Appendix 4E

Preliminary Final Report

Name of entity

Global Seafood Australia Limited

ACN, ARBN or ARSN	Half yearly *(tick)*	Preliminary final *(tick)*	Financial Year Ended
084 370 669		X	30 June 2005

Previous corresponding reporting period 30 June 2004

For announcement to the market

Extracts from this report for announcement to the market (see note 1).

$A'000

Revenues from ordinary activities	up	2.6%	to	26,757
Loss from ordinary activities after tax attributable to members	down	95.9%	to	(205)
Loss after tax attributable to members	down	95.9%	to	(205)

No dividends were paid during the year.
It is not proposed to pay a dividend in the reporting year.

Review and Results of Operations

Despite the continued hard work of all of the Company's management and staff, the adverse trading conditions faced by the Australian seafood industry resulted in the Company posting a loss for the 2005 financial year. The failure of other participants in the industry is testament to the recent, and current, trading environment.

Traditional domestic and export markets for the Company's products have been significantly impacted by the available volume of farmed prawns from Asia. Unfortunately the domestic farming of these same prawns here in Australia is illegal.

Accordingly, the Company has continued to develop its European markets and has also sought to exploit niche opportunities for the use of its products in the domestic market. The recent commencement of a supply and processing arrangement with a large player in the ready-made meal segment of the food industry is the first tangible result of a strategic opportunity identified by the Company some time ago. We are aiming to continue to develop this particular arrangement, and to similarly foster other collaborative agreements with food industry and retail industry participants.

Appendix 4E

Preliminary Final Report continued

Global Seafood Australia Limited

Statement of Financial Performance

For the year ended 30 June 2005	Notes	2005	2004
		$	$
REVENUE FROM ORDINARY ACTIVITIES	1	26,756,992	26,061,802
Changes in inventories of finished goods and work in progress		916,113	(3,094,659)
Raw materials and consumables used		(27,233,392)	(23,503,582)
Depreciation and amortisation expenses	2	(371,690)	(346,801)
Borrowing costs expense		(421,891)	(494,397)
Salaries and employee benefits expense		(714,570)	(1,182,127)
Other expenses from ordinary activities		(1,064,617)	(2,422,750)
Revenue from debt settlement		2,080,892	137,266
Non-recurring restructuring costs		(153,206)	0
PROFIT/(LOSS) FROM ORDINARY ACTIVITIES BEFORE INCOME TAX EXPENSE		(205,369)	(4,845,248)
INCOME TAX (EXPENSE) / BENEFIT RELATING TO ORDINARY ACTIVITIES		0	(187,428)
PROFIT/(LOSS) FROM ORDINARY ACTIVITIES AFTER INCOME TAX EXPENSE		(205,369)	(5,032,676)
NET PROFIT/(LOSS) ATTRIBUTABLE TO MEMBERS OF GLOBAL SEAFOOD AUSTRALIA LIMITED	4	(205,369)	(5,032,676)
TOTAL CHANGES IN EQUITY OTHER THAN THOSE RESULTING FROM TRANSACTIONS WITH OWNERS AS OWNERS ATTRIBUTABLE TO MEMBERS OF GLOBAL SEAFOOD AUSTRALIA LIMITED		(205,369)	(5,032,676)
Basic earnings per share (cents per share)	5	(1.3)	(27.6)
- restatement of prior period		(1.6)	(413.5)
Diluted earning per share (cents per share)		(1.3)	(27.6)
- restatement of prior period		(1.6)	(413.5)

