



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 2008**

(Comparative figures being the half-year ended 31 December 2007)

| | | | | |
|---|------|---------|----|--------------------------|
| Revenue | up | 28% | to | \$ '000 11,103 |
| Profit/(Loss) from ordinary activities after tax attributable to members. | down | -25554% | to | (6,670) |
| Net Profit/(Loss) for the period attributable to members. | down | -25554% | to | (6,670) |
| Net tangible asset backing per ordinary share | down | 19% | to | \$ 0.30 |

| | | | | |
|---|-----------|-------------|--|----------------------------|
| Dividends. | | | | <u>Amount per security</u> |
| Converting Note Interest | Unfranked | cents/share | | Nil |
| | | cents/note | | 2.2500 |
| Record date for determining entitlements to dividends. | | | | No dividend declared |
| Record date for determining entitlements to converting note interest. | | | | 22-Sep-08 |

Brief explanation of any of the reported figures necessary to enable the figures to be understood.

Details of the Groups performance for the first six months of FY 2009 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 2008 annual financial report.



23 February 2009

Company Announcements
Australian Securities Exchange Limited

PROFIT ANNOUNCEMENT 1HFY2009 AFTER AUDIT REVIEW

Summary

- Farmgate sales revenue up 46% to \$9.2 million on 1HFY2008
- Net farmgate sales/kg for Kingfish up 5% from 30 June 2008
- New marketing and sales team having positive impact
- FY2009 production growth anticipated up 38% to 4,600 tonnes
- SBT breeding now aided by Kinki University
- Net loss for 6 months \$6.6 million
- Expect 1H operating losses to be recouped 2H

In connection with these results, and to further update the market on the progress of our group, I advise:-

Outlook for 2HFY2009

The company's FY2009 forecast still anticipates that the first half operating losses will be recovered during the second half of FY2009, given the seasonal nature of the Kingfish and Mulloway business which results in strong growth (approximately 75% of total annual production) in the warmer second half of each financial year.

Southern Bluefin Tuna Update

The company confirms that this Summer's SBT lifecycle trials are progressing satisfactorily and that the new experimental SBT larval growout system is now completed and ready to accept transfer of fertilised SBT eggs when available. Modified fertilised egg and larval growout systems and operating procedures introduced following detailed consultation with Kinki University.

The private Stehr family SBT catch and grow business, Australian Tuna Fisheries Pty Ltd, has confirmed to Clean Seas that this season's dry pellet trials, being conducted in co-operation with Ridleys, are progressing satisfactorily. It is anticipated that this trial feed will be suitable for Clean Seas aquaculture produced SBT fingerlings if they are successfully produced this summer.

The Seafood CRC and FRDC are prime supporters of the ongoing research and development projects of the company.

Kingfish & Mulloway Production

Growth of the Kingfish and Mulloway biomass for full FY2009 is anticipated at 4,600 tons, up from 3,280 tons in FY2008, and 1,319 tons in FY2007. Continuing improvements in production efficiencies through automation and improved fish husbandry are being achieved. This is evidenced, for example, by staff numbers at 31 December 2008 being 149 compared to 140 as at 31 December 2007, i.e. a 6% increase of total staff numbers compared to the 40% increase in production anticipated.

Kingfish & Mulloway Sales & Product Development

Net farmgate sales revenue for the half increased from \$5.1 million 1HFY2007 to \$9.2 million 1HFY2009 (i.e. an 80% increase which is 46% when adjusted for CSAG acquisition) with further significant increases being anticipated for 2HFY2009 as the company's rapidly developing product range is introduced to key markets and gains further traction with leading chefs, food writers and, most importantly, consumers.

Under the direction of Tim Graham, our internationally experienced sales and marketing manager recruited in June 2008, the company's product range has been expanded to meet customer and import regulatory authority (e.g. FDA in the USA) requirements. The new fresh and frozen product range has been test marketed in the domestic, EU and USA markets, and will be promoted for new term contracts at the Brussels Seafood Expo in April 2009.

Current enquiries for USA product have markedly increased since the devaluation of the Australian dollar.

The company is fully committed to rapidly expanding its value added product range and sales volumes and is continually upgrading processing and distribution channels to maximise net farmgate returns. Despite the impact of the Global Financial Crisis, the company is continuing to increase its sales volumes and average farmgate prices. Kingfish farmgate prices improved by 5% as at December 2008 compared to June 2008. Average farmgate prices for Mulloway were reduced by a similar percentage to help increase exposure and market penetration.

