



NZX and Media Release

9 September 2016

Notification of issue of securities

For the purposes of Listing Rules 7.3.6 and 7.12.1 of the NZX Main Board Listing Rules, SeaDragon Limited (NZX:SEA) (the **Company**) advises that the following securities have been issued pursuant to an employee share option scheme dated July 2016:

- (a) Class of security: Options to acquire ordinary shares
ISIN: Not applicable
- (b) Number issued: 40,000,000
- (c) Issue price: Nil
- (d) Payment in cash: N/A (nil consideration is payable for the issue of the Options)
- (e) Amount paid up: N/A (nil)
- (f) Principal terms of the Securities: Options issued under Listing Rule 7.3.6 pursuant to an employee share option scheme dated July 2016 on the terms of issue set out below.
- (g) Percentage of total Class of Securities issued: The Options issued comprise 31.25% of the total issued Securities of that Class.
- (h) Reason for issue: Issue of Options pursuant to an employee share option scheme.
- (i) Authority for the issue: Board resolutions, Listing Rule 7.3.6 and section 49 of the Companies Act 1993.
- (j) Terms of the issue: As set out below and otherwise as set out in an offer letter entered into with the participant and the share option scheme rules:
 - any shares issued on exercise of the Options will rank equally in all respects with existing ordinary shares in the Company;
 - Options are exercisable in two tranches prior to 5:00pm on 31 July 2019; and
 - Options may be exercised by the participant for an exercise price equal to \$0.0106 per share.
- (k) Total number of securities of the class in existence after the issue: 128,000,000.
- (l) Treasury stock: Not applicable
- (m) Date of issue: 30 August 2016