



CLEAN SEAS TUNA LIMITED

ABN 61 094 380 435

APPENDIX 4D STATEMENT - HALF YEAR REPORT

**RESULTS FOR ANNOUNCEMENT TO THE MARKET
HALF-YEAR ENDED 31 DECEMBER 2010**

(Comparative figures being the half-year ended 31 December 2009)

Revenue	up	9.0%	to	\$ '000 21,008
Profit/(Loss) from ordinary activities after tax attributable to members.	up	34.1%	to	(9,331)
Net Profit/(Loss) for the period attributable to members.	up	34.1%	to	(9,331)
Net tangible asset backing per ordinary share	down	19.0%	to	\$ 0.15
Dividends.			cents/share	<u>Amount per security</u> Nil
Record date for determining entitlements to dividends.				No dividend declared

Details of the Groups performance for the first six months of FY 2011 are attached to this notice.

This report is all the half year information provided to the Australian Securities Exchange under listing rule 4.2A. The report also satisfies the half year reporting requirements of the Corporations Act 2001.

This half year financial report should be read in conjunction with the 2010 annual financial report.

24 February 2011

Company Announcement

Australian Securities Exchange Limited

Half Year Results Announcement for the Period to 31 December 2010 post Audit Review

Clean Seas Tuna Limited (ASX: "CSS") today announced its results for the six months ended 31 December 2010. Main points are:-

- Initiatives enhance spawning and larval rearing of Southern Bluefin Tuna
- Improved first half result, with after-tax operating loss reduced from \$14.1 million to \$9.3 million
- 34% lower loss is at top end of previous guidance
- Rate of improvement would have been better without high \$A
- Success with targeted cost savings
- Cash flow for Kingfish business positive for first time in any half-year

Action taken by Clean Seas Tuna Ltd to improve operations and reduce costs has resulted in the Company cutting its first half operating loss by \$4.8 million in the period to 31 December 2010.

A positive impact is expected on earnings in the current June half-year as Clean Seas traditionally achieves the majority of its growth in biomass in the second half of each financial year during summer and autumn.

The Company's net after-tax operating loss for the latest half was \$9.3 million, compared with a \$14.1 million loss in the previous corresponding six months. This is at the top end of the guidance range given in January 2011 and was after a \$2.9 million write-down for discontinued product as part of the Company's forward strategy.

This latest results improvement is the consequence of operational initiatives introduced by the Company and cost-saving strategies implemented and achieved during 2010. The rate of improvement in reducing losses would have been greater but for the high level of the Company's exported products being negatively affected by the high Australian dollar.

The Kingfish business was cash flow positive in the six months to 31 December 2010 due to cost cutting and the selling down of biomass. Clean Seas aims to continue improving its Kingfish business and make it profitable in the coming years, especially now that production volumes have been adjusted to better match market demand and to attract premium prices.



Southern Bluefin Tuna

The Company is pleased with progress and the performance of its new Southern Bluefin Tuna facility, established at Arno Bay in South Australia at a cost of \$6.5 million.

Despite the continuing high-risk nature of the industry sector in which the Company operates, Clean Seas is of the opinion that results to date from its current Southern Bluefin Tuna work are better than at the same stage in previous years.

Challenges remain in this pioneering research. The company is now well placed with its resources and expertise to progress with confidence.

Southern Bluefin Tuna spawning commenced on 20 January 2011. From this spawn, the Company has successfully reared larvae with the oldest currently at day 33 post hatch. The oldest fingerlings are being transferred to nursery tanks today, with to-sea transfer aimed for mid-March.

In the event of unsuitable sea conditions and/or temperatures, the Company also has the option of continuing the grow-out phase in the new land based Arno Bay nursery tank facility. The Southern Bluefin Tuna fingerlings are currently consuming Kingfish larvae and are soon to be weaned onto man-made feeds.

Outlook

As well as the move to a positive cash flow from its Kingfish business, Clean Seas Tuna completed the latest December half with \$4.7 million of cash available for continuing operations and development.

The Company is pleased with its progress towards achieving its long term program and looks forward to further operational and earnings improvement in the current half year.

With the Kingfish operations progressing well and the grow-out developments with Southern Bluefin Tuna reaching new heights, Clean Seas continues its journey towards a successful aquaculture business.

