

29 April 2011

Company Announcement

Australian Securities Exchange Limited

COMPANY UPDATE

Clean Seas Tuna Limited (ASX: "CSS") is pleased to report that the Company's research programme to produce aquaculture-bred Southern Bluefin Tuna (SBT) from its Arno Bay facility on South Australia's Eyre Peninsula continues satisfactorily.

Tuna Programme

Earlier this month the company reported that more than 85 juvenile Tuna were progressing well in sea cages and that survival rates were encouraging. Of those juveniles, it is estimated that 55 remain alive and continue to feed and grow successfully. Progress remains promising for this world-first transfer of SBT fingerlings to sea cages.

The Company also advises of a successful broodstock transfer to the on-land facility of 11 mature fish from sea cages and that the hatchery is being prepared for next season's breeding programme.

Kingfish

Demand for Kingfish continues with farm-gate prices improving despite the challenges of the rapidly strengthening Australian dollar. Due to limited availability of fresh fish, some rationing of supply has been necessary.

Results Update

Based on the interim financial results to 31 March 2011, your directors anticipate a reduction of 35%-to-45% in the full year's pre-tax operating loss compared with the year-ended June 2010 pre-tax loss.

The Audit Committee has also reviewed with the external auditors the carrying value of the company's assets. Particular attention was given to the value of licences, SBT development costs, intangible assets and future taxation benefits associated with carry forward taxation losses. This review resulted in no changes to the carrying values of licences, development costs and other intangible assets given the continuing progress with the company's SBT lifecycle program



On the advice of the external auditors, the directors propose to write off the future income tax benefits of \$21.6m carried on the Statement of Financial Position at 31 December 2010 due to uncertainty as to the rate at which these benefits will be realised. This prudent write-off is a non-operating profit adjustment and does not have an impact on cash flow. The value of the carry forward taxation losses will continue and will be disclosed in the notes to the financial statements. While the directors remain confident that the benefits will be realised in the future, they are uncertain as to the timing of such realisation.

Notice of a General Meeting has been given for 16 May 2011 to consider, and if thought fit, retrospectively approve the issue of 62,716,880 shares as advised to the market on 7 March 2011. The meeting is to be held at 11am at the Company's registered office, 7 North Quay Boulevard, Lincoln Cove, Port Lincoln SA.

Clifford Ashby
(Managing Director)