

20 August 2009

Dear Shareholder

NON-RENOUNCEABLE ENTITLEMENTS ISSUE OF SHARES

On 18 August 2009 Marine Produce Australia Limited (**MPA or the Company**) announced a 1 for 1 pro rata non-renounceable entitlements issue to shareholders.

The Company's current issued securities are as follows.

Number Quoted	Class
111,386,427	Ordinary fully paid shares
Unquoted	
1,000,000	Options expiring 25/8/2009 exercisable at \$3.00
309,055	Options expiring 30/6/2010 exercisable at \$3.00
15,000,000	Options expiring 28/9/2012 exercisable at \$0.20

The Entitlements Issue will be offered to shareholders on the basis of one new share (New Share) for every one share held at the Record Date, at an issue price of \$0.06 per New Share, to raise approximately \$6,683,185 before costs. Based on the Company's current issued share capital, the Entitlements Issue will result in up to 111,386,427 New Shares being issued, increasing the total issued share capital on completion of the Entitlements Issue, assuming it is fully subscribed, to 222,772,854 shares. Fractional entitlements to New Shares will be rounded down to the next whole number. The minimum subscription under the Entitlements Issue \$4,800,000.

If existing eligible options were exercised by the Record Date, the maximum number of New Shares that could be offered under the Entitlements Issue would increase from 111,386,427 to 127,695,482.

The New Shares will rank pari passu with the Company's existing ordinary shares from the date of their issue.

The Company also announced the 27th August 2009 at 5.00pm (WST) as the Record Date for the purposes of determining shareholders entitled to participate in the Entitlements Issue.

The Entitlement Issue is partly underwritten by Denise Hutton and Lasborough Investments Limited, acting independently of each other, on the terms set out in separate underwriting agreements with the Company under which each of them respectively has effectively agreed, subject to the terms and conditions of their respective Underwriting Agreements, to apply and pay for an aggregate of 40,000,000 New Shares at an issue price of \$0.06 cents per New Share, which collectively equates to the minimum subscription of \$4,800,000.

A Prospectus containing further details of the Entitlements Issue was lodged with ASIC and ASX on 18 August 2009 and will be despatched to all eligible shareholders on 2 September 2009. The Prospectus and Appendix 3B relating to the Offer are available on ASX website (company announcements section, ASX code MPA) at www.asx.com.au.

The proposed timetable for the Entitlement Issue is set out below.

Prospectus lodged with ASIC; announcement of Entitlement Issue; Prospectus and Appendix 3B lodged with ASX	18 August 2009
Ex Entitlement Date	21 August 2009
Record Date for determining Entitlements to New Shares	27 August 2009
Despatch of Prospectus and Entitlement and Acceptance Form - Offer Open Date	2 September 2009
Entitlement Offer Closing Date	16 September 2009
Company notifies ASX of under subscriptions	21 September 2009
Allotment of New Shares and despatch of holding statements	23 September 2009
Expected date for trading of New Shares	24 September 2009

*Subject to the Listing Rules, the directors reserve the right to extend the Closing Date for the Issue at their discretion. Should this occur, the extension will have a consequential effect on the anticipated date of issue for the new shares.

**These dates are indicative only.

If you are eligible and wish to participate please read the Prospectus when you receive it and carefully follow the instructions contained therein. The Offer is expected to close at 5.00pm (WST) on 16 September 2009.

If you are eligible and wish to participate in the offer, it will be necessary for you to complete your personalised Entitlement and Acceptance Form which will accompany your copy of the Prospectus and return it with the appropriate application monies to the Company's share registry before the Closing Date.

If you have any questions in relation to the offer please do not hesitate to contact the Company on 08 9321 9200.

Yours faithfully



Jean Mathie
COMPANY SECRETARY