Clifford Ashby
Managing Director

Contacts:-

Clifford Ashby
Managing Director

John Field
Field Public Relations
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CLEAN SEAS TUNA LIMITED

and its Controlled Entities
ABN 61 094 380 435

Appendix 4D : Half-Year Report (Pursuant to Listing Rule 4.2A)

Financial Report for the Half-Year Ended 31 December 2010

(The Half-Year financial report does not contain all the notes of the type normally included in an Annual Financial Report. Accordingly it is recommended that the Half-Year report is read in conjunction with the Annual Financial Report of Clean Seas Tuna Limited for the financial year ended 30 June 2010 together with any public announcements made by Clean Seas Tuna Limited and its controlled entities during the half-year ended 31 December 2010 in accordance with the continuous disclosure requirements of the Listing Rules of The Australian Securities Exchange)

CLEAN SEAS TUNA LIMITED

ABN 61 094 380 435

HALF-YEAR ENDED 31 DECEMBER 2010

DIRECTORS' REPORT

Your directors submit the financial report of the Group, consisting of Clean Seas Tuna Limited and the entities it controlled at the end of or during the half-year, for the half-year ended 31 December 2010.

Directors

The names of directors who held office during or since the end of the half-year:

Mr. John Ellice-Flint (Chairman)	Appointed 2 December 2009
Mr. Hagen Stehr AO	Appointed 5 September 2000
Mr. Marcus Stehr	Appointed 5 September 2000
Sir Tipene O'Regan	Appointed 15 November 2004
Mr. Clifford Ashby	Appointed 2 December 2009
Mr. Paul Steere	Appointed 20 May 2010
Mr. Peter Housden	Appointed 14 December 2010
Mr. Paul Robinson (Alternate for Mr. Hagen Stehr AO)	Appointed 9 December 2005

Review of Operations

The Directors review of the operations of the Group during the half-year and the results of those operations are set out in the attached Results Announcement for the half-year.

Rounding of Amounts

The Group has applied the relief available to it in ASIC Class Order 98/100 and accordingly certain amounts in the financial report and the directors' report have been rounded off to the nearest \$1,000.

Auditor's Declaration

The auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 3 for the half-year ended 31 December 2010.

Signed in accordance with a Resolution of the Board of Directors.



J. Ellice-Flint
Chairman

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**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF CLEAN SEAS TUNA LIMITED**

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the review of Clean Seas Tuna Limited for the half-year ended 31 December 2010, I declare that, to the best of my knowledge and belief, there have been:

- a no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- b no contraventions of any applicable code of professional conduct in relation to the review.



GRANT THORNTON SOUTH AUSTRALIAN PARTNERSHIP
Chartered Accountants



SJ Gray
Partner

Adelaide, 24 February 2011

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Clean Seas Tuna Limited
Consolidated Statement of Comprehensive Income
For the half year ended 31 December 2010

	Note	Consolidated Half-Year	
		31-Dec-10 \$ '000	31-Dec-09 \$ '000
Revenue	2(a)	20,797	18,653
Other Income	2(b)	87	486
		20,884	19,139
Net gain/(loss) arising from changes in fair value of grow out Kingfish and Mulloway		(9,575)	(14,911)
Change in inventories of finished goods and work in progress		(4,990)	116
Foreign currency instrument revaluation		-	(39)
Employee benefits expense		(5,246)	(5,614)
Fish husbandry expense		(4,342)	(7,431)
Fish processing and selling expense		(6,051)	(6,936)
Depreciation and amortisation expense	2(c)	(1,482)	(1,436)
Other expenses		(2,586)	(2,390)
Total expenses, excluding net financing costs		(34,272)	(38,641)
Interest revenue		124	130
Financial expenses	2(c)	(9)	(859)
Net profit/(loss) before income tax		(13,273)	(20,231)
Income tax (expense)/benefit		3,942	6,067
Net profit/(loss) from continuing operations		(9,331)	(14,164)
Other comprehensive income		-	-
Total comprehensive income for the period		(9,331)	(14,164)
Earnings per share from continuing operations			
Basic earnings per share (cents per share)	3	(2.23)	(6.11)
Diluted earnings per share (cents per share)	3	(2.23)	(6.11)

The accompanying notes form part of this financial report.