Foreign Exchange Management

The depreciation in the Australian dollar against the currencies of our key export markets (EUR€ and US\$) has materially improved Clean Seas' capacity to secure new distributors and customers in these key markets.

Given the volatility of worldwide currencies the company is progressively building a foreign exchange currency book to provide a conservative level of coverage for future sales into these key markets on a rolling basis through to CY2011.

As at 31 December 2008, there was an unrealised foreign exchange loss of \$1.7 million which has been taken up in the attached results. Much of this cover will be utilised in 2HFY2009 and overall the current relative weakness of the Australian Dollar is viewed by the Clean Seas Board as positive for the near term future of its operations.

Financial Results

The audited consolidated financial statements for the six months to 31 December 2008 disclose a post tax loss for the period of \$6.67 million compared to the preliminary unaudited announcement of \$6 million on 5 February 2009. The variance relates to stock valuation post final audit review

Marcus Stehr
(Managing Director)



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 2008

(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 2008 together with any public announcements made by Clean Seas Tuna Limited and its controlled entities during the half year ended 31 December 2008 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 2008

DIRECTORS' REPORT

Your directors submit the financial report of the consolidated 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 2008.

Directors

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

| | |
|--|-------------------------------|
| Mr. Hagen Stehr AO (Chairman) | Director since 2000 |
| Mr. Marcus Stehr | Director since 2000 |
| Sir Tipene O'Regan | Director since 2004 |
| Mr. Ian McLachlan AO | Director since 2005 |
| Mr. Paul Robinson (Alternate for Mr. Hagen Stehr AO) | Alternate Director since 2005 |

Review of Operations

The Directors review of the operations of the consolidated 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 consolidated 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 2008.

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

.....
H. H. Stehr AO
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 2008, 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

P S Paterson
Partner

Signed at Wayville on this 21 day of February 2009

Clean Seas Tuna Limited
Consolidated Income Statement
For the half year ended 31 December 2008

| | Note | Consolidated Half-Year | |
|--|------|---------------------------|----------------------|
| | | 31-Dec-08 \$ '000 | 31-Dec-07 \$ '000 |
| Revenue | 2(a) | 9,240 | 5,075 |
| Other Income | 2(b) | 537 | 273 |
| | | 9,777 | 5,348 |
| Increment/(decrement) in net market value of biological assets | | 1,317 | 3,265 |
| Raw materials and consumables used | | (7,597) | (2,046) |
| Employee benefit expense | | (5,217) | (1,691) |
| Marketing expenses | | (397) | (74) |
| Depreciation and amortisation expense | 2(c) | (1,262) | (677) |
| Foreign currency instrument revaluation | 1(f) | (1,731) | - |
| Other expenses | | (3,432) | (3,811) |
| Total expenses, excluding net financing costs | | (18,319) | (5,034) |
| Interest revenue | | 9 | 73 |
| Financial expenses | 2(c) | (927) | (350) |
| | | (9,460) | 37 |
| Profit before income tax expense | | (9,460) | 37 |
| Income tax expense | | 2,790 | (63) |
| Net profit attributable to members | | (6,670) | (26) |
| Basic earnings per share (cents per share) | 5 | (4.21) | (0.45) |
| Diluted earnings per share (cents per share) | 5 | (4.21) | (0.45) |

The above consolidated income statement should be read in conjunction with the accompanying notes on pages 8 to 12.

Clean Seas Tuna Limited
Consolidated Balance Sheet
For the half year ended 31 December 2008

