



ABN: 85 003 622 866

Clover Corporation Limited

ASX Appendix 4D

Half Year Financial Report

31 December 2007

Lodged with the ASX under Listing Rule 4.2A

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Reporting Period *(Appendix 4D item 1)*

The reporting period is the half-year ended 31 December 2007 with the previous corresponding period to 31 December 2006.

Results for Announcement to the Market

(Appendix 4D item 2)

		% Change	Amount of Change \$'000		\$ '000
Revenue from ordinary activities <i>(Appendix 4D item 2.1)</i>	Up	21.80%	1,788	to	9,989
Profit/(loss) from ordinary activities after tax attributable to members <i>(Appendix 4D item 2.2)</i>	Up	756%	605	to	685
Net profit/(loss) for the period attributable to members <i>(Appendix 4D item 2.3)</i>	Up	756%	605	to	685

Dividends/distributions <i>(Appendix 4D item 2.4)</i>	Amount per security	Franked amount per security
Final dividend – 30 June 2007	Nil	Nil
Interim dividend – 31 December 2007	Nil	Nil

Record date for determining entitlements to the dividend:
(Appendix 4D item 2.5)

N/A

Explanation of Operating Results *(Appendix 4D item 2.6)*

For a further explanation of the half-year's operating result, please refer to the Directors' Report in the financial report for the half year ended 31 December 2007.

NTA Backing *(Appendix 4D item 3)*

	31/12/2007	31/12/2006
Net tangible asset backing per ordinary share after tax	12.95 cents	13.81 cents

Controlled entities acquired or disposed of *(Appendix 4D item 4)*

Disposed entities

No entity was disposed of during the half-year ended 31 December 2007.

Acquired entities

No entity was acquired during the half-year ended 31 December 2007.

Additional dividend/distribution information *(Appendix 4D item 5)*

There were no dividends and or distributions declared and or paid by Clover Corporation Limited during or subsequent to the half year period ended 31 December 2007.

Dividend reinvestment plans (“DRP”) *(Appendix 4D item 6)*

There are no dividends or distribution reinvestment plans as at 31 December 2007.

Associates and Joint Venture entities *(Appendix 4D item 7)*

Details of shares and results in associates:

	Interest in Associates	31 December 2007 \$000	31 December 2006 \$000
a) JSR Clover Limited	50%		
- share of net assets		-	-
- share of results		-	-
b) Future Food Ingredients Pty Limited	50%		
- share of net assets		3,712	3,570
- share of net loss		(160)	(342)

Foreign Accounting Standards *(Appendix 4D item 8)*

N/A

Independent Review Report *(Appendix 4D item 9)*

Refer to the attached Clover Corporation Limited 31 December 2007 Half-Year Report for the Independent Review Report to the Members of Clover Corporation Limited.



CLOVER CORPORATION
LIMITED

ABN 85 003 622 866

REPORT
FOR THE HALF YEAR ENDED 31 DECEMBER 2007

CLOVER CORPORATION LIMITED
ABN 85 003 622 866

CORPORATE DIRECTORY

Directors

Peter R. Robinson	Non-Executive Director & Chairman
David E. Wills	Non-Executive Director
Peter J. Lancaster	Non-Executive Director (Resigned 30 November 2007)
Guy H. Drummond	Non-Executive Director
Dr Ian L. Brown	CEO & Managing Director

Secretary

Ian D. Bloodworth

Registered Office

Level 1
160 Pitt Street Mall
Sydney 2000
NSW
Telephone: (02) 9232 7166
Facsimile: (02) 9233 1025

Auditors

Lawler Partners
Level 9
1 O'Connell Street
Sydney NSW 2000

Share Registry

Computershare Investor Services Pty Limited
60 Carrington Street
Sydney 2000

Australian Stock Exchange Code

Ordinary Shares CLV

Website

<http://www.clovercorp.com.au>

DIRECTORS' REPORT

The directors of Clover Corporation Limited (the Company) present the following report for the six months to 31 December 2007.

