



ASX Announcement | 30 January 2026

Seafarms Group Limited (ASX: SFG)

SFG ASX Announcement No: 806

DECEMBER 2025 QUARTERLY ACTIVITIES REPORT

Seafarms Group Limited (ASX:SFG) (**SFG or Company**) is pleased to release the Company's Quarterly Activity Report and Appendix 4C (Quarterly Cash Flow Report) for the quarter ended 31 December 2025.

Business Activities

Sea Dragon Shrimp

The Company, through its wholly owned subsidiary Sea Dragon Shrimp Pty Limited (**SDS**) successfully completed the acquisition of all the non-cash assets and undertakings of Project Sea Dragon Pty Limited (in liquidation) (**PSD**) for \$750,000 + GST. This purchase was completed on 15 December 2025.

This purchase includes all licenses, approvals and agreements that can be assigned or transferred to SDS, some of which require third party approval. The Company is currently working with all the relevant stakeholders to effect those transfers and assignments. The Company is applying for new licenses and approvals where those licenses cannot legally be transferred to SDS and has the full support of relevant governments. The Company believes all licences approvals and agreements will be in place in good time.

One of the remaining outstanding matters that requires resolution to finalise the liquidation of PSD is the determination of the ownership of funds currently held by the Federal Court. These funds were provided to PSD by SFG to fund a Deed of Company Arrangement (DOCA) that was subsequently voided by the Court. Under the terms of the DOCA the Company maintains that in the event the DOCA is not effected those funds are to be returned to the Company. The liquidators of PSD on behalf of PSD claim those funds remain the property of PSD. A Federal court hearing to resolve this matter took place in August 2025 and the parties await the judgment. While it is expected that the matter will be resolved in favour of the Company, if the liquidators are successful then those funds will form the cash assets of PSD to be distributed to creditors net of any final costs of the liquidation. As Seafarms is the largest creditor of PSD it will receive the majority of those funds in any event.

After several years of legal uncertainty, the acquisition of all the assets and undertakings of PSD by SDS will enable the Company to attract and secure funding to develop the Sea Dragon Shrimp project (**the Project**) unhindered by uncertainty over its legal status and the time to resolve that.

The Company is now actively engaged with several potential funders with the aim of securing project financing and a Final Investment Decision within this financial year.

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Seafarms Queensland

The main activity for the December quarter was the successful harvest of the Banana crop with 177t of fresh cooked banana prawns produced in late November and December, the majority of which were supplied into the Christmas market.

The total production for the December quarter was 184t including the start of harvest of the black tiger crop. This compares to the September quarter with 22t of production being the finalisation of the Farm 3 tiger crop the majority of which was harvested in the 6 months to June 2025.

Sales revenue for the quarter of \$4.9m comprising fresh Bananas sold domestically, the export of frozen Black Tiger prawns into the European market and the sale of post larvae (**PLs**) from the hatchery to other domestic producers. A total of 8.7 million PLs were sold in the December quarter bringing total PL sales to 21.2 million for the half year. These PL sales validate the success of the program for the domestication and breeding of black tiger prawns that is conducted both in Queensland and in Exmouth in Western Australia.

Financial

Cash Flow

Cash used in operating activities was \$3,597,000 for the quarter compared to \$5,257,000 for the September quarter with the large outflow reflecting the ongoing investment in the development of the Project.

The payment for property plant and equipment of \$827,000 for the December quarter includes the payment of \$750,000 for the assets of Project Sea Dragon Pty Limited (in liquidation) which was completed on 15 December 2025 and referred to above.

Payments to Related Parties are payments of directors fees to non-executive directors and salaries to executive directors.

Financing

During the quarter the company secured an increase in the finance facility from Avatar Finance to \$16.5m. This facility has been substantially drawn of over the quarter with interest being capitalised monthly to the loan balance.

A number of options are currently being pursued to fund the operations of the business until such time as SDS is successfully funded including the sale of certain assets and further borrowing. The Company also expects to receive a distribution of its share of the funds held by the Court referred to above.

This Quarterly Cash Flow Report has been authorised for release by the Company's Board of Directors.

ENDS.

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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.

Appendix 4C

Quarterly cash flow report for entities subject to Listing Rule 4.7B

Name of entity

Seafarms Group Limited

ABN

50 009 317 846

Quarter ended ("current quarter")

31 December 2025

Consolidated statement of cash flows	Current quarter \$000	Year to date (6 months)
1. Cash flows from operating activities		
1.1 Receipts from customers	4,232	6,204
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	(3,571)	(6,376)
(c) advertising and marketing	-	-
(d) leased assets	(86)	(797)
(e) staff costs	(2,809)	(5,225)
(f) administration and corporate costs	(1,327)	(2,622)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	1
1.5 Interest and other costs of finance paid	(35)	(39)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(3,597)	(8,854)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) property, plant and equipment	(827)	(831)
(b) businesses	-	-
(c) investments	-	-
(d) intellectual property	-	-
(e) other non-current assets	-	(56)

Consolidated statement of cash flows		Current quarter \$000	Year to date (6 months)
2.2	Proceeds from disposal of:		
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	-
	(f) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other	-	-
2.6	Net cash from / (used in) investing activities	(827)	(887)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	6,350	8,900
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	6,350	8,900

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	530	3,287
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(3,597)	(8,854)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(827)	(887)

Quarterly cash flow report for entities subject to Listing Rule 4.7B

Consolidated statement of cash flows		Current quarter \$000	Year to date (6 months)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	6,350	8,900
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	2,456	2,456

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$000	Previous quarter \$000
5.1	Bank balances	2,456	2,456
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	2,456	2,456

6.	Payments to related parties of the entity and their associates	Current quarter \$000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	115
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>		

Quarterly cash flow report for entities subject to Listing Rule 4.7B

7. Financing facilities	Total facility amount at quarter end \$000	Amount drawn at quarter end \$000
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i>		
<i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	16,500	16,327
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	16,500	16,327
7.5 Unused financing facilities available at quarter end		173
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.	

8. Estimated cash available for future operating activities	\$000
8.1 Net cash from / (used in) operating activities (item 1.9)	(3,596)
8.2 Cash and cash equivalents at quarter end (item 4.6)	2,456
8.3 Unused finance facilities available at quarter end (item 7.5)	173
8.4 Total available funding (item 8.2 + item 8.3)	2,629
8.5 Estimated quarters of funding available (item 8.4 divided by item 8.1)	0.7
<i>Note: if the entity has reported positive net operating cash flows in item 1.9, answer item 8.5 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.5.</i>	
8.6	If item 8.5 is less than 2 quarters, please provide answers to the following questions:
8.6.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?
Answer: Yes	
8.6.2	Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?
Answer: Yes, the company is pursuing several funding options including development capital for the Sea Dragon Shrimp project, sale of certain assets and further borrowings. The Company also expects to receive further funds from the finalisation of Project Sea Dragon Pty Limited (in liquidation)	

8.6.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: Yes, based on the success of achieving one or more of the funding options outlined in 8.6.2 above

Note: where item 8.5 is less than 2 quarters, all of questions 8.6.1, 8.6.2 and 8.6.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 30 January 2026.....

Authorised by: By the board.....
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.