



NOTICE TO THE ASX CLEAN SEAS TO ACQUIRE SAAM

Clean Seas Tuna Limited ("Clean Seas") wishes to announce an important development in the Aquaculture Industry of Australia with Clean Seas signing a contract today, to purchase the assets of South Australia Aquaculture Management Pty Ltd group ("SAAM"), which includes up to 600 tonnes of Kingfish.

The contract signed today is subject to a 60 day Due Diligence process, the successful completion of which would schedule settlement on Tuesday 3rd October 2006.

SAAM assets include-

- A licensed Kingfish Hatchery at Port Augusta
- 4 Grow out licenses allowing 1200 tonnes of Finfish at Fitzgerald Bay
- All onshore and offshore grow out plant and equipment

The final purchase price will be determined according to stock quantities on hand on the day of settlement.

The purchase price for all the assets of the business is expected to be in the order of \$A5 million which will be met by the issue of 2.050 million ordinary shares and 2.050 million converting notes at 9% to be issued at 50c. The balance of the transaction is to be settled in cash. Clean Seas will determine its preferred funding option for the cash component during the Due Diligence period.

Chairman of Clean Seas, Hagen H Stehr AO and SAAM group Chairman, Keith Smith jointly advise that the successful acquisition/merger should result in –

- Improved production efficiencies
- Better servicing of national and export markets
- Increased sustainable regional employment
- Improved cold chain logistics
- Uniform international environmental standard control through Clean Seas Tuna's ISO 14001 accreditation
- Improved access to capital for growth

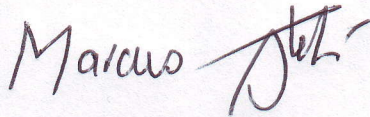
It is anticipated the merged operations will contribute to increased Yellowtail Kingfish production of some 2,000 tonnes in FY2007 up from 1,250 tonnes in

FY2006. Clean Seas is expected to produce 1,200 tonnes of this production in FY2007 up from 400 tonnes in FY2006, a 200% increase and well ahead of projections.

Clean Seas Aquaculture Growout Pty Ltd will contract to manage Clean Seas's expanded grow out business.

Clean Seas also confirms that the acquisition of the hatchery and grow out licenses will provide Clean Seas with increased flexibility in the development of its Southern Bluefin Tuna business, once viable fingerlings are produced at Arno Bay, as well as the continued production of Mulloway.

Chairman Hagen H Stehr AO said, "The business created by this acquisition/merger is an extremely positive and exciting step forward at a time when seafood consumption in the world is increasing."

A handwritten signature in dark ink, appearing to read 'Marcus Stehr', with a stylized flourish at the end.

MARCUS STEHR
Managing Director

Tuesday 4 July, 2006