



NZX and Media Release

26th July 2016

Notification of issue of securities

For the purposes of Listing Rules 7.3.6 and 7.12.1 of the NZX Main Board Listing Rules, SeaDragon Limited (NZX:SEA) (the **Company**) advises that the following securities have been issued pursuant to an employee share option scheme dated July 2016:

- (a) Class of security: Options to acquire ordinary shares
ISIN: Not applicable
- (b) Number issued: 88,000,000
- (c) Issue price: Nil
- (d) Payment in cash: N/A (nil consideration is payable for the issue of the Options)
- (e) Amount paid up: N/A (nil)
- (f) Principal terms of the Securities: 88,000,000 Options were issued to certain directors and employees of the Company and its subsidiaries under Listing Rule 7.3.6 pursuant to an employee share option scheme dated July 2016 on the terms of issue set out below.
- (g) Percentage of total Class of Securities issued: The Options issued comprise 100% of the total issued Securities of that Class.
- (h) Reason for issue: Issue of Options pursuant to an employee share option scheme.
- (i) Authority for the issue: Board resolutions, Listing Rule 7.3.6 and section 49 of the Companies Act 1993.
- (j) Terms of the issue: As set out below and otherwise as set out in an the offer letter entered into with each participant and the share option scheme rules:
 - any shares issued on exercise of the Options will rank equally in all respects with existing ordinary shares in the Company;
 - Options are exercisable at any time prior to 5:00pm on 31 July 2019; and
 - Options may be exercised by the participant for an exercise price equal to \$0.0102 per share.
- (k) Total number of securities of the class in existence after the issue: 88,000,000.
- (l) Treasury stock: Not applicable
- (m) Date of issue: 26th July 2016