



Segue Resources Limited
(ACN 112 609 846)

Share Purchase Plan Booklet

8 June 2017

Dear Shareholder

Invitation to Participate in Shareholder Share Purchase Plan

On 8 June 2017, Segue Resources Limited (**Segue** or the **Company**) announced its intention to offer shareholders the chance to participate in a share purchase plan to subscribe for additional shares in the Company (**Plan**).

The Board of Directors of the Company is now pleased to make that offer to eligible shareholders on the terms and conditions enclosed with this letter.

Shareholders Eligible to Participate in the Plan

The right to participate in the offer under the Plan (**Offer**) is optional and is available exclusively to shareholders who are registered as holders of fully paid ordinary shares in the capital of Segue (**Shares**) at 7pm (EST) on 7 June 2017 (**Record Date**) and whose registered address is in Australia or New Zealand (**Eligible Shareholders**).

Share Purchase Plan

The Plan entitles Eligible Shareholders in the Company, irrespective of the size of their shareholding, to purchase up to \$15,000 worth of Shares at an issue price of 3.0¢ per Share free of brokerage and commission (**Offer**). The issue price represents a 12% discount to the Company's 15-day volume weight average market price (**VWAP**) of Shares in the ASX on the up to 7 June 2017 of 3.4¢.

Details of the Offer are set out in this letter and the enclosed Terms and Conditions together with an Entitlement and Acceptance Form.

Current Activities

Details of the Company's current activities are set out in the announcements made to the ASX and are available from the ASX or the Company's website at www.segueresources.com.

The funds raised under the Plan will be used by the Company to commence drilling at the Barlee Gold Project in the Eastern Goldfields, Western Australia and at the Reid Well Prospect at the Company's Gascoyne Lithium Project in the Gascoyne Region of Western Australia, and for general working capital. See the Company's announcements for further details.

How much can you invest?

Eligible Shareholders may only acquire a maximum total of up to \$15,000 worth of Shares under the Plan.

Subscription and Application Procedure

If you would like to participate in the Offer, please follow the application instructions on the enclosed Entitlement and Acceptance Form. Please note that the closing date of the Offer is **5pm (EST) on 12 July 2017 (Closing Date)**. No late applications will be accepted.

Eligible Shareholders may participate by selecting one of the following Offers to purchase Shares under the Plan, ensuring that **no more than \$15,000** worth of Shares will be taken up under the Plan:

	Amount	Number of Shares
Offer A	\$500.01	16,667
Offer B	\$1,000.02	33,334
Offer C	\$2,000.01	66,667
Offer D	\$5,000.01	166,667
Offer E	\$10,000.02	333,334
Offer F	\$15,000.00	500,000

Once an application has been made it cannot be revoked. All valid applications shall be deemed accepted if received before the Closing Date of 5pm EST on 12 July 2017.

The maximum investment any shareholder may apply for will remain \$15,000, even if a shareholder receives more than one Offer (whether in respect of a joint holding or because the shareholder has more than one holding under a separate account).

Calculation of the Purchase Price and Acceptance of Risk Factors

The purchase price of Shares under the Offer is 3.0¢, which represents a 12% discount to the Company's 15-day VWAP of Shares in the ASX up to 7 June 2017 of 3.4¢.

On the trading day immediately prior to the announcement date of the Offer, the closing price of the Shares traded on ASX was 2.9¢. The market price of the Shares in the Company may rise and fall between the date of the Offer and the date that any Shares are issued to you as a result of your acceptance of this Offer.

By accepting the Offer and applying for Shares under the Plan, each Eligible Shareholder will be acknowledging that although the purchase price is at a discount to the 15-day VWAP price as at 7 June 2017, Shares are a speculative investment and the price of Shares on ASX may change between the date of the Company announcing its intention to make an Offer and the date of issue of Shares under that Offer and that the price and/or value and/or number of the Shares received under the Plan may rise or fall accordingly.

The Board recommends that you obtain your own financial advice in relation to the Offer and consider price movements of Shares in the Company prior to accepting this Offer.

