

COSTARELLA DESIGN LIMITED

ABN 42 091 559 125

Appendix 4D – Half Year Report

1. THE CURRENT REPORTING PERIOD IS THE HALF-YEAR ENDED 31 DECEMBER 2008 AND THE PREVIOUS CORRESPONDING PERIOD IS FOR THE HALF-YEAR ENDED 31 DECEMBER 2007.
2. RESULTS FOR ANNOUNCEMENT TO THE MARKET:

	31 December 2008	31 December 2007	% Change
2.1 Revenue from continuing operations	566,404	538,946	+ 5%
2.2 Loss from continuing operations after income tax expense.	954,407	711,806	+34%
2.3 Total loss attributable to members of Costarella Design Limited.	954,407	711,806	+34%
2.4 Amount per security and franked amount per security of interim dividend.	No interim dividends have been paid or provided for during the period		
2.5 Record date for determining entitlements to the dividends and payment date.	Not applicable		
2.6 Brief explanation of any of the figures in 2.1 to 2.4 necessary to enable the figures to be understood.	See the Directors' Report in the Half Year Accounts concurrently released to the ASX.		

3. NET TANGIBLE ASSETS PER SECURITY

	31 December 2008	31 December 2007
	Cents	Cents
Net tangible assets per security	-\$0.0111	\$0.0082

4. GAIN OR LOSS OF CONTROL OVER ENTITIES

There were no entities over which control was gained or lost during the half-year ended 31 December 2008.

5. DIVIDEND PAYMENTS

There were no planned or actual dividend or distribution payments.

6. DIVIDEND REINVESTMENT PLANS

There are no dividend or distribution reinvestment plans in operation.

7. ASSOCIATES AND JOINT VENTURES

Not applicable.

8. FOREIGN ENTITIES

Not applicable.

9. AUDIT DISPUTE OR QUALIFICATION

The auditor has included an "emphasis of matter" paragraph in their report regarding the material uncertainty surrounding the consolidated entity's ability to continue as a going concern. Also refer to Note 1 of the financial report for the half-year ended 31 December 2008 concurrently released to the ASX.

For and on behalf of the Directors

A handwritten signature in black ink, reading "S Di Giacomo". The signature is written in a cursive, flowing style.

Sam Di Giacomo
Non-Executive Director
Contact 0416 920 449
ASX:CLD

Perth, 25 February 2009