Appendix 4E

Preliminary Final Report continued

Global Seafood Australia Limited
Notes continued

For the year ended 30 June 2005	Notes	2005	2004
		$	$
1 REVENUE FROM ORDINARY ACTIVITIES			
Profit/(Loss) from ordinary activities before income tax expense includes the following revenues and expenses whose disclosure is relevant in explaining the financial performance of the entity:			
(i) Revenue from ordinary activities			
Revenue from sale of goods		26,426,465	25,729,375
Revenue from services		205,650	142,856
Rent		53,000	36,500
Interest - other parties		1,622	6,735
Proceeds from sale of non-current assets		70,255	146,336
Total revenues from ordinary activities		26,756,992	26,061,802
(ii) Commercial Restructure			
Debt Forgiveness Receiver, HSBC & Austfish Settlement		2,080,892	137,266
Non-recurring restructuring costs		(153,206)	0
Net gain from commercial restructure		1,927,686	137,266
2 EXPENSES AND LOSSES/(GAINS)			
(a) Expenses			
Cost of goods sold		25,803,858	25,379,003
Individually significant item - provision for stock		470,417	1,149,770
Total cost of goods sold		26,274,275	26,528,773
Non-recurring restructuring costs		153,206	0
Depreciation of non-current assets			
Plant and equipment		291,267	234,864
Leasehold improvements		1,285	1,428
Plant and equipment under lease		79,138	110,509
Total depreciation of non-current assets		371,690	346,801
Total depreciation and amortisation expenses		371,690	346,801

Appendix 4E

Preliminary Final Report continued

Global Seafood Australia Limited
Statement of Financial Position

As at 30 June 2005	**Notes**	**2005**	**2004**
		$	**$**
CURRENT ASSETS			
Cash assets		1,150	1,257
Receivables		1,891,471	782,539
Inventories		6,508,869	5,959,538
Other		169,999	64,353
TOTAL CURRENT ASSETS		8,571,489	6,807,687
NON-CURRENT ASSETS			
Investments at cost		1,609,623	1,282,622
Property, plant and equipment		1,418,043	1,675,775
TOTAL NON-CURRENT ASSETS		3,027,666	2,958,397
TOTAL ASSETS		11,599,155	9,766,084
CURRENT LIABILITIES			
Payables		4,156,219	6,503,034
Interest bearing liabilities		4,619,459	3,556,492
Provisions		122,590	115,409
TOTAL CURRENT LIABILITIES		8,898,268	10,174,935
NON-CURRENT LIABILITIES			
Interest bearing liabilities		215,592	300,485
TOTAL NON-CURRENT LIABILITIES		215,592	300,485
TOTAL LIABILITIES		9,113,860	10,475,420
NET ASSETS/(LIABILITIES)		2,485,295	(709,336)
EQUITY			
Contributed equity	3	17,085,313	13,685,313
Retained profits	4	(14,600,018)	(14,394,649)
TOTAL EQUITY/(DEFICIT)		2,485,295	(709,336)

Appendix 4E

Preliminary Final Report continued

3 CONTRIBUTED EQUITY

(a) Issued and paid up capital

Ordinary shares fully paid	3(c)	17,085,313	13,685,313
		17,085,313	13,685,313

(b) Movements in share issue

	2005		2004	
	Number of Shares	$	Number of Shares	$
Beginning of the financial period	18,259,048	13,685,313	18,259,048	13,685,313
Movements during the year				
- 15:1 Share consolidation	(17,041,821)	0	0	0
- Shares issued by debt to equity swap	13,998,605	3,400,000	0	0
End of the financial period	15,215,832	17,085,313	18,259,048	13,685,313

(c) Terms and conditions of contributed equity

Ordinary shares have the right to receive dividends as declared and, in the event of winding up of the Company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on shares held.

Ordinary shares entitle their holder to one vote, either in person or by proxy, at a meeting of the Company.

4 RETAINED PROFITS (LOSSES)

Balance at the beginning of year	(14,394,649)	(9,361,973)
Net profit/(loss) attributable to members of Global Seafood Australia Limited	(205,369)	(5,032,676)
Balance at end of year	(14,600,018)	(14,394,649)

Appendix 4E

Preliminary Final Report continued

5 EARNINGS PER SHARE

The following reflects the income and share data used in the calculations of basic earnings per share:

Net Profit/(Loss)	(205,369)	(5,032,676)
Earnings used in calculating basic and diluted earnings per share	(205,369)	(5,032,676)
Weighted average number of ordinary shares used in calculating basic earnings per share:	15,749,347	18,259,048
Adjusted weighted average number of ordinary shares used in calculating basic earnings per share	15,749,347	18,259,048

Under accounting standard AASB1027 Earnings per Share:

- Given the 15:1 share consolidation that occurred on the 3 September 2004 there is a requirement to restate the prior period calculation.

