
ASX ANNOUNCEMENT (ASX: ANO)

16 APRIL 2009

REPORT FOR THIRD QUARTER FY09

Antaria Limited today released its sales data and cash report for the quarter ended 31 March 2009.

Customer Sales

Sales to customers were \$658,165 (unaudited) for the quarter, up 28% compared to \$513,038 for the corresponding period last year (March 2008).

Sales of Personal Care products were \$444,575 (unaudited) for the current quarter, compared to \$499,412 for the March 2008 quarter. Year to date Personal Care sales totalled \$1,859,040 (unaudited), an increase of 2% from the March 2008 year to date Personal Care sales of \$1,824,272 with a strong fourth quarter outlook.

For Industrial and Environmental products, the March 2009 quarter also included shipment of the first volume order of Cercat™ diesel fuel additive to Energenics.

Antaria's order book for the remainder of the financial year is strong, with orders in hand totalling over AU\$1 million as at the date of this report. Orders for Antaria's ZinClear® suncare range dominate this total and anticipated customer launches in the North American market are expected to continue to support solid growth in Personal Care sales.

During the quarter Antaria's resources have been focussed on preparing for large volume suncare orders, including efforts to significantly expand ZinClear® production capacity and preparation for the production scale-up of new ZinClear-IM™ variants, in particular the new dispersion of zinc oxide in natural Jojoba oil.

In March 2009, Antaria also continued its expansion of its European distribution network with the appointment of Bregaglio Srl as distributor in Italy and Greece of its ZinClear-IM™ range of suncare dispersions. Bregaglio, with headquarters in Milan, has been a leading distributor of personal care ingredients in Italy and Greece for over 25 years and complements the December 2008 appointment of Comercial Química Massó, S.A for key Western European territories including France, Spain, and Switzerland as well as an expansion of coverage into some significant Eastern European territories including Poland, Czech Republic, and Hungary. Antaria is also currently formalising distribution arrangements in the UK, Germany and Scandinavia.

Cash Balance

Antaria's cash balance at the end of the quarter was \$2,304,059 (unaudited), a net increase of \$131,209 compared to \$2,173,340 as at 31 December 2008.

Key contributors to the cash movement for the quarter were:

- A placement of \$428,000 in February 2009 to existing shareholders and directors of Antaria;
- Cash receipts from customers of \$942,643 for the quarter compared with \$733,159 for the December 2008 quarter. Antaria had approximately \$150,000 in trade debtors outstanding at the end of the quarter;
- Grant income receipts of \$161,048 in relation to the Company's Commercial Ready Grant;

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- Total cash staff costs of approximately \$618,000 for the quarter compared to approximately \$778,000 for the corresponding quarter last financial year (March 2008); and
 - Other working capital payments totalled \$768,919 (\$538,621 for the December 2008 quarter). The March quarter included payments for raw materials totalling approximately \$217,000.

Bruce Cameron, Executive Chairman of Antaria, stated “We are increasingly confident about the future market potential for our ZinClear[®] product range for use in beach wear, daily wear and colour cosmetics formulations. The Company is focused on preparing for anticipated customer launches in the near term and is directing its cash resources and personnel accordingly. The ongoing support shown by our shareholders and directors in the recent placements, along with the extremely positive signs from our distribution network, is driving us to ensure we realise the potential that is now in front of us.”

About Antaria

Antaria Limited develops, manufactures and sells a range of advanced metal oxide powders and dispersions worldwide. Antaria's products are marketed under five parent brands, **ZinClear[®]** – broad spectrum, mineral-only UV filters in cosmetic emollients used for sunscreen, skincare, and pharmaceutical formulations that allow SPF 30+ sunscreens containing only zinc oxide as the UV absorber; **Alusion[®]** – plate-shaped particles used to enhance colour cosmetics formulations to mask wrinkles and fine lines; **AlPearl[™]** – alumina particles for industrial pigment applications; **Cercat[™]** – cerium oxide particle dispersion used in diesel fuel applications; and **NanoZ[™]** – zinc oxide additives that allow stable UV absorber performance for coatings and plastics.

For Further Information:

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