| | Note | Consolidated | |
|--------------------------------------|------|----------------------|----------------------|
| | | 31-Dec-08 \$ '000 | 30-Jun-08 \$ '000 |
| CURRENT ASSETS | | | |
| Cash and Cash Equivalents | 4 | 409 | 735 |
| Trade and Other Receivables | | 3,312 | 2,268 |
| Fish Inventory | | 3,004 | 2,932 |
| Feed Inventory | | 1,241 | 2,498 |
| Biological Assets | 8 | 33,178 | 31,689 |
| Prepayments | | 986 | 475 |
| TOTAL CURRENT ASSETS | | 42,130 | 40,597 |
| NON-CURRENT ASSETS | | | |
| Prepayments | | - | 128 |
| Biological Assets | 8 | 2,751 | 2,751 |
| Property, Plant and Equipment | | 26,896 | 24,473 |
| Other Non-Current Assets | 9 | 13,155 | 13,155 |
| Intangible Assets | 10 | 8,810 | 8,074 |
| Deferred Tax Assets | | 3,685 | 896 |
| TOTAL NON-CURRENT ASSETS | | 55,297 | 49,477 |
| TOTAL ASSETS | | 97,427 | 90,074 |
| CURRENT LIABILITIES | | | |
| Trade and Other Payables | | 10,774 | 14,220 |
| Borrowings | | 26,181 | 9,366 |
| Deferred Grant Income | | 3,350 | 2,990 |
| Provisions | | 620 | 394 |
| TOTAL CURRENT LIABILITIES | | 40,925 | 26,970 |
| NON-CURRENT LIABILITIES | | | |
| Borrowings | | | |
| Provisions | | 103 | 158 |
| TOTAL NON-CURRENT LIABILITIES | | 103 | 158 |
| TOTAL LIABILITIES | | 41,028 | 27,128 |
| NET ASSETS | | 56,399 | 62,946 |
| EQUITY | | | |
| Issued Capital | | 63,140 | 63,140 |
| Reserves | | 457 | 336 |
| Retained Earnings | | (7,198) | (530) |
| TOTAL EQUITY | | 56,399 | 62,946 |

The above consolidated balance sheet should be read in conjunction with the accompanying notes on pages 8 to 12.

Clean Seas Tuna Limited
Consolidated Statement of Changes in Equity
For the half year ended 31 December 2008

| | Ordinary shares \$ '000 | Converting notes \$ '000 | Options reserve \$ '000 | Retained earnings \$ '000 | Total attributable to equity holders of the entity \$ '000 |
|--|-------------------------------|--------------------------------|-------------------------------|---------------------------------|---|
| Balance as at 1 July 2007 | 15,989 | 10,389 | 97 | 129 | 26,604 |
| Adjust 2006 issue expenses | (7) | - | - | - | (7) |
| Net profit attributable to members | - | - | - | (26) | (26) |
| Cost of options issued during period | - | - | 119 | - | 119 |
| Share placement | 13,009 | - | - | - | 13,009 |
| Note interest cost | - | 873 | - | - | 873 |
| Notes converted | 9,955 | (9,955) | - | - | - |
| Rights issue | 22,949 | - | - | - | 22,949 |
| Balance as at 31 December 2007 | <u>61,895</u> | <u>1,307</u> | <u>216</u> | <u>103</u> | <u>63,521</u> |
| Balance as at 1 July 2008 | 61,910 | 1,230 | 336 | (528) | 62,948 |
| Net profit attributable to members | - | - | - | (6,670) | (6,670) |
| Cost of options issued during prior period | - | - | 121 | - | 121 |
| Notes converted | 1,230 | (1,230) | - | - | - |
| Balance as at 31 December 2008 | <u>63,140</u> | <u>-</u> | <u>457</u> | <u>(7,198)</u> | <u>56,399</u> |

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes on pages 8 to 12.

Clean Seas Tuna Limited
Consolidated Cash Flow Statement
For the half year ended 31 December 2008

| | Note | Consolidated Half-Year | |
|--|------|---------------------------|----------------------|
| | | 31-Dec-08 \$ '000 | 31-Dec-07 \$ '000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Receipts from customers | | 12,724 | 5,678 |
| Receipts from AusIndustry Grant | | 360 | 288 |
| Payments to suppliers and employees | | (25,134) | (9,083) |
| Dividends received | | - | - |
| Financial income received | | 9 | 45 |
| Financial expenses paid | | (885) | (1,209) |
| Income taxes paid | | - | - |
| NET CASH PROVIDED BY/USED IN OPERATING ACTIVITIES | | (12,926) | (4,281) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Payments for purchase of property, plant and equipment | | (3,719) | (3,264) |
| Payments for purchase of shares | | - | (12,166) |
| Proceeds on disposal of non-current assets | | 18 | 1,032 |
| NET CASH PROVIDED BY/USED IN INVESTING ACTIVITIES | | (3,701) | (14,398) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Proceeds from issue of shares | | - | 36,799 |
| Payments for costs incurred in capital raising | | - | (1,202) |
| Proceeds from borrowings | | 16,300 | - |
| Repayment of borrowings | | - | (15,747) |
| NET CASH PROVIDED BY/USED IN FINANCING ACTIVITIES | | 16,300 | 19,850 |
| Net increase/(decrease in cash held | | (327) | 1,171 |
| Cash and cash equivalents at beginning of period | | 736 | 1,188 |
| Cash and Cash equivalents at end of the period | 4 | 409 | 2,359 |

The above consolidated cash flow statement should be read in conjunction with the accompanying notes on pages 8 to 12.

