

AUSTRALIS

ASX/MEDIA RELEASE

Thursday, June 14, 2007

AUSTRALIS RAISES \$8.0 MILLION TO FUND EXPANSION ANNOUNCES SHAREHOLDER PURCHASE PLAN

Australis Aquaculture Limited (ASX:AAQ) is pleased to announce that it has received commitments from institutional, sophisticated and professional investors for a placement of \$8,000,000, comprising 16,000,000 Ordinary Shares at an issue price of \$0.50 per share. Placement of \$3,280,293.50, (6,560,585 shares) will be completed immediately under the Company's 15% capacity, pursuant to ASX Listing Rule 7.1. Placement of the remaining 9,439,415 shares is subject to shareholder approval at the forthcoming General Meeting scheduled for late July 2007. State One Stockbroking Ltd acted as Lead Manager for the issue.

In commenting on the capital raising, Australis Aquaculture, Managing Director, Josh Goldman said, *"We are encouraged by the strength of institutional support for our recently announced strategy to create up to 10,000 TPA of production capacity for barramundi in Vietnam and to further expand our capacity in the United States."*

Mr. Goldman added, *"The Company believes that its two-pronged expansion strategy represents the most rapid and cost-effective means of meeting the rapidly rising demand for high quality sustainably-produced seafood in the North American, European and Australian markets. The strategy is designed to satisfy demand from particular sectors which have expressed strong interest in dealing with Australis."*

The expansion strategy is summarised in an **Investor Presentation** lodged with the ASX on May 29, 2007.

Share Purchase Plan ("SPP")

Australis further announces that a Shareholder Purchase Plan ("SPP") will be offered to all shareholders with the record date for participation being June 21, 2007. The SPP offers Australis shareholders the right to purchase up to \$5,000 of Ordinary Shares at a price of \$0.50 per share. The \$0.50 price is identical to the placement price to institutional investors and represents a 12% discount to the closing price on the ASX on June 6, 2007, the date of the board's decision and 9% below the average market price of Australis shares sold on the ASX in the five trading days prior to the date of this announcement. Shares will be offered in increments of \$1,000, with a minimum purchase of \$2,000.

Australis Aquaculture Limited

The funds raised from the SPP will be used to develop the Company's operations in Vietnam, accelerate US sales activities and further develop US expansion opportunities.

The shares issued under the SPP will be fully paid ordinary shares which rank equally with the other ordinary Australis shares currently on issue. Ordinary shareholders with a registered address in Australia will be invited to subscribe for ordinary shares under the terms and conditions of the SPP. The offer to participate in the SPP will be mailed to eligible shareholders shortly.

About Australis

Australis Aquaculture, Ltd. (ASX: AAQ) is North America's first and only significant producer of Australian barramundi. It owns and operates one of the world's largest indoor aquaculture facilities, located in Turners Falls, Massachusetts. The Company established barramundi as a growing seafood trend in the US, and is successfully marketing its barramundi as *'The Better Fish': Better Tasting, Better For You, Better for our Environment*.

Australis' expertise in controlled-environment aquaculture has earned it the reputation as 'the gold standard' in sustainable aquaculture. The Company's low-cost production system, patented technology and experienced management are propelling Australis to expand more quickly, and at significantly lower cost, than potential competition.

In May 2007, Australis Aquaculture announced a further expansion of the company's production capacity with a major investment in Vietnam. The Company plans to produce up to 10,000 TPA of high quality barramundi in Central Vietnam for supply into North America, Europe and Australia.

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