Clean Seas Tuna Limited
Consolidated Statement of Financial Position
For the half year ended 31 December 2010

	Note	Consolidated	
		31-Dec-10 \$ '000	30-Jun-10 \$ '000
CURRENT ASSETS			
Cash and Cash Equivalents		4,744	5,803
Trade and Other Receivables		2,409	3,810
Prepayments		1,172	362
Processed Inventory		1,692	5,226
Consumable Inventory		931	1,337
Biological Assets		14,825	24,400
TOTAL CURRENT ASSETS		25,773	40,938
NON-CURRENT ASSETS			
Biological Assets		2,868	2,811
Property, Plant and Equipment		32,104	32,660
Other Non-Current Assets		13,155	13,155
Intangible Assets	6	13,607	12,844
Deferred Tax Assets		21,572	17,630
TOTAL NON-CURRENT ASSETS		83,306	79,100
TOTAL ASSETS		109,079	120,038
CURRENT LIABILITIES			
Trade and Other Payables		4,294	6,074
Provisions		630	507
TOTAL CURRENT LIABILITIES		4,924	6,581
NON-CURRENT LIABILITIES			
Deferred Grant Income		4,074	4,098
Provisions		247	316
TOTAL NON-CURRENT LIABILITIES		4,321	4,414
TOTAL LIABILITIES		9,245	10,995
NET ASSETS		99,834	109,043
EQUITY			
Issued Capital		136,969	136,969
Reserves		939	817
Retained Earnings		(38,074)	(28,743)
TOTAL EQUITY		99,834	109,043

The accompanying notes form part of this financial report.

Clean Seas Tuna Limited
Consolidated Statement of Changes in Equity
For the half year ended 31 December 2010

	Ordinary shares	Options reserve	Retained earnings	Total
	\$ '000	\$ '000	\$ '000	\$ '000
Balance as at 1 July 2009	86,152	576	(13,092)	73,636
Total comprehensive income for the period	-	-	(14,164)	(14,164)
Share placement	42,000	-	-	42,000
Rights issue	10,361	-	-	10,361
Net cost of issue	(2,843)	-	-	(2,843)
Balance as at 31 December 2009	<u>135,670</u>	<u>576</u>	<u>(27,256)</u>	<u>108,990</u>
Balance as at 1 July 2010	136,969	817	(28,743)	109,043
Total comprehensive income for the period	-	-	(9,331)	(9,331)
Cost of options issued	-	122	-	122
Balance as at 31 December 2010	<u>136,969</u>	<u>939</u>	<u>(38,074)</u>	<u>99,834</u>

The accompanying notes form part of this financial report.

Clean Seas Tuna Limited
Consolidated Statement of Cash Flows
For the half year ended 31 December 2010

	Note	Consolidated Half-Year	
		31-Dec-10 \$ '000	31-Dec-09 \$ '000
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		21,912	20,330
Receipts from AusIndustry Grant		-	310
Payments to suppliers and employees		(21,403)	(31,315)
Interest received		124	130
Finance costs		(9)	(795)
NET CASH PROVIDED BY/(USED) IN OPERATING ACTIVITIES		624	(11,340)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for purchase of property, plant and equipment		(937)	(4,363)
Payment for Tuna development costs capitalised		(764)	(400)
Proceeds on disposal of non-current assets		19	-
NET CASH PROVIDED BY/(USED) IN INVESTING ACTIVITIES		(1,682)	(4,763)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		-	52,361
Payments for costs incurred in capital raising		-	(4,062)
Repayment of borrowings		-	(22,150)
NET CASH PROVIDED BY/(USED) IN FINANCING ACTIVITIES		-	26,149
Net change in cash held		(1,058)	10,046
Cash and cash equivalents at beginning of period		5,802	13,836
Cash and Cash equivalents at end of the period		4,744	23,882

The accompanying notes form part of this financial report.

1 Basis of Preparation

These general purpose financial statements for the interim half-year reporting period ended 31 December 2010 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standards including AASB 134: Interim Financial Reporting. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Clean Seas Tuna Limited and its controlled entities (the Group). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2010, together with any public announcements made during the half-year.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

Use of Estimates and Judgements

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future period affected.

Key Estimates

Impairment

The Group assesses impairment at each reporting date by evaluating conditions and events specific to the Group that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

The key assumptions supporting value in use calculations have been reviewed from those used at 30 June 2010. Discount rates ranging from 15% to 25% have been used in determining the net present value of estimated future cash flows.

Tax Assets

The group has recognised deferred tax assets relating to tax losses generated in prior years of \$21.6 million. The directors have concluded that it remains appropriate to continue recognising the deferred tax asset as the directors are of the opinion that there will be future taxable income to offset these losses.

To continue to recognise this asset, the finfish business must progress towards profitability during the next financial year and the Southern Blue Fin Tuna programme must advance such that there are indications of a high likelihood of commercial production within a reasonable period of time.

Going Concern Basis of Accounting

The financial report has been prepared on the basis of a going concern.

The Group incurred a loss of \$9.331 million for the half-year ended 31 December 2010. The Group continues to remain economically dependent on raising debt and / or equity to advance the SBT project. The Group requires ongoing support of financiers, future capital raising and / or an increase in profits generated from the business to continue as a going concern.

