



30 January 2009

Company Announcements
Australian Securities Exchange Limited

CASH FLOW COMMENTARY

As Clean Seas continues to increase the biomass of live fish to a mid term target of 5,000 tonnes there will be a continuing requirement for additional cash due to the sale lag time and the cost of carrying increasing volumes of inventory.

Clean Seas currently has 4,000 tonnes of biomass in the water and would expect to reach the 5,000 tonne level by April 2009. The company is actively working to more evenly match growth with sales requirements. This will take some pressure off cash requirements

Farming operations have a lag time between the cost of growing the product and the cash flow from the sale of the product. Kingfish farming requires a 16 month initial growing season and the product is then sold over a 12 month period.

Clean Seas has committed facilities of \$27.0 million in place with Rabobank Australia to facilitate this growth. The directors believe this facility will allow Clean Seas to fund the mid term inventory target of 5,000 tonnes.

The company continues to review its options for sourcing additional equity/debt prior to committing to any further expansionary plans. The directors expect reliance on the current bank facility to decline once higher levels of finfish sales occur in the March quarter of FY2009. However, Clean Seas anticipates, as previously advised to shareholders, that a capital raising will occur following a successful Southern Bluefin Tuna spawning.

Frank Knight
(Company Secretary)

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/3/2000. Amended 30/9/2001, 24/10/2005.

Name of entity

Clean Seas Tuna Limited

ABN

61 094 380 435

Quarter ended ("current quarter")

31st December 2008

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (6 months) \$A'000
1.1 Receipts from customers	5,639	12,206
1.2 Payments for (a) staff costs	(2,559)	(4,901)
(b) advertising and marketing	(270)	(358)
(c) research and development		
(d) leased assets		
(e) other working capital	(9,100)	(19,388)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	4	9
1.5 Interest and other costs of finance paid	(468)	(861)
1.6 Income taxes paid		
1.7 Other (AusIndustry Grant Received) (Expenses incurred in Capital Raising)	154	360
Net operating cash flows	(6,600)	(12,933)

+ See chapter 19 for defined terms.

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	Current quarter \$A'000	Year to date (6 months) \$A'000
1.8 Net operating cash flows (carried forward)	(6,600)	(12,933)
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)		
(b) equity investments		
(c) intellectual property		
(d) physical non-current assets	(945)	(3,712)
(e) other non-current assets		
1.10 Proceeds from disposal of:		
(a) businesses (item 5)		
(b) equity investments		
(c) intellectual property		
(d) physical non-current assets	18	18
(e) other non-current assets		
1.11 Loans to other entities		
1.12 Loans repaid by other entities		
1.13 Other (provide details if material)		
Net investing cash flows	(927)	(3,694)
1.14 Total operating and investing cash flows	(7,527)	(16,627)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.		
1.16 Proceeds from sale of forfeited shares		
1.17 Proceeds from borrowings	7,600	16,300
1.18 Repayment of borrowings		
1.19 Dividends paid		
1.20 Other (provide details if material)		
Net financing cash flows	7,600	16,300
Net increase (decrease) in cash held	73	(327)
1.21 Cash at beginning of quarter/year to date	336	736
1.22 Exchange rate adjustments to item 1.20		
1.23 Cash at end of quarter	409	409

Notes :

1.2(e) The majority of working capital for the quarter has been spent on fish grow out costs.

+ See chapter 19 for defined terms.

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.24	Aggregate amount of payments to the parties included in item 1.2	483
1.25	Aggregate amount of loans to the parties included in item 1.11	Nil

1.26 Explanation necessary for an understanding of the transactions

<ul style="list-style-type: none"> - Directors fees (\$66) - Office rental payments. (\$11) - Premises rental (\$4) - Boat hire (\$166) - Bait purchases (\$50) - Diving charge (\$105) - Boat repairs(\$9) - Marina charge (\$4) - Staff hire (\$70)
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Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

Nil

2.2 Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest

Nil

Financing facilities available

Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).

		Amount available \$A'000	Amount used \$A'000
3.1	Loan facilities	27,000	25,600
3.2	Credit standby arrangements (Letter of Credit)	2,442	2,442

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Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.		Curent quarter \$A'000	Previous quarter \$A'000
4.1	Cash on hand and at bank	409	336
4.2	Deposits at call		
4.3	Bank overdraft		
4.4	Other (provide details)		
Total: cash at end of quarter (item 1.23)		409	336

Acquisitions and disposals of business entities

		Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1	Name of entity	Nil	Nil
5.2	Place of incorporation or registration		
5.3	Consideration for acquisition or disposal		
5.4	Total net assets		
5.5	Nature of business		

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act (except to the extent that information is not required because of note 2) or other standards acceptable to ASX.
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here: Date:30 January 2009
 (Company Secretary)

Print name:Frank Knight.....

Notes

+ See chapter 19 for defined terms.

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
2. The definitions in, and provisions of, *AASB 1026: Statement of Cash Flows* apply to this report except for the paragraphs of the Standard set out below.
 - 6.2 - reconciliation of cash flows arising from operating activities to operating profit or loss
 - 9.2 - itemised disclosure relating to acquisitions
 - 9.4 - itemised disclosure relating to disposals
 - 12.1(a) - policy for classification of cash items
 - 12.3 - disclosure of restrictions on use of cash
 - 13.1 - comparative information
3. **Accounting Standards.** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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