



ASX CODE: MCA
ASX Announcement

31 July 2017

Quarterly Activities Report

Murray Cod Australia (ASX:MCA) (the “Company”) is pleased to provide the quarterly activities report for the three months ended 30 June 2017, to be read in conjunction with the Appendix 4C.

Sales Report & Growth

The Company is pleased to report that Sales have remained steady over the past quarter with no significant increases forecast until new production dams come online in mid-2018. Marketing strategies and brand development work is being undertaken now to drive increased demand and maintain the position of our product at the premium end of the market.

The growth in fish stock weight has been excellent and in line with the Company's expectations. This seasons dam stockings will be the first from our selected broodstock lines.

New Pond Development

The construction and development of 6 new ponds was completed during the period and construction of novel fish cage systems is now underway. Management is planning to have the cages installed by August 2017 and stock the dams with fingerlings from our nursery in the following month.

Together with the implementation of increased stocking density as previously announced, these new ponds will bring the Company's total expected production capacity to approximately 300 tonnes per annum. The Company continues to assess new sites for pond development and is currently working on three sites for potential future development.

Market Development – Domestic & International

Market development has been strong but is currently limited by availability of saleable stock. We still see strong demand in both Sydney and Melbourne Markets with two different demographics in these markets; with Sydney dominated by high end western restaurants and Melbourne sales predominantly into retail outlets and markets. This is somewhat a function of the distribution chains we are currently using in these two areas, but highlights the versatility of the product into different markets.

Exports are also limited by supply at this point but we are maintaining our monthly shipment to Singapore into the Genting Dream cruise liner.

Currently all sales are “Head on Gut In” fish but we are now starting to get significant enquiry for processed product. The Company is currently researching processing initiatives to be able to service these markets.



Quarterly Activities Report (continued)

Good Food & Wine Show

The Company was represented at the Good Food & Wine Show in Melbourne on 2-4 June and in Sydney on 23 – 25 June 2017, and received extremely positive feedback on the quality of its Murray Cod produce.



Murray Cod with the crew from Masterchef



Leading Australian Chef, Miquel Maestre using Murray Cod in a Paella



Murray Cod Stall at the Good Food & Wine Show



Quarterly Activities Report (continued)

Attendance at trade shows, as well as other marketing initiatives, are part of the Company's long-term strategy of increasing consumer awareness of the Company's high quality & sustainable produce, and the Murray Cod species generally.

The team at Murray Cod Australia is proud of its achievements since listing on the ASX in January 2017 and we are excited about the future of the Company as Australia's Premium Native Fish supplier.

For further information, please contact:

Ross Anderson, Chairman

T: (02) 6962 5470

About the Company

Murray Cod Australia is a vertically integrated producer for the breeding, growing and supply of premium Murray Cod to domestic and export markets. Murray Cod Australia uses an innovative farming technique with market-leading bio-security techniques while being environmentally friendly and sustainable. The Company has developed a land-based aquaculture model, using dams and irrigation water, which allows it to control the breeding, feeding, water conditions and biological inputs throughout the entire lifecycle of the fish, providing confidence for customers in the quality and sustainability of the produce. The business is located in the Riverina region of NSW.

Appendix 4C

Quarterly report for entities subject to Listing Rule 4.7B

Introduced 31/03/00 Amended 30/09/01, 24/10/05, 17/12/10, 01/09/16

Name of entity

Murray Cod Australia Ltd

ABN

74 143 928 625

Quarter ended ("current quarter")

30 June 2017

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	400	667
1.2 Payments for research and development, product manufacturing and operating costs advertising and marketing, leased assets, staff costs, administration and corporate costs		
Total 1.2	<1,074>	<3,033>
1.3 Dividends received (see note 3)		
1.4 Interest received	12	44
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Government grants and tax incentives		
1.8 Other (exploration and evaluation)		<14>
1.9 Net cash from / (used in) operating activities	<662>	<2,336>

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	<188>	<3,900>
(b) businesses (see item 10)		
(c) investments		

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
	(d) intellectual property		
	(e) other non-current assets		
2.2	Proceeds from disposal of:		
	(a) property, plant and equipment		
	(b) businesses (see item 10)		
	(c) investments		
	(d) intellectual property		
	(e) other non-current assets		
2.3	Cash flows from loans to other entities		
2.4	Dividends received (see note 3)		
2.5	Other (provide details if material)		
2.6	Net cash from / (used in) investing activities	<188>	<3,900>

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares		
3.2	Proceeds from issue of convertible notes		
3.3	Proceeds from exercise of share options		
3.4	Transaction costs related to issues of shares, convertible notes or options		<600>
3.5	Proceeds from borrowings		223
3.6	Repayment of borrowings	<9>	<885>
3.7	Transaction costs related to loans and borrowings		<1>
3.8	Share oversubscribed refund		<1,197>
3.9	Other – Share Subscription		11,197
	Other – Opening Cash from company purchased		35
3.10	Net cash from / (used in) financing activities	<9>	8,772

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of quarter/year to date	3,989	594
4.2	Net cash from / (used in) operating activities (item 1.9 above)	<662>	<2,336>
4.3	Net cash from / (used in) investing activities (item 2.6 above)	<188>	<3,900>

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	<9>	8,772
4.5	Effect of movement in exchange rates on cash held		
4.6	Cash and cash equivalents at end of quarter	3,130	3,130

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	3,128	3,988
5.2	Call deposits		
5.3	Bank overdrafts		
5.4	Other – Petty Cash	2	1
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	3,130	3,989

6. Payments to directors of the entity and their associates

	Current quarter \$A'000
6.1 Aggregate amount of payments to these parties included in item 1.2	62
6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	Nil
6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2	

All payments were made for Directors Fees or in respect of contractual arrangements as previously disclosed in Section 9 of the Prospectus dated 24th November 2016.

7. Payments to related entities of the entity and their associates

	Current quarter \$A'000
7.1 Aggregate amount of payments to these parties included in item 1.2	66
7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3	Nil
7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2	

All payments were made in respect of contractual arrangements as previously disclosed in Section 9 of the Prospectus dated 24 November 2016.

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	500	500
8.2 Credit standby arrangements	Nil	Nil
8.3 Other (please specify)	Nil	Nil

Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.

Finance Facility made available to Bidgee Fresh Pty Ltd, a subsidiary of the Company.

The Following excludes revenue from Fish or Cage sales

9. Estimated cash outflows for next quarter	\$A'000
9.1 Research and development	-
9.2 Product manufacturing and operating costs	150
9.3 Advertising and marketing	60
9.4 Leased assets	10
9.5 Staff costs	180
9.6 Administration and corporate costs	100
9.7 Other (provide details if material)	
9.8 Total estimated cash outflows	500

10. Acquisitions and disposals of business entities (items 2.1(b) and 2.2(b) above)	Acquisitions	Disposals
10.1 Name of entity	N/A	N/A
10.2 Place of incorporation or registration		
10.3 Consideration for acquisition or disposal		
10.4 Total net assets		
10.5 Nature of business		

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Sign here:



Chairman

Date:31 July 2017.....

Print name:Ross Anderson.....

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 that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.