If support from financiers and / or equity raising do not eventuate, and / or profits generated do not increase, the going concern basis may not be appropriate, with the result that the Group may have to realise its assets and extinguish its liabilities, other than in the ordinary course of business and at amounts different from those stated in the financial report. No allowance for such circumstances has been made in the financial report.

Clean Seas Tuna Limited
Notes to the Consolidated Interim Financial Report

	Consolidated	
	Half-Year	
	31-Dec-10	31-Dec-09
	\$ '000	\$ '000
2 Profit/(loss) for the half-year		
Profit/(loss) for the half-year includes the following items of revenue and expense:		
(a) Revenue		
Sale of fingerlings	89	100
Sale of value added fish products	2,543	2,606
Sale of finfish	18,165	15,947
Total revenue	20,797	18,653
(b) Other income		
Other	87	486
Total other income	87	486
(c) Expenses		
Depreciation of non-current assets	1,482	1,436
Total depreciation	1,482	1,436
Interest expense	-	826
Bank fees	9	33
Total finance costs	9	859
3 Earnings per share		
	Consolidated	
	31-Dec-10	31-Dec-09
Total number of ordinary shares issued	418,112,534	411,554,534
Weighted average number of ordinary shares used as the denominator		
Number for basic earnings per share	418,112,534	231,834,357
Number for diluted earnings per share	418,112,534	231,834,357
	cents/share	
Basic earnings per share - ordinary shares	(2.23)	(6.11)
Diluted earnings per share - ordinary shares	(2.23)	(6.11)
4 Contingent liabilities		
There has been no change in the contingent liabilities since the last annual reporting date.		
5 Operating Segments		
The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources.		
Types of products and services by segment		
(i) <i>Finfish sales</i>		
All finfish grow out and sales other than propagated Southern Bluefin Tuna. Currently the segment includes Kingfish, Mulloway and some wild caught Tuna. All fish produced are aggregated as one reportable segment as the fish are similar in nature, they are grown and distributed to similar types of customers and they are subject to a similar regulatory environment.		
(ii) <i>Tuna operations</i>		
Propagated Southern Bluefin Tuna operations are treated as a separate segment. All costs associated with the breeding, grow out and sales of SBT are aggregated into one reportable segment. This segment is still being developed with a view to commercialisation.		

Clean Seas Tuna Limited
Notes to the Consolidated Interim Financial Report

Operating segments (continued)

(i) Segment performance

	Finfish	Tuna	Total
	\$ '000	\$ '000	\$ '000
Six months ended 31 Dec 2010			
Revenue			
Sales	19,071	1,726	20,797
Other income	87	-	87
Total segment revenue	<u>19,158</u>	<u>1,726</u>	<u>20,884</u>
Reconciliation of segment revenue to Group revenue			
Inter-segment elimination	-	-	-
Total Group revenue	<u>19,158</u>	<u>1,726</u>	<u>20,884</u>
Segment result	<u>(8,720)</u>	<u>(537)</u>	<u>(9,257)</u>
Reconciliation of segment result to Group net profit/(loss) before tax			
Amounts not included in segment result but reviewed by the board			
• depreciation and amortisation	(1,310)	(172)	(1,482)
Unallocated items			
• corporate charges			(2,525)
• finance			(9)
Net profit/(loss) before tax from continuing operations			<u>(13,273)</u>

	Finfish	Tuna	Total
	\$ '000	\$ '000	\$ '000
Six months ended 31 Dec 2009			
Revenue			
Sales	18,653	-	18,653
Other income	486	-	486
Total segment revenue	<u>19,139</u>	<u>-</u>	<u>19,139</u>
Reconciliation of segment revenue to Group revenue			
Inter-segment elimination	-	-	-
Total Group revenue	<u>19,139</u>	<u>-</u>	<u>19,139</u>
Segment result	<u>(14,785)</u>	<u>-</u>	<u>(14,785)</u>
Reconciliation of segment result to Group net profit/(loss) before tax			
Amounts not included in segment result but reviewed by the board			
• depreciation and amortisation	(1,284)	(152)	(1,436)
Unallocated items			
• corporate charges			(3,151)
• finance			(859)
Net profit/(loss) before tax from continuing operations			<u>(20,231)</u>

(ii) Segment assets

	Finfish	Tuna	Total
	\$ '000	\$ '000	\$ '000
Six months ended 31 Dec 2010			
Segment Assets	59,122	28,385	87,507
Segment asset increases for the period			
• intangible asset - Tuna propagation costs capitalised	-	764	764
• capital expenditure	331	604	935
	<u>331</u>	<u>1,368</u>	<u>1,699</u>
Reconciliation of segment assets to Group assets			
Unallocated assets			
• deferred tax assets			21,572
Total Group assets from continuing operations			<u>109,079</u>

