



19 July 2022

### **Release of Audited Financial Statements for the Year Ended 31 March 2022**

During the 2022 financial year SeaDragon has continued its focus on higher value omega 3 oil-based products, but progress has been frustrated by continued covid induced supply chain delays and costs plus the inability to travel to overseas markets.

The company's revenue increased by 17%, \$775k but the cost of sales increased as a percentage compared to last year unfortunately producing a gross loss of \$1,232k compared to last year's gross loss of \$933k.

Other operating costs were generally in line with last year except this year there was a need to impair property plant and equipment by \$1,671k contributing to the overall loss after tax of \$5,123k, \$1,989k worse than last year.

SeaDragon received considerable and vital capital support from its majority shareholder Pescado providing \$2.5m with \$0.5m convertible notes and \$2m loans. Also, since balance date Pescado has provided a further \$1m in loans. The Directors are very appreciative of this solid support from Pescado.

#### Outlook:

As previously stated SeaDragon needs to build higher value and higher margin products to have any chance of reaching a profitable state. To date there has been reasonable progress in that direction, but the headwinds provided by difficulties in gaining access to high quality raw materials, overcoming the frustration of global supply chain disruption and the need to build market demand based on the inability to travel to overseas markets will no doubt hinder progress and require more capital to cover working capital and costs relating to such delays.

For further information, contact:

**Bryan Mogridge**  
Executive Chairman

+64 21 931 355