Directors

The names of directors who held office during the whole of the half-year and up to the date of this report are as follows unless otherwise stated:

Peter R Robinson
Peter J Lancaster (Resigned 30 November 2007)
David E Wills
Guy H Drummond
Ian L Brown

Review of Operations

Clover Corporation Limited ("Clover") has reported a net profit after tax attributable to members for the first half of FY08 to 31st December 2007 of \$685,000 (2007: \$80,000) an increase of 756%. Sales for the same period increased 24.4% to \$9.4m.

During the first half restructuring within Clover has continued with its acquisition of the remaining 30% equity in Nu-Mega on the 30 November 2007. Clover has taken over the management of Nu-Mega and is now exploring further opportunities to increase sales activity in the America's and Europe.

During the past six months further work has been conducted on a number of projects designed to improve the company's strength and competitiveness, namely;

- Oil Quality – Modifications have been made to the Altona manufacturing refinery to increase its capacity.
- Product Range & Microencapsulation technology – The continuing product development program has yielded a new microencapsulated Hi-DHA powdered ingredient that has now been commercially released in baked foods under the tradename "ThermoMax™". The broader application of this new encapsulated ingredient system is currently being evaluated in other foods.
- Sales – In December 2007, after a number of years work on formulation and stability, Nu-Mega Ingredients Pty Limited obtained a 5 year renewable contract with Mead Johnson & Company USA to supply 50% of Mead Johnson's needs for Hi-DHA tuna fish oil and microencapsulated Hi-DHA dried form powder in product applications for children greater than 12 months of age. Sales have already commenced into South East Asia and significant forward orders have been received.

DIRECTORS' REPORT (Continued)

The improved sales performance in the first half of FY08 was due to a number of new product launches including omega³ enriched fruit juices in Australia, biscuits and cereal products containing omega³ in Asia and initial supply of oils into the supplement market. However infant formula still represents the major use of the company's Hi-DHA tuna oil powders where sales into Asia, particularly Indonesia, have been strong during the period under review. The company has recently commenced supply into Vietnam's major infant formula manufacturer.

Future Food Ingredients Pty Ltd ("FFI") is Clover's Joint Venture with Austgrains Pty Ltd which (50:50) was formed to commercialise a new technology to produce bland flavoured soy ingredients manufactured from non-GM soybeans. FFI sales for the six months period to December'07 were \$1.4m. Clover's share of the joint venture loss was \$160,000 which was less than the budgeted loss reflecting the increased pace of commercial activity. This result compares favourably with last years's reported loss of \$342,000 for the same period.

The drought followed by floods in some of the main soybean growing areas has meant that soybean availability and prices will be limited in the current season however FFI has secured a high proportion of its requirements for the coming year and is well placed to meet customer demand over the next twelve months.

For more information please refer to;

www.clovercorp.com.au

www.nu-mega.com

www.dha-in-mind.com

www.omega-3centre.com

www.goedomega3.com

DIRECTORS' REPORT (Continued)

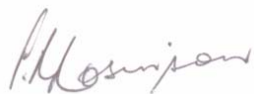
Rounding of Amounts

The economic entity has applied the relief available to it in ASIC Class Order 98/0100 and accordingly amounts in the financial report and the directors' report have been rounded off to the nearest thousand dollars, unless otherwise stated.

Auditors Independence Declaration

The lead auditor's independence declaration for the half-year ended 31 December 2007 has been received and is on the following page.

This report is signed in accordance with a resolution of the directors.



Peter Robinson
Director
Sydney

Date: 27 February 2008

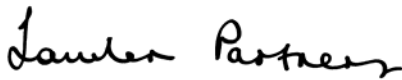
**Clover Corporation Limited
Half Year ended 31 December 2007**

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE
CORPORATIONS ACT 2001**

TO THE DIRECTORS OF CLOVER CORPORATION LIMITED

I declare that, to the best of my knowledge and beliefs, during the half year ended 31 December 2007 there have been:

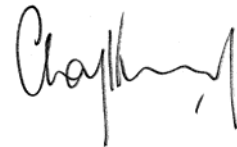
- i) no contraventions of the auditor's independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- ii) no contraventions of any applicable code of professional conduct in relation to the audit.



