growth of 4.4% vs. 3Q10 to €35.6 million.

The constant currency EBITDA margin widened by 0.6 p.p. year-on-year against the backdrop of a particularly adverse environment in terms of unit energy and raw material costs and underpinned by ongoing productivity-enhancing efforts all year and economies of scale unlocked by the volume growth sustained in the casings and vegetable food divisions.

The weakness in the main trading currencies relative to the euro prevented these productivity enhancements from trickling down to the consolidated results. This adverse currency effect is particularly pronounced in the third-quarter figures when the 9.4% slide in the dollar against the euro was exacerbated by a 2.1% weakening in the real against the euro vs. 3Q10. As a result, the Group's consolidated EBITDA margin stood at 24.2% in 9M11 (-0.6 p.p. year-on-year) and 23.5% in 3Q11 (-1.5 p.p. vs. 3Q10).

Accordingly, EBITDA for the first nine months rose by 1.5% to €119.5 million, €39.7 million of this generated in 3Q11 (-4.1% vs. 3Q10).

Stripping out the exchange rate effect, EBITDA to September was 8.6% higher than in 9M10.

---

[3] Constant exchange rate growth: for comparative purposes, growth excluding foreign exchange differences excludes the impact of the various exchange rates applied in the consolidation of financial statements, as well as the impact of US$ fluctuations on trade transactions.

[4] Cost of consumption = Change in inventories + net purchases.

[5] Gross margin = (Revenue – cost of consumption) / revenue.

[6] In August 2011, the Viscofan Group acquired the 50% of Lingbao Baolihao Food Industrial Co. Ltd. that it did not already own. The core business of this company, headquartered in Henan (China) is asparagus processing.

Depreciation and amortisation charges amounted to €30.7 million in the first nine months of the year (+2.9% vs. 9M10) and to €10.4 million in the third quarter (+3.2% vs. 3Q10).

EBIT for the nine-month period was €88.8 million, 1.1% higher than the year-earlier performance. Third-quarter EBIT was €29.3 million, down 6.4% from in 3Q10.

Gross financial result[6] was a negative €1.3 million, narrower than the negative €2.0 million registered in 9M10. Elsewhere, currency hedges were behind the company recognised exchange gains of €6.0 million in 9M11, compared to exchange losses of €3.8 million a year earlier.

The improvement in the gross financial result, combined with the exchange gains – offsetting the profit erosion caused by the weaker dollar exchange rate on business transactions - and the cancellation of the financial liability in Serbia, resulted in net finance income of €8.0 million compared to a net loss of €5.9 million in 9M10.

Third-quarter net finance income came to €2.3 million, compared to a net loss of €3.0 million in 3Q10.

This means that the strength of the Viscofan Group's capital structure, coupled with exchange rate risk management, enabled a year-on-year improvement in net financial result of €5.3 million in 3Q11. This amount offsets the €1.7 million decline in EBITDA for the quarter, decline mainly driven by weakness in the Group's core trading currencies.

Net bank debt stood at €50.5 million, down 15.5% from year-end, thanks to strong cash from operating activities, enabling the Group to enhance shareholder remuneration, accelerate its capital expenditure programmes (€46.5 million in 9M11) and continue to shore up its balance sheet.

In all, the Viscofan Group's financial leverage[7] stood at 11.5%, against 14.7% at the end of 2010.

Profit before tax rose by 18.0% in 9M11 to €96.8 million and by 11.3% over 3Q10 to €31.6 million. Tax expense, meanwhile, was €22.0 million (+5.8% vs. 9M10), implying an effective tax rate of 22.7%.

Net profit for the third quarter accordingly rose 20.0% year-on-year to €24.9 million to leave net profit for the nine-month period 22.1% higher at €74.8 million (growth of 17.5% on a like-for-like basis). Based on this performance, the Viscofan Group expects to exceed its guidance for net profit for financial year 2011 (€89 million - €91 million).

