



ASX Release - CAQ

New Production Project to Commence

17 October 2011: As previously announced, Cell Aquaculture Limited (ASX: CAQ) has been working for some time with a well funded, private Singapore based consortium, with a view to establishing a joint venture 'Cell' production facility in Singapore.

CAQ and the Singaporean partners spent significant time and effort attempting to source a suitable site for the project in Singapore, however a suitable site could not be located.

The joint venture partners recently reassessed the project and began looking for other site alternatives. Focus shifted to other areas and CAQ is pleased to advise that a suitable site for this project has now been secured, just over the border from Singapore, in Johor, Malaysia.

The partners are well advanced on progressing this project and entering commercial production as soon as possible, with Stage 1 development now commenced.

The project will be developed in the following 3 Stages:

- Stage 1 - 100 tonnes of Barramundi Production.
- Stage 2 - expansion to 300 tonnes of Australian Barramundi production.
- Stage 3 - expansion to 500 tonnes production (300 tonne Australian Barramundi and 200 tonne high value Grouper)

CAQ will hold 20% equity in the venture and will earn this equity via a nominal capital investment. The remainder of the equity will be earned via specialist consulting and services to the joint venture.

The most important aspect of this venture for CAQ is to secure further Barramundi supply to fulfil overwhelming demand in the new markets currently being created via Cell Aqua Foods Pty Ltd.

CAQ are thus currently negotiating a 'Buy-Back' agreement for the majority of produce from this joint venture, which will significantly bolster the Company's Premium Barramundi inventories to capitalise on the current market opportunities.

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About Cell Aquaculture Ltd (Australia)

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

Developed over twelve 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 Aquaculture has established hatchery operations for Australian Barramundi at James Cook University, Queensland, and has also commenced production trials on a range of further ‘high value’ premium species for commercial production.

Cell Aquaculture has a number of large scale land-based recirculating seafood production projects, at varying stages of development, in Malaysia, Thailand and South Africa.

Cell Aquaculture supplies and installs growing systems, manages the operations, as well as processing, value-adding, branding and sales of finished product under the Company’s Eco-Star™ brand.

For further information, visit www.cellaqua.com