

8 June 2017

Market Announcements Platform
ASX Limited
Exchange Centre,
20 Bridge Street
Sydney NSW 2000

PLACEMENT COMPLETED AND SPP LAUNCHED TO FUND IMMEDIATE DRILL PROGRAMMES AT BARLEE GOLD AND GASCOYNE LITHIUM PROJECTS

Segue Resources Limited (**Segue** or the **Company**) is pleased to announce it has completed a private placement to raise \$825,000 through the issue of 27.5 million ordinary shares at an issue price of 3.0¢ per share (**Placement**) together with a 1 for 2 option (exercisable at 7.0¢, expiry 31 December 2019). The Placement was made utilising the Company's existing capacity under ASX Listing Rules 7.1 and 7.1A.

Drilling Programmes at Barlee Gold and Gascoyne Lithium Projects

The proceeds from the Placement will be used to fund maiden drilling programmes at the Barlee Gold and Gascoyne Lithium Projects. As previously announced (*see announcement on 22 May 2017*), Segue will commence a 4,000m aircore drilling programme in July 2017 to test drill gold anomalies at the T1 and T2 targets at the Barlee Gold Project (**Figures 1 and 2**).

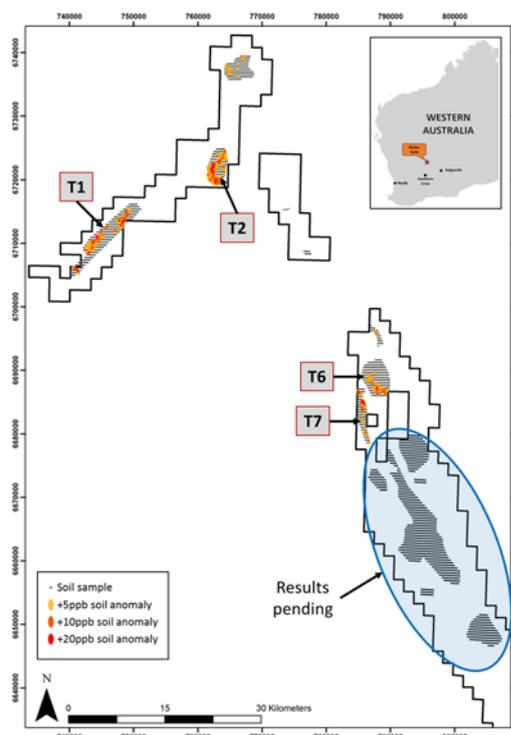


Figure 1: Barlee Gold project map and gold targets

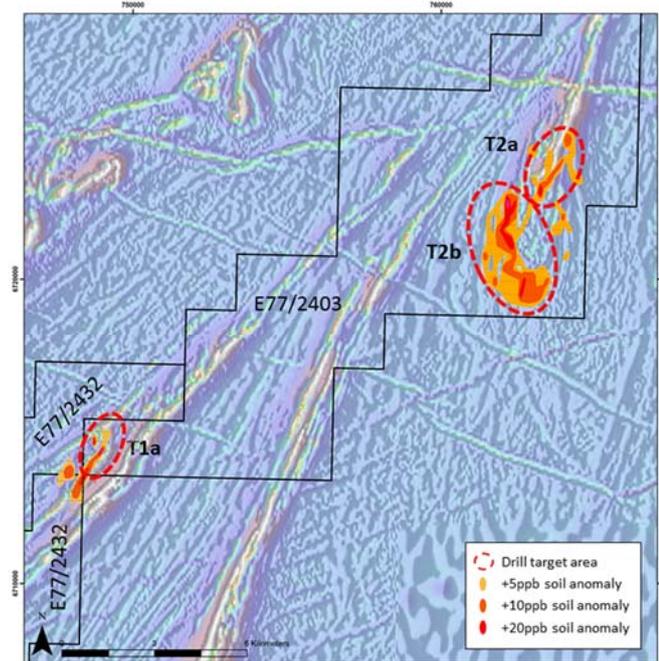


Figure 2: Proposed drilling locations at T1 and T2

A 6,000m aircore drilling programme at the Barlee Gold Project is planned to be completed over the southern tenements in September 2017, once soil sampling results are received (expected late-June), tenements are granted and all necessary approvals are in place.

At the Gascoyne Lithium Project (**Figure 3**), Segue's 100% owned exploration licence, E09/2169, which contains the Reid Well lithium-caesium-tantalum (**LCT**) prospect has recently been granted. The Company has submitted a Programme of Work to undertake a maiden 2,500m RC drill programme to test the lateral and depth extent of the 1.8km x 1.2km, high grade Reid Well LCT prospect (**Figure 4**). Drilling is expected to commence in August 2017, once all necessary approvals have been received.