Additional Information and Important Dates

The Offer cannot be transferred and the Directors of the Company reserve the right to reject any application that is over \$15,000. Shares issued under the Plan will be issued as soon as practicable after the Closing Date of the Offer. Application for quotation on ASX of the new Shares will be made immediately following the issue of those Shares.

The maximum number of Shares that may be issued pursuant to this Offer is 32,991,527. If total demand for the SPP exceeds \$989,745, the Company reserves the right to close the SPP early and scale back applications in its absolute and sole discretion. When determining the amount (if any) by which to scale back an SPP application, the Company may take into account a number of factors, including the size of an applicant's shareholding in the Company, the extent

to which an applicant has sold or bought additional shares in the Company after the SPP record date and the date on which an application was made.

If the Company rejects or scales-back an application or purported application, the Company will promptly return to the shareholder the relevant application monies, without interest.

Indicative Timetable

Record Date (7pm EST)	7 June 2017
Announcement of Plan	8 June 2017
Opening Date of Offer	13 June 2017
Closing Date of Offer (5pm EST)	12 July 2017
Issue of Shares under the Plan*	18 July 2017
Dispatch date for holding statements*	18 July 2017
Quotation of Shares on ASX*	18 July 2017

*These dates are indicative only. The Company may vary the dates and times of the Offer without notice. Accordingly, shareholders are encouraged to submit their Entitlement and Acceptance Forms as early as possible.

Should you wish to discuss any information contained in this letter further, do not hesitate to contact the Company Secretary on +61 8 9383 3330.

Yours faithfully



**STEVEN MICHAEL
MANAGING DIRECTOR
SEGUE RESOURCES LIMITED**

SEGUE RESOURCES LIMITED
ACN 112 609 846
SHAREHOLDER SHARE PURCHASE PLAN - TERMS AND CONDITIONS

Purpose

The purpose of the Shareholder Share Purchase Plan (**the Plan**) is to offer shareholders of Segue Resources Limited (**Company**) the opportunity to acquire additional fully paid ordinary shares in the Company (**Shares**) up to a maximum of \$15,000 (less the value of any shares issued under any other share purchase plan in the 12 months preceding the date of the Plan) at an issue price of 3.0¢ per Share, which represents a 12% discount to the Company's 15-day volume weight average price (**VWAP**) of Shares in the ASX up to 7 June 2017 of 3.4¢, without the need to pay brokerage costs and without the need for Company to issue a prospectus, upon such terms and conditions as the board of directors of Company, in its absolute discretion, sees fit.

Shareholders eligible to participate

Eligible shareholders of Shares that are registered with an Australian or New Zealand address at the relevant record date may participate in the Plan. Due to foreign securities laws, it is not practical for shareholders resident in other countries to be offered the opportunity to participate in the Plan.

Participation in the Plan is optional and is subject to these terms and conditions. Offers made under the Plan are non-renounceable (i.e. eligible shareholders may not transfer their rights to any Shares offered under the Plan).

The maximum amount, which any shareholder may subscribe for in any consecutive 12 month period is A\$15,000. The directors of the Company may also determine in their discretion the minimum amount for participation, the multiple of Shares to be offered under the Plan and the period the offer is available to eligible shareholders.

Custodians, trustees and nominees

If you are an eligible shareholder and hold the Segue shares as a custodian (as defined in ASIC Class Order CO 09/425 (refer below) (**Custodian**) or in any more specific ASIC relief granted to the Company in relation to the Plan), you may apply for up to the maximum of new Shares for each beneficiary for whom you act as custodian provided you annexe to your Entitlement and Acceptance Form a certificate to the Company (**Custodian Certificate**) with the following information:

- that you held Shares in the Company on behalf of one or more other persons (each a **Participating Beneficiary**) at 5pm (WST) on 7 June 2017 who have subsequently instructed you to apply for Shares under the Plan on their behalf;
- the number of Participating Beneficiaries and their names and addresses;
- the number of Shares that you hold on behalf of each Participating Beneficiary;
- the dollar amount of Shares that each Participating Beneficiary has instructed you, either directly or indirectly through another custodian, to apply for on their behalf;
- that the application price for Shares applied under the Plan for each Participating Beneficiary for whom you act plus the application price for any other Shares issued to you as custodian for that Participating Beneficiary under any arrangement similar to the Plan in the prior 12 months does not exceed \$15,000;
- that a copy of the written offer document was given to each beneficiary; and
- where you hold shares on behalf of a beneficiary indirectly, through one or more interposed custodians, the name and address of each interposed custodian.