1 Notes to The Interim Financial Report

(a) Reporting Entity

Clean Seas Tuna Limited is a company domiciled in Australia. The consolidated interim financial report of the Company as at and for the period ended 31 December 2008 comprises the Company and its subsidiaries (together referred to as the Group).

The consolidated annual financial report of the Group as at and for the period ended 30 June 2008 is available upon request from the Company's registered office, 7 North Quay Boulevard, Port Lincoln, SA 5606 or at www.cleaneastuna.com.au.

(b) Statement of Compliance

The consolidated interim financial report is a general purpose financial report that has been prepared in accordance with AASB 134 : Interim Financial Reporting and the Corporations Act 2001.

The consolidated interim financial report does not include all the information required for a full annual financial report, and should be read in conjunction with the annual financial report of the Group as at and for the year ended 30 June 2008.

The consolidated interim financial report was approved by the board of Directors on 23 February 2009.

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

(c) Significant Accounting Policies

The accounting policies applied by the Group in the consolidated interim financial report are the same as those applied by the Group in its consolidated financial report as at and for the year ended 30 June 2008.

(d) 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.

Fish held for resale are valued at their fair value less estimated point-of-sale costs determined as an average sale value in the two weeks post balance date. At 31 December 2008 the Company has 3,978,584 kilograms of fish held for resale valued at \$35,892,964 (30 June 2008 : 4,155,439 kilograms valued at \$34,620,779). Management and the board are confident that markets will continue to expand to accommodate the sale of fish being grown for resale.

(e) Financial Risk Management

The Group's financial risk management objectives and policies are consistent with that disclosed in the consolidated financial report as at and for the year ended 30 June 2008.

(f) Financial Derivative Recognition

As an exporter the Group has an exposure to foreign currency income. The Group hedges portions of future foreign currency exposure by way of taking forward exchange contracts. In accordance with AASB 139 and AASB 132 all outstanding contracts at period end are revalued to the spot exchange rate and the resulting foreign exchange gain/loss is taken to the Income Statement.

Clean Seas Tuna Limited
Condensed notes to the Consolidated Interim Financial Report

| | Consolidated Half-Year | |
|--|-----------------------------------|------------------|
| | 31-Dec-08 | 31-Dec-07 |
| | \$ '000 | \$ '000 |
| 2 Profit for the half year | | |
| Profit for the half year includes the following items of revenue and expense: | | |
| (a) Revenue | | |
| Sale of fingerlings | 105 | 58 |
| Sale of Value Added Fish Products | 968 | - |
| Sale of finfish | 8,167 | 5,017 |
| Total revenue | 9,240 | 5,075 |

Sale of finfish is calculated on a farmgate basis from December 2008. This has resulted in a reduction of December 2007 finfish sales of \$753,000. This amount was formally shown as selling expenses.

| | | |
|---|--------------|------------|
| (b) Other income | | |
| Gain on disposal of property, plant and equipment | - | 115 |
| Other | 537 | 158 |
| Total other income | 537 | 273 |
| (c) Expenses | | |
| Depreciation of non-current assets | 1,262 | 677 |
| Total depreciation | 1,262 | 677 |
| Interest expense | 891 | 320 |
| Bank fees | 36 | 30 |
| Total finance costs | 927 | 350 |

| | 31-Dec-08 | 30-Jun-08 | 31-Dec-08 | 30-Jun-08 |
|------------------------------------|--------------------|--------------------|------------------|------------------|
| | Shares | Shares | \$'000 | \$'000 |
| 3 Contributed equity | | | | |
| (a) Share Capital | | | | |
| Ordinary shares | | | | |
| Fully paid | 158,522,253 | 155,564,853 | 63,140 | 61,910 |
| (b) Other equity securities | | | | |
| Fully paid 9% converting notes | - | 2,957,400 | - | 1,230 |
| Total contributed equity | 158,522,253 | 158,522,253 | 63,140 | 63,140 |