[6] Gross financial result = Financial income – financial expense
[7] Financial leverage = Net debt / equity

9M11 results: Casings

Casings income statement ('000€)

	Jan-Sep' 11	Jan-Sep' 10	*Change*	Jul-Sep' 11	Jul-Sep' 10	*Change*
Revenue	416,869	402,977	3.4%	143,212	140,527	1.9%
EBITDA	113,210	112,187	0.9%	37,132	38,956	-4.7%
EBITDA margin	*27.2%*	*27.8%*	-0.6 p.p.	*25.9%*	*27.7%*	-1.8 p.p.
EBIT	84,875	84,432	0.5%	27,690	29,775	-7.0%
Net profit	71,696	58,750	22.0%	23,316	19,478	19.7%
Adjusted Net Profit [1]	68,853	58,750	17.2%	23,316	19,478	19.7%

[1] Adjusted net profit excludes a one-off gain of €2,843 thousand, recognised in June 2011, related to an out-of-court settlement in Serbia in connection with the financial liability with Vojvodanska banka a.d

During the third quarter, the Viscofan Group once again increased its collagen casings capacity with the inauguration of "superfast" equipment in Germany, which, coupled with the machines started up in Spain the previous quarter, constitute the Group's response to the growth witnessed in market demand, in both emerging markets and more advanced economies.

As a result, the Viscofan Group once again registered a new increase in quarterly revenue in the casings division of €143.2 million. Moreover, this growth was achieved in a seasonally slow quarter (related to the summer holiday season in the northern hemisphere), even surmounting the adverse impact of US and Brazilian currency weakness, with these currencies depreciating against the euro by 9.4% and 2.1%, respectively, compared to 3Q10.

Third-quarter revenue in the casings division rose 1.9% year-on-year, underpinned by growth of 4.8% in revenue from cogeneration and a 1.7% rise in revenue from casings sales. Growth in sales of artificial casings accelerated with respect to prior quarters, although this trend is masked by the aforementioned depreciation of the dollar and real against the euro in 3Q11.

9M11 revenue in the casings division rose 3.4% year-on-year to €416.9 million.

- €32.9 million of this balance came from cogeneration in Spain and Mexico (+5.2% vs. 9M10),
- Revenue from sales of casings totalled €384.0 million (+3.3% vs. 9M10), driven by ongoing growth in sales volumes in all casing product families (cellulose, collagen, fibrous and plastic), most notably in Asia and Latin America.

Stripping out the impact of the foreign exchange rates applied in consolidation, revenue in the casings division increased 5.7% year-on-year in 9M11 (vs. +5.4% in 1H11 vs. 1H10 and +3.8% in 1Q11 vs. 1Q10).

The geographical breakdown of revenue[9] for the first nine months was as follows:

- In Europe and Asia, revenue rose 10.5% on 9M10 to €211.0 million.
- In North America, revenue declined 4.0% to €138.8 million.
- In Latin America, revenue eased 0.5% year-on-year to €67.1 million.

Elsewhere, during the third quarter, the Viscofan Group undertook major maintenance work, temporarily stopping some of its biggest factories.

These stoppages entail seasonally higher consumption costs, a phenomenon which is particularly significant in a year shaped by high unit raw material costs (double-digit growth in the costs of cellulose,

[9] Revenue by origin of sales

polyamide and other auxiliary raw materials), all of which translates into costs of consumption of €35.6 million, 7.0% more than in 3Q10.

Costs of consumption in 9M11 were €87.0 million, up 2.1% on 9M10, thanks mainly to significant operational enhancements and, to a lesser extent, the weaker dollar, which facilitated raw material purchasing in dollars at the European factories.

The Viscofan Group's growth initiatives entail a substantive effort in terms of human capital, coupled with the resizing of its workforce to meet global needs. As a result, the workforce in the casings division increased by 3.6%, driven mainly by higher headcounts in Serbia and China, partially offset by downsizing in the Czech Republic, Germany and the US.

