



ASX Code: **SEG**

8 September 2017

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

PLACEMENT TO ACCELERATE DRILLING AT GOLD AND LITHIUM PROJECTS

Segue Resources Limited (**Segue** or the **Company**) is pleased to announce it has raised \$1.035 million through a placement of 34,510,552 shares at an issue price of 3.0¢ per share (**Placement**). The Placement comprised the shortfall from the Segue Share Purchase Plan completed on 26 July 2017 of 28,374,831 shares and an additional placement of 6,135,721 shares.

The Company is also pleased to advise it has received and accepted an offer to acquire 10,196,572 shares being the balance of unmarketable share sale facility shares (*refer ASX announcement 8 June 2017*) at a price of 3.4¢ per share pursuant to the Authorised Price in the Company's Constitution. The Company anticipates that cheques will be despatched to participants of the unmarketable share sale facility within seven days.

The Placement was heavily supported by new and existing shareholders with demand significantly exceeding the Company's placement capacities pursuant to ASX Listing Rules 7.1 and 7.1A.

The proceeds of the Placement will be used to accelerate drilling at the Barlee Gold Project and to undertake additional drilling at the Gascoyne Lithium Project.

The Placement was made utilising the Company's existing placement capacity under Listing Rules 7.1 and 7.1A. Segue provides the following information in relation to the Placement as required under ASX Listing Rule 3.10.5A:

1. The dilutive effect of the Placement shares on existing shareholders is as follow:

Number of shares on issue prior to the placement: 138,081,396

| | |
|---|---------------|
| Dilution as a result of issue under LR7.1 of 20,712,209 shares | 14.99% |
| Dilution as a result of issue under LR7.1A of 13,798,343 shares | 9.99% |
| Total Dilution | 24.99% |

Details of the Company's issued capital following completion of only the shares issued under Listing Rule 7.1A held by pre-issue shareholders and new shareholders are as follows:

| | Shares | Percentage |
|---|--------------------|-------------|
| Pre-issue shareholders who did not participate in the new issue | 108,356,636 | 90.85% |
| Pre-issue shareholders who participated in the new issue | 3,616,667 | 2.38% |
| New shareholders who participated in the new issue | 10,283,334 | 6.77% |
| Total | 151,879,739 | 100% |

2. 13,798,343 shares were issued under Listing Rule 7.1A and were issued to sophisticated and professional investors as it was considered to be the most efficient mechanism for raising funds at the time.
3. Commission fees equal to 4.1% (plus GST) of the total funds raised were paid in relation to the issue of the placement shares.

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

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