LAWLER PARTNERS
Chartered Accountants

Sydney

Date: 27 February 2008



CLAYTON HICKEY
Partner

CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE HALF YEAR TO 31 DECEMBER 2007

	Notes	Half-year ended 31 Dec 2007 \$'000	Half-year ended 31 Dec 2006 \$'000
Revenue			
Revenue from operating activities		9,438	7,586
Other income		551	615
		9,989	8,201
Total revenue			
	2	9,989	8,201
Expenses			
Cost of goods sold		(6,216)	(4,862)
Sales and marketing expenses		(1,032)	(1,153)
Administration and corporate expenses		(1,035)	(946)
Research and product development		(377)	(475)
Share of net loss of associate accounted for using equity accounting	7(b)	(160)	(342)
		(8,820)	(7,778)
Total expenses			
		1,169	423
Profit before income tax			
Income tax expense		(244)	(239)
		925	184
Profit from continuing operations			
Profit for the half-year		925	184
Profit attributable to minority interests		(240)	(104)
		685	80
Profit attributable to members of Clover Corporation Limited			
Earnings per shares (EPS)			
Basic earnings per share (cents per share)		0.41	0.05
Diluted earnings per share (cents per share)		0.41	0.05

This Income Statement should be read in conjunction with the accompanying notes.

Clover Corporation Limited
Half Year ended 31 December 2007

CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 DECEMBER 2007

	Notes	Half-year ended 31 Dec 2007 \$'000	Full year ended 30 June 2007 \$'000
CURRENT ASSETS			
Cash and cash equivalents		9,259	10,960
Receivables		3,561	4,663
Inventories		4,795	3,199
Other		118	97
TOTAL CURRENT ASSETS		17,733	18,919
NON-CURRENT ASSETS			
Receivables		1,618	2,112
Investments accounted for using equity method		3,623	3,290
Investments in listed entities		6	6
Property, plant and equipment		1,862	1,920
Intangibles		1,974	73
Deferred tax assets		47	47
TOTAL NON-CURRENT ASSETS		9,130	7,448
TOTAL ASSETS		26,863	26,367
CURRENT LIABILITIES			
Payables		3,016	2,161
Current tax payables		122	270
Provisions		309	168
TOTAL CURRENT LIABILITIES		3,447	2,599
NON-CURRENT LIABILITIES			
Provisions		-	100
TOTAL NON-CURRENT LIABILITIES		-	100
TOTAL LIABILITIES		3,447	2,699
NET ASSETS		23,416	23,668
EQUITY			
Contributed equity	5	32,920	32,920
Accumulated losses	6	(9,504)	(10,189)
Parent entity interest		23,416	22,731
Minority interest		-	937
TOTAL EQUITY		23,416	23,668

This Balance Sheet should be read in conjunction with the accompanying notes.

Clover Corporation Limited
Half Year ended 31 December 2007

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR TO 31 DECEMBER 2007

	Share Capital	Retained Loss	Attributable to equity holders of the parent	Minority Interest	Total
Balance at 1 July 2006	32,920	(10,824)	22,096	665	22,761
Profit for the period	-	80	80	104	184
Balance at 31 December 2006	32,920	(10,744)	22,176	769	22,945
Balance at 1 July 2007	32,920	(10,189)	22,731	937	23,668
Profit for the period	-	685	685	240	925
Dividend paid	-	-	-	(1,042)	(1,042)
Decrease in minority interest	-	-	-	(135)	(135)
Balance at 31 December 2007	32,920	(9,504)	23,416	-	23,416

This Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Clover Corporation Limited
Half Year ended 31 December 2007

CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE HALF YEAR TO 31 DECEMBER 2007

	Half-year ended 31 Dec 2007 \$'000	Half-year ended 31 Dec 2006 \$'000
Cash flows related to operating activities		
Receipts from customers	11,305	7,618
Payments to suppliers and employees	(9,806)	(8,062)
Interest received	361	299
Borrowing costs paid	-	-
Income tax paid	(392)	(175)
Net cash (used in)/provided by operating activities	1,468	(320)
Cash flows related to investing activities		
Payment for purchases of plant and equipment	(86)	(403)
Payments for patents and trademarks	-	-
Payment for investment in listed securities	-	-
Loan to associate	-	-
Payments for investment	(2,041)	-
Net cash used in investing activities	(2,127)	(403)
Cash flows related to financing activities		
Proceeds from issues of shares	-	-
Dividends paid by related party	(1,042)	-
Net cash provided by financing activities	(1,042)	-
Net decrease in cash held	(1,701)	(723)
Cash at beginning of period	10,960	11,016
Cash at end of period	9,259	10,293