Restatement of weighted average number of ordinary shares used in calculating basic earnings per share:	12,761,282	1,217,227
Restatement of adjusted weighted average number of ordinary shares used in calculating basic earnings per share	12,761,282	1,217,227

Appendix 4E

Preliminary Final Report continued

Global Seafood Australia Limited
Statement of Cash Flows

For the year ended 30 June 2005	**Notes**	**2005**	**2004**
		$	**$**
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		25,565,452	28,662,640
Payments to suppliers and employees		(26,118,983)	(27,813,730)
Income tax paid		0	(6,257)
Goods and Services Tax Received		201,147	246,975
Interest received		1,622	6,735
Borrowing costs		(421,891)	(494,397)
NET CASH FLOWS (USED IN)/FROM OPERATING ACTIVITIES	6(a)	(772,653)	601,966
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(156,961)	(29,953)
Acquisition of investments		(327,000)	(9,000)
Proceeds from sale of plant and equipment		70,255	146,336
NET CASH FLOWS (USED IN)/FROM INVESTING ACTIVITIES		(413,706)	107,383
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from related party		208,180	0
Proceeds from borrowing		0	3,606,649
Repayment of borrowing		0	(5,164,502)
Finance Lease principal		(79,753)	(207,353)
NET CASH FLOWS (USED IN)/FROM FINANCING ACTIVITIES		128,427	(1,765,206)
NET DECREASE IN CASH HELD		(1,057,932)	(1,055,857)
Add opening cash brought forward		(3,445,506)	(2,389,649)
CLOSING CASH CARRIED FORWARD	6(b)	(4,503,439)	(3,445,506)

Global Seafood Australia Limited
Notes continued

For the year ended 30 June 2005	**Notes**	**2005**	**2004**
		$	**$**
6 STATEMENT OF CASH FLOWS			
(a) Reconciliation of the operating profit/(loss) after tax to the net cash flows from operations			
Profit/(loss) from ordinary activities after tax		(205,369)	(5,032,676)
Depreciation of non-current Assets		371,690	346,801
Debt forgiveness Receiver, HSBC & Austfish Settlement		(2,080,892)	(137,266)
Net (Profit)/Loss on sale of plant and equipment		(27,251)	(31,079)
Changes in assets and liabilities			
(Increase)/decrease in trade and other receivables		(1,108,932)	2,751,598
(Increase)/decrease in inventory		(549,331)	3,555,172
(Increase)/decrease in future income tax benefit		0	187,428
(Increase)/decrease in prepayments		(105,646)	329,229
(Decrease)/increase in trade creditors		2,426,908	(431,936)
(Decrease)/increase in customer deposit		0	(1,039,541)
(Decrease)/increase in other creditors		490,871	170,547
(Decrease)/increase in GST payable		8,118	1,761
(Decrease)/increase in employee benefits		7,181	(61,815)
(Decrease)/increase in tax provision		0	(6,257)
Net cash flows from / (used in) operations activities		(772,653)	601,966

(b) Reconciliation of cash

- Cash on hand	1,150	1,257
- Bank overdraft	(4,504,589)	(3,446,763)
Closing cash balance	(4,503,439)	(3,445,506)

Appendix 4E

Preliminary Final Report continued

IMPACT OF ADOPTING AUSTRALIAN EQUIVALENTS TO IFRS

The Australian Accounting Standards Board (AASB) is adopting International Financial Reporting Standards (IFRS) for application to reporting periods beginning on or after 1 January 2005. The AASB has issued Australian equivalents to IFRS, and the Urgent Issues Group has issued interpretations corresponding to IASB interpretations originated by the International Financial Reporting Interpretations Committee or the former Standing Interpretations Committee. These Australian equivalents to IFRS are referred to hereafter as AIFRS. The adoption of AIFRS will be first reflected in the consolidated entity's financial statements for the half-year ending 31 December 2005 and the year ending 30 June 2006.

Global Seafood Australia Limited is in the process of transitioning its accounting policies and financial reporting from current Australian Accounting Standards (AGAAP) to AIFRS. The company allocated internal resources and engaged expert consultants to conduct impact assessments to identify key areas that would be impacted by the transition to AIFRS. Priority has been given to the preparation of an opening balance sheet in accordance with AIFRS as at 1 July 2004, the company's transition date to AIFRS. This will form the basis of accounting for AIFRS in future, and is required when Global prepares its first fully AIFRS compliant financial report for the year ended June 2006.