In all, the Group kept its personnel expenses in balance on a relative basis. At €96.8 million (+2.6% vs. 9M10), this heading accounts for 23.2% of 9M11 revenue, compared to 23.4% in 9M10. Third-quarter personnel expenses were €32.5 million, up 4.1% on 3Q10.

As witnessed throughout 2011, the sharp increase in unit oil and energy costs had an adverse impact on Other operating expenses in the casings division, driving growth of 9.7% in energy costs and growth of 19.1% in transportation costs in 9M11.

As a result, other operating costs rose by 7.3% year-on-year in 9M11 to €126.3 million, while growth in 3Q11 was 3.7% to €40.2 million.

EBITDA in the nine-month period, at €113.2 million, was 0.9% higher year-on-year, supported by higher volumes and revenue, which, coupled with productivity improvements attained throughout the year, offset the adverse impact of exchange rates and high raw material and energy prices. As a result, the 9M11 EBITDA margin stood at 27.2% (-0.6 p.p. vs. 9M10).

The currency effect is even more significant in the third quarter of the year when EBITDA declined by 4.7% to €37.1 million, leaving a quarterly EBITDA margin in this division of 25.9% (-1.8 p.p. vs. 3Q10)

Stripping out the exchange rate effect, EBITDA to September in the casings division was 8.3% higher than in 9M10, which means that core profit growth outpaced topline growth, also restated for currency effects (+5.7% vs. 9M10).

Depreciation and amortisation charges amounted to €28.3 million in the first nine months of the year (+2.1% vs. 9M10) and €9.4 million in the third quarter (+2.8% vs. 3Q10) to leave EBIT at €84.9 million in 9M11 (+0.5% year-on-year) and €27.7 million in 3Q11 (-7.0% vs. 3Q10).

The hedging arrangements put in place had the effect of offsetting the adverse currency impact on operating profit. This, coupled with the division's financial strength, led to net profit of €71.7 million in 9M11 (+22.0% vs. 9M10) and €23.3 million in 3Q11 (+19.7% vs. 3Q10).

9M11 results: IAN Group

IAN Group income statement ('000€)

	Jan-Sep' 11	Jan-Sep' 10	*Change*	Jul-Sep' 11	Jul-Sep' 10	*Change*
Revenue	76,667	71,116	7.8%	25,817	25,076	3.0%
EBITDA	6,293	5,515	14.1%	2,587	2,461	5.1%
EBITDA margin	*8.2%*	*7.8%*	0.4 p.p.	*10.0%*	*9.8%*	0.2 p.p.
EBIT	3,964	3,476	14.0%	1,631	1,563	4.4%
Net profit	3,107	2,499	24.3%	1,555	1,253	24.1%

The IAN Group continues to post growth despite slumping consumption in Spain, thanks to the strength of its Carretilla brand and its leadership of the vegetable food segment.

Revenue in this division rose 7.8% to €76.7 million, driven by growth in the tomato, olive and ready-meal segments, which offset the decline in sales of asparagus. Growth eases somewhat in quarterly terms to 3.0% year-on-year, albeit being the quarter with higher revenue: €25.8 million.

Throughout the quarter Carretilla continued to launch new ready meals, consolidating the brand's entrenched position as one of the segment benchmarks in terms of product quality and range and depth. This leadership is evident in the sales growth registered in ready meals so far this year: +42.5%.

The growth in sales volumes, coupled with control over expenditure in the face of rapidly spiralling unit raw material costs, affected EBITDA, which rose by 14.1% year-on-year to €6.3 million in 9M11 and by 5.1% in 3Q11 vs. 3Q10 to €2.6 million.

Profit margins continued to widen: the 9M11 EBITDA margin stood at 8.2% (+0.4 p.p. vs. 9M10), while the 3Q11 margin was 10.0% (+0.2 p.p. vs. 3Q10).