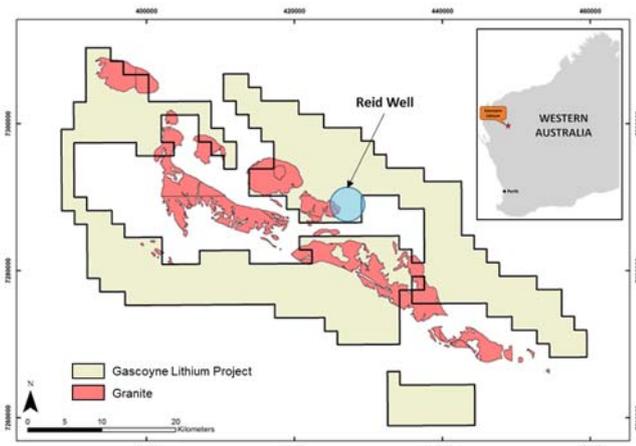


Figure 3: Gascoyne Lithium project map

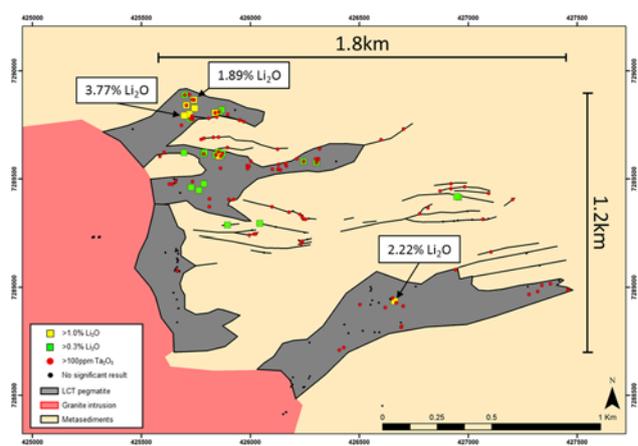


Figure 4: Reid Well LCT Prospect

Share Purchase Plan and Share Sale Facility

In conjunction with the Placement, Segue will offer eligible shareholders the opportunity to participate in a Share Purchase Plan (**SPP**) to raise up to \$1.0 million. The SPP is priced at 3¢ per share, representing a 12% discount to the Company's 15-day volume average weighted price (**VWAP**) of 3.4¢. The SPP provides eligible shareholders, being shareholders recorded on the share register as at 7 June 2017 an opportunity to subscribe for up to \$15,000 worth of fully paid ordinary shares without incurring brokerage or any other transaction costs. The minimum SPP subscription is \$500. The SPP will close at 5:00pm (EST) on Wednesday, 12 July 2017 and is not subject to shareholder approval.

The maximum number of shares to be issued under the SPP is 33.0 million and all new shares issued under the SPP will rank equally with existing ordinary shares in the Company. If total demand for the SPP exceeds \$1.0 million, the Company reserves the right to close the SPP early and scale back applications in its absolute and sole discretion.

Important Dates for SPP

Record Date	7:00pm (EST) on 7 June 2017
Share Purchase Plan offer opens	13 June 2017
Share Purchase Plan offer closes	5:00pm (EST) on 12 July 2017
Share Purchase Plan allocation announcement and scale-back (if any)	17 July 2017
Issue Date and Quotation of New Shares	18 July 2017
Dispatch of Holding Statements	18 July 2017

Immediately following completion of the SPP, Segue intends to implement a Share Sale Facility for those shareholders whose shareholding does not constitute a “marketable parcel” (under the ASX Operating Rules a “marketable parcel” is a shareholding with a market value of at least \$500).

Segue is required to provide sufficient notice to shareholders prior to conducting the Share Sale Facility and the net proceeds of the Share Sale will be distributed pro-rata to all shareholders whose shares have been sold.

Important Dates for Share Sale Facility

Company to give written notice to a Minority Member advising of the Company's intention to sell his or her minimum shareholding 5pm (EST) on 13 June 2017

Minority Member may notify Company to be exempt from the unmarketable parcel sale until this date 26 July 2017

Unmarketable parcel sale 24 August 2017

The Record Date for the purposes of establishing holders of unmarketable parcels has been set at 7:00pm EST on Wednesday, 7 June 2017. An unmarketable parcel will be any shareholding of 16,667 shares or less and is calculated based upon the Placement and SPP offer price.

Segue is offering this facility to assist shareholders of unmarketable parcels to sell their Segue shares without having to use a broker or incurring brokerage costs. Segue will organise remittance of sale proceeds for those shareholders who take advantage of the facility. Any tax consequences from the sale will be the shareholder's responsibility. The shares will be sold at a price pursuant to the Company's constitution for the sale of minimum shareholdings.

2014 Employee Share Plan Cancellation of Shares

Segue further advises that the Company's will cancel a total of 3,999,998 shares from participants in the 2014 Segue Employee Share Plan (**Plan Shares**). The Plan Shares will be cancelled following the time period for eligible participants to acquire the Plan Shares expiring.

For further information visit www.segueresources.com or contact:

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