For the purposes of ASIC Class Order CO 09/425 you are a 'custodian' if you are a registered holder that:

- holds an Australian financial services licence that allows you to perform custodian or depositary services or operate IDPS accounts;
- is exempt from holding an Australian financial services licence by virtue of Class Order CO 03/184 or by relying on the Australian financial services licence of your master custodian under regulation 7.1.06(k) of the *Corporations Regulations 2001*;
- is a trustee of a self managed superannuation fund;
- is a trustee of superannuation master trusts;
- is a responsible entity of IDPS like schemes; and
- is noted on the Company's register of members as holding the shares on account of another person.

If you hold Shares as a trustee or nominee for another person or persons but are not a Custodian as defined above, you cannot participate for beneficiaries in the manner describes above. In this case, the rules for multiple single holdings (above) apply.

Custodians should request a Custodian Certificate when making an application on behalf of Participating Beneficiaries. To request Custodian Certificate and if you would like further information on how to apply, you should contact Advanced Share Registry Services during normal business hours, Monday to Friday during the Offer period.

The Company reserves the right to reject any application for Shares to the extent it considers that the application (whether alone or in conjunction with other applications) does not comply with these requirements. The Company reserves the right to reject applications in accordance with these Terms and Conditions.

Price of Shares

The issue price of Shares to be issued under the Plan will be 3.0¢, which represents a 12% discount to the Company's 15-day VWAP of Shares in the ASX up to 7 June 2017 of 3.4¢.

Applications and Notices

At the discretion of the directors of the Company, the Company will send eligible shareholders a letter of offer and acceptance procedures, inviting them to subscribe for Shares under the Plan, and accompanied by the terms and conditions of the Plan and an entitlement & acceptance form. Applications will not be accepted after the closing date of an offer. Over subscriptions to an offer (including where such oversubscriptions are as a result of the shareholder exceeding the limit on subscriptions under a share purchase plan in any 12 month period of \$15,000) may be refunded without interest.

Notices and statements made by the Company to participants may be given in any manner prescribed by its Constitution.

Issue of Shares

Shares to be issued under the Plan will be issued as soon as reasonably practicable after the closing date specified by the Directors of the Company in the offer.

Shares issued under the Plan will rank equally in all respects with all other fully paid ordinary shares in the Company from the date of issue.

Shareholding statements or CHES notification will be issued in respect of all Shares issued under the Plan. The Company will, promptly after the issue of Shares under the Plan, make application for those Shares to be listed for quotation on the official list of ASX.

Modification and Termination of the Plan

The Company may modify or terminate the Plan at any time. The Company will notify ASX of any modification to, or termination of, the Plan. The omission to give notice of any modification to, or termination of, the Plan or the failure of ASX to receive such notice will not invalidate the modification or termination.

Without limiting the above, the Company may issue to any person fewer Shares than the person applied for under the Plan if the issue of the Shares applied for would contravene any applicable law or the Listing Rules of ASX.

Dispute Resolution

The Company may, in any manner it thinks fit, settle any difficulties, anomalies or disputes which may arise in connection with or by reason of the operation of the Plan, whether generally or in relation to any participant, application or Shares. The decision of the Company in this respect will be conclusive and binding on all shareholders and other persons to whom that determination relates.

The Company reserves the right to waive strict compliance with any provision of these terms and conditions. The powers of the Company under these conditions may be exercised by the directors of the Company or any delegate of the directors of the Company.

Questions and Contact Details

If you have any questions regarding the Plan or how to deal with this Offer, please contact your stockbroker or professional adviser or Matthew Foy, Company Secretary on +61 8 9383 3330.