This profit growth trickled down to net profit for the quarter, which rose by 24.1% on 3Q10 to €1.6 million to leave net profit to September at €3.1 million, year-on-year growth of 24.3%.

Description of risks and uncertainties

The Viscofan Group strengthened its results during a period of great volatility and uncertainty, and is well positioned to benefit from market growth in its main businesses. However, it should be recalled that due to the nature of its operations, the Group's businesses are exposed to various operating, financial and strategic risks. The Group manages risk according to the policies approved by the Board of Directors and outlined in the annual corporate governance report.

Specific risks include weakening exchange rates, increased costs of production inputs including raw materials and energy prices, and a deterioration in market conditions as a result of the global economic situation.

APPENDICES

Significant events

- In April 2011, the following resolutions, among others, were adopted at the General Shareholders' Meeting:

    - To approve the balance sheet, income statement, cash flow statement, statement of changes in equity, explanatory notes, the management report, including the annual corporate governance report for the year ended 31 December 2010 of Viscofan, S.A., as well as the consolidated balance sheet, the consolidated income statement, the consolidated cash flow statement, the consolidated statement of changes in equity, the notes to the consolidated financial statements, the management report and management's performance for the year ended 31 December 2010 of the Viscofan Group, of which Viscofan, S.A. is the parent.

    - To approve the appropriation, with a charge to 2010 profit of Viscofan, S.A., of €23,488,255.73 to the payment of dividends and €39,491,243.63 to voluntary reserves. It was therefore approved to declare a final dividend of €0.204 per share for a total payout of €9,507,151.13, paid last 5 May 2011.

    - To decrease share capital by €13,515,067.78 by reducing the unit par value of the Company's shares from €0.30 to €0.01, in order to partially return capital to shareholders, thereby amending article 5 of the bylaws. The difference of €0.29 per share has been returned to shareholders on last 16th June.

    - To increase the Company's share capital by €32,156,540.58 through an increase in the unit par value of its shares by €0.69, from €0.01 to €0.70 per share. The capital increase does not entail any contributions by shareholders, as it will be charged against the Company's reserves, as recognised on the 31 December 2010 balance sheet, approved earlier at the same General Meeting.

    - The new company's share capital of 32,156,540.58€ has been Register in the commercial register of Navarra after the fulfilment of all legal requirements.

- In June 2011, Koteks Viscofan DOO, headquartered in Novi Sad (Serbia) and wholly-owned by Viscofan S.A., reached an out-of-court settlement with Vojvodjanska Banka a.d. with respect to a lawsuit concerning a loan dating back to 1984 and accordingly granted before the company was acquired by Viscofan S.A. in 2005. The agreement reached stipulated a total payment (principal and interest) by Koteks to Vojvodjanska Banka a.d. of €3.2 million, thereby definitively extinguishing the financial liability with this entity.

- In August 2011, the Viscofan Group acquired the 50% of Lingbao Baolihao Food Industrial Co., Ltd. that it did not already own. This core business of this company, headquartered in Henan province (China) is asparagus processing. The company has share capital of CNY26.2 million (approximately €2.8 million). The Group bought this stake for CNY13.1 million (approximately €1.4 million), giving it outright ownership of this investee.

- In October 2011, Viscofan S.A. purchased all the new shares issued by Viscofan Technology Suzhou Ltd., headquartered in Suzhou (China) and 100%-owned by the former, for €14.5 million with a view to endowing this subsidiary with sufficient funds to start up a new collagen extrusion facility in China. With this investment, the Viscofan Group has reinforced its commitment to development of the Chinese market, taking the decision to locate its fourth collagen extrusion plant in this country (complementing collagen production at the Group's factories in Germany, Spain and Serbia), the first to be located outside of Europe.