Set out below are the key areas where accounting policies are expected to change on adoption of AIFRS. The Directors and Management have undertaken a preliminary assessment of the impact of AIFRS on Global Seafood Australia Limited and based on the preliminary work done to date, does not expect there to be a material adjustment to the entity.

The matters disclosed below are management's best estimates of the quantitative impact of the changes as at the date of preparing the 30 June 2005 financial report. The actual effects of transition to AIFRS may differ from that disclosed due to (a) ongoing work being undertaken by the AIFRS project teams; (b) potential amendments to AIFRSs and Interpretations thereof being issued by the standard-setters and IFRIC; and c) emerging accepted practice in the interpretation and application of AIFRS and UIG Interpretations.

No material impacts are expected to the cash flows presented under AGAAP on adoption of AIFRS.

Appendix 4E

Preliminary Final Report continued

1) Income Tax

Under the AASB 112 Income Taxes, deferred tax balances are determined using the balance sheet method which calculates temporary differences based on carrying amounts of an entity's assets and liabilities in the statement of financial position and their associated tax bases.

This will result in a change to the current accounting policy under which tax balances are determined using the income statement method, whereby items are only tax effected if they are included in the determination of pre-tax accounting profit or loss / or taxable income or loss. This change may have an initial impact on retained earnings and could alter the future carrying values of deferred tax assets and liabilities.

Changes are not expected to have a material impact on the retained earnings of the entity as at 1 July 2004 or the reported period.

2) Impairment of Assets

Under AASB 136: Impairment of Assets, the recoverable amount of an asset is determined as the higher of fair value less costs to sell, and value in use. In determining value in use, projected future cash flows are discounted using a risk adjusted pre-tax discount rate and impairment is assessed for the individual asset or at the 'cash generating unit' level. A 'cash generating unit' is determined as the smallest group of assets that generates cash flows that are largely independent of the cash inflows from other assets or groups of assets. The current policy is to determine the recoverable amount of an asset on the basis of undiscounted net cash flows that will be received from the asset's use and subsequent disposal. It is likely that this change in accounting policy will lead to impairments being recognised more often.

The directors and management have reassessed its impairment testing policy and are in the process of testing for impairment as at 1 July 2004 and 30 June 2005. Based on the preliminary work done to date the Directors do not expect there to be a material impact.

3) Financial Instruments

The consolidated entity will be taking advantage of the exemption available under AASB 1 to apply AASB132 *Financial Instruments: Disclosure and Presentation* and AASB 139 *Financial Instruments: Recognition and Measurement* only from 1 July 2005. This allows the entity to apply previous Australian generally accepted accounting principles (Australian GAAP) to the comparative information of financial instruments within the scope of AASB 132 and AASB 139 for the 30 June 2006 financial report.

The directors do not expect there to be a material input on the net assets of the company.

4) Intangible Assets – Licences

The directors believe that under AASB 138 that we can demonstrate that the licences meet both the definition of an Intangible Asset and the recognition criteria. It is expected these licenses will be recorded at cost and, given the licences are valid in perpetuity, will not be amortised. Based on our preliminary work done thus far, we believe there will be no material impact on the period.

Appendix 4E

Preliminary Final Report continued

Dividends

There were no dividends paid or declared in the 2004/2005 financial year.

There were no dividend reinvestment plans operating in the 2004/2005 financial year.

No Franking Credits currently available at 30 June 2005.

Net Tangible Assets Per Security

	June 2005	June 2004
Net Tangible Assets	2,485,295	(709,336)
Issued Securities	15,215,832	18,259,048
NTA per security	$0.16	($0.04)

For NTA calculation purposes, the directors treat fishing permits and licences as a tangible asset.

Control of Entities

There have been no entities over which control has been gained of lost during the reporting period.

Joint Venture and Associates

The Company is not involved in any associate or joint venture entities.

Segment Information

During the financial year the Company operated wholly from within Australia, predominantly in the process of frozen and chilled seafood.

Contingent Liabilities

The directors are not aware of any contingent liabilities that require disclosure in this report.

Subsequent Events

The directors are not aware of any events subsequent to balance date which would have a material impact on the results of the Company for the financial period.

Appendix 4E

Preliminary Final Report continued

Audit Status

This report is based on accounts which are in the process of being audited.

Sign here: .... Date: ....
(Company Secretary)

Print name: Karl Schlobohm