



ASX Release - CAQ

Appendix 4C Quarterly Report – April to June 2012

31st July 2012: Cell Aquaculture Limited (ASX: CAQ) (Company) is pleased to provide a short summary of activities over the last quarter.

Food Division – The evaluation of the Company's Perth plant is now complete and the outcome has resulted in the following actions:

1. Increase local sales (the Company has employed a designated sales person), and
2. Market the Company's best products to Eastern States Retailers (this activity is now well advanced).

Malaysian Division – The construction of a large high density fish growing plant for the Malaysian Government at Pagoh in the country's south has commenced.

The gaining of new projects will obviously depend on the Company's performance on this project.

Thailand Division – Preliminary evaluations are now complete with the following outcomes:

1. Continue to operate the retrofitted abalone farm as a barramundi facility while endeavouring to cut operational costs to make it profitable, and
2. The proposed new farm funded by La Jolla Cove cash has been stopped and the building's structure, which is now complete, has been relocated to the Malaysian project.

Singapore Investor - Since the Company's initial agreement and receipt of funds in May 2012, Straits Consultancy Pte Ltd has agreed that additional funds can be obtained subject to their approval for its use.

Head Office Perth – This is now located out of the Company's Food Plant in Osborne Park with overhead costs being dramatically reduced and it is hoped to close off all past debts by the end of August 2012.

La Jolla Cove Loan Funds – Negotiations to conclude the arrangements with La Jolla Cove have continued with the Company's objective being to find a mutually acceptable solution using CAQ's US based lawyers.

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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

86 091 687 740

Quarter ended ("current quarter")

30 June 2012

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	100	627
1.2	Payments for		
	(a) staff costs	(167)	(426)
	(b) advertising and marketing	-	(1)
	(c) research and development	-	(58)
	(d) leased assets	-	-
	(e) other working capital	(541)	(1,641)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	-	2
1.5	Interest and other costs of finance paid	-	(6)
1.6	Income taxes paid	-	-
1.7	Other – R&D tax refund	104	104
Net operating cash flows		(504)	(1399)

+ See chapter 19 for defined terms.

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Quarterly report for entities
admitted on the basis of commitments

	Current quarter \$A'000	Year to date (6 months) \$A'000
1.8 Net operating cash flows (carried forward)	(504)	(1,399)
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	(3)	(273)
(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	-	-
(e) other non-current assets	-	-
1.11 Loans to other entities		
-Associated Companies	-	-
-Other	-	-
1.12 Loans repaid by other entities	-	-
1.13 Other (provide in details if material)	(14)	(14)
Net investing cash flows	(17)	(287)
1.14 Total operating and investing cash flows	(521)	(1,686)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	195	722
1.16 Proceeds from sale of forfeited shares	-	-
1.17 Proceeds from borrowings	-	18
1.18 Repayment of borrowings	-	-
1.19 Dividends paid	-	-
1.20 Other – Capital raising costs	-	-
Net financing cash flows	195	740
Net increase (decrease) in cash held	(326)	(946)
1.21 Cash at beginning of quarter/year to date	350	978
1.22 Exchange rate adjustments	-	(8)
1.23 Cash at end of quarter	24	24

+ 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	175
1.25	Aggregate amount of loans to the parties included in item 1.11	-
1.26	Explanation necessary for an understanding of the transactions <div> Payment of consultancy and director's fee to directors during the quarter, together with amounts of \$90,000 paid to entities associated with former Directors for services rendered in prior periods. </div>	

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	-	-

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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	26	350
4.2	Deposits at call	-	-
4.3	Bank overdraft	-	-
4.4	Other (provide details)	-	-
Total: cash at end of quarter (item 1.23)		26	350

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:
Chairman

Date: 31 July 2012

Print name: Perryman Leach

+ See chapter 19 for defined terms.

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.

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