(c) Movements in ordinary share capital :

| Date | Details | Notes | Number of shares | \$'000 |
|-------------|------------------|--------------|-----------------------------|---------------|
| 1-Jul-08 | Opening balance | (e) | 155,564,853 | 61,910 |
| 30-Sep-08 | Note conversions | | 2,957,400 | 1,230 |
| 31-Dec-08 | Balance | (e) | 158,522,253 | 63,140 |

(d) Movements in 9% converting notes :

| Date | Details | Notes | Number of notes | \$'000 |
|-------------|------------------|--------------|----------------------------|---------------|
| 30-Jun-08 | Opening balance | (f) | 2,957,400 | 1,230 |
| 30-Sep-08 | Note conversions | | (2,957,400) | (1,230) |
| 31-Dec-08 | Balance | (f) | - | - |

Contributed equity (continued)

(e) Ordinary shares

Ordinary shares entitle the holder to participate in dividends as declared from time to time and are entitled to one vote per share at shareholders' meetings. In the event of a winding up of Clean Seas Tuna Limited, ordinary shareholders rank after creditors and are entitled to any proceeds of liquidation.

(f) Converting notes

In accordance with AASB 132, the converting notes have been classified into their component parts on initial recognition as a financial liability. On conversion the future value of the interest on the converted notes has been written back to equity.

4 Notes to the cash flow statement

Reconciliation of cash and cash equivalents

Cash includes cash on hand, at bank and short term deposits at call, net of outstanding bank overdrafts. Cash as at the end of the financial period as shown in this cash flow statement is reconciled to the related items in the balance sheet as follows:

| | Consolidated | |
|-----------------|---------------------|------------------|
| | Half-Year | |
| | 31-Dec-08 | 30-Jun-08 |
| | \$ '000 | \$ '000 |
| Cash at bank | 409 | 735 |
| Cash on deposit | - | - |
| | 409 | 735 |

5 Earnings per share

Classification of securities as ordinary shares

All ordinary shares have been included in basic earnings per share
 All converting notes have been included in basic earnings per share

| | Consolidated | |
|---|---------------------|------------------|
| | Half-Year | |
| | 31-Dec-08 | 30-Jun-08 |
| Weighted average number of ordinary shares used as the denominator | | |
| Number for basic earnings per share | 158,522,253 | 147,545,522 |
| Number for diluted earnings per share | 158,522,253 | 147,545,522 |
| | cents/share | |
| Basic earnings per share - ordinary shares | (4.21) | (0.45) |
| Diluted earnings per share - ordinary shares | (4.21) | (0.45) |

6 Contingent liabilities

- Austrade grant

Clean Seas has entered into a Commercial Ready Grant Agreement with the Commonwealth of Australia acting through the Department of Industry, Tourism and Resources. The parties acknowledge that the giving of the Grant for the purposes of the closure of the life-cycle of southern bluefin tuna project is intended to deliver substantial national benefit to Australia and as such the company has agreed to use its best endeavours to ensure that the planned outcomes for the Project as specified in the agreement are achieved and that the Project, or its outcome, is commercialised on normal commercial terms and within a reasonable time of completion of the Project. The company must immediately notify the Commonwealth if at any time it believes its capacity to achieve the planned outcomes is compromised or it wishes to commercialise the Project, or its outcomes, other than in accordance with the Agreement specifications. If these requirements are not met, the Commonwealth may require the company to repay some or all of the Grant paid to the company, together with interest at a rate of 5.185% per annum.

- UniAqua agreement

In June 2006 the company entered into a support agreement with Uni-Aqua of Denmark. Uni-Aqua are the developers of the recirculation system installed in the Tuna broodstock facility located at Arno Bay. The agreement covers support in two areas.

Southern Bluefin Tuna - when the company produces 25,000 viable SBT fingerlings the entity will pay Uni-Aqua \$800,000 and allot 400,000 options to purchase ordinary shares in CST at \$0.50.

Yellowtail Kingfish - when the company produces 4,000 tonnes of Kingfish that have achieved growth in excess of 3.5 kilograms in less than 12 months using Uni-Aqua recirculation technology the entity will pay \$500,000 to Uni-Aqua.

7 Segment reporting

The entity operates predominantly in one business and geographical segment being the cultivation and farming of Sea Food.

