



Our Ref: SFG ASX Announce App 3B 24 Aug 2017 (537)

24 August 2017

ANNOUNCEMENT 537

Market Announcements Office
Australian Securities Exchange
Level 6
20 Bridge Street
SYDNEY NSW 2000

By ASX Online
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(including this page)

Minor Correction to Appendix 3B

Seafarms Group Limited (ASX: SFG) (**Company**) refers to an Appendix 3B announced to the ASX on 22 August 2017 and advises a minor correction to that notice.

Following discussion with the Company's share registry, it was noted that based on rounding at the individual holding level, 109 less Listed Options were issued pursuant to the Company's recently completed capital raising.

The attached Appendix 3B is lodged as a consequence of this minor correction.

Please telephone Harley Whitcombe on (08) 9321 4111 with any queries.

Yours faithfully
Seafarms Group Limited

A handwritten signature in black ink, appearing to read "Harley Whitcombe", written over a horizontal line.

Harley Whitcombe
Director and Company Secretary

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Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 01/07/96 Origin: Appendix 5 Amended 01/07/98, 01/09/99, 01/07/00, 30/09/01, 11/03/02, 01/01/03, 24/10/05, 01/08/12, 04/03/13

Name of entity

Seafarms Group Limited

ABN

50 009 317 846

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|---|---|
| 1 | +Class of +securities issued or to be issued | <ol style="list-style-type: none">1) Performance rights2) Unlisted options3) Ordinary fully paid shares |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | <ol style="list-style-type: none">1) 13,500,000 performance rights issued pursuant to the Seafarms Group Limited Employee Incentive Plan as approved by shareholders at the AGMs held on 1 February 2016 and 25 November 2016.2) 30,000,000 unlisted options issued pursuant to the Seafarms Group Limited Employee Incentive Plan as approved by shareholders at the AGM held on 25 November 2016.3) 49,999 fully paid ordinary shares on exercise of listed options. The listed options were issued pursuant to a prospectus dated 5 July 2017. |

3 Principal terms of the +securities (e.g. if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion)	1) Exercise price: Nil, Expiry date: 22 August 2019 2) Exercise price: \$0.10 per option, Expiry date: 22 August 2021 3) Fully paid ordinary shares
4 Do the +securities rank equally in all respects from the +issue date with an existing +class of quoted +securities? If the additional +securities do not rank equally, please state: • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment	1) The shares issued upon ultimate exercise of the performance rights will rank equally with those on issue. 2) The shares issued upon ultimate exercise of the unlisted options will rank equally with those on issue. 3) Yes, the shares rank equally with those on issue.
5 Issue price or consideration	1) Nil 2) Nil 3) \$0.10 per share
6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)	1) 13,500,000 performance rights issued pursuant to the Seafarms Group Limited Employee Incentive Plan as approved by shareholders at the AGMs held on 1 February 2016 and 25 November 2016. 2) 30,000,000 unlisted options issued pursuant to the Seafarms Group Limited Employee Incentive Plan as approved by shareholders at the AGM held on 25 November 2016. 3) 49,999 fully paid ordinary shares issued upon exercise of listed options having an exercise price of \$0.10 and expiry date of 17 July 2021. The terms of the listed options are set out in the Company's prospectus dated 5 July 2017.

+ See chapter 19 for defined terms.

6a	Is the entity an +eligible entity that has obtained security holder approval under rule 7.1A? If Yes, complete sections 6b – 6h in relation to the +securities the subject of this Appendix 3B, and comply with section 6i	Yes
6b	The date the security holder resolution under rule 7.1A was passed	25 November 2016
6c	Number of +securities issued without security holder approval under rule 7.1	Nil
6d	Number of +securities issued with security holder approval under rule 7.1A	Nil
6e	Number of +securities issued with security holder approval under rule 7.3, or another specific security holder approval (specify date of meeting)	Nil
6f	Number of +securities issued under an exception in rule 7.2	1) 13,500,000 performance rights 2) 30,000,000 unlisted options 3) 49,999 fully paid ordinary shares
6g	If +securities issued under rule 7.1A, was issue price at least 75% of 15 day VWAP as calculated under rule 7.1A.3? Include the +issue date and both values. Include the source of the VWAP calculation.	N/A
6h	If +securities were issued under rule 7.1A for non-cash consideration, state date on which valuation of consideration was released to ASX Market Announcements	N/A
6i	Calculate the entity's remaining issue capacity under rule 7.1 and rule 7.1A – complete Annexure 1 and release to ASX Market Announcements	7.1 – 205,278,556 7.1A – 140,358,469