This Cash Flow Statement should be read in conjunction with the accompanying notes.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF YEAR TO 31 DECEMBER 2007

1. Significant accounting policies

Statement of Compliance

This financial report for the half-year ended 31 December 2007 is a general purpose financial report prepared in accordance with the requirements of the Corporations Act 2001, Accounting Standard AASB 134: Interim Financial Reporting, Urgent Issues Group Consensus Views and other authoritative pronouncements of the Australian Accounting Standards Board.

The half-year financial report does not include notes of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the income statement, balance sheet and cash flow statement of Clover Corporation Limited and its controlled entities as the full financial report. It is recommended that this half-year financial report be read in conjunction with the annual financial report for the year ended 30 June 2007 and any public announcements made by Clover Corporation Limited and its controlled entities during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001.

Basis of preparation

The financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of consideration given in exchange for assets. All amounts are presented in Australian dollars unless otherwise noted.

The economic entity has applied the relief available to it in ASIC Class Order 98/0100 and accordingly amounts in the financial report and the directors' report have been rounded off to the nearest thousand dollars, unless otherwise stated.

The accounting policies and methods of computation have been consistently applied by the entities in the economic entity and are consistent with those applied in the 30 June 2007 annual report and the corresponding interim reporting period unless otherwise stated.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF YEAR TO 31 DECEMBER 2007 (continued)

2. Profit before income tax expense

Profit before income tax expense includes the following items of income and expense which, together with other disclosures in this report are relevant in explaining the financial performance for the half-year:

	Half-year ended 31 Dec 2007 \$'000	Half-year ended 31 Dec 2006 \$'000
Revenue		
Sales of goods	9,438	7,586
Government Grant	75	151
Interest revenue	456	394
Other	20	70
Total Revenue	9,989	8,201
Expenses		
Cost of good sold	(6,216)	(4,862)
Depreciation and amortisation expenses	(43)	(124)

3. Contingent liabilities

Bank guarantee	350	350
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Clover Corporation Limited has provided a limited cross guarantee (secured by a floating charge on its assets) to its controlled entity Nu-Mega Ingredients Pty Limited. There are no other contingent liabilities.

4. Events subsequent to reporting date

No events have occurred subsequent to balance date which would materially affect the half-year financial report.

5. Contributed equity

	Half-year ended 31 Dec 2007 \$'000	Half-year ended 31 Dec 2006 \$'000
Issued and paid-up capital		
165,181,696 (2006: 165,181,696) ordinary shares, fully paid	32,920	32,920
Movements in ordinary share capital:		
Balance at the beginning of the reporting period	32,920	32,920
Shares issued resulting from share options exercised during the period	-	-
Balance at the end of the reporting period	32,920	32,920

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF YEAR TO 31 DECEMBER 2007 (continued)

6. Accumulated losses

	Half-year ended 31 Dec 2007 \$'000	Half-year ended 31 Dec 2006 \$'000
Accumulated losses at the beginning of the period	(10,189)	(10,824)
Net profit attributable to members	685	80
Accumulated losses at end of the financial period	(9,504)	(10,744)

7. Associates

Details of shares and results in associates:

	Interest in Associates	31 December 2007 \$000	31 December 2006 \$000
a) JSR Clover Limited	50%		
- share of net assets		-	-
- share of results		-	-
b) Future Food Ingredients Pty Limited	50%		
- share of net assets		3,712	3,570
- share of net loss		(160)	(342)
- loan from Clover Corporation Ltd		1,618	2,112

The working capital loan from Clover Corporation is charged 9% interest per annum and is payable when Future Food Ingredients Pty Ltd has the surplus cash flows.