Viscofan Group Profit and loss account ('000 €)

	Jan-Sep' 11	Jan-Sep' 10	*Change*	Jul-Sep' 11	Jul-Sep' 10	*Change*
Revenues	**493,536**	**474,093**	**4.1%**	**169,029**	**165,603**	**2.1%**
Other operating income	5,437	5,915	-8.1%	1,286	1,721	-25.3%
Self-constructed assets	1,120	751	49.1%	804	59	1262.7%
Variation in stocks of finished products and work-in-progress	4,186	-12,688	c.s	1,731	-1,518	c.s
Net purchases	-137,025	-115,125	19.0%	-51,029	-45,440	12.3%
Personnel expenses	-104,897	-101,695	3.1%	-35,560	-34,065	4.4%
Other operating expenses	-143,467	-133,581	7.4%	-46,848	-44,971	4.2%
Capital grants	662	269	146.1%	303	89	240.4%
Impairment and results coming from disposals of non-curren	-49	-237	-79.3%	3	-63	c.s
Other results	0	0	n.s.	0	0	n.s.
EBITDA	**119,503**	**117,702**	**1.5%**	**39,719**	**41,415**	**-4.1%**
EBITDA margin	*24.2%*	*24.8%*	*-0.6 p.p.*	*23.5%*	*25.0%*	*-1.5 p.p.*
Amortization and depreciation	-30,664	-29,795	2.9%	-10,398	-10,079	3.2%
EBIT	**88,839**	**87,907**	**1.1%**	**29,321**	**31,336**	**-6.4%**
EBIT margin	*18.0%*	*18.5%*	*-0.5 p.p.*	*17.3%*	*18.9%*	*-1.6 p.p.*
Financial incomes	1,245	963	29.3%	297	395	-24.8%
Financial expenditures	-2,560	-3,035	-15.7%	-896	-923	-2.9%
Changes in reasonable value of financial instruments	0	0	n.s.	0	0	n.s.
Exchange differences	6,032	-3,798	c.s	2,903	-2,466	c.s
Impairment and results coming from disposals of financials assets	3,327	0	n.s.	0	0	n.s.
Financial results	**8,044**	**-5,870**	**c.s**	**2,304**	**-2,994**	**c.s**
Profit from associated companies	-79	0	n.s.	0	79	n.s.
Profit before taxes	**96,804**	**82,037**	**18.0%**	**31,625**	**28,421**	**11.3%**
Taxes	-22,001	-20,791	5.8%	-6,755	-7,692	-12.2%
Profit after taxes	**74,803**	**61,246**	**22.1%**	**24,870**	**20,729**	**20.0%**
Minority interest	0	0	n.s.	0	0	n.s.
Net profit	**74,803**	**61,246**	**22.1%**	**24,870**	**20,729**	**20.0%**
Adjusted Net Profit [1]	**71,960**	**61,246**	**17.5%**	**24,870**	**20,729**	**20.0%**

[1]Adjusted Net Profit excludes a one-off gain of €2,843 thousand, recognised in June 2011, related to an out-of-court settlement in Serbia in connection with the financial liability with Vojvodanska banka a.d.

Consolidated balance sheets ('000 €)

