

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/3/2000. Amended 30/9/2001

Name of entity

Marine Produce Australia Limited

ABN

70 091 805 480

Quarter ended ("current quarter")

30 September 2009

Consolidated statement of cash flows

	Current quarter	Year to date (3 Months)
	\$A	\$A
Cash flows related to operating activities		
1.1 Receipts from customers	647,116	647,116
1.2 Payments for		
(a) staff costs	(389,875)	(389,875)
(b) advertising and marketing	(7,882)	(7,882)
(c) research and development	-	-
(d) leased assets	-	-
(e) other suppliers	(1,994,074)	(1,994,074)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	1,610	1,610
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Other – Tax Refund & Grant Income	(21,287)	(21,287)
Net operating cash flows	(1,764,392)	(1,764,392)

+ See chapter 19 for defined terms.

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		Current quarter	Year to date (3 Months)
		\$A	\$A
1.8	Net operating cash flows (carried forward)	(1,764,392)	(1,764,392)
Cash flows related to investing activities			
1.9	Payment for acquisition of:		
	(a) businesses (item 5)		
	(b) equity investments		
	(c) intellectual property	(7,487)	(7,487)
	(d) physical non-current assets	(526,928)	(526,928)
	(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		
1.12	Loans repaid by other entities		
1.13	Cash held by entities that were divested during the period		
	Net investing cash flows	(534,415)	(534,415)
1.14	Total operating and investing cash flows	(2,298,807)	(2,298,807)
Cash flows related to financing activities			
1.15	Proceeds from issues of shares, options, etc.	256,813	256,813
1.16	Proceeds from sale of forfeited shares		
1.17	Proceeds from borrowings	2,550,000	2,550,000
1.18	Repayment of borrowings	(150,000)	(150,000)
1.19	Dividends paid		
1.20	Other – costs of share issue	(113,179)	(113,179)
	Net financing cash flows	2,543,634	2,543,634
	Net increase (decrease) in cash held	244,827	244,827
1.21	Cash at beginning of quarter/year to date	88,511	88,511
1.22	Exchange rate adjustments to item 1.20		
1.23	Cash at end of quarter	333,338	333,338

+ 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
1.24	Aggregate amount of payments to the parties included in item 1.2	-
1.25	Aggregate amount of loans to the parties included in item 1.11	-

1.266 Explanation necessary for an understanding of the transactions

	-
TOTAL	-

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

During July and August 2009, a total of \$2,400,000 was loaned to the Company by Lasborough Investments coinciding with its funding level in its entitlement issue underwriting agreement, repaid in full via the issue of shares during September 2009 at 0.06 per share. A further \$1,600,000 of loans due to Denise Hutton, related to director John Hutton, were repaid through the issue of shares under the same entitlements issue and separate underwriting agreement. Of the total \$4,800,000 commitment under the underwriting agreements, an amount of \$800,000 was paid to Maxima Pearling Company Pty Ltd under their access agreement with the Group via the issue of shares to Maxima as sub-underwriter to Denise Hutton.

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

N/A

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Financing facilities available

Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).

	Amount available \$A	Amount used \$A
3.1 Loan facilities	1,150,000	1,111,565
3.2 Credit standby arrangements	N/A	N/A

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	Previous quarter \$A
4.1 Cash on hand and at bank	749,044	749,044
4.2 Deposits at call	-	-
4.3 Bank overdraft	-	-
4.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.23)	749,044	749,044

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		

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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 gives a true and fair view of the matters disclosed.

Sign here: Date: 2 November 2009
Non-Executive Chairman

Print name: Miles Kennedy

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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