ASX Release - CAQ

Appendix 4C Quarterly Report – April to June 2009

Malaysian Update

The company raised invoices of $255,000 relating to the period, for sales of Barramundi and management services to the Terengganu based joint venture.

The process of securing Malaysian expansion funding has been slowed due to the economic downturn, however the company is still actively pursuing a number of State and Federal funding options.

South African Update

CAQ recently announced the signing of an MOU with a substantial partner to develop a large scale 2,000 tonne per annum capacity Cell™ production facility in South Africa.

During the period, a trip was made by CAQ representatives to South Africa to view potential production sites, meet with various contractors and test market CAQ's Australian Barramundi with a major South African seafood restaurant chain and a number of key seafood distributors. Feedback to CAQ's Australian Barramundi was outstanding in all test marketing and the company is now working towards securing intents to purchase the produce from the venture.

Two suitable production sites for the South African venture have now been shortlisted and final feasibility and comprehensive business planning is nearing completion.

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Cell Aquaculture Ltd (Australia) – www.cellaqua.com

Headquartered in Western Australia, Cell Aquaculture Limited (Cell) is an international aquaculture company, publicly listed on the Australian Securities Exchange (ASX). Cell supplies a full range of environmentally sustainable, vertically integrated seafood production services – encompassing everything from 'Hatch to Dispatch'.

Developed over ten years the Cell™ propriety system is a complete land based environmentally responsible aquaculture system developed for the production and supply of premium quality fin fish. Cell has established hatchery operations for Australian Barramundi at James Cook University, Queensland, and has plans to construct a world class multi-species hatchery in Malaysia. Cell has also commenced production trials on a range of further 'high value' premium species.

Cell has developed large scale production facilities in Terengganu, Malaysia, with further expansion planning now underway. Cell is also now focussing on an opportunity to develop one of the world's largest land-based recirculating seafood production facilities in South Africa. Cell supplies and installs growing systems, manages the operations as well as sales and marketing of finished product.

Rule 4.7B

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

Cell Aquaculture Limited

ABN	Quarter ended ("current quarter")
86 091 687 740	30 June 2009

Consolidated statement of cash flows

	Cash flows related to operating activities		Current quarter $A'000	Year to date (12 months) $A'000
1.1	Receipts from customers		8	183
1.2	Payments for	(a) staff costs	(116)	(522)
		(b) advertising and marketing	-	(13)
		(c) research and development	(52)	(120)
		(d) leased assets	-	-
		(e) other working capital	(352)	(1,212)
1.3	Dividends received		-	-
1.4	Interest and other items of a similar nature received		1	26
1.5	Interest and other costs of finance paid		-	-
1.6	Income taxes paid		-	-
1.7	Other – ATO Refund		-	205
1.8	Other – EMDG Scheme		-	40
	Net operating cash flows		(511)	(1,413)

		Current quarter $A'000	Year to date (6 months) $A'000
1.8	Net operating cash flows (carried forward)	(511)	(1,413)
	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	-	-
	(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	10	10
	(e) other non-current assets	-	-
1.11	Loans to other entities		
	-Associated Companies	-	-
	-Other	-	-
1.12	Loans repaid by other entities	-	-
1.13	Other:		
	(a) Repayment of monies previously invested as security for bank guarantee	-	-
	(b) Net cash acquired following acquisition of control of Delta Aquaculture, LLC	-	-
	(c) Part settlement of legal dispute	-	(47)
	Net investing cash flows	10	(37)
1.14	**Total operating and investing cash flows**	(501)	(1,450)
	Cash flows related to financing activities		
1.15	Proceeds from issues of shares, options, etc.	649	649
1.16	Proceeds from sale of forfeited shares	-	-
1.17	Proceeds from borrowings	-	-
1.18	Repayment of borrowings	-	-
1.19	Dividends paid	-	-
1.20	Share issue costs	(8)	(8)
	Net financing cash flows	641	641
	Net increase (decrease) in cash held	140	(809)
1.21	Cash at beginning of quarter/year to date	311	1,260
1.22	Exchange rate adjustments to item 1.20	-	-
1.23	**Cash at end of quarter**	451	451

+ 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	125
1.25	Aggregate amount of loans to the parties included in item 1.11	-

1.26 Explanation necessary for an understanding of the transactions

Payment of consultancy, salaries, wages and superannuation for directors during the quarter ended 30 June 2009.

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	-	-
3.2	Credit standby arrangements	-	-

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.		Current quarter $A'000	Previous quarter $A'000
4.1	Cash on hand and at bank	451	311
4.2	Deposits at call	-	-
4.3	Bank overdraft	-	-
4.4	Other (provide details)	-	-
	Total: cash at end of quarter (item 1.23)	451	311

Acquisitions and disposals of business entities

		Acquisitions *(Item 1.9(a))*	Disposals *(Item 1.10(a))*
5.1	Name of entity		
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: 31/07/2009.

Print name: Ian Gregory
Company Secretary

Notes

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.