Clean Seas Tuna Limited

Notes to the Consolidated Interim Financial Report

(ii) Segment assets (continued)

	Finfish \$ '000	Tuna \$ '000	Total \$ '000
Six months ended 30 June 2010			
Segment Assets	75,149	27,259	102,408
Segment asset increases for the period			
• intangible asset - Tuna propagation costs capitalised	-	2,259	2,259
• capital expenditure	2,180	5,845	8,025
	<u>2,180</u>	<u>8,104</u>	<u>10,284</u>
Reconciliation of segment assets to Group assets			
Unallocated assets			
• deferred tax assets			17,630
Total Group assets from continuing operations			<u>120,038</u>

(iii) Segment liabilities

	Finfish \$ '000	Tuna \$ '000	Total \$ '000
Six months ended 31 Dec 2010			
Segment liabilities	5,151	4,094	9,245
Reconciliation of segment liabilities to Group liabilities			
Unallocated liabilities			
• deferred tax liabilities	-	-	-
Total Group liabilities from continuing operations	<u>5,151</u>	<u>4,094</u>	<u>9,245</u>
Six months ended 30 June 2010			
Segment liabilities	6,805	4,190	10,995
Reconciliation of segment liabilities to Group liabilities			
Unallocated liabilities			
• deferred tax liabilities	-	-	-
Total Group liabilities from continuing operations	<u>6,805</u>	<u>4,190</u>	<u>10,995</u>

6 Intangible assets

	Consolidated	
	31-Dec-10 \$ '000	30-Jun-10 \$ '000
Southern Bluefin Tuna lifecycle closure development costs	13,607	12,844
	<u>13,607</u>	<u>12,844</u>

Goodwill of \$4.945 million has been reclassified as intellectual property associated with the Southern Bluefin Tuna project in the period ended 31 December 2010.

7 Events Subsequent to Reporting Date

The directors are not aware of any events occurring after balance date that would have a material effect on these accounts.

CLEAN SEAS TUNA LIMITED

ABN 61 094 380 435

HALF-YEAR ENDED 31 DECEMBER 2010

DIRECTORS' DECLARATION

The directors of the company declare that:

- (a) The financial statements and notes, as set out on pages 4 to 11, are in accordance with the Corporations Act 2001, including:
 - (i) complying with Accounting Standards AASB 134 "Interim Financial Reporting" and the Corporations Regulations 2001; and
 - (ii) giving a true and fair view of the consolidated entity's financial position as at 31 December 2010 and of its performance for the half-year ended on that date.
- (b) In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Dated at Port Lincoln this 24th day of February 2011

A handwritten signature in black ink, appearing to read 'John Ellice-Flint', written over a horizontal line.

J. Ellice-Flint
Chairman

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF CLEAN SEAS TUNA LIMITED

We have reviewed the accompanying half-year financial report of Clean Seas Tuna Limited (“Group”), which comprises the consolidated financial statements being the statement of financial position as at 31 December 2010, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors’ declaration of the consolidated entity, comprising both the Company and the entities it controlled at the half-year’s end or from time to time during the half-year.

Directors’ responsibility for the half-year financial report

The directors of the Company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Act 2001. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor’s responsibility

Our responsibility is to express a conclusion on the consolidated half-year financial report based on our review. We conducted our review in accordance with the Auditing Standard on Review Engagements ASRE 2410: Review of Interim and Other Financial Reports Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the Corporations Act 2001 including giving a true and fair view of the consolidated entity’s financial position as at 31 December 2010 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001. As the auditor of Clean Seas Tuna Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we complied with the independence requirements of the Corporations Act 2001.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Clean Seas Tuna Limited is not in accordance with the Corporations Act 2001, including:

- a giving a true and fair view of the consolidated entity's financial position as at 31 December 2010 and of its performance for the half-year ended on that date; and
- b complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.

Significant uncertainty regarding continuation as a going concern

Without qualifying our review conclusion attention is drawn to Note 1 – Going Concern Basis of Accounting to the half-year financial report. These conditions as set out in Note 1, indicate the existence of a material uncertainty which may cast significant doubt about the consolidated entity's ability to continue as a going concern and therefore, the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business at the amounts stated in the half-year financial report.



GRANT THORNTON SOUTH AUSTRALIAN PARTNERSHIP
Chartered Accountants



S.J. Gray
Partner

Adelaide, 24 February 2011