

NUTRACEA
Form 424B3
December 07, 2007

Filed Pursuant to Rule 424(b)(3)
Registration No. 333-141744

**PROSPECTUS SUPPLEMENT No. 2
DATED DECEMBER 7, 2007
TO PROSPECTUS DATED
May 16, 2007 OF**

NUTRACEA

**32,050,000 SHARES
COMMON STOCK**

The final prospectus of NutraCea dated May 16, 2007, as amended by prospectus supplement dated May 16, 2007 and prospectus supplement dated November 15, 2007, is supplemented to include the following updated information:

Selling Security Holders Table

The “Selling Security Holders” table contained in the final prospectus dated May 16, 2007 is updated to reflect a transfer to the Fort Mason Master LP of warrants to purchase a total of 300,000 shares of NutraCea common stock warrants immediately exercisable. These shares were previously held beneficially by Nite Capital, LP. Percentage of beneficial ownership is based on approximately 142,776,599 shares of common stock outstanding as of November 2, 2007.

Name of Selling Shareholder	Common Shares	Common Shares	Common Shares	
	Beneficially Owned Prior to Offering	Offered by this Prospectus	Beneficially Owned After Offering	Percentage
Fort Mason Master LP (4)	2,535,570	2,253,840	281,730	*
Fort Mason Partners LP (4)	164,430	146,160	18,270	*

* Represents holdings of less than one percent

(4) The shares listed herein are owned by Fort Mason Master, L.P. and Fort Mason partners, L.P. (collectively, the “Fort Mason Funds”). 1,033,010 shares of common stock underlying warrants immediately exercisable are held of record by Fort Mason Master, L.P. and 66,990 of common stock underlying warrants immediately exercisable are held of record by Fort Mason Partners, L.P. Fort Mason Capital, LLC serves as the general partner of each of the Fort Mason Funds and, in such capacity, exercises sole voting and investment authority with respect to such shares. Mr. Daniel German serves as the sole managing member of Fort Mason Capital, LLC. Fort Mason Capital, LLC and Mr. German disclaim beneficial ownership of the shares, except to the extent of its or his pecuniary interest, if any. In addition, reported ownership includes shares registered under Registration Number 333-129839.

