



11 October 2016

Client Market Services
NZX Limited
Level 1, NZX Centre
11 Cable Street
WELLINGTON 6011

Notice of Offer of Same Class Financial Products for Issue – Shortfall Bookbuild

As previously announced, SeaDragon Limited (**SeaDragon**) will, pursuant to its pro-rata 1 for 2 renounceable rights offer of ordinary shares (the **Rights Offer**), undertake a shortfall bookbuild of rights not taken up under the Rights Offer (the **Shortfall Offer**).

Pursuant to clause 20 of Schedule 8 of the Financial Markets Conduct Regulations 2014 (the **Regulations**) and clause 19 of Schedule 1 of the Financial Markets Conduct Act 2013 (the **FMCA**), SeaDragon advises that:

1. The Shortfall Offer is being made in reliance upon the exclusion in clause 19 of Schedule 1 of the FMCA.
2. SeaDragon is giving this notice (**Cleansing Notice**) under clause 20(1)(a) of Schedule 8 of the Regulations.
3. As at the date of this Cleansing Notice, SeaDragon is in compliance with:
 - (a) the continuous disclosure obligations that apply to it in relation to SeaDragon's quoted financial products; and
 - (b) its financial reporting obligations within the meaning set out in clause 20(5) of Schedule 8 of the Regulations.
4. As at the date of this Cleansing Notice, there is no "excluded information" within the meaning set out in clause 20(5) of Schedule 8 of the Regulations.
5. SeaDragon has earlier today announced the extent to which the Rights Offer has been taken up by eligible investors. The Shortfall Offer will be opened later today. The potential effects that the Shortfall Offer will have on the "control" (within the meaning of clause 48 of Schedule 1 of the FMCA) of SeaDragon and the consequences of those effects will depend on the level of offers received under the Shortfall Offer.

As of the date of this Cleansing Notice, SeaDragon has not sought in respect of the Shortfall Offer any waiver for, or passed an ordinary resolution of shareholders in respect of, NZX Listing Rule 7.5, and the Takeovers Code will prevent any person (together with their associates) with more than a 20% shareholding increasing their percentage shareholding.

Yours faithfully

Colin Groves
Chair

For further information, contact:

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Background information

About SeaDragon www.seadragon.co.nz

SeaDragon Limited (NZX:SEA) is New Zealand's largest refiner and blender of high-quality, internationally certified concentrated fish oils and fractions, including Omega-3 oils. Our oils are sourced from fish caught in the clean and pure waters around New Zealand, in the Southern Ocean, and elsewhere. We have more than 20 years' experience processing fish oils and we are recognised for the quality and purity of our products. We supply health supplement manufacturers around the world to meet the burgeoning demand for pure, high-quality fish oils, which are scientifically proven to deliver significant human health benefits such as lowering the risk of heart disease, improving brain function and joint health. The majority of our supply is exported.