	Sep '11	Dec '10	*Change*
Intangible assets	16,584	16,918	-2.0%
Goodwill	0	0	n.s.
Others intangible asset	16,584	16,918	-2.0%
Tangible assets	315,089	300,301	4.9%
Real state investments	0	0	n.s.
Investment accounting ussing the equity method	0	1,565	n.s.
Non-current financial assets	454	1,178	-61.5%
Deferred tax assets	6,771	14,459	-53.2%
Other non-current assets	0	0	n.s.
NON-CURRENT ASSETS	**338,898**	**334,422**	**1.3%**
Non-current assets held for sale	0	0	n.s.
Inventories	168,660	159,258	5.9%
Trade and other receivables	144,704	129,268	11.9%
Trade debtors	121,882	114,754	6.2%
Other debtors	19,480	14,514	34.2%
Current tax assets	3,342	0	n.s.
Other financial current assets	5,798	6,730	-13.8%
Other current assets	4,079	2,193	86.0%
Cash and cash equivalents	39,521	57,301	-31.0%
CURRENT ASSETS	**362,762**	**354,749**	**2.3%**
TOTAL ASSETS= EQUITY AND LIABILITIES	**701,660**	**689,171**	**1.8%**
Share capital	32,623	13,981	133.3%
Share issue premium	12	12	0.0%
Reserves	337,117	312,051	8.0%
Treasury shares	0	0	n.s.
Profit for previous years	0	0	n.s.
Received from associates	0	0	n.s.
Result of the period	74,801	81,346	-8.0%
Less: Interim dividend	0	-13,981	n.s.
Other equity instruments	0	0	n.s.
SHAREHOLDER´S FUNDS	**444,553**	**393,410**	**13.0%**
Financial assets held for sale	0	0	n.s.
Hedge transaction reserves	423	2,277	-81.4%
Currency translation differences	-3,005	10,683	c.s.
Others	0	0	n.s.
ADJUSTMENTS DUE TO CHANGE IN VALUE	**-2,582**	**12,960**	**c.s.**
SHAREHOLDERS' EQUITY	**441,971**	**406,369**	**8.8%**
Minority interest	0	0	n.s.
EQUITY	**441,971**	**406,369**	**8.8%**
Grants	6,605	4,386	50.6%
Non-current provision	24,525	27,606	-11.2%
Non-current financial liabilities	40,505	38,770	4.5%
Financial debt	33,790	32,928	2.6%
Other financial liabilities	6,715	5,842	14.9%
Deferred tax liabilities	24,863	30,509	-18.5%
Other non-current liabilities	0	0	n.s.
NON-CURRENT LIABILITIES	**96,498**	**101,270**	**-4.7%**
Liabilities linked to non-current assets held for sale	0	0	n.s.
Current provisions	5,580	7,639	-27.0%
Current financial liabilities	62,035	92,931	-33.2%
Financial debt	56,279	84,191	-33.2%
Other financial liabilities	5,756	8,739	-34.1%
Trade creditor and other payable accounts	95,576	80,894	18.1%
Trade creditors	64,079	60,816	5.4%
Other creditors	20,741	18,603	11.5%
Current tax liabilities	10,756	1,475	629.2%
Other current liabilities	0	68	n.s.
CURRENT LIABILITIES	**163,191**	**181,532**	**-10.1%**
NET BANK DEBT	**50,548**	**59,818**	**-15.5%**

Average exchange rates (Currency/€)

	9M11	9M10	% Change
Euro	1.000	1.000	0.0%
US Dollar	1.406	1.316	6.9%
Canadian Dollar	1.375	1.363	0.9%
Mexican Peso	16.915	16.730	1.1%
Brazilian real	2.294	2.345	-2.2%
Czech crown	24.360	25.468	-4.4%
British Pound	0.871	0.858	1.6%
Polish Zloty	4.018	4.005	0.3%
Serbian Dinar	101.940	101.670	0.3%
Chinesse yuan remminbi	9.146	8.959	2.1%

For further information please contact to:

Investor relations and Communications
Tfno: + 34 948 198436
e-mail: aresa@viscofan.com

Disclaimer

This document is a free translation from the original in Spanish. In the event of discrepancy, the Spanish-language version prevails.

This document may contain additional non-compulsory forward-looking statements on intentions or expectations of the Company as of the date of its publication whose only purpose is to provide further information on perspectives on future performance.

Such forward-looking statements do not constitute any guarantee of future performance and involve risks and uncertainties as well as other important factors that could cause actual developments or results to differ essentially from those expressed in our forward-looking statements.

Analysts and investors in particular as well as any other persons or entities who must take decisions or give advise on investments in the Company should not place undue reliance on those forward-looking statements.

The financial information contained in this document has been prepared under International Financial Reporting Standards (IFRS). This financial information is unaudited and, therefore, subject to potential future modifications.