7	⁺Issue dates Note: The issue date may be prescribed by ASX (refer to the definition of issue date in rule 19.12). For example, the issue date for a pro rata entitlement issue must comply with the applicable timetable in Appendix 7A. Cross reference: item 33 of Appendix 3B.	1) 22 August 2017 2) 22 August 2017 3) 22 August 2017								
8	Number and ⁺class of all ⁺securities quoted on ASX (<i>including</i> the ⁺securities in section 2 if applicable)	<table><tr><th>Number</th><th>⁺Class</th></tr><tr><td>1,403,584,698</td><td>Ordinary fully paid shares</td></tr><tr><td>126,042,477</td><td>Listed options with an exercise price of \$0.10 and expiring 17 July 2021</td></tr></table>	Number	⁺ Class	1,403,584,698	Ordinary fully paid shares	126,042,477	Listed options with an exercise price of \$0.10 and expiring 17 July 2021		
Number	⁺ Class									
1,403,584,698	Ordinary fully paid shares									
126,042,477	Listed options with an exercise price of \$0.10 and expiring 17 July 2021									
9	Number and ⁺class of all ⁺securities not quoted on ASX (<i>including</i> the ⁺securities in section 2 if applicable)	<table><tr><th>Number</th><th>⁺Class</th></tr><tr><td>30,150,189</td><td>Convertible preference shares</td></tr><tr><td>13,500,000</td><td>Performance rights granted 22 August 2017, expiring 22 August 2019</td></tr><tr><td>30,000,000</td><td>Unlisted options granted 22 August 2017, with an exercise price of \$0.10 and expiring 22 August 2021</td></tr></table>	Number	⁺ Class	30,150,189	Convertible preference shares	13,500,000	Performance rights granted 22 August 2017, expiring 22 August 2019	30,000,000	Unlisted options granted 22 August 2017, with an exercise price of \$0.10 and expiring 22 August 2021
Number	⁺ Class									
30,150,189	Convertible preference shares									
13,500,000	Performance rights granted 22 August 2017, expiring 22 August 2019									
30,000,000	Unlisted options granted 22 August 2017, with an exercise price of \$0.10 and expiring 22 August 2021									
10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	1) Performance rights do not confer rights to any dividends, distributions or interest payments. 2) Unlisted options do not confer rights to any dividends, distributions or interest payments. 3) The new shares will have the same dividend and other entitlements as existing shares on issue.								

Part 2 - Pro rata issue

⁺ See chapter 19 for defined terms.

11	Is security holder approval required?	N/A
12	Is the issue renounceable or non-renounceable?	N/A
13	Ratio in which the ⁺ securities will be offered	N/A
14	⁺ Class of ⁺ securities to which the offer relates	N/A
15	⁺ Record date to determine entitlements	N/A
16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	N/A
17	Policy for deciding entitlements in relation to fractions	N/A
18	Names of countries in which the entity has security holders who will not be sent new offer documents Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.	N/A
19	Closing date for receipt of acceptances or renunciations	N/A
20	Names of any underwriters	N/A
21	Amount of any underwriting fee or commission	N/A
22	Names of any brokers to the issue	N/A
23	Fee or commission payable to the broker to the issue	N/A
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of security holders	N/A

25	If the issue is contingent on security holders' approval, the date of the meeting	N/A
26	Date entitlement and acceptance form and offer documents will be sent to persons entitled	N/A
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	N/A
28	Date rights trading will begin (if applicable)	N/A
29	Date rights trading will end (if applicable)	N/A
30	How do security holders sell their entitlements <i>in full</i> through a broker?	N/A
31	How do security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	N/A
32	How do security holders dispose of their entitlements (except by sale through a broker)?	N/A
33	⁺ Issue date	N/A

Part 3 - Quotation of securities

⁺ See chapter 19 for defined terms.

You need only complete this section if you are applying for quotation of securities

34 Type of ⁺securities
(tick one)

(a) ☒ ⁺Securities described in Part 1

(b) ☐ All other ⁺securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

35 ☐ If the ⁺securities are ⁺equity securities, the names of the 20 largest holders of the additional ⁺securities, and the number and percentage of additional ⁺securities held by those holders

36 ☐ If the ⁺securities are ⁺equity securities, a distribution schedule of the additional ⁺securities setting out the number of holders in the categories
1 - 1,000
1,001 - 5,000
5,001 - 10,000
10,001 - 100,000
100,001 and over

37 ☐ A copy of any trust deed for the additional ⁺securities

Entities that have ticked box 34(b)

38	Number of +securities for which +quotation is sought	N/A	
39	+Class of +securities for which quotation is sought	N/A	
40	Do the +securities rank equally in all respects from the +issue date with an existing +class of quoted +securities? If the additional +securities do not rank equally, please state: - the date from which they do - the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment - the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment	N/A	
41	Reason for request for quotation now Example: In the case of restricted securities, end of restriction period (if issued upon conversion of another +security, clearly identify that other +security)	N/A	
42	Number and +class of all +securities quoted on ASX (including the +securities in clause 38)	Number	+Class
		N/A	

+ See chapter 19 for defined terms.

Quotation agreement

1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.

