

ANNOUNCEMENT



SEA: NZX and Media Release

2 October 2015

Successful Rights Offer for SeaDragon Limited

SeaDragon raises a total of \$10.009 million under its Rights Offer, Shortfall Bookbuild and additional placement

As previously announced, SeaDragon is delighted to confirm that it has raised the maximum \$9,009,140 from its three-for-five rights offer and shortfall bookbuild, and an additional \$1,000,000 by placing 125,000,000 shares and options to a number of qualifying wholesale investors.

Accordingly, SeaDragon will issue a total of 1,251,142,517 shares and 1,251,142,517 options.

This capital will be used to assist with the completion of SeaDragon's new Omega-3 plant in Nelson, add a fractionation plant to that facility (leading to a higher value, higher quality product), upgrade the existing Omega-2 plant, pay the costs of the offer and meet the company's working capital requirements.

The newly issued shares are expected to commence trading today.

The Board of SeaDragon thanks our shareholders for their continuing support of the company.

Allotment of securities

For the purposes of Rule 7.12.1 of the NZX Main Board Listing Rules, SeaDragon advises that the following securities have been issued:

	Shares	Options
a) Class of security:	Ordinary Shares	Options to acquire ordinary shares
ISIN:	NZRSAE0001S1	N/A
b) Number issued:	1,251,142,517	1,251,142,517
c) Issue Price:	0.008 per Share and Option	
d) Payment terms:	Cash, pursuant to the Rights Offer, Shortfall Bookbuild and additional placement	

	Shares	Options
e) Amount paid up:	In full	Amount to be paid on exercise
f) Principal terms of the security:	As set out in the offer document released on 18 August 2015	
		Exercise price of \$0.015 per Option.
g) Percentage of total class issued:	40% of the total shares on issue post-allotment	100%
h) Reason for issue:	Pro rata renounceable 3 for 5 Rights Offer and subsequent shortfall bookbuild, pursuant to an offer document released on 18 August 2015 and additional placement	
i) Authority for issue:	Board resolution	
j) Terms of issue:	The shares will rank equally in all respects with existing ordinary shares of the company.	The shares issued on the exercise of the options will rank equally in all respects with existing ordinary shares of the company.
k) Total number of securities after issue:	3,128,046,711	1,251,142,517
l) Treasury stock:	N/A	N/A
m) Date of issue:	2 October 2015	

Comvita

For the purposes of Rule 7.14 of the NZX Main Board Listing Rules, SeaDragon advises that there was an under subscription under the Rights Offer. However, as previously announced, the offer was partially underwritten by Comvita Limited, which assured the successful completion of the Rights Offer and resulted in 410,987,830 shares and 410,987,830 options being taken up by Comvita under the shortfall bookbuild representing an aggregate investment of \$3,287,902.64 for 13.14% of the issued and outstanding ordinary shares (and 18.77% on a fully diluted basis assuming the exercise of all 1,251,142,517 options issued as part of the rights offer).

Conversion of convertible notes

As provided in the offer document, the convertible notes issued to existing shareholder BioScience Managers (One Funds Management Limited) convert into ordinary shares in the company today.

For the purposes of Rule 7.12.9 of the NZX Main Board Listing Rules, SeaDragon advises of the following conversion of convertible notes on 2 October 2015:

a) Number and class of securities converted:	2,500,000 convertible notes and accrued interest converted into 325,393,835 ordinary shares and options in the company.
b) Interest of dividend conditions attached to the securities converted:	Accrued interest of 18% per annum on outstanding notes (reducing to 13% per annum following shareholder approval obtained at the Annual Meeting on 17 September 2015), which interest was converted as per (a) above.
c) Number of securities of the same class remaining to be converted:	None.

For further information contact:

Colin Groves

Chairman

Tel: +64 21 928 003

About SeaDragon www.seadragon.co.nz

SeaDragon (NZX:SEA) is New Zealand's largest refiner and blender of high-quality, internationally certified concentrated fish oils and fractions, including Omega-3 oils. Our oils are sourced from fish caught in the clean and pure waters around New Zealand, in the Southern Ocean, and elsewhere. We have more than 20 years' experience processing fish oils and we are recognised for the quality and purity of our products. We supply health supplement manufacturers around the world to meet the burgeoning demand for pure, high-quality fish oils, which are scientifically proven to deliver significant human health benefits such as lowering the risk of heart disease, improving brain function and joint health. The majority of our supply is exported.