

ASX Announcement | 10 November 2025

Seafarms Group Limited (ASX: SFG)

SFG ASX Announcement No: 801

SEAFARMS SECURES PROJECT SEA DRAGON ASSETS TO DRIVE EXPANSION

Seafarms Group (ASX: SFG) is pleased to announce that the liquidators of Project Sea Dragon Pty Ltd (in liquidation) and SFG subsidiary, Sea Dragon Shrimp Pty Ltd, have signed a conditional Asset Sale Agreement under which Sea Dragon Shrimp Pty Ltd will acquire all of the assets and undertakings of Project Sea Dragon Pty Ltd (in liquidation) (other than certain excluded property, including cash).

The material terms of the Asset Sale Agreement are set out below:

Buyer:	Sea Dragon Shrimp Pty Ltd (a wholly owned subsidiary of SFG)
Seller:	Project Sea Dragon Pty Ltd (in liquidation)
Assets acquired:	All assets of Project Sea Dragon Pty Ltd other than cash at hand, cash in the Company bank account and cash in the Liquidation bank account
Purchase price:	\$750,000 exclusive of GST. Including a deposit of \$33,000.
Condition:	The liquidators seeking and obtaining orders or directions under s.90-15 of Schedule 2 to the Corporations Act that the Liquidators' have adequately investigated a potential offer from an interested party and approval under s477(2B) of the <i>Corporations Act</i> , entitling the liquidators to enter into an agreement with where the obligations of the parties can be discharged over a period longer than three (3) months
Completion Date:	10 business days after satisfaction of the Condition
Other:	The assets are sold on an "as is where is" basis and Sea Dragon Shrimp has limited rights of action against the liquidators and are subject to obtaining the usual authorisations for transactions of this nature. Completion as defined in the Asset Sale Agreement will provide Sea Dragon Shrimp Pty Ltd with full rights to develop and use the assets

SFG CEO, Peter Fraser said:

"This acquisition will provide SFG the opportunity to continue to develop these assets and expand its existing prawn farming operations into the Northern Territory and Western Australia.

Under the plan, Sea Dragon Shrimp intends to:

- Develop prawn farming ponds on Legune Station (NT/WA border)
- Establish a processing facility in Kununurra (WA)
- Expand its breeding facilities in Exmouth (WA)

“Unencumbered by the legacy issues of Project Sea Dragon, we will re-engage with potential investors to fund the development of these expanded operations in the NT and WA.

“The past 24 months have been particularly challenging for the entire SFG team- from the board members to our loyal and hard-working employees.

“Despite the challenges, the board, executives and employees have remained focused and committed to our goal of developing a unique and globally significant seafood industry project.

“On behalf of the Board and Executive, I would like to extend our gratitude to our dedicated employees who have persisted throughout the difficulties, as well as to the Northern Territory Government and the Northern Land Council for their support and continued engagement in the project.

Context

Over recent years, SFG has faced material challenges related to Project Sea Dragon, including legal, financial and structural complexity.

During the last 24 months of challenges surrounding Project Sea Dragon, SFG has absorbed significant cost and risk, maintaining the project team, paying relevant outgoings, and continuing investment into its breeding program at Exmouth as well as the operation of its existing Queensland prawn farms.

In October 2025, Seafarms announced an increase in its revolving credit facility with Avatar Finance Pty Ltd, raising the available facility from AUD 8.5 million to AUD 16.5 million, with repayment extended to 15 October 2026, to ensure working capital support and enable finalisation of its FY25 accounts in light of the PSD complications that have now been resolved.

Next steps & funding strategy

“Subject to completion occurring, with ownership of the PSD licences and infrastructure secured, Sea Dragon Shrimp will now undertake detailed planning, permitting and staged development of new farm, hatchery, processing and support facilities in NT and WA.

“Seafarms intends to invite equity and strategic investors into Sea Dragon Shrimp to underwrite this expansion and believes that presenting the opportunity on a clean slate (free of prior Project Sea Dragon encumbrances) will enhance investor confidence.

“The Company will provide further updates to the market as we progress development, permitting and investment” Mr Fraser said.

Approved and authorised for release by the Board of Seafarms.

Ends.

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.