2 We warrant the following to ASX.

- The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
- There is no reason why those +securities should not be granted +quotation.
- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

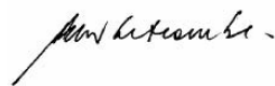
Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
- If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.

4 We give ASX the information and documents required by this form. If any information or document is not available now, we will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here:



(Director/Company secretary)

Date: 24 August 2017

Print name: Harley Whitcombe

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+ See chapter 19 for defined terms.

Appendix 3B – Annexure 1

Calculation of placement capacity under rule 7.1 and rule 7.1A for eligible entities

Introduced 01/08/12 Amended 04/03/13

Part 1

Rule 7.1 – Issues exceeding 15% of capital	
Step 1: Calculate “A”, the base figure from which the placement capacity is calculated	
Insert number of fully paid +ordinary securities on issue 12 months before the +issue date or date of agreement to issue	1,028,967,449
Add the following: - Number of fully paid +ordinary securities issued in that 12 month period under an exception in rule 7.2 - Number of fully paid +ordinary securities issued in that 12 month period with shareholder approval - Number of partly paid +ordinary securities that became fully paid in that 12 month period Note: - Include only ordinary securities here – other classes of equity securities cannot be added - Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed - It may be useful to set out issues of securities on different dates as separate line items	78,489,713 – 29 August 2016 (ratified by shareholders at the Extraordinary General Meeting held on 28 September 2016) 43,892,366 – 5 October 2016 (approved by shareholders at the Extraordinary General Meeting held on 28 September 2016) 133,333,333 – 9 June 2017 (ratified by shareholders at the Extraordinary General Meeting held on 4 June 2017) 77,185,172 – 30 June 2017 (issued under rule 7.2, exception 15 – security purchase plan) 41,666,666 – 5 July 2017 (approved by shareholders at the Extraordinary General Meeting held on 4 June 2017) 49,999 – 22 August 2017 (on exercise of listed options - issued under rule 7.2, exception 4)
Subtract the number of fully paid +ordinary securities cancelled during that 12 month period	Nil
“A”	1,403,584,698

+ See chapter 19 for defined terms.

Step 2: Calculate 15% of “A”	
“B”	0.15 <i>[Note: this value cannot be changed]</i>
Multiply “A” by 0.15	210,537,704 (subject to the effects of rounding)
Step 3: Calculate “C”, the amount of placement capacity under rule 7.1 that has already been used	
Insert number of +equity securities issued or agreed to be issued in that 12 month period <i>not counting</i> those issued: - Under an exception in rule 7.2 - Under rule 7.1A - With security holder approval under rule 7.1 or rule 7.4 Note: <i>This applies to equity securities, unless specifically excluded – not just ordinary securities</i> <i>Include here (if applicable) the securities the subject of the Appendix 3B to which this form is annexed</i> <i>It may be useful to set out issues of securities on different dates as separate line items</i>	5,259,148 – 17 July 2017
“C”	5,259,148
Step 4: Subtract “C” from [“A” x “B”] to calculate remaining placement capacity under rule 7.1	
“A” x 0.15 <i>Note: number must be same as shown in Step 2</i>	210,537,704
Subtract “C” <i>Note: number must be same as shown in Step 3</i>	5,259,148
Total [“A” x 0.15] – “C”	205,278,556 <i>[Note: this is the remaining placement capacity under rule 7.1]</i>

+ See chapter 19 for defined terms.

Part 2

Rule 7.1A – Additional placement capacity for eligible entities	
Step 1: Calculate “A”, the base figure from which the placement capacity is calculated	
“A” <i>Note: number must be same as shown in Step 1 of Part 1</i>	1,403,584,698
Step 2: Calculate 10% of “A”	
“D”	0.10 <i>Note: this value cannot be changed</i>
Multiply “A” by 0.10	140,358,469 (subject to the effects of rounding)
Step 3: Calculate “E”, the amount of placement capacity under rule 7.1A that has already been used	
Insert number of +equity securities issued or agreed to be issued in that 12 month period under rule 7.1A Notes: • <i>This applies to equity securities – not just ordinary securities</i> • <i>Include here – if applicable – the securities the subject of the Appendix 3B to which this form is annexed</i> • <i>Do not include equity securities issued under rule 7.1 (they must be dealt with in Part 1), or for which specific security holder approval has been obtained</i> • <i>It may be useful to set out issues of securities on different dates as separate line items</i>	
“E”	0

+ See chapter 19 for defined terms.

Step 4: Subtract “E” from [“A” x “D”] to calculate remaining placement capacity under rule 7.1A	
“A” x 0.10 <i>Note: number must be same as shown in Step 2</i>	140,358,469
Subtract “E” <i>Note: number must be same as shown in Step 3</i>	0
Total [“A” x 0.10] – “E”	140,358,469 <i>Note: this is the remaining placement capacity under rule 7.1A</i>

+ See chapter 19 for defined terms.