



18 June 2021

**Issue of Mandatory Convertible Loan Note and Change in Code Company Status**

SeaDragon announces today that, due to a modest increase in orders for refined oils forcing an increase in working capital requirements, the company has reached agreement with its majority shareholder Pescado to:

- 1) issue a \$500k Mandatory Convertible Loan Note that, unless previously repaid or converted, matures in two years from the date of issue (i.e. on or about 1 July 2023). On maturity, unless SeaDragon is in default or insolvent, the outstanding amount under the Mandatory Convertible Loan Note will automatically convert into ordinary shares in SeaDragon at a conversion price of 4.5 cents per share. The Mandatory Convertible Loan Note has an interest rate of 10% per annum, although SeaDragon may elect to capitalise (rather than repay) interest; and
- 2) extend the repayment date of the existing loan facility with Pescado from 31 December 2021 to 31 December 2022.

Separately, SeaDragon confirms that it will cease to be a “Code Company” for the purposes of the Takeovers Code on 30 June 2021, being 12 months after the Company delisted from the NZX Main Board.

Bryan Mogridge

Executive Chairman