



ASX Announcement | 21 June 2022

Seafarms Group Limited (ASX: SFG)

SFG ASX Announcement No: 732

Project Sea Dragon Update

Seafarms Group Limited (ASX: SFG) today announced a thorough assessment of the key challenges, development path and opportunities for Project Sea Dragon. The assessment will re-examine a number of matters raised in the Project Sea Dragon Review Investor Briefing 31 March 2022 (SFG ASX No. 723) and is to be completed in Q4 CY2022.

Project Sea Dragon is a greenfield project to build one of the world's largest prawn farms and associated infrastructure capable of producing up to 180,000 tonnes of fresh and frozen product for domestic and export markets.

Seafarms CEO Rod Dyer said that based on our initial work, the company continues to believe in the future of Project Sea Dragon and will now undertake a more detailed assessment. This work will include:

- Engagement of independent consultants to provide fact-based advice on key risks identified for the Project.
- Study visits of effective large scale prawn farms, hatcheries and packing plants in central America where the use of 10 Ha ponds and larger is common.
- engagement with key stakeholders including government, landowners, staff, Indigenous groups, and contractors.
- Rebasing of cost structures and financial management for the project.

Since being appointed CEO on 20 May 2022, Mr Dyer has focussed on establishing current status of operations and the project and stabilising the business following the resignation of the previous CEO and CFO. He has reviewed operations and met with Seafarms employees in Darwin, Exmouth, Cardwell, Flying Fish Point, and Brisbane, external stakeholders in the NT and finance partners. All discussions have been positive.

"Project Sea Dragon is a significant Australian infrastructure project supported by the NT, WA and Federal governments, and the Northern Land Council. While the final decision is dependent on the outcome of our current assessment process, we believe the project has a future and as the new Board and executive, we are looking to manage the risks from the project, maximise the interests of shareholders and work closely with our key stakeholders" Mr Dyer said.

Authorised for release by the Company Secretary

For further information, please contact:

Seafarms Group

Mr. Harley Whitcombe

Company Secretary

P: +61 8 8923 7924

Media / Investor Enquiries

John Fergusson

P: +61 407 826 952

E: info@seafarms.com.au

About Seafarms Group

Seafarms Group Limited (ASX: SFG) is a sustainable aquaculture company, producing the premium Crystal Bay® Prawns and developing the Project Sea Dragon prawn aquaculture project in northern Australia.

Seafarms Group Limited

ABN 50 009 317 846

Level 6,66 Smith Street
Darwin NT 0800 Australia

PO Box 252
Spring Hill QLD 4004

T + 61 8 8923 7900

E info@seafarms.com.au

W seafarms.com.au