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STEMCELL UNITED LIMITED
ACN 009 104 330
Level 12, 680 George Street, Sydney, NSW 2000, Australia

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Company Announcements Platform
Australian Securities Exchange

Quarterly activities report

Stemcell United Limited (ASX:SCU) ("Company") is pleased to provide this activities update to shareholders for the quarter ended 30 September 2020 (Q1 FY2021).

Operation
With the easing of COVID-19 in China and Hong Kong, sales have begun to pick up with receipt of A$54,000 during the period.

However, the travel ban has continued to affect the Company's ability to promote and market its products. The Company is exploring various options of showcasing its products to overseas customers.

Joint Venture with Blue Aqua International Pte Ltd
During the period, the Company has formed a joint venture company "SCU Green Aqua Farm Pte Ltd" with Blue Aqua International Pte Ltd to jointly cultivate and farm Sea Grapes (*Caulerpa Lentillifera*) in Singapore on a commercial scale.

Blue Aqua International is a one-stop solution provider for the aquaculture industry worldwide. The group provides cutting-edge solutions for the management of the aquaculture environment and the optimization of animal nutrition.

The operation of SCU Green Aqua Farm is being setup in a 2,000 sqm cultivation and manufacturing facility in the Lim Chu Kang area, the food bowl of Singapore.

Acquisition of Lantene
The Company has also signed agreement to acquire a 50.1% interest in Shenzhen Lantene Dingzhi Biotechnology Co Ltd ("Lantene"), an aquaculture company located in Shenzhen, China specialising in commercial scale cultivation and sale of Sea Grapes for the Chinese market.

Lantene was established in 2005 in Shenzhen Dapeng Bio Marine Industrial Park, China and has achieved significant success in the cultivation of Sea Grapes, with 15 patents granted or in application. Lantene was the first aquaculture company in Shenzhen to obtain both ISO22000 Food Safety Management and HACCP Food Safety certifications.

By acquiring Lantene, SCU will gain a foothold in the vast China aquaculture market, while at the same time providing additional support and commercial opportunities to SCU Green Aqua Farm in Singapore.

Payments to related parties of the entity and their associates
The company paid A$86,000 to directors and/or their associates during the period, of which A$73,000 is directors' remuneration and A$13,000 is for corporate services rendered by a director.

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This announcement has been authorised for release by the board of Stemcell United Ltd.