8. RELATED PARTY TRANSACTIONS

Arrangements with related parties continue to be in place. For details on these arrangements, refer to the 30 June 2007 annual financial report.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF YEAR TO 31 DECEMBER 2007 (continued)

9. Segment information

Primary Reporting – Business Segments

	Soy Production		Tuna Oil and DHA product refinement, development and supply		Investment/ Treasury		Economic Entity	
	2007 \$000	2006 \$000	2007 \$000	2006 \$000	2007 \$000	2006 \$000	2007 \$000	2006 \$000
Revenue								
Sales Revenue			9,438	7,586	-	-	9,438	7,586
Share of net profits of equity accounted associate	(160)	(342)						
Other revenue			95	221	456	394	551	615
Total segment revenue			9,533	7,807	456	394	9,989	8,201
Total revenue consolidated							9,989	8,201
Results								
Segment result	(160)	(342)	784	346	456	394	1,080	398
Net of unallocated revenue							89	25
Profit from ordinary activities before income tax expense							1,169	423
Income tax expense							(244)	(239)
Profit for the half year							925	184

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Clover Corporation Limited, I state that:

In the opinion of the directors:

(a) the financial statements and notes of the consolidated entity as set out in this financial report:

1. giving a true and fair view of the consolidated entity's financial position as at 31 December 2007 and of its performance for the half year ended on that date; and
2. complying with Accounting Standards and the Corporations Regulations 2001; and

(b) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

On behalf of the Board



Peter R Robinson
Director

Sydney
27 February 2008

**Clover Corporation Limited
Half Year ended 31 December 2007**

**INDEPENDENT REVIEW REPORT
TO THE MEMBERS OF
CLOVER CORPORATION LIMITED**

STATEMENT

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Clover Corporation Limited is not in accordance with:

- (a) the Corporations Act 2001, including:
- (i) giving a true and fair view of the company's financial position as at 31 December 2007 and of its performance for the half-year ended on that date; and
 - (ii) complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and
- (b) other mandatory professional reporting requirements in Australia.

SCOPE

The financial report and directors' responsibility

The financial report comprises the condensed consolidated income statement, condensed consolidated balance sheet, condensed consolidated statement of changes in equity, condensed consolidated statement of cash flows and notes to the condensed consolidated financial statements, and the directors' declaration for Clover Corporation Limited for the half-year ended 31 December 2007. The consolidated entity comprises both Clover Corporation Limited (the company) and the entities it controlled during that half-year.

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Professional Standards
Legislation.*

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INDEPENDENT REVIEW REPORT (Continued)

The directors of the company are responsible for the preparation and true and fair presentation of the financial report in accordance with the Corporations Act 2001. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for accounting policies and accounting estimates inherent in the financial report.

Review approach

We have performed an independent review in order for the company to lodge the financial report with the Australian Securities and Investments Commission and the Australian Stock Exchange Limited. Our review has been conducted in accordance with Australian Auditing Standards applicable to review engagements.

We performed procedures in order to state whether on the basis of the procedures described, anything has come to our attention that would indicate the financial report does not present fairly, in accordance with the Corporations Act 2001, Accounting Standard AASB 134; Interim Financial Reporting and other mandatory financial reporting requirements in Australia, a view which is consistent with our understanding of the consolidated entity's financial position, and its performance as represented by the results of its operations and cash flows.

We formed our statement on the basis of the review procedures performed, which included:

- (a) inquiries of company personnel
- (b) analytical procedures applied to data

When this review report is included in a document containing information in addition to the financial report, our procedures include reading the other information to determine whether it contains any material inconsistencies with the financial report.

These procedures do not provide all the evidence that would be required in an audit, thus the level of assurance provided is less than given in an audit. We have not performed an audit, and accordingly, we do not express an audit opinion.

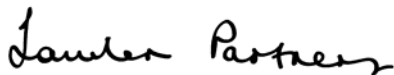
INDEPENDENT REVIEW REPORT (Continued)

While we consider the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our review was not designed to provide assurance on internal controls.

Our review did not involve an analysis of the prudence of decisions made by directors or management.

Independence

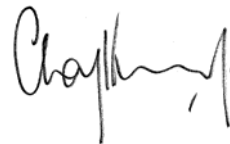
In conducting our review, we followed applicable independence requirements of the Australian professional ethical pronouncements and the Corporations Act 2001.



LAWLER PARTNERS
Chartered Accountants

Sydney

Date: 27 February 2008



CLAYTON HICKEY
Partner