

Ocean Sciences Secures Three-Year Extension of Takalar Site Lease

Highlights

- Ocean Sciences Indonesian subsidiary has executed a three-year extension of the lease over the Company's approximately 3.4-hectare site in Takalar Regency, South Sulawesi.
- The extension increases the total lease period from two years to five years, with the lease now ending in April 2031.
- The site will accommodate the Company's Seaweed Innovation and Application Centre, incorporating onshore seaweed cultivation tanks, a seaweed production facility and a working laboratory.
- The extended tenure provides medium-term certainty for the Company to invest in the construction, equipment and operation of the Centre.
- The extension reflects the Company's confidence in the suitability of the site and its proximity to the Maritime Institute of Technology and Business Balik Diwa Makassar (ITBM), supporting the parties' planned collaboration in operating and developing the Centre.
- The Company has established a program of construction, regulatory and operational milestones to guide management implementation and performance and intends to update the market as material milestones are achieved.
- The extension agreement provides the Company with the option, at the end of the extended lease term, to seek a further five-year lease extension or purchase the site on terms to be agreed with the lessor.

The Board of Ocean Sciences Ltd (**ASX: OSS**) (**OSS, Ocean Sciences** or **Company**) a leading commercial seaweed supply and export Company, is pleased to advise that its Indonesian operating subsidiary, PT BPH Global Indonesia, has executed an agreement extending the lease over the Company's coastal site at Laikang Village, Takalar Regency, South Sulawesi (**Extension Agreement**).

The Extension Agreement adds three years to the original two-year lease, providing the Company with tenure over the site until April 2031 and builds on the Company's previous announcements regarding the [execution of the original two-year lease over the Takalar site](#) and the [execution of the ITBM collaboration agreement](#).

Strategic Rationale

The approximately 3.4-hectare site comprises two adjoining parcels totalling approximately 33,719 m² and is located approximately 40–50 kilometres south of Makassar. The Company intends to develop the site as its Seaweed Innovation and Application Centre (**Centre**), incorporating:

- on-shore tanks for the cultivation of multiple seaweed species;
- existing in-ground aquaculture pools;
- seaweed production, drying, processing and storage facilities; and
- a working laboratory supporting the Company's research and development activities.

The Centre is expected to act as a commercial innovation hub supporting the development of multiple seaweed-based revenue streams. In addition to cultivation and R&D activities, the facility is designed to facilitate biomass production for environmental remediation programs, health and wellness beverage ingredients, biofertiliser and biostimulant products, and other sustainable blue-economy applications. The Company believes these opportunities have the potential to evolve into distinct operating and profit centres over time, subject to technical validation, regulatory approvals and commercialisation outcomes.

The Company sought the extension following its assessment that the site is suitable for the planned Centre and its longer-term cultivation, production and R&D activities. The site's proximity to the Maritime Institute of Technology and Business Balik Diwa Makassar (ITBM) is also expected to support the parties' planned collaboration across cultivation, processing, research, training and operational activities at the Centre.

Key Terms of the Extension Agreement

Parties: Lessor: Private Indonesian landowner and Lessee: PT BPH Global Indonesia

Site: Two adjoining parcels at Laikang Village, Mangarabombang District, Takalar Regency, South Sulawesi, totalling approximately 33,719 m² or 3.4 hectares.

Extended term: Three years commencing in April 2028 and ending in April 2031, extending the Company's total lease tenure from two years to five years.

Extension consideration: IDR225,000,000 (approximately AUD17,900) for the additional three-year term, paid upfront and inclusive of Indonesian income tax.

Permitted use: The permitted use has been expanded from seaweed cultivation and drying to include operation of the Seaweed Innovation and Application Centre.

Further extension or purchase: At the end of the extended term, the Company may seek a further five-year lease extension or purchase the site at a price agreed with the lessor.

Improvements: PT BPH Global Indonesia may make alterations and additions required for its operations, subject to the terms of the lease. Permanent improvements will revert to the lessor at the end of the lease, while items not permanently affixed will remain the property of PT BPH Global Indonesia.

Operating costs: Utilities, maintenance, applicable taxes and other operating costs are borne by PT BPH Global Indonesia.

Subleasing: The lease may not be sublet or transferred without the lessor's prior written consent.

The Company intends to inform the market as material milestones are achieved and will continue to update shareholders on the development and commissioning of the Centre in accordance with its continuous disclosure obligations.

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