8 Biological assets

| | Consolidated | |
|---|---------------|---------------|
| | Half-Year | |
| | 31-Dec-08 | 30-Jun-08 |
| | \$ '000 | \$ '000 |
| Current asset - fish held for sale | | |
| Carrying amount at beginning of Period | 31,689 | 13,378 |
| Cost of purchase of Juvenile Kingfish and Mulloway | - | - |
| Value of fish stock taken up as a result of business purchase | | 7,593 |
| Gain arising from physical changes at fair value less estimated point-of-sale costs | 9,781 | 26,474 |
| Decreases due to harvest for sale | (7,642) | (13,006) |
| Decreases due to harvest for inventory | (650) | (2,750) |
| Carrying amount at end of period | 33,178 | 31,689 |
| Non-current asset - broodstock | | |
| Kingfish | 25 | 25 |
| Mulloway | 3 | 3 |
| Southern Bluefin Tuna | 2,723 | 2,723 |
| Carrying amount at end of period | 2,751 | 2,751 |

Clean Seas Tuna Limited
Condensed notes to the Consolidated Interim Financial Report

9 Other non-current assets

| | Consolidated | |
|-----------------------------------|---------------|---------------|
| | Half-Year | |
| | 31-Dec-08 | 30-Jun-08 |
| | \$ '000 | \$ '000 |
| Growout leases and licences | 12,803 | 12,803 |
| Southern Bluefin Tuna (SBT) quota | 352 | 352 |
| | 13,155 | 13,155 |

Additional growout leases and licences formed part of the asset base for the purchase of Clean Seas Aquaculture Growout Pty Ltd. These assets have been stated at fair value by the directors based on an independent valuation received as part of the share purchase.

The SBT quota is carried at cost.

10 Intangible assets

| | Consolidated | |
|---|--------------|--------------|
| | Half-Year | |
| | 31-Dec-08 | 30-Jun-08 |
| | \$ '000 | \$ '000 |
| Goodwill | 4,961 | 4,961 |
| Southern Bluefin Tuna lifecycle closure | 3,849 | 3,113 |
| | 8,810 | 8,074 |

Costs directly attributable to the Southern Bluefin Tuna lifecycle closure project are capitalised and are subject to impairment testing. The Southern Bluefin Tuna broodstock form part of the project and are separately disclosed as biological assets.

11 Events Subsequent to Reporting Date

In January 2009 a bushfire in Port Lincoln destroyed the Stehr Group net shed and workshop. The fire destroyed feed, nets and equipment owned by the Group and held at the site for use, storage and repair. All relevant insurance cover is held by the Group and there should not be any financial loss to the Group resulting from the losses.

CLEAN SEAS TUNA LIMITED

ABN 61 094 380 435

HALF-YEAR ENDED 31 DECEMBER 2008

DIRECTORS' DECLARATION

In the directors opinion:

- (a) The financial statements and notes, as set out on pages 8 to 12, 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 2008 and their performance for the half year ended on that date; and
- (b) 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 21st day of February 2009



.....
Mr. H. H. Stehr AO
Chairman



**Grant Thornton South Australian
Partnership**
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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF CLEAN SEAS TUNA LIMITED AND CONTROLLED ENTITIES

Report on the half-year financial report

We have reviewed the accompanying half-year financial report of Clean Seas Tuna Limited (the Company) and consolidated entity, which comprises the balance sheet as at 31 December 2008, and the income statement, statement of changes in equity and cash flow statement for the half-year ended on that date, other selected explanatory notes and the directors' declaration. The consolidated entity comprises both the Company and the entities it controlled at the half-year's end or from time to time during that 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 control 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 Auditing Standard on Review Engagement ASRE 2410: Review of an Interim Financial Report 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 2008 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.



INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF CLEAN SEAS TUNA LIMITED AND CONTROLLED ENTITIES (Cont)

Auditor's responsibility (Cont)

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.

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 and controlled entities 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 2008 and of its performance for the half-year ended on that date; and
- b complying with Accounting Standard AASB 134: Interim Financial Reporting and Corporations Regulations 2001.

GRANT THORNTON
South Australian Partnership
Chartered Accountants

A handwritten signature in blue ink, appearing to read 'P S Paterson'.

P S Paterson
Partner

Signed